

**RELIANCE PACIFIC BERHAD (244521 A)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE QUARTER ENDED 31 DECEMBER 2011**

		<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
	Note	Current Period Quarter Ended Dec 31 (RM'000)	Preceding Year Quarter Ended Dec 31 (RM'000)	Current 9 months Cumulative to date Dec 31 (RM'000)	Preceding Year Period Ended Dec 31 (RM'000)
Revenue		59,830	149,131	183,185	396,942
Operating Expenses		-55,513	-146,008	-171,535	-386,914
Other Operating Income		113	6,051	209	9,639
Depreciation and amortisation		-924	-1,319	-2,722	-3,364
Finance Costs		-2,531	-3,967	-7,448	-10,590
Share of results of associates		-26	11	-54	-17
<b>Profit before net effects of winding up Subsidiaries</b>	B5	<b>949</b>	<b>3,899</b>	<b>1,635</b>	<b>5,696</b>
Net effects of winding up Subsidiaries		0	-4,007	0	-4,007
<b>Profit / (Loss) before tax</b>		<b>949</b>	<b>-108</b>	<b>1,635</b>	<b>1,689</b>
Taxation	B6	-316	-171	-740	-762
<b>Profit / (Loss) for the period</b>		<b>633</b>	<b>-279</b>	<b>895</b>	<b>927</b>
<b>Profit / (Loss) Attributable to :</b>					
Owner of the Parent		604	327	994	1,551
Non-controlling interest		29	-606	-99	-624
		<b>633</b>	<b>-279</b>	<b>895</b>	<b>927</b>
<b>Basic earnings per share (sen)</b>		<b>0.07</b>	<b>0.04</b>	<b>0.12</b>	<b>0.18</b>
<b>Diluted earning per share</b>		<b>N / A</b>	<b>N / A</b>	<b>N / A</b>	<b>N / A</b>

(The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31st March 2011)

**RELIANCE PACIFIC BERHAD (244521 A)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 31 DECEMBER 2011**

	<b>2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
	<b>Current Period</b>	<b>Preceding Year</b>	<b>Current 9 months</b>	<b>Preceding Year</b>
	<b>Quarter Ended</b>	<b>Quarter Ended</b>	<b>Cumulative to date</b>	<b>Period Ended</b>
	<b>Dec 31</b>	<b>Dec 31</b>	<b>Dec 31</b>	<b>Dec 31</b>
	<b>(RM'000)</b>	<b>(RM'000)</b>	<b>(RM'000)</b>	<b>(RM'000)</b>
Profit / (Loss) for the period	633	-279	895	927
Exchange differences on translating foreign operations	395	-163	629	-59
Net changes in fair value of Available-for-sale	-3	458	16	-3,195
Revaluation surplus	0	633	0	633
<b>Total comprehensive profit / (loss) for the period</b>	<b><u>1,025</u></b>	<b><u>649</u></b>	<b><u>1,540</u></b>	<b><u>-1,694</u></b>
<b>Total Comprehensive Profit / (Loss) Attributable to :</b>				
Owner of the Parent	996	1,255	1,639	-1,070
Non-controlling interest	29	-606	-99	-624
	<b><u>1,025</u></b>	<b><u>649</u></b>	<b><u>1,540</u></b>	<b><u>-1,694</u></b>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31st March 2011)

**RELIANCE PACIFIC BERHAD (244521 A)**

( Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2011**

	<b>As at Dec 31, 11 (RM'000) (Unaudited)</b>	<b>As at Mar 31, 11 (RM'000) (Audited)</b>
<b>ASSETS:</b>		
<b>Non Current Assets</b>		
Property, plant & equipment	235,501	234,927
Investment property	1,848	1,867
Goodwill arising on consolidation	30,123	20,542
Investment in Associates	29	83
Available-for-sales financial assets	619	606
Deferred and development expenditure	392	527
Land held for development	84,521	76,695
Deferred tax assets	54	54
<b>Total Non Current Assets</b>	<b><u>353,087</u></b>	<b><u>335,301</u></b>
<b>Current Assets</b>		
Inventories	22,751	22,806
Trade and other receivables	143,137	148,092
Development properties	10,519	0
Fixed and call deposits	16,029	15,762
Cash and bank balances	2,683	35,037
<b>Total Current Assets</b>	<b><u>195,119</u></b>	<b><u>221,697</u></b>
<b>TOTAL ASSETS</b>	<b><u>548,206</u></b>	<b><u>556,998</u></b>
<b>EQUITY AND LIABILITIES:</b>		
<b>Equity attributable to owners of the Parent:</b>		
Share capital	171,710	171,710
Other Reserves	98,539	97,894
Retained Profit	73,640	72,646
Attributable to equity holders of the parent	343,889	342,250
<b>Non-controlling interest</b>	<b>5,392</b>	<b>5,491</b>
<b>TOTAL EQUITY</b>	<b><u>349,281</u></b>	<b><u>347,741</u></b>
<b>Non-Current Liabilities:</b>		
Term Loan	95,351	66,458
Hire purchase	77	171
Deferred tax liabilities	537	537
<b>Total Non-Current Liabilities</b>	<b><u>95,965</u></b>	<b><u>67,166</u></b>
<b>Current Liabilities</b>		
Trade and other payables	29,738	42,921
Short term borrowings	72,734	58,916
Collateralised Loan Obligation (CLO)	0	40,000
Hire purchase	35	55
Taxation	453	199
<b>Total Current Liabilities</b>	<b><u>102,960</u></b>	<b><u>142,091</u></b>
<b>TOTAL LIABILITIES</b>	<b><u>198,925</u></b>	<b><u>209,257</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>548,206</u></b>	<b><u>556,998</u></b>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31st March 2011)

**RELIANCE PACIFIC BERHAD (244521 A)**

( Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2011**

	← Attributable to Equity Holders of the Parent →						Distributable Reserves	Non-Controlling Interest	Total Equity	
	← Non Distributable Reserves →									
	Share Capital (RM'000)	Share Premium Reserve (RM'000)	Share Buy-back Reserve (RM'000)	Foreign Currency Translation Reserve (RM'000)	Available-for-sale Reserve (RM'000)	Revaluation Reserve (RM'000)				Retained Profits (RM'000)
<b>9 months quarter ended 31 Dec 2011</b>										
Balance at beginning of year as at 1 Apr. 2011	171,710	19,911	8,930	465	-4,523	73,111	72,646	342,250	5,491	347,741
Total comprehensive profit/(loss) for the period	0	0	0	629	16	0	994	1,639	-99	1,540
<b>Balance at end of period</b>	<b>171,710</b>	<b>19,911</b>	<b>8,930</b>	<b>1,094</b>	<b>-4,507</b>	<b>73,111</b>	<b>73,640</b>	<b>343,889</b>	<b>5,392</b>	<b>349,281</b>
<b>9 months quarter ended 31 Dec 2010</b>										
Balance at beginning of year as at 1 Apr. 2010 - as previously reported	171,710	19,911	8,930	-3,150	0	79,171	63,674	340,246	-650	339,596
Effect of adopting FRS 139							751	751		751
<b>Balance as at 1 Apr 2010 - as restated</b>	<b>171,710</b>	<b>19,911</b>	<b>8,930</b>	<b>-3,150</b>	<b>0</b>	<b>79,171</b>	<b>64,425</b>	<b>340,997</b>	<b>-650</b>	<b>340,347</b>
Total comprehensive profit/(loss) for the period	0	0	0	-59	-3,195	633	1,551	-1,070	-624	-1,694
<b>Balance at end of period</b>	<b>171,710</b>	<b>19,911</b>	<b>8,930</b>	<b>-3,209</b>	<b>-3,195</b>	<b>79,804</b>	<b>65,976</b>	<b>339,927</b>	<b>-1,274</b>	<b>338,653</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31st March 2011)

**RELIANCE PACIFIC BERHAD (244521 A)**

( Incorporated in Malaysia )

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 31 DECEMBER 2011**

	<b>2011</b>	<b>2010</b>
	<b>9 months</b>	<b>9 months</b>
	<b>ended</b>	<b>ended</b>
	<b>Dec 31</b>	<b>Dec 31</b>
	<b>(RM'000)</b>	<b>(RM'000)</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,635	1,689
Adjustment :-		
Non-cash items	2,782	3,556
Non-operating items ( which are investing / financing )	71	-4,635
Operating profit before changes in working capital	<u>4,488</u>	<u>610</u>
Changes in working capital		
Net Change in current assets	2,824	36,519
Net Change in current liabilities	-15,888	16,619
Cash used in operations	<u>-8,576</u>	<u>53,748</u>
Tax Paid	-425	-712
Net cash flows from operating activities	<u>-9,001</u>	<u>53,036</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Other investment	11	57
Net proceeds from disposal of investment property	0	26,000
Purchase of property, plant and equipment	-2,875	-4,376
Purchase of land held for development	-7,826	-23,363
Net cash outflow from acquisition of subsidiary	-12,937	0
Net cash flows from investing activities	<u>-23,627</u>	<u>-1,682</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net Bank Borrowings	-5,557	-55,278
Net cash flows from financing activities	<u>-5,557</u>	<u>-55,278</u>
<b>Net change in cash &amp; cash equivalents</b>	<b>-38,185</b>	<b>-3,924</b>
Cash & cash equivalents at beginning of year	12,311	-14,498
Effects of exchange rate changes on cash & cash equivalents at end of year	279	-652
<b>Cash &amp; cash equivalents at end of period</b>	<b><u>-25,595</u></b>	<b><u>-19,074</u></b>
<b>Cash &amp; cash equivalents comprise the following:</b>		
Fixed and call deposits	16,029	16,797
Cash and bank balances	2,683	9,286
Bank overdraft	-44,307	-45,157
	<u>-25,595</u>	<u>-19,074</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31st March 2011)

# RELIANCE PACIFIC BERHAD

(Company no. 244521 A)

## Notes

### A. NOTES TO THE INTERIM FINANCIAL REPORT

#### A1 Accounting Policies

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2011.

#### A2 Changes in Accounting Policies

The significant accounting policies adopted in the interim financial statements are consistent with those adopted by the Group in the audited financial statements for the year ended 31 March 2011 except for the adoption of new FRSs, amendments and IC interpretations that are mandatory for the Group for the financial year beginning 01 July 2010 and 01 January 2011. The adoption of these FRSs, amendments and interpretations do not have a material impact on the interim financial information of the Group except for the adoption of the followings FRSs as set out below:

##### ***FRS 3 Business Combinations and Amendment to FRS 127 Consolidated and Separate Financial Statements***

The revised FRS 3 introduces a number of changes in the accounting for business combinations occurring after 01 July 2010. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results. The Amendment to FRS 127 requires that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Therefore, such transactions will no longer give rise to goodwill, nor will they give rise to a gain or loss. Furthermore, the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary.

Other consequential amendments have been made to FRS 107 *Statement of Cash Flows*, FRS 112 *Income Taxes*, FRS 121 *The Effects of Changes in Foreign Exchange Rates*, FRS 128 *Investments in Associates* and FRS 131 *Interests in Joint Ventures*. The changes from revised FRS 3 and Amendments to FRS 127 will affect future acquisitions or loss of control and transactions with non-controlling interests.

### **IC Interpretation 15 *Agreements for the Construction of Real Estate***

This interpretation clarifies when and how the revenue and related expenses from the sale of a real estate unit sold should be recognised if an agreement between a developer and a buyer is reached before the construction of the real estate is completed. Furthermore, the Interpretation provides guidance on how to determine whether an agreement is within the scope of FRS 111 *Construction Contracts* or FRS 118 *Revenue*.

The Group currently recognises revenue arising from property development projects using the stage of completion method. Upon the adoption of this Interpretation, the Group may be required to change its accounting policy to recognise such revenues at completion, or upon after delivery.

### **A3 Audit Report of Preceding Annual Financial Statement**

The annual audited financial statement in the preceding year was not qualified.

### **A4 Seasonal or Cyclical Factors**

The Group is principally engaged in the following business operations:

- a) Hotel
- b) Property
- c) Travel

The major festivities and school holidays generally affect the performance of Hotel & Travel Division. The performance of Property Division is affected by the sentiments of the property cycle, as the division's profitability is dependent on the sale of its properties.

### **A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

## A6 Accounting Estimates

There were no changes in estimates of amounts reported in prior financial quarters of the current financial year or in prior financial years that have a material effect in the current financial quarter.

## A7 Issuance or Repayment of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year to date.

## A8 Dividend Paid

There were no dividends paid during the period under review.

## A9 Segmental Reporting

### a) Revenue

Continuing Operations	Individual Quarter		Cumulative Year-to-date	
	Current Quarter Ended 31 Dec 2011 (RM'000)	Preceding Quarter Ended 31 Dec 2010 (RM'000)	Current 9 months Ended 31 Dec 2011 (RM'000)	Preceding 9 months Ended 31 Dec 2010 (RM'000)
Hotel	11,491	9,441	28,318	25,211
Property	2,549	2,318	6,694	4,987
Travel	44,249	44,968	143,780	139,393
RPB & others	1,541	0	4,393	0
<b>Sub-Total</b>	<b>59,830</b>	<b>56,727</b>	<b>183,185</b>	<b>169,591</b>
<b>Discontinued Operation</b>				
Hotel	0	761	0	8,273
Travel	0	91,643	0	219,078
<b>Sub-Total</b>	<b>0</b>	<b>92,404</b>	<b>0</b>	<b>227,351</b>
<b>Total</b>	<b>59,830</b>	<b>149,131</b>	<b>183,185</b>	<b>396,942</b>



**b) Profit/(Loss) before taxation**

	Individual Quarter		Cumulative Year-to-date	
	Current Quarter Ended 31 Dec 2011 (RM'000)	Preceding Quarter Ended 31 Dec 2010 (RM'000)	Current 9 months Ended 31 Dec 2011 (RM'000)	Preceding 9 months Ended 31 Dec 2010 (RM'000)
<b>Continuing Operations</b>				
Hotel	2,509	1,357	6,459	4,463
Property	65	5,027	(555)	7,011
Travel	547	127	1,582	1,056
RPB & others	(2,146)	(3,049)	(5,797)	(6,910)
Share of results of associates	(26)	11	(54)	(17)
<b>Sub-Total</b>	<b>949</b>	<b>3,473</b>	<b>1,635</b>	<b>5,603</b>
<b>Discontinued Operation</b>				
Hotel	0	(905)	0	(647)
Travel	0	1,331	0	740
<b>Sub-Total</b>	<b>0</b>	<b>426</b>	<b>0</b>	<b>93</b>
<b>Total</b>	<b>949</b>	<b>3,899</b>	<b>1,635</b>	<b>5,696</b>
Net Effects of Winding up Subsidiaries	0	(4,007)	0	(4,007)
<b>Grand Total</b>	<b>949</b>	<b>(108)</b>	<b>1,635</b>	<b>1,689</b>

**A10 Subsequent Material Events**

There were no material events subsequent to the end of the current quarter.

**A11 Changes in the Composition of the Group**

There were no changes in the composition of the Group for the financial year todate other than the following:

- (a) Meridian Haven Sdn Bhd, a wholly owned subsidiary of RPB acquired 100% of the total shares in a company called Golden Envoy (M) Sdn Bhd. This was announced on 31 March 2011 and completed during the quarter ended 30 Jun 2011.
- (b) RPB Development Sdn Bhd, a wholly owned subsidiary of RPB purchased a shelf company called Vector Junction Sdn Bhd. This was announced on 20 May 2011.

- (c) Avillion Hotel Group Sdn Bhd, a wholly owned subsidiary of RPB incorporated a wholly-owned subsidiary company in Hong Kong called Avillion Private Collection Limited. This was announced on 10 August 2011.
- (d) RPB Development Sdn Bhd, a wholly owned subsidiary of RPB purchased a shelf company called Culmen Sdn Bhd (formerly known as Kuntuman Unggul Sdn Bhd) . This was announced on 16 August 2011.
- (e) RPB Development Sdn Bhd, a wholly owned subsidiary of RPB purchased a shelf company called Finesta Sdn Bhd (formerly known as Inspire Spiral Sdn Bhd) . This was announced on 8 September 2011.
- (f) RPB Development Sdn Bhd, a wholly owned subsidiary of RPB purchased a shelf company called Santopia Sdn Bhd (formerly known as Twice Delight Sdn Bhd) . This was announced on 22 September 2011.

#### **A11 Significant related party transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current period ended 31 December 2011 are set out below. The relationship of the related parties are disclosed in the audited financial statements for the financial year ended 31 March 2011 and the approved shareholders' mandate in the circular dated 29 August 2011 for recurrent related party transactions.

	<b>Current 9 months Ended 31 Dec 2011 (RM'000)</b>
Services rendered to the companies controlled by certain directors	1,055
Services rendered by the companies controlled by certain directors	805
Purchases from the companies controlled by certain directors	6,706
Sales to the companies controlled by certain directors	18,622

**B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 Review of Performance of the Company and its Principal Subsidiaries**

The Group consolidated revenue for the current quarter has reduced by 59.9% as compared to the preceding year 3<sup>rd</sup> quarter. The reduction was mainly due to the exclusion of revenue for the following:

- a) Revenue for certain travel companies which was disposed on 31 March 2011, the 4<sup>th</sup> quarter of the preceding financial year.
- b) Revenue for Hotel Management contract which was expired in November 2010.

The current businesses are focusing primary on Hotel Management, Property Development and overseas travel business.

The Group consolidated profit before tax for the 3<sup>rd</sup> quarter under review was RM0.949 million as compared to a loss of RM0.108 million in preceding year same quarter. The variance in profit was mainly due to:

- a) Improvement in Hotel division performance after the successful completion of room upgrading and refurbishment work.
- b) Preceding year same quarter results included the net negative effects of winding up of certain subsidiaries and gain from disposal of an investment property.

**B2 Material Changes in the Quarterly Results as compared with the Preceding quarter**

The Group consolidated revenue for the reporting quarter has improved by 0.9% in comparison to the preceding quarter.

The improvement in results was mainly contributed by the Hotel division. 3<sup>rd</sup> quarter was traditionally a stronger quarter due to longer school holiday and festive season holiday.

The Group consolidated profit before tax has improved by 226.5% in comparison to the preceding quarter due to improvement in revenue and higher yield achieved.

### **B3 Commentary on Prospect**

The overall outlook is still one of positive global Travel & Tourism growth, and further strong growth is expected for emerging markets. This is in spite of the weaker economic outlook in Europe.

China's GDP growth forecast for 2012 is again relatively unchanged at a strong 8.2%. Chinese demand will help to support growth throughout the Asia Pacific region, while Indian 2012 economic growth is forecasted for at 6.5%. Japan's rebound from the earthquake/ tsunami has been strong, with full recovery likely in early 2012. The associated growth premium for Travel & Tourism is likely be significant in 2012 from this markets.

The domestic economy is also expected to record sturdy growth driven primarily by the ETP which is both government and private sector led.

Our Hotel and Travel Divisions are expected to continue perform positively on the back of the demand for travel within Asia, particularly China, Taiwan, Hong Kong, Korea, India and the Middle East while domestic demand for our hotels is expected to grow.

The Property Division has since launch our 165-acre project in Bandar Tenggara, Johor. A successful soft sales launch was conducted on 1 Feb 2012 and respond has been good. This affordable mid price mix development of residential and commercial real estate is expected to significantly contribute to RPB's revenue in the new financial year.

### **B4 Variance from Profit Forecast**

Not applicable.

## B5 Profit before taxation

Profit before taxation is derived after charging / (credited) of the following:

	Individual Quarter		Cumulative Year-to-date	
	Current Quarter Ended 31 Dec 2011 (RM'000)	Preceding Quarter Ended 31 Dec 2010 (RM'000)	Current 9 months Ended 31 Dec 2011 (RM'000)	Preceding 9 months Ended 31 Dec 2010 (RM'000)
Interest income	0	(13)	(11)	(57)
Gain on disposal of investment properties	0	(3,032)	0	(8,613)
Rental income	0	(183)	0	(441)
Depreciation and amortisation	924	1,319	2,722	3,364
Finance costs	2,53,	3,967	7,448	10,590

## B6 Taxation

	Individual Quarter		Cumulative Year-to-date	
	Current Quarter Ended 31 Dec 2011 (RM'000)	Preceding Quarter Ended 31 Dec 2010 (RM'000)	Current 9 months Ended 31 Dec 2011 (RM'000)	Preceding 9 months Ended 31 Dec 2010 (RM'000)
a) Income Tax i) Current taxation	316	171	740	762
<b>b) Total</b>	<b>316</b>	<b>171</b>	<b>740</b>	<b>762</b>

The Group tax rate is higher than the statutory tax rate applicable due to the Provision of taxation on profit by certain subsidiary companies.

## B7 Corporate proposals

There were no other corporate proposals announced during the current quarter.

## B8 Group Borrowings

### a) Banking Facilities

	Secured (RM'000)	Unsecured (RM'000)	Total (RM'000)
a) Short term borrowings			
i Overdraft	20,594	23,713	44,307
ii. Revolving Credit	5,000	3,500	8,500
iii. Long term borrowings repayable within twelve months	19,927	-	19,927
iv. Lease and Hire Purchase repayable within 12 months	35	-	35
v. Total	<u>45,556</u>	<u>27,213</u>	<u>72,769</u>
b) Long term borrowings			
i. Long term loans	115,278	-	115,278
<b>Less</b> portion of long term loans payable within 12 months	<u>19,927</u>	<u>-</u>	<u>19,927</u>
	<u>95,351</u>	<u>0</u>	<u>95,351</u>
ii. Lease and Hire purchase	112	-	112
<b>Less</b> portion of Lease and Hire Purchase payable within 12 months	<u>(35)</u>	<u>-</u>	<u>(35)</u>
	<u>77</u>	<u>0</u>	<u>77</u>
iii. Total	95,428	0	95,428
c) Total borrowings	140,984	27,213	168,197

b) Foreign currency borrowings included in the above in Ringgit Malaysia equivalent as at 31 December 2011 were as follows:

	RM'000
Foreign Currency	
Singapore Dollar	3,891
Hong Kong Dollar	<u>3,645</u>
Total	<u>7,536</u>

## B9 Derivative Financial Instruments

The Group is not a party to any financial instruments, which may have an effect to the derivative financial instruments at the date of this report.

## B10 Material Litigation

There was no material litigation pending as at the date of this announcement.

## B11 Basic Profit Per Share

### a) Basic Profit per share

Basic Profit per share is calculated by dividing the net profit attributable to the shareholders for the current financial quarter ended 31 December 2011 are as follows:

	Individual Quarter		Cumulative Year-to-date	
	Current Quarter Ended 31 Dec 2011 (RM'000)	Preceding Quarter Ended 31 Dec 2010 (RM'000)	Current 9 months Ended 31 Dec 2011 (RM'000)	Preceding 9 months Ended 31 Dec 2010 (RM'000)
<b>Net Profit attributable to owner of the Parent (RM'000)</b>	604	327	994	1,551
<b>Basic ('000)</b>				
<b>Total Weighted average number of ordinary shares</b>	<b>858,552</b>	<b>858,552</b>	<b>858,552</b>	<b>858,552</b>
<b>Basic earnings per share(sen)</b>	0.07	0.04	0.12	0.18

### b) Diluted Profit per share

N/A.

## B12 Realised and Unrealised Profits or Losses

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits, is as follows:

	<b>As at 31 Dec 2011 (RM'000)</b>	<b>As at 31 Dec 2010 (RM'000)</b>
Retained profits of the Company and its subsidiaries :		
Realised	74,416	65,564
Unrealised	(483)	323
<b>Total Retained profits of the Company and its subsidiaries</b>	<b>73,933</b>	<b>66,203</b>
Total share of Retained profits from associated companies :		
Realised	(293)	(227)
<b>Total Group Retained profits as per consolidated accounts</b>	<b>73,640</b>	<b>65,976</b>

BY ORDER OF THE BOARD  
TAN BEE LENG (MAICSA NO: 7009994)

Secretary

Kuala Lumpur  
Date: 29 February 2012