

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| | | (Audited) |
|---|----------------|----------------|
| | As at | As at |
| Note | 31/12/2010 | 31/12/2009 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Equipment | 1,183 | 966 |
| Intangible assets | 560 | 557 |
| Investments in associated companies | - | 141,443 |
| Investments securities | 139,426 | 59,638 |
| | 141,169 | 202,604 |
| Current assets | | |
| Investment securities | 33,227 | - |
| Derivative financial assets | 10,797 | - |
| Other investments | - | 6,987 |
| Trade, other receivables, deposits and prepayments | 660 | 500 |
| Tax recoverable | 2,190 | 2,245 |
| Amount due from former related companies | - | 3,129 |
| Amount due from associated companies | - | 97 |
| Cash, bank balances and deposits | 49,910 | 15,892 |
| | 96,784 | 28,850 |
| TOTAL ASSETS | 237,953 | 231,454 |
| LIABILITIES | | |
| Non-current liabilities | | |
| Deferred tax liabilities | 1,242 | - |
| Current liabilities | | |
| Deferred income | 48 | 77 |
| Other payables and accruals | 767 | 816 |
| Borrowings | 29,000 | 29,000 |
| | 29,815 | 29,893 |
| Total liabilities | 31,057 | 29,893 |
| EQUITY | | |
| Share capital | 97,872 | 150,000 |
| Treasury shares, at cost | (1) | (2,725) |
| | 97,871 | 147,275 |
| Reserves | 101,229 | 46,619 |
| Equity attributable to owners of the Company | 199,100 | 193,894 |
| Minority interest | 7,796 | 7,667 |
| Total equity | 206,896 | 201,561 |
| TOTAL LIABILITIES AND EQUITY | 237,953 | 231,454 |
| Net Assets per share (RM) attributable to owners of the Company | 1.26 | 1.32 |

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

| | Current quarter ended 31/12/2010 | Comparative quarter ended 31/12/2009 | Current year to date ended 31/12/2010 | Preceding year to date ended 31/12/2009 |
|--|---|---|--|--|
| Note | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 2,384 | 4,145 | 14,581 | 10,408 |
| Other income | 2,107 | 1,709 | 2,173 | 1,787 |
| Net fair value loss on financial instruments | (17,664) | - | (37,056) | - |
| Impairment losses | - | (67,156) | - | (62,346) |
| Administrative expenses | (565) | 827 | (5,343) | (6,424) |
| Allowance for doubtful debts | - | (172) | - | (172) |
| Finance cost | (304) | (253) | (1,133) | (771) |
| Share of losses after tax of associated companies | - | (41,065) | - | (54,955) |
| Loss before tax | (14,042) | (101,965) | (26,778) | (112,473) |
| Income tax benefit / (expense) | 3,309 | (22) | 11,288 | (269) |
| Loss after tax for the period | (10,733) | (101,987) | (15,490) | (112,742) |
| (Loss) / Profit attributable to: | | | | |
| Owners of the Company | (12,180) | (102,444) | (17,666) | (114,424) |
| Minority interests | 1,447 | 457 | 2,176 | 1,682 |
| | (10,733) | (101,987) | (15,490) | (112,742) |
| Loss per share attributable to owners of the Company (sen): | | | | |
| Basic and Diluted | (6.41) | (69.78) | (11.21) | (77.94) |

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

| | Current quarter ended 31/12/2010 | Comparative quarter ended 31/12/2009 | Current year to date ended 31/12/2010 | Preceding year to date ended 31/12/2009 |
|--|---|---|--|--|
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Loss after tax for the period | (10,733) | (101,987) | (15,490) | (112,742) |
| Other comprehensive income | | | | |
| Share of associated companies' other comprehensive income | - | 245 | - | 1,331 |
| Other comprehensive income for the period, net of tax | - | 245 | - | 1,331 |
| Total comprehensive loss for the period, net of tax | (10,733) | (101,742) | (15,490) | (111,411) |
| Total comprehensive (loss)/profit attributable to: | | | | |
| Owners of the Company | (12,180) | (102,199) | (17,666) | (113,093) |
| Minority interests | 1,447 | 457 | 2,176 | 1,682 |
| | (10,733) | (101,742) | (15,490) | (111,411) |

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 | Other reserves | (Accumulated losses) / Retained profits | Total | Minority interest | Total equity |
| | 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) | 104,397 | - | 423 | 50,725 | (108,927) | 193,893 | 7,667 | 201,560 |
| Adoption of FRS 139 | - | - | - | - | - | (50,725) | 49,801 | (924) | - | (924) |
| As restated | 150,000 | (2,725) | 104,397 | - | 423 | - | (59,126) | 192,969 | 7,667 | 200,636 |
| Total comprehensive (loss)/income | - | - | - | - | - | - | (17,666) | (17,666) | 2,176 | (15,490) |
| 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) | - | - | - | - | - | - | - |
| Dividends paid to minority interest | - | - | - | - | - | - | - | - | (2,047) | (2,047) |
| Capital reduction | (73,404) | - | (16,519) | - | - | - | 89,923 | - | - | - |
| Rights issue funds received | 24,468 | - | - | - | - | - | - | 24,468 | - | 24,468 |
| Rights issue expenses | - | - | (670) | - | - | - | - | (670) | - | (670) |
| Rights issue warrants reserve | - | - | - | - | - | 11,255 | (11,255) | - | - | - |
| Share buybacks by the Company | - | (1) | - | - | - | - | - | (1) | - | (1) |
| Total transactions | (52,128) | 2,724 | (19,914) | 3,192 | - | 11,255 | 78,668 | 23,797 | (2,047) | 21,750 |
| As at 31.12.2010 | 97,872 | (1) | 84,483 | 3,192 | 423 | 11,255 | 1,876 | 199,100 | 7,796 | 206,896 |
| As at 1.1.2009 | 150,000 | (2,724) | 104,397 | - | 423 | 50,364 | 4,528 | 306,988 | 5,985 | 312,973 |
| Total comprehensive income/(loss) | - | - | - | - | - | 361 | (113,454) | (113,093) | 1,682 | (111,411) |
| Share buybacks | - | (1) | - | - | - | - | - | (1) | - | (1) |
| As at 31.12.2009 | 150,000 | (2,725) | 104,397 | - | 423 | 50,725 | (108,926) | 193,894 | 7,667 | 201,561 |

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

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

| | Current year to date ended 31/12/2010 RM'000 | Preceding year to date ended 31/12/2009 RM'000 |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before tax | (26,778) | (112,473) |
| Adjustments for non-cash items | 31,497 | 114,257 |
| Operating profit before changes in working capital | 4,719 | 1,784 |
| Changes in working capital: | | |
| Net changes in current assets | 3,098 | (26,172) |
| Net changes in current liabilities | (87) | (300) |
| Net cash generated from/(used in) operations | 7,730 | (24,688) |
| Interest received | 631 | 646 |
| Income tax refund | 107 | 1,647 |
| Income tax paid | (155) | (87) |
| Net cash generated from/(used in) operating activities | 8,313 | (22,482) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Dividends received | 1,307 | 862 |
| Proceed from disposals of HFT & derivative financial assets | 26,553 | 3,332 |
| Purchase of HFT & derivative financial assets | (22,380) | (23,225) |
| Purchase of equipment | (485) | (237) |
| Purchase of software licences | (10) | (7) |
| Net cash generated from/(used in) investing activities | 4,985 | (19,275) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Interest paid | (1,124) | (781) |
| Acquisition of treasury shares | (1) | (1) |
| Drawdown of revolving credits | - | 19,000 |
| Proceeds from rights issue | 24,468 | - |
| Rights issue expenses | (670) | - |
| Dividend paid to minority interest | (2,047) | - |
| Net cash generated from financing activities | 20,626 | 18,218 |
| Net increase/(decrease) in cash and cash equivalents | 33,924 | (23,539) |
| Effect of exchange rate changes | 94 | 70 |
| Cash and cash equivalents at beginning of year | 15,892 | 39,361 |
| Cash and cash equivalents at end of year | 49,910 | 15,892 |
| Cash and cash equivalents at end of year comprised: | | |
| Cash and bank balances | 1,015 | 607 |
| Deposit with licensed banks and investment banks within one month | 48,895 | 15,285 |
| | 49,910 | 15,892 |

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 is discussed below:

- (a) FRS 8 : Operating Segments – FRS 8 requires a retrospective 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 per FRS 114 Segment Reporting. Adoption of FRS 8 did not have any effect on the financial position or performance of the Group.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

A1. Basis of preparation (Cont'd)

- (b) FRS 7 : Financial Instruments: Disclosures – FRS 7 requires a retrospective 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 significance 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 FOURTH QUARTER ENDED 31 DECEMBER 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. The 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 are shown in financial statements and prior year effects are reflected as restatement of opening reserves as disclosed in statement of changes in equity for the current year to date.

Equity instruments

Prior to 1 January 2010, investments in equity instruments which the Group has significant influence but not control, over the financial and operating policies, as associates and accounted for in accordance with FRS 128 Investment in Associates ("FRS 128"). Other investments in shares were classified as other investments and measured at cost less impairment losses. Upon the adoption of FRS 139, these investment securities are designated at 1 January 2010 as financial assets at fair value through profit or loss and accordingly are stated at their fair values, with changes in fair value recognised in the statement of comprehensive income in the period of change.

Debts instruments

Prior to 1 January 2010, investments in debt securities were stated at cost less accumulated impairment. Upon the adoption of FRS 139, investments in debt securities are designated at fair value through profit or loss.

Derivatives

Prior to 1 January 2010, derivatives, such as quoted warrants in associates, were stated at cost less accumulated impairment, included within investments in associated companies. Upon the adoption of FRS 139, investments in derivatives are classified as derivative financial assets and are recognised at their fair values.

With the adoption of FRS 139 on 1 January 2010 and as permitted under FRS 128, the Group had adopted fair valuation for its investments in associated companies and its other investments and classified such investments as investment securities Fair Value Through Profit or Loss ("FVTPL") with effect from 1 January 2010. The Group re-designated all investments in associated companies and other investment securities at FVTPL and accounted for in accordance with FRS 139, with fair value recognised in the income statement in the period of change. This fair valuation of investment securities provides fairer financial performance and position of the Group.

For quoted investments, fair value is measured using the available last bid price at the reporting date from the stock exchanges when these respective investments are quoted. For unquoted investments and when there is no active market for a quoted investment, the Group adopts appropriate valuation techniques as permitted under FRS 139 to determine the fair value of these investments.

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

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparatives as at 31 December 2009 are not restated. Instead, the changes have been accounted as restated in the statements of changes in equity as at 1 January 2010.

The Group has not adopted the following FRSs, Amendments to FRSs and IC Interpretations 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 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 1 Additional Exemptions for First-time Adopters
Amendments to FRS 2 Group Cash-settled Share-based Payment Transactions
Amendments to FRS 7 Improving Disclosures about Financial Instruments
IC Interpretation 4 Determining whether an Arrangement contains a Lease
IC Interpretation 18 Transfers of Assets from Customers

1 July 2011

IC Interpretation 14 Prepayments of a Minimum Funding Requirement
IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments

1 January 2012

IC Interpretation 15 Agreements for the Construction of Real Estate

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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010**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 market prices of quoted investments and fair value of unquoted investments 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 financial years that have a material effect in the current year to date.

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 RM0.50 each | | | |
|---------------|---------------------|--|-----------|-----------|------------------|
| | | As at 1.1.2010 | Exercised | Forfeited | As at 31.12.2010 |
| 11.4.2007 | 2.57 | 900,000 | - | - | 900,000 |

There will be adjustment made to the above exercise price further to the capital reduction exercise which was completed on 12 August 2010 (reduction in par value of each ordinary share of the Company from RM1.00 to RM0.50) and the Rights Issue.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
A5. Changes in debt and equity securities (Cont'd)
(b) Share buybacks / Treasury shares of the Company

On 2 March 2010, the Company cancelled 3,191,600 ordinary shares of RM1.00 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.

During the current year, the Company has purchased 2,000 ordinary shares for a total cash consideration of RM957.00 from the open market at an average cost of RM0.48 per share. The shares repurchased previously are being held as treasury shares and treated in accordance with the requirements of Section 67A of the Companies Act, 1965. Summary of share buybacks is as follows:

| | 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) | 1.55 | 0.55 | 0.85 | (2,725,299) |
| | - | - | - | - | - |
| Share buyback on 24.5.2010 | 1,000 | 0.48 | 0.48 | 0.52 | 521 |
| 4.11.2010 | 1,000 | 0.40 | 0.40 | 0.44 | 436 |
| | 2,000 | 0.48 | 0.40 | 0.48 | 957 |
| As at 31.12.2010 | 2,000 | 0.48 | 0.40 | 0.48 | 957 |

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

A5. Changes in debt and equity securities (Cont'd)

(c) The Capital Reduction, Amendment to the Memorandum of Association ("M&A") and Rights Issue of the Company

(i) Capital reduction

On 12 August 2010, the Company completed the Capital Reduction and Rights Issue exercises by cancellation of RM0.50 of the par value every existing ordinary share of RM1.00 each with the reduction of the Company's share premium account by RM16,518,702 and offset against the accumulated losses of RM89,922,902.

(ii) Amendment to M&A

The amendment to the M&A of the Company was made to reduce the par value of the ordinary shares in the Company from RM1.00 to RM0.50.

(iii) Rights Issue

On 12 October 2010, the Company increased its issued and paid up ordinary shares capital to 195,744,533 ordinary shares of RM0.50 each by way of issuance of 48,936,133 new ordinary shares of RM0.50 each pursuant to a renounceable rights issue exercise. On the even date, the Company also issued 97,872,267 new detachable warrants pursuant to the renounceable rights issue on the basis of two(2) new warrants for every one(1) rights share subscribed.

A6. Dividends paid

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

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

A7. Segmental information

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 FOURTH QUARTER ENDED 31 DECEMBER 2010
A7. Segmental information (Cont'd)
Business Segments

| | Venture capital business | Private equity business and investment holding | Internet financial solutions business | Holding entity | Eliminations | Consolidated |
|--|-----------------------------|--|---|----------------|----------------|-----------------|
| Current year to date ended 31 December 2010 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | |
| External revenue | 7,797 | 1,164 | 5,265 | 355 | - | 14,581 |
| Inter-segment revenue | 6,179 | - | - | - | (6,179) | - |
| Total | 13,976 | 1,164 | 5,265 | 355 | (6,179) | 14,581 |
| Results | | | | | | |
| (Loss)/Profit from operations with external parties | (57,789) | 27,039 | 5,534 | (429) | - | (25,645) |
| Add : Inter segment revenue | 6,179 | - | - | - | (6,179) | - |
| Less : Inter segment expenses | (4,453) | (1,726) | - | - | 6,179 | - |
| Segment results | (56,063) | 25,313 | 5,534 | (429) | - | (25,645) |
| Finance cost | | | | | | (1,133) |
| Loss before tax | | | | | | (26,778) |
| Tax income | | | | | | 11,288 |
| Loss for the period | | | | | | (15,490) |
| Minority interests | | | | | | (2,176) |
| Loss for the period attributable to owners of the Company | | | | | | (17,666) |

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
A7. Segmental information (Cont'd)
Business Segments (Cont'd)

| | Venture capital business | Private equity business and investment holding | Internet financial solutions business | Holding entity | Eliminations | Consolidated |
|--|-----------------------------|--|---|-----------------|----------------|-------------------------|
| Preceding year to date ended 31 December 2009 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | | | | | |
| External revenue | 2,764 | 1,021 | 6,450 | 173 | - | 10,408 |
| Inter-segment revenue | 4,689 | - | - | - | (4,689) | - |
| | <u>7,453</u> | <u>1,021</u> | <u>6,450</u> | <u>173</u> | <u>(4,689)</u> | <u>10,408</u> |
| Results | | | | | | |
| (Loss)/Profit from operations with external parties | (12,525) | (28,578) | 4,355 | (19,999) | - | (56,747) |
| Add : Inter segment revenue | 4,689 | - | - | - | (4,689) | - |
| Less : Inter segment expenses | (3,069) | (1,620) | - | (71,300) | 75,989 | - |
| Segment results | <u>(10,905)</u> | <u>(30,198)</u> | <u>4,355</u> | <u>(91,299)</u> | <u>71,300</u> | <u>(56,747)</u> |
| Finance cost | | | | | | (771) |
| Share of losses of associated companies | | | | | | <u>(54,955)</u> |
| Loss before tax | | | | | | <u>(112,473)</u> |
| Income tax expense | | | | | | <u>(269)</u> |
| Loss for the period | | | | | | <u>(112,742)</u> |
| Minority interests | | | | | | <u>(1,682)</u> |
| Loss for the period attributable to owners of the Company | | | | | | <u><u>(114,424)</u></u> |

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
A7. Segmental information (Cont'd)
Geographical Segments

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

| Domestic | Foreign | | | |
|----------|---------------------|-----------|--------|--------|
| Malaysia | China and Hong Kong | Singapore | Total | Total |
| RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |

Current year to date ended 31 December 2010

| | | | | | |
|-------------------------------------|-----------------|----------------|---|----------------|-----------------|
| Revenue | 14,581 | - | - | - | 14,581 |
| Loss before tax | (17,748) | (9,030) | - | (9,030) | (26,778) |
| Non-current assets as at 31.12.2010 | 135,643 | 5,526 | - | 5,526 | 141,169 |

Preceding year to date ended 31 December 2009

| | | | | | |
|-------------------------------------|----------|----------|----|----------|-----------|
| Revenue | 10,361 | 24 | 23 | 47 | 10,408 |
| Loss before tax | (58,970) | (53,503) | - | (53,503) | (112,473) |
| Non-current assets as at 31.12.2009 | 160,096 | 42,508 | - | 42,508 | 202,604 |

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 December 2010 to 14 February 2011 (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 14 February 2011, no material contingent liabilities or assets have arisen since 31 December 2009.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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's loss after tax ("LAT") was RM15.49 million for the year ended 31 December 2010 as compared to the LAT for the year ended 31 December 2009 of RM112.74 million. The Group also registered a 40% increase in revenue to RM14.58 million as compared to RM10.41 million in the previous year.

With the adoption of FRS 139, the Group has accounted for its investment in associated companies by Fair Value Through Profit or Loss (listed associated companies are marked to market) to reflect a fairer financial performance and profit as compared to equity accounting previously adopted.

B2. Material change in quarterly results before taxation for the current quarter compared with the immediate preceding quarter

The Group recorded a loss before taxation of RM14.04 million for the current quarter as compared to the preceding quarter's loss before tax of RM0.95 million mainly due to changes in fair valuation of investment securities.

B3. Current year prospects and progress on previously announced revenue or profit forecast

(a) Current year prospects

There are signs of recovery in the global economy. The Group relies on its financial strength and network to continuously explore new investment opportunities and to assist its key investee companies to improve their financial performance. The Board is hopeful that the Group will turnaround and become profitable in 2011.

(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 previously 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

Not applicable.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010**B5. Profit forecast / profit guarantee**

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

B6. Income tax benefit / (expense)

| | Current quarter ended <u>31/12/2010</u> RM'000 | Current year to date ended <u>31/12/2010</u> RM'000 |
|--|---|--|
| In respect of the current quarter / year to date:- | | |
| - Malaysian income tax | 6 | (103) |
| - Deferred tax | 3,303 | 11,391 |
| | <u>3,309</u> | <u>11,288</u> |

The current taxation of the Group was mainly in relation to non core income of a subsidiary company as other income is exempted from tax. The reduction in deferred tax was mainly due to the net fair value loss on investment securities.

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 was no sale of properties during the current year to date.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

B8. Purchase or disposal of 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>31/12/2010</u> RM'000 | Current year to date ended <u>31/12/2010</u> RM'000 |
|------------------------------|---|--|
| Total purchase consideration | <u>664</u> | <u>11,298</u> |
| Total sale proceeds | <u>3,243</u> | <u>13,632</u> |
| Net gain on disposals | <u>329</u> | <u>643</u> |

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

| | Quoted Investment Securities RM'000 |
|----------------------------------|--|
| Quoted in Malaysia, at cost | 193,466 |
| Quoted outside Malaysia, at cost | 1 |
| Impairment loss | (39,757) |
| Fair valuation | <u>8,625</u> |
| At carrying value | <u>162,335</u> |
| At fair value | <u>162,335</u> |

B9. Status of corporate proposals

There were no corporate proposals previously announced but not completed as at 14 February 2011.

B10. Borrowings

As at 31 December 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) 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.

(iii) 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 year.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010**B11. Disclosure requirements pursuant to implementation of FRS 139 (cont'd)****(c) The retained profits of the Group as at end of reporting period**

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Malaysia") issued a directive to all listed companies to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits or losses. On 20 December 2010, Bursa Malaysia further issued guidance on the disclosure and the format required.

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirement, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits mentioned above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

The breakdown of retained profits/(accumulated losses) of the Group as at the reporting date is as follows:

| Analysed by: | As at | As at |
|---|-------------------|-------------------|
| | <u>31/12/2010</u> | <u>30/09/2010</u> |
| | RM'000 | RM'000 |
| Realised (accumulated loss)/retained profit | (31,384) | 1,793 |
| Unrealised retained profits * | 33,260 | 22,336 |
| | <u>1,876</u> | <u>24,129</u> |

* Unrealised retained profits comprise unrealised foreign exchange gains or losses and net unrealised market price gain for held-for-trading investments and derivative financial assets/liabilities at the balance sheet date.

Comparative figures are not required in the first year of implementation of Bursa Securities's directive, which was issued on 20 December 2010.

B12. Material litigation

As at 14 February 2011 (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.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
B13. Dividend

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

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

| | Current quarter ended 31/12/2010 | Comparative quarter ended 31/12/2009 | Current year to date ended 31/12/2010 | Preceding year to date ended 31/12/2009 |
|---|---|---|--|--|
| Loss attributable to owners of the Company (RM'000) | (12,180) | (102,444) | (17,666) | (114,424) |
| Weighted average number of ordinary shares in issue ('000 shares) | 189,892 | 146,810 | 157,590 | 146,811 |
| Basic and diluted loss per share (sen) | (6.41) | (69.78) | (11.21) | (77.94) |

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

B15. Status of utilisation of proceeds

As at 31 December 2010, the rights issue proceeds raised from the Company's rights issue exercise is utilised as follows:

| | As Approved RM'000 | Utilisation RM'000 | Balance Unutilised RM'000 | Deviation % |
|-----------------------------|-------------------------------|-------------------------------|--|------------------------|
| Working capital | 23,868 | 70 | 23,798 | 100% |
| Corporate exercise expenses | 600 | 600 | - | 0% |
| | 24,468 | 670 | 23,798 | |

B16. 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
16 February 2011