

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	As at 31/3/2010 RM'000	(Audited) As at 31/12/2009 RM'000
ASSETS			
Non-current assets			
Equipment		915	966
Intangible assets		565	557
Investments in associated companies		138,341	141,443
Deferred tax assets		40	-
Available-for-sale investment securities		68,659	59,638
		<u>208,520</u>	<u>202,604</u>
Current assets			
Held-for-trading investment securities		4,772	6,987
Financial assets		4	-
Trade, other receivables, deposit and prepayments		317	500
Tax recoverable		2,219	2,245
Amount due from former related companies		-	3,129
Amount due from associated companies		-	97
Cash, bank balances and deposits		21,353	15,892
		<u>28,665</u>	<u>28,850</u>
TOTAL ASSETS		<u>237,185</u>	<u>231,454</u>
LIABILITIES			
Non-current liability			
Deferred tax liabilities		2,229	-
Current liabilities			
Deferred income		78	77
Other payables and accruals		694	817
Borrowings	B10	29,000	29,000
		<u>29,772</u>	<u>29,894</u>
Total liabilities		<u>32,001</u>	<u>29,894</u>
EQUITY			
Share capital		146,808	150,000
Treasury shares, at cost	A5(b)	-	(2,725)
		<u>146,808</u>	<u>147,275</u>
Reserves		50,258	46,618
Issued share capital and reserves attributable to owners of the Company		197,066	193,893
Minority interests		8,118	7,667
Total equity		<u>205,184</u>	<u>201,560</u>
TOTAL LIABILITIES AND EQUITY		<u>237,185</u>	<u>231,454</u>
Net Assets per share (RM) attributable to owners of the Company		<u>1.34</u>	<u>1.32</u>

(The accompanying explanatory notes form an integral part of and should be read in conjunction with this quarterly report).

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current quarter ended 31/03/2010	Comparative quarter ended 31/03/2009	Current year to date ended 31/03/2010	Preceding year to date ended 31/03/2009
Note	RM'000	RM'000	RM'000	RM'000
Revenue	5,748	1,427	5,748	1,427
Other operating income	21	15	21	15
Administrative expenses	(1,703)	(1,195)	(1,703)	(1,195)
Finance cost	(251)	(92)	(251)	(92)
Share of losses after tax of associated companies	(7,135)	(4,501)	(7,135)	(4,501)
Loss before tax	(3,320)	(4,346)	(3,320)	(4,346)
Income tax expense	(3)	(12)	(3)	(12)
Loss after tax for the period	(3,323)	(4,358)	(3,323)	(4,358)
(Loss) / Profit attributable to:				
Owners of the Company	(3,738)	(4,724)	(3,738)	(4,724)
Minority interests	415	366	415	366
	(3,323)	(4,358)	(3,323)	(4,358)
Loss per share attributable to owners of the Company (sen):				
Basic and Diluted	(2.55)	(3.22)	(2.55)	(3.22)

(The accompanying explanatory notes form an integral part of and should be read in conjunction with this quarterly report).

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Current quarter ended 31/03/2010 RM'000	Comparative quarter ended 31/03/2009 RM'000	Current year to date ended 31/03/2010 RM'000	Preceding year to date ended 31/03/2009 RM'000
Loss after tax for the period	(3,323)	(4,358)	(3,323)	(4,358)
Other comprehensive income				
Unrealised net gain on revaluation of securities available-for-sale	1,785	-	1,785	-
Share of associated companies' other comprehensive income	16	1,427	16	1,427
Income tax relating to components of other comprehensive income	(372)	-	(372)	-
Other comprehensive income for the period, net of tax	1,429	1,427	1,429	1,427
Total comprehensive loss for the period, net of tax	(1,894)	(2,931)	(1,894)	(2,931)
Total comprehensive loss / (income) attributable to:				
Owners of the Company	(2,309)	(3,297)	(2,309)	(3,297)
Minority interests	415	366	415	366
	(1,894)	(2,931)	(1,894)	(2,931)

(The accompanying explanatory notes form an integral part of and should be read in conjunction with this quarterly report).

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company										
	Share capital	Treasury shares	Share premium	Capital redemption reserve	Equity compensation reserve	Available-for-sale reserve	Other reserves	(Accumulated losses)/ Retained profits	Total	Minority interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1.1.2010											
As previously reported	150,000	(2,725)	104,396	-	423	-	50,725	(108,926)	193,893	7,667	201,560
Adoption of FRS 139	-	-	-	-	-	5,427	-	55	5,482	36	5,518
As restated	150,000	(2,725)	104,396	-	423	5,427	50,725	(108,871)	199,375	7,703	207,078
Total comprehensive income	-	-	-	-	-	1,413	16	(3,738)	(2,309)	415	(1,894)
Cancellation of treasury shares:											
- Issued capital diminished transfer to capital redemption reserve	(3,192)	-	-	3,192	-	-	-	-	-	-	-
- Cost of treasury shares cancelled by utilised share premium	-	2,725	(2,725)	-	-	-	-	-	-	-	-
Transactions with owners	(3,192)	2,725	(2,725)	3,192	-	-	-	-	-	-	-
As at 31.3.2010	146,808	-	101,671	3,192	423	6,840	50,741	(112,609)	197,066	8,118	205,184
As at 1.1.2009	150,000	(2,724)	104,396	-	423	-	50,364	4,528	306,987	5,985	312,972
Total comprehensive income	-	-	-	-	-	-	1,427	(4,724)	(3,297)	366	(2,931)
As at 31.3.2009	150,000	(2,724)	104,396	-	423	-	51,791	(196)	303,690	6,351	310,041

(The accompanying explanatory notes form an integral part of and should be read in conjunction with this quarterly report)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current year to date ended 31.3.2010 RM'000	Preceding year to date ended 31.3.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(3,320)	(4,346)
Adjustments for non-cash items	3,776	4,183
Operating profit/(loss) before changes in working capital	456	(163)
Changes in working capital:		
Net changes in current assets	1,209	1,028
Net changes in current liabilities	1,904	(317)
Net cash generated from operations	3,569	548
Proceeds from disposal of other investments	4,938	342
Purchase of other investments	(2,695)	(29)
Dividends received	6	-
Interest received	308	48
Income tax refund	-	1,035
Income tax paid	(14)	-
Net cash generated from operating activities	6,112	1,944
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposals of interests in associated companies	4,555	-
Purchase of additional interest in associated companies	(4,913)	-
Purchase of equipment	(7)	(1)
Purchase of software licences	(10)	-
Net cash used in investing activities	(375)	(1)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(273)	(75)
Net cash used in financing activities	(273)	(75)
Net increase in cash and cash equivalents	5,464	1,868
Effect of exchange rate changes	(3)	290
Cash and cash equivalents at beginning of period	15,892	39,361
Cash and cash equivalents at end of period	21,353	41,519
Cash and cash equivalents at end of period comprised:		
Cash and bank balances	648	485
Deposit with licensed banks and investment banks within one month	20,705	41,034
	21,353	41,519

(The accompanying explanatory notes form an integral part of and should be read in conjunction with this quarterly report).

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010**A1. Basis of preparation (Cont'd)****1 January 2010 (Cont'd)**

Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 128	Investments in Associates
Amendments to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendments to FRS 131	Interests in Joint Ventures
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 132	Financial Instruments: Presentation - paragraphs 95A, 97AA and 97AB
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 136	Impairment of Assets
Amendments to FRS 138	Intangible Assets
Amendments to FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 – Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

FRS 4, Amendments to FRS 120, 123 and FRS 129 and IC Interpretations 13 and 14 are not applicable to the Group. The adoption of amendments to FRSs and IC Interpretations did not have any significant effect on the financial performance or position of the Group. The adoption of FRSs are discussed below:

- (a) FRS 8 : Operating Segments – FRS 8 requires disclosure of information about the Group’s operating segments and replaced the requirement to determine primary (business) and secondary (geographical) reporting segments of the Group. The Group concluded that the operating segments determined in accordance with FRS 8 are the same as the business segments previously adopted. Adoption of FRS 8 did not have any effect on the financial position or performance of the Group.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

A1. Basis of preparation (Cont'd)

- (b) FRS 7 : Financial Instruments: Disclosures – FRS 7 requires disclosures in financial statements that enable users to evaluate the significance of financial instruments for the entity’s financial position and performance, and the nature and extent of risks arising from financial instruments to which an entity is exposed during the period and at the reporting date, and how the entity manages those risks. The principles in this FRS complement the principles for recognising, measuring and presenting financial assets and financial liabilities in FRS 132 Financial Instruments: Presentation and FRS 139 Financial Instruments: Recognition and Measurement.

FRS 7 requires disclosures on the significant of financial instruments for financial position (i.e. Categories of financial assets and financial liabilities, Financial assets or financial liabilities at fair value through profit or loss, Reclassification, Derecognition, Collateral, Allowance account for credit losses, Compound financial instruments with multiple embedded derivatives and Defaults and breaches); performance (i.e. Items of income, expense, gains or losses); and other disclosures (i.e. Accounting policies, Hedge accounting and Fair value).

FRS 7 also requires disclosures on the risks that arise from financial instruments and how they have been managed. These risks typically include, but are not limited to, credit risk, liquidity risk and market risk. The adoption of FRS 7 did not impact the financial position or results of the Group.

- (c) FRS 101 : Presentation of Financial Statements – FRS 101 requires the Group to present all owner changes in equity and all non-owner changes be presented in either in one statement of comprehensive income or in two separate statements of income and comprehensive income. FRS 101 also requires that the income tax effect of each component of comprehensive income be disclosed. FRS 101 requires retrospective restatement of comparative statement of financial position as at the beginning of the earliest comparative period.

The Group has adopted to present the comprehensive income in two separate statements of income and comprehensive income where the individual components of comprehensive income and the related tax effects have been disclosed therein. The Group has not provided a restated comparative set of financial position for the earliest comparative period, as it has not adopted any new accounting policies retrospectively, or has made a retrospective restatement, or retrospectively reclassified items in the financial statements. The adoption of FRS 101 did not impact the financial position or results of the Group as the changes introduced are presentational in nature.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

A1. Basis of preparation (Cont'd)

- (d) FRS 139 : Financial Instruments: Recognition and Measurement - FRS 139 establishes the principles for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. Adoption of FRS 139 has resulted in change in accounting policies. Retrospective application of FRS 139 is not permitted and financial effects for the current year to are shown in financial statements and prior year effects are reflected as restatement of opening reserves as disclosed statement of changes in equity for the current year to date.

Prior to 1 January 2010, the Group classified its investments in equity instruments which were held for non-trading purposes as other investments. Such investments were carried at cost less impairment losses. Upon the adoption of FRS 139, these investment securities, except for those whose fair value cannot be reliably measured, are designated at 1 January 2010 as available-for-sale financial assets and accordingly are stated at their fair values as at that date amounting to RM17,049,000. The adjustment to their previous carrying amounts of RM5,130,000 are recognised as adjustments to the opening balance of available-for-sale reserve as at 1 January 2010. Investments in equity instruments whose fair value cannot be reliably measured amounting to RM45,911,000 at 1 January 2010 continued to be carried at cost less impairment losses, if any.

Prior to 1 January 2010, the Group classified its investments in equity instruments which were held for trading purpose as marketable securities. Such investments were carried at the lower of cost and market value, determined on an aggregate basis. Upon the adoption of FRS 139, these investments are designated at 1 January 2010 as financial assets at fair value through profit and loss and accordingly are stated at their fair values as at that date amounting to RM4,702,000. The adjustments to their previous carrying amounts of RM55,000 are recognised as adjustments to the opening balance of retained earnings as at 1 January 2010.

Prior to 1 January 2010, investments in debt securities were stated at amortised cost using the effective interest rate method. Upon the adoption of FRS 139, investments in debt securities whose fair value cannot be reliably measured amounting to RM6,150,000 at 1 January 2010 continued to be carried at cost less impairment losses, if any.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010**A1. Basis of preparation (Cont'd)**

The Group has yet to adopt the following FRSs, Amendments to FRSs and IC Interpretations which are effective for annual periods beginning on and after:

1 March 2010

Amendments to FRS 132 Financial Instruments: Presentation - paragraphs 11, 16 and 97E

1 July 2010

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued operations
Amendments to FRS 138	Intangible Assets
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 15	Agreements for the Construction of Real Estate
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

1 January 2011

Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 7	Improving Disclosures about Financial Instruments

FRS 1 and IC Interpretations 12 and 15 are not applicable to the Group. The other FRSs, amendments to FRSs, IC Interpretations above are expected to have no significant impact on the financial statements upon their initial application.

A2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors that will materially affect the business of the Group in the current year to date. However, the Group's results are influenced by, amongst others, the share of associated companies' results as well as the timing of disposal of investments by the Group.

A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the financial statements for the current year to date.

A4. Material changes in estimates

There were no significant changes in estimates of amounts reported in prior interim periods or prior years that have a material effect in the current year to date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010**A5. Changes in debt and equity securities****(a) Executive Share Option Scheme (“ESOS”) of the Company**

On 11 April 2007, the Company had granted 1,314,100 options to the eligible executives and Directors of the Company and its subsidiary companies. There were no ESOS option being exercised or forfeited during the current year to date and the remaining options are as follows:

Date of offer	Exercise price (RM)	No. of options over ordinary shares of RM1 each			
		As at 1.1.2010	Exercised	Forfeited	As at 31.3.2010
11.4.2007	2.57	900,000	-	-	900,000

(b) Treasury shares of the Company

	Number of shares	Highest price RM	Lowest price RM	Average cost (including transaction costs) RM	Total amount paid RM
As at 1.1.2010	3,191,600	1.55	0.55	0.85	2,725,299
Cancellation on 2.3.2010	(3,191,600)	-	-	-	(2,725,299)
As at 31.3.2010	-	-	-	-	-

On 2 March 2010, the Company cancelled 3,191,600 ordinary shares of RM1 each for a total cost of RM2,725,299 by utilising share premium account. Pursuant to Section 67A(3E) of the Companies Act, 1965, the Company is required to create a capital redemption reserve for the issued capital diminished, which may be applied for bonus issue subsequently.

There were no share buybacks during the current year to date.

A6. Dividends paid

There were no payment of dividend during the current year to date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

A7. Segmental information

Primary reporting format - Business Segments

The segment information has been prepared in accordance with the disclosure requirements of FRS 8 Operating Segments. For management purposes, the Group is organised into the following major business segments based services, which are regularly provided to and reviewed by the chief operating decision maker :

- | | |
|---|--|
| 1. Venture Capital Business | - Venture capital business and investment in growth entities |
| 2. Private Equity Business and Investment Holding | - Management of private funds and holding of long term investments |
| 3. Internet Financial Solutions Business | - Development and provision of internet financial solutions and related activities |
| 4. Holding Entity | - Investment Holding Company |

Segment revenue and results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The inter-segment transactions have been entered into in the ordinary course of business at terms mutually agreed between the companies concerned and are not more favourable than those arranged with independent third parties have been eliminated to arrive at the Group's results.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
A7. Segmental information (Cont'd)
Primary reporting format - Business Segments

	Venture capital businesses RM'000	Private equity businesses and investment holding RM'000	Internet financial solutions businesses RM'000	Holding entity RM'000	Eliminations RM'000	Consolidated RM'000
Current year to date ended 31 March 2010						
Revenue						
External revenue	3,275	405	2,033	35	-	5,748
Inter-segment revenue	2,026	-	-	-	(2,026)	-
Total	<u>5,301</u>	<u>405</u>	<u>2,033</u>	<u>35</u>	<u>(2,026)</u>	<u>5,748</u>
Results						
Profit/(loss) from operations with external parties	2,775	407	1,035	(151)	-	4,066
Add : Inter segment revenue	2,026	-	-	-	(2,026)	-
Less : Inter segment expenses	(1,565)	(461)	-	-	2,026	-
Segment results	<u>3,236</u>	<u>(54)</u>	<u>1,035</u>	<u>(151)</u>	<u>-</u>	<u>4,066</u>
Finance cost						(251)
Share of losses of associated companies						<u>(7,135)</u>
Loss before tax						<u>(3,320)</u>
Income tax expense						<u>(3)</u>
Loss for the period						<u>(3,323)</u>
Minority interests						<u>(415)</u>
Loss for the period attributable to owners of the Company						<u><u>(3,738)</u></u>

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010
A7. Segmental information (Cont'd)
Primary reporting format - Business Segments

	Venture capital <u>businesses</u> RM'000	Private equity businesses and <u>investment holding</u> RM'000	Internet financial solutions <u>businesses</u> RM'000	<u>Holding entity</u> RM'000	<u>Eliminations</u> RM'000	<u>Consolidated</u> RM'000
Preceding year to date ended 31 March 2009						
Revenue						
External revenue	11	-	1,389	27	-	1,427
Inter-segment revenue	1,108	-	-	-	(1,108)	-
	<u>1,119</u>	<u>-</u>	<u>1,389</u>	<u>27</u>	<u>(1,108)</u>	<u>1,427</u>
Results						
(Loss)/profit from operations with external parties	(438)	(6)	926	(235)	-	247
Add : Inter segment revenue	1,108	-	-	-	(1,108)	-
Less : Inter segment expenses	(731)	(377)	-	-	1,108	-
Segment results	<u>(61)</u>	<u>(383)</u>	<u>926</u>	<u>(235)</u>	<u>-</u>	<u>247</u>
Finance cost						(92)
Share of losses of associated companies						<u>(4,501)</u>
Loss before tax						<u>(4,346)</u>
Income tax expense						<u>(12)</u>
Loss for the period						<u>(4,358)</u>
Minority interests						<u>(366)</u>
Loss for the period attributable to owners of the Company						<u><u>(4,724)</u></u>

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

A7. Segmental information (Cont'd)

Secondary reporting format - Geographical Segments

The Group operates in 2 geographical locations: Malaysia (Domestic), China and Hong Kong. Revenue is based on geographical locations of business operations. Non-current assets are based on the geographical locations of assets, which consist of Equipment and Intangible assets.

Domestic	Foreign	Total
Malaysia	China and Hong Kong	
RM'000	RM'000	RM'000

Current year to date ended 31 March 2010

Revenue	<u>5,748</u>	-	<u>5,748</u>
Loss before tax	<u>(2,930)</u>	<u>(390)</u>	<u>(3,320)</u>
Non-current assets as at 31.3.2010	<u>166,012</u>	<u>42,508</u>	<u>208,520</u>

Preceding year to date ended 31 March 2009

Revenue	<u>1,426</u>	1	<u>1,427</u>
Loss before tax	<u>(3,963)</u>	<u>(383)</u>	<u>(4,346)</u>
Non-current assets as at 31.12.2009	<u>160,097</u>	<u>42,508</u>	<u>202,605</u>

A8. Valuations of property, plant and equipment

There were no revaluation of equipment during the current year to date.

A9. Material events subsequent to the end of the quarter

There were no significant subsequent events from 31 March 2010 to 18 May 2010 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

A10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current year to date.

A11. Changes in contingent liabilities or contingent assets since 31 December 2009

As at 18 May 2010 no material contingent liabilities or assets have arisen since 31 December 2009.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE MARKET

B1. Review of the performance of the Company and its principal subsidiaries

The Group recorded a pre-tax loss of RM3.32 million for 31 March 2010 (1Q10) as compared to previous year corresponding quarter ended 31 March 2009 (1Q09) pre-tax loss of RM4.35 million on the back of total revenue of RM5.75 million for 1Q10 and RM1.43 million in 1Q09. The higher revenue was a result of disposals of certain investments. The share of losses of associated companies for the quarter under review was RM7.14 million.

B2. Material changes in the quarterly loss before tax

The Group recorded a pre-tax loss of RM3.32 million for the current quarter as compared to the immediate preceding quarter’s pre-tax loss of RM101.97 million which included impairment loss of RM67.16 million and RM41.07 million share of losses of associated companies.

B3. (a) Current year prospects

The Board of Directors is of the view that the remaining year continues to be challenging but the Company will strive to achieve better financial results for the rest of 2010.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

There was no revenue or profit forecast announced by the Group.

B4. Statement of the Board of Directors’ opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There was no revenue or profit forecast announced by the Group.

B5. Profit forecast / profit guarantee

There were no profit forecast or profit guarantee issued by the Group.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010**B6. Taxation**

	Current quarter ended <u>31/03/2010</u> RM'000	Current year to date ended <u>31/03/2010</u> RM'000
In respect of the current quarter / year to date:-		
- Malaysian income tax	(40)	(40)
- Deferred tax	37	37
	<u>(3)</u>	<u>(3)</u>

The current taxation of the Group was mainly income derived from a profitable subsidiary company on user access fee, and the statutory business income of certain subsidiary companies have been offset against brought forward business loss and balance of chargeable income is exempted.

B7. Sale of unquoted investments and/or properties

- (a) Pursuant to the waiver obtained from Bursa Securities in compliance with Chapter 10 of the Listing Requirements of Bursa Securities for ACE Market, disclosure on the purchase and sale of unquoted investments as well as its net effect is exempted.
- (b) There were no sale of properties during the current year to date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

B8. Quoted securities

Particulars of purchase and disposal of quoted securities by the Group are as follows:

- (a) Pursuant to the waiver obtained from Bursa Securities in compliance with Chapter 10 of the Listing Requirements of Bursa Securities for ACE Market, disclosure on the purchase and sale of quoted securities as well as its net effect is exempted except for the investments managed by a fund management company which are as follows:

	Current quarter ended <u>31/03/2010</u> RM'000	Current year to date ended <u>31/03/2010</u> RM'000
Total purchase consideration	<u>2,692</u>	<u>2,692</u>
Total sale proceeds	<u>2,452</u>	<u>2,452</u>
Net profit on disposals	<u>110</u>	<u>110</u>

- (b) Investments in quoted securities as at 31 March 2010 are as follows:-

	Quoted Investment Securities RM'000
Quoted in Malaysia, at cost	9,812
Quoted outside Malaysia, at cost	<u>2,593</u>
At carrying value	<u>12,405</u>
At market value	<u>21,150</u>

B9. Status of corporate proposals announced but not completed as at 18 May 2010

There were no corporate proposals announced but not completed as at 18 May 2010.

B10. Borrowings

As at 31 March 2010, the borrowings represent the unsecured revolving credit facilities of RM29 million denominated in Ringgit Malaysia.

B11. Disclosure requirements pursuant to implementation of FRS 139

(a) Disclosure of derivatives

(i) Nature of outstanding derivatives as at end of period

Futures

Futures are contractual agreements to buy or sell a specified financial instrument at a specific price and date in the future. Futures contracts are transacted in standardised amounts on regulated exchanges and are subject to daily cash margin requirements.

(ii) Contract/Notional value and fair value as at balance sheet date and maturity analysis

	As at 31.3.2010		As at 31.12.2009	
	Contract/ Notional value RM'000	Fair value RM'000	Contract/ Notional value RM'000	Fair value RM'000
Futures contract				
Less than 1 year	2,290	4	-	-
1 year to 3 years	-	-	-	-
More than 3 years	-	-	-	-
	<u>2,290</u>	<u>4</u>	<u>-</u>	<u>-</u>

(iii) The rationale for entering into new derivatives and the expected benefit accruing to the Group

There were no new derivatives during the current year to date.

(iv) Changes in derivatives since last financial year

There have been no changes since the end of the previous year in respect of the followings:

- a) the cash requirements of the derivatives, if any;
- b) the policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
- c) the related accounting policies.

(b) Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have any financial liabilities at the end of the period.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2010**B12. Material litigation**

As at 18 May 2010 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceeding pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group.

B13. Dividend

No dividend has been proposed or declared for the current year to date ended 31 March 2010 (31 March 2009: Nil).

B14. Loss Per Share (“LPS”) attributable to owners of the Company

	Current quarter ended <u>31/03/2010</u>	Comparative quarter ended <u>31/03/2009</u>	Current year to date ended <u>31/03/2010</u>	Preceding year to date ended <u>31/03/2009</u>
Loss attributable to owners of the Company (RM'000)	(3,738)	(4,724)	(3,738)	(4,724)
Weighted average number of ordinary shares in issue ('000 shares)	146,808	146,810	146,808	146,810
Basic and diluted loss per share (sen)	<u>(2.55)</u>	<u>(3.22)</u>	<u>(2.55)</u>	<u>(3.22)</u>

The outstanding share options have been excluded from the computation of fully diluted loss per shares as their conversion to ordinary shares would be antidilutive.

B15. Auditors' report on preceding annual financial statements

The auditors' report of the Group's preceding audited financial statements was not qualified.

By Order of the Board

YEE CHEE WAI
Executive Director

Kuala Lumpur
21 May 2010