



**Quarterly report**

Quarterly report on results for the period ended 31 August 2012

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	AS AT END OF CURRENT QUARTER <u>31/08/2012</u> RM'000	AS AT PRECEDING FINANCIAL YEAR END <u>28/02/2011 (Audited)</u> RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	2,500	28,432
Prepaid land lease payment	480	488
Intangible Assets	0	10,468
	<b>2,980</b>	<b>39,388</b>
<b>Current Assets</b>		
Trade Receivables	177	440
Other Receivables, Deposits and Prepayments	7	28
Tax recoverable	15	13
Short term investment	-	-
Cash and Bank Balances	105	549
	<b>304</b>	<b>1,030</b>
<b>TOTAL ASSETS</b>	<b>3,284</b>	<b>40,418</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital		
Ordinary shares of RM0.10 each	81,311	73,411
Reserves		
Share Premium	269	-
Warrant Reserve	13,275	13,594
Translation Reserve	(739)	(738)
ESOS Reserve	1,666	-
Retained Profits	(92,929)	(45,670)
Less: 3,423,300 treasury shares at cost	(669)	(669)
	<b>2,184</b>	<b>39,928</b>
<b>Minority Interest</b>	-	-
<b>Total Equity</b>	<b>2,184</b>	<b>39,928</b>
<b>Non Current Liabilities</b>		
Hire Purchase Liabilities	-	-
Deferred Taxation	-	-
	<b>-</b>	<b>-</b>
<b>Current Liabilities</b>		
Trade Payables	21	60
Other Payables and Accruals	1,079	430
Bank overdraft	-	-
Share Application Money	-	-
Hire Purchase Liabilities	-	-
Tax Payable	-	-
	<b>1,100</b>	<b>490</b>
<b>Total Liabilities</b>	<b>1,100</b>	<b>490</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>3,284</b>	<b>40,418</b>
<b>Net assets per share (RM)</b>	<b>0.0027</b>	<b>0.0544</b>

The Condensed Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 28 February 2011 and the accompanying explanatory notes attached to this report.

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-08-2012 RM '000	Preceding Yr Corresponding Quarter 31-08-2011 RM '000	Current Year To Date 31-08-2012 RM '000	Preceding Yr Corresponding Yr To Date 31-08-2011 RM '000
Revenue	162	218	1,101	N/A
Cost of services	(67)	(531)	(1,347)	N/A
<b>Gross profit/(loss)</b>	<b>95</b>	<b>(313)</b>	<b>(246)</b>	<b>-</b>
Other income	0	0	6	N/A
Administration expenses	(12,841)	(611)	(32,292)	N/A
Depreciation and amortisation	(6,069)	(1,280)	(15,046)	N/A
Finance costs	(1)	0	(1)	N/A
<b>Profit/(Loss) before tax</b>	<b>(18,815)</b>	<b>(2,204)</b>	<b>(47,579)</b>	<b>N/A</b>
<u>Income Tax expense</u>				
Current Tax	-	1	-	N/A
Deferred tax	-	-	-	N/A
<b>PROFIT/(LOSS) FOR THE PERIOD</b>	<b>(18,815)</b>	<b>(2,203)</b>	<b>(47,579)</b>	<b>N/A</b>
<u>Other Comprehensive Income/(Loss) :</u>				
Exchange differences on translating foreign operations	(5)	-	(1)	N/A
Income tax relating to components of other comprehensive income	-	-	-	-
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>(5)</b>	<b>-</b>	<b>(1)</b>	<b>N/A</b>
<b>TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE PERIOD</b>	<b>(18,820)</b>	<b>(2,203)</b>	<b>(47,580)</b>	<b>N/A</b>
<u>Profit/(Loss) attributable to :</u>				
Owners of the parent	(18,815)	(2,203)	(47,579)	N/A
Minority Interest	-	-	-	-
	<b>(18,815)</b>	<b>(2,203)</b>	<b>(47,579)</b>	<b>-</b>
<u>Total comprehensive income/ (loss) attributable to :</u>				
Owners of the parent	(18,820)	(2,203)	(47,580)	N/A
Minority Interest	-	-	-	-
	<b>(18,820)</b>	<b>(2,203)</b>	<b>(47,580)</b>	<b>N/A</b>
<u>Earnings/(Loss) per share attributable to Owners of the Parent (sen)</u>				
- basic	(2.35)	(0.30)	(5.95)	N/A
- diluted	(2.33)	(0.30)	(5.89)	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 28 February 2011 and the accompanying explanatory notes attached to this report.

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**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE PERIOD ENDED 31 AUGUST 2012**

Group	Share capital RM'000	Share premium RM'000	Warrant reserve RM'000	Retained profits RM'000	Translation reserve RM'000	ESOS reserve RM'000	Treasury shares RM'000	Total equity RM'000
<u>18 months ended 31 August 2012</u>								
As at 1 March 2011	73,411	-	13,594	(45,670)	(736)	-	(669)	39,928
Issue of ordinary shares	7,900	269	-	-	-	-	-	8,169
Expiry of Warrant A			(319)	319				-
ESOS Expenses						1,666		1,666
Total comprehensive income for the period	-	-	-	(47,579)	(1)	-	-	(47,580)
As at 31 August 2012	81,311	269	13,275	(92,929)	(739)	1,666	(669)	2,183
<u>18 months ended 31 August 2011</u>								
As at 1 March 2010	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Issuance of ordinary shares	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Expiry of Warrant A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
ESOS Expenses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total comprehensive income for the period	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As at 31 August 2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

The Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 28 February 2011 and the accompanying explanatory notes attached to this report.

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**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOWS  
FOR THE PERIOD FROM 01 MARCH 2011 TO 31 AUGUST 2012**

	01/03/2011 to 31-08-2012 RM '000	01/03/2010 to 28-02-2011 RM '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	(47,579)	(33,078)
<u>Adjustments for non cash item</u>		
Amortisation and impairment of development costs	12,177	30,579
Amortisation of Intellectual Property	7,359	2,436
Amortisation of prepaid land lease payments	8	(19)
Currency realignment	-	-
Depreciation	17,169	3,859
Interest expense	1	(0)
Interest income	(6)	(18)
Disposal loss/(gain) on property, plant and equipment	536	-
Share based payment under ESOS	-	-
Loss on winding up of subsidiary	-	-
Bad Debt Recovered	-	-
Allowance for doubtful debts	1,961	(76)
Bad Debt Provision	-	-
Additional provision for doubtful debts	-	-
ESOS Expenses	1,666	-
	-	-
Development Cost Written Off	-	-
	<u>40,871</u>	<u>36,760</u>
Operating profit before working capital changes	(6,708)	3,682
Changes in working capital:		
Trade and other receivables	(1,677)	356
Trade and other payables	610	173
Cash generated from operations	(7,775)	4,211
Development cost paid	(276)	(663)
Tax paid	(2)	(4)
Net cash generated from operating activities	<u>(8,054)</u>	<u>3,544</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	6	18
Proceeds from disposal of property, plant and equipment	-	-
Acquisition of new leasehold building	-	-
Purchase of property, plant and equipment	(563)	(7,740)
Loss on winding up of subsidiary	-	-
Net cash used in investing activities	<u>(557)</u>	<u>(7,722)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	-	-
Right issue expenses	-	-
Proceeds from private placement and/or ESOS exercises	8,169	500
Proceeds from right issues	-	-
Share Premium	-	-
Drawdown of short term borrowing	-	-
Repayment of bank overdraft	-	-
Repayment of hire purchase liabilities	-	-
Payment for share buy back	-	-
Net cash generated/(used in) from financing activities	<u>8,169</u>	<u>500</u>
Net increase/(decrease) in cash and cash equivalents	(442)	(3,678)
Effect on Exchange Rate Changes on Opening Cash	(1)	(16)
Cash and cash equivalents at beginning of financial period	549	4,243
Cash and cash equivalents at end of financial period	<u>105</u>	<u>549</u>
<b>Cash and cash equivalents comprise</b>		
Short term investment	-	-
Cash and bank balances	105	-
Bank overdraft	-	549
	<u>105</u>	<u>549</u>

The Condensed Consolidated Statement of Cashflows should be read in conjunction with the audited financial statements for the financial year ended 28 February 2011 and the accompanying explanatory notes attached to this report.

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**A1. BASIS OF PREPARATION**

The quarterly report is unaudited and has been prepared in compliance with Financial Reporting Standards ("FRS") No 134 – "Interim Financial Reporting" and paragraph 9.22 and Appendix 9B of Bursa Malaysia Securities Berhad ("Bursa Malaysia")'s Listing Requirements for the ACE Market. The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 28 February 2011.

The explanatory note attached to the interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Group since the FYE 28 February 2011.

The accounting policies and methods of computation adopted in these interim financial statements of the Company and its subsidiaries ("The Group") are consistent with those adopted for the annual audited financial statements for the FYE 28 February 2011.

**A2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the FYE 28 February 2011 were not subject to any qualification.

**A3. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS**

AsiaEP Resources's future business operations would be affected by cyclical factors.

**A4. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

During the quarter under review, the items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence, are the impairment being provided on the computer equipments amounting to RM9.65 million.

**A5. CHANGES IN ESTIMATES**

There were no changes in estimates that had a material effect in the current quarter results.

**A6. MOVEMENTS IN DEBT/ EQUITY SECURITIES**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter ended 31 August 2012.

**A7. DIVIDENDS**

No dividends were paid and/or declared during the quarter under review.

**A8. SEGMENTAL REPORTING**

Segmental reporting is presented in respect of the Group's business and geographical segments. The primary format, geographical segments by location of customer, is based on the Group's management and internal reporting structure.

Segmental results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Segmental capital expenditure during the year-to-date consists of acquisition of property, plant and equipment, and capitalisation of research and development expenditures.

**Business Segments**

During the current quarter ended 31 August 2012, e-commerce remains as the main business activity of the AsiaEP Group subject to the submission of any Regularisation Plan to be approved by Bursa Securities, pursuant to the current Guidance Note 3 position of the Company.

**Geographical Segments**

	Malaysia	Hong Kong	Total
<u>For the financial period ended 31/08/2012</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue from external customers	1,101	-	1,101
Segment assets	3,217	51	3,269
Segment liabilities	1,096	4	1,100
Capital Expenditure	10,381	223	10,604
Depreciation	17,168	0	17,169
Amortisation and Impairment	19,536	-	19,536
Interest Income	6	-	6
Interest Expenses	(1)	-	(1)
Profit/(loss) before taxation	(47,274)	(305)	(47,579)
Taxation	-	-	-
Profit/(loss) after taxation	(47,274)	(305)	(47,579)

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**A9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

AsiaEP Resources did not carry out any valuation on its property, plant and equipment.

**A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT QUARTER**

There were no material events subsequent to the end of the current quarter other than those disclosed in Note B10 (i) and (ii) below.

**A11. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group in the quarter under review.

**A12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities or contingent assets other than those disclosed in Note B10 (i) and (ii) below.

**A13. CAPITAL COMMITMENTS**

During the current quarter ended 31 August 2012, there is no capital commitments.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS**

**B1. REVIEW OF RESULTS FOR THE QUARTER ENDED 31 AUGUST 2012**

The Group recorded a consolidated revenue of approximately RM0.162 million and loss after taxation of approximately RM18.815 million for the current quarter ended 31 August 2012, as compared with the corresponding period of the preceding year ended 31 August 2011 when the Group attained a consolidated revenue of approximately RM0.218 million with loss after taxation of approximately RM2.203 million.

**B2. MATERIAL CHANGE IN PROFIT BEFORE TAX IN COMPARISON TO THE PREVIOUS QUARTER**

The Group recorded a consolidated revenue of approximately RM0.162 million for the current quarter ended 31 August 2012, compared to the consolidated revenue as recorded in the immediate preceding quarter ended 31 May 2012 of approximately RM0.157 million.

The Group registered loss before tax of approximately RM18.815 million as compared to the loss before tax recorded in the previous quarter ended 31 May 2012 of approximately RM13.142 million.

**B3. COMING YEAR PROSPECTS**

The financial performance of the Group towards the financial year ending 31 August 2013 remains to be challenging.

**B4. PROFIT FORECAST**

Not applicable as no profit forecast or profit guarantee was published.

**B5. TAXATION**

On 17 January 2007, Defined Search Sdn Bhd ("DSSB"), a wholly owned subsidiary of AsiaEP Resources was granted MSC Status. As such, DSSB was then granted Pioneer Status with effect from 16 January 2008. Therefore, DSSB would be able to enjoy tax free status that is renewable up to 15 January 2018.

**B6. PROFITS OR LOSSES ON DISPOSAL OF UNQUOTED INVESTMENT/PROPERTIES**

There were no purchase or disposal of unquoted investment and or properties for the current quarter under review and current financial year-to-date.

**B7. PURCHASE OR DISPOSAL OF QUOTED SECURITIES**

There were no purchase / disposal of quoted securities during the current quarter under review and current financial year-to-date.

**B8. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

Save as disclosed below, there are no corporate proposals announced but not completed as at the date of this report.

**Proposed Shares Subscription of ordinary shares in Lestari Pasifik Bhd ("LPB")**

On 10 October 2011, AsiaEP Resources announced its proposed subscription of 20,000,000 ordinary share of RM1 each in LPB at an issue price of RM1.00 per Subscription Share representing 3.23% of the enlarged issued and paid-up share capital of LPB for a total cash consideration of RM20.0 million ("Proposed Subscription").

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On 28 February 2012, AsiaEP Resources issued a letter to LPB for LPB to remedy a breach pursuant to Clause 7.6 of the Subscription Agreement dated 10 October 2011, failing which the proposed subscription shall be deemed terminated, fourteen (14) days herefrom.

However, as at 19 March 2012 upon fourteen (14) business days from 28 February 2012 with reference to the above, LPB still failed to remedy the breach. As such, AsiaEP Resources having no alternative but as on this date, issued another letter to LPB for demanding the refund of RM2,000,000/= (Ringgit Malaysia Two Million) deposit placed with LPB pursuant to the Clause 9.2(b) of the Subscription Agreement.

In view of the above, the Corporate Proposal for the Proposed Subscription is deemed terminated. Please refer to Note B10 (i) as the chronological events relating to this case is now considered as a Material Litigation instead of a Corporate Proposal.

**B9. BORROWING AND DEBT SECURITIES**

AsiaEP Resources does not have any borrowings and debt securities as at 31 August 2012.

**B10. MATERIAL LITIGATION**

Save for the following, AsiaEP Resources is not engaged in any material litigation, claim or arbitration either as plaintiff or defendant, which may have a material effect on the financial position of AsiaEP Resources and the Directors do not have any knowledge of any proceedings, pending or threatened, against AsiaEP Resources or of any facts which is likely to give rise to any proceedings which may materially and adversely affect the financial position or business of AsiaEP Resources :

- (i) a) Kuala Lumpur High Court Suit No.: 24NCC-152-04/2012 (LPB vs AsiaEP Resources)
- b) Kuala Lumpur High Court Suit No.: 28NCC-387-05/2012 (AsiaEP Resources vs LPB)

With reference to Note B8 above, the subsequent chronological events relating to the post-termination of the Corporate Proposal on the Proposed Subscription are as follows :

On 30 March 2012, i.e. after the expiration of fourteen (14) business days from 19 March 2012, a Statutory Notice pursuant to Section 218 of the Companies Act 1965 was issued on LPB ("the said Statutory Notice").

LPB has applied for an injunction to restrain AsiaEP Resources from presenting a winding-up petition based on the said S.218 Statutory Notice pursuant to the Companies Act, 1965.

The Injunction Application came up for Case Management on 24 April 2012 and hearing was fixed on 8 May 2012, pending parties to file the necessary Affidavits and submissions.

The case eventually came up for hearing on 17 May 2012, during which, the Honourable Judge has dismissed with costs the Injunction Application by LPB.

Subsequently, AsiaEP Resources has filed a winding up petition against LPB and LPB filed a striking application against the winding up petition. This is fixed for hearing on 2 August 2012. In addition, LPB filed an appeal against the dismissal by the High Court of their injunction application for injunction against the winding up petition. This is fixed for hearing on 15 August 2012.

Following the filing of an appeal by LPB against the dismissal by the High Court of their injunction application against the winding up petition, the appeal was withdrawn during the hearing on 15 August 2012. Thus far, no further action action pertaining to this matter.

Further, the winding up petition against LPB was granted on 21 September 2012 and the status of the winding up was recently gazetted and/or advertised on 22 October 2012.

- (ii) Kuala Lumpur High Court Suit No.: 22NCC-366-03-2012 between AsiaEP Resources and LPB and 7 Others

On 16 March 2012, AsiaEP Resources filed Suit No. 22NCC-366-03/2012 (the "Suit") in the Kuala Lumpur High Court in respect of a legal suit instituted by AsiaEP Resources jointly with Dr Tan Boon Nunt, the Executive Chairman cum Managing Director of AsiaEP Resources, against Lestari Pasifik Berhad (LPB) (Company No. 889489-A)(1st Defendant) and 7 other Defendants, all 8 collectively referred to as ("the Defendants"), as stated below :-

Name	NRIC/Passport/ Company No.
Dato' Dr Clement Tan Wei Loon (2 <sup>nd</sup> Defendant)	701105-01-6327
Tian Ee Intertrade Sdn Bhd (3 <sup>rd</sup> Defendant)	948498-W
Tan Keat Chye (4 <sup>th</sup> Defendant)	650408-08-5525
Li JunMin (5 <sup>th</sup> Defendant)	G21666385
Du Fashui (6 <sup>th</sup> Defendant)	G42079465
Mohamed Jawad Khan (7 <sup>th</sup> Defendant)	481118-71-5221
Prof Dr Chin Yew Sin (8 <sup>th</sup> Defendant)	600402-08-5211

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The Suit seeks for the High Court to make Orders for the following claims:

- (a) damages to be assessed by the Honourable Court for the losses occasioned to AsiaEP Resources and its shareholders by the Defendants;
- (b) an injunction restraining the Defendants and/or their agents and/or nominees from carrying out and/or proceeding with the Requisition issued by the 2nd, 3rd and 6th Defendants on 9 February 2012 to remove the entire current Board of Directors of AsiaEP Resources, including Dr Tan Boon Nunt, and to replace them with a new Board of Directors consisting of namely the 2nd, 4th, 5th, 7th and the 8th Defendants;
- (c) a mandatory injunction compelling the 3rd Defendant to dispose off the total 51,000,000 ordinary shares of AsiaEP Resources, which were allotted to them via the 132D exercise on 12 September 2011 and 3 October 2011, in the open market and the proceeds of the sale of the said 51,000,000 ordinary shares to be paid to account for the damages awarded herein by the Honourable Court;
- (d) any directions to be given by the Honourable Court pertaining to this suit;
- (e) costs;
- (f) further and/or other reliefs that the Honourable Court deem fit and appropriate

At the present moment, AsiaEP Resources is unable to determine the financial and operational impact and the expected losses arising from the Suit.

On 28 March 2012, the Board of Directors announced that at the Case Management dated 28 March 2012, the Kuala Lumpur High Court had fixed the matter for further Case Management on 18 April 2012.

On 19 April 2012, the Board of Directors announced that at the Case Management dated 18 April 2012, the Kuala Lumpur High Court had fixed the matter for further Case Management on 17 May 2012 to enable the Plaintiffs to file their affidavits in reply and reply to defence on 17 May 2012.

On 17 May 2012, the Board of Directors of AsiaEP announced that at the Case Management dated 17 May 2012, the Kuala Lumpur High Court had fixed the matter for further Case Management on 15 June 2012 as the relevant parties would need to reply to the Affidavit in Reply.

On 20 July 2012, the Board of Directors of AsiaEP announced that the Kuala Lumpur High Court eventually had fixed the matter for further Case Management on 24 July 2012.

On 24 July 2012, the Board of Directors of AsiaEP announced that the Kuala Lumpur High Court had fixed as follows :

- a) The 2nd, 7th and 8th Defendants (namely, Dato' Dr. Clement Tan Wei Loon, Mohamed Jawad Khan and Prof. Dr. Chin Yew Sin respectively) had filed a striking out application and was fixed for hearing on 10 August 2012.
- b) The 1st Defendant (LPB) also filed a striking out application which was fixed for hearing on 7 September 2012.
- c) The entire case was fixed for further Case Management on 21 September 2012.

On 30 August 2012, the 2nd Defendant's application was dismissed with cost while the 7th and 8th Defendants' application were allowed. The Solicitors have files Notice of Appeal on 28 September 2012 and the Court has fixed the next case management date on 8 November 2012.

On 12 September 2012, the 1st Defendant's application was dismissed with cost.

A new case management date has been fixed by the Court for the entire suit on 23 November 2012.

**(iii) Kuala Lumpur High Court Suit No. D5-22-1910-00**

**Parties: AsiaEP Sdn. Bhd. v A-Zone (M) Sdn. Bhd and Lee Keong Sek**

AsiaEP Resources has filed a suit against A-Zone Sdn Bhd and Lee Keong Sek (collectively referred to as the "Defendants") for infringement of copyright and passing off in relation to AsiaEP Resources's business. An interim injunction has been obtained by AsiaEP Resources restraining the Defendants from further infringement. The Defendants have filed their defense and countered claim.

The case is presently at the stage of proceeding to Pre-Trial Case Management. The solicitors representing AsiaEP Resources are of the view that the suit may take 2 to 5 years to reach trial.

**B11. EARNINGS / (LOSS) PER SHARE**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter 31-08-2012	Preceding Yr Corresponding Quarter 31-08-2011	Current Year To Date 31-08-2012	Preceding Yr Corresponding Yr To Date 31-08-2011
(a) <b>Basic earnings/(loss) per share</b>					
Profit / (Loss) attributable to the owners of the parent	(RM'000)	(18,815)	(2,203)	(47,579)	N/A
Weighted average number of ordinary shares for the purpose of basic loss per share computation ('000)		793,933	732,401	793,933	N/A
New shares issue pursuant to warrants			-		N/A
New shares issue pursuant to share options		5,381	-	5,381	N/A
Share buy back		-	-	-	-
		<b>799,314</b>	<b>732,401</b>	<b>799,314</b>	<b>-</b>
Basic earnings/(loss) per share	(sen)	<b>(2.35)</b>	<b>(0.30)</b>	<b>(5.95)</b>	<b>N/A</b>



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**(b) Diluted earnings/(loss) per share**

For the purpose of calculating diluted loss per share, the profit for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary share i.e. warrants and share options granted to employees.

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter <u>31-08-2012</u>	Preceding Yr Corresponding Quarter <u>31-08-2011</u>	Current Year To Date <u>31-08-2012</u>	Preceding Yr Corresponding Yr To Date <u>31-08-2011</u>
Profit / (Loss) attributable to the owners of the parent	(RM'000)	(18,815)	(2,203)	(47,579)	N/A
Weighted average number of ordinary shares for the purpose of basic earnings per share computation ('000)		799,314	732,401	799,314	N/A
Add: Adjustment for share options	('000)	9,100	-	9,100	N/A
Adjustment for warrants		-	-	-	N/A
Weighted average number of ordinary shares for the purpose of diluted loss per share	('000)	<u>808,414</u>	<u>732,401</u>	<u>808,414</u>	-
Diluted earnings/(loss) per share	(sen)	(2.33)	(4.31)	(5.89)	N/A

**B12. DISCLOSURE OF REALISED AND UNREALISED PROFITS AND LOSSES**

The breakdown of the retained earnings / (accumulated losses) of the Group as at 31 August 2012 into realised and unrealised profits/(losses) is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by Malaysian Institute of Accountants.

	As at end of current quarter <u>31-08-2012</u> (RM'000)	As at end of preceding quarter <u>31-05-2012</u> (RM'000)
<b>Total Retained Earnings / (Accumulated Losses) of the Group</b>		
- Realised	(156,118)	(140,171)
- Unrealised	-	-
	(156,118)	(140,171)
Consolidated Adjustments :	62,870	63,189
<b>Total Group Retained Earnings / (Accumulated Losses) as per consolidated accounts</b>	<b>(92,929)</b>	<b>(76,982)</b>

**BY ORDER OF THE BOARD OF DIRECTORS OF ASIAEP RESOURCES BHD**

Lee Suet Hong (Ms)  
 Director  
 Selangor  
 Dated: 31-Oct-2012