

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	As at 31.3.2011 RM'000	(Audited) As at 31.12.2010 RM'000
ASSETS			
Non-current assets			
Equipment		1,170	1,183
Intangible assets		568	560
Investment securities		125,887	139,426
		<u>127,625</u>	<u>141,169</u>
Current assets			
Investment securities		31,091	33,227
Derivative financial assets		9,823	10,797
Receivables, deposits and prepayments		1,461	660
Tax recoverable		2,134	2,190
Cash, bank balances and deposits		48,241	49,910
		<u>92,750</u>	<u>96,784</u>
TOTAL ASSETS		<u>220,375</u>	<u>237,953</u>
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities		<u>1,587</u>	1,242
Current liabilities			
Deferred income		30	48
Other payables and accruals		916	767
Borrowings	B10	29,000	29,000
		<u>29,946</u>	<u>29,815</u>
TOTAL LIABILITIES		<u>31,533</u>	<u>31,057</u>
EQUITY			
Share capital		97,872	97,872
Treasury shares, at cost	A5(b)	(1)	(1)
		<u>97,871</u>	<u>97,871</u>
Reserves		82,643	101,229
Equity attributable to owners of the Company		180,514	199,100
Non-controlling interest		8,328	7,796
TOTAL EQUITY		<u>188,842</u>	<u>206,896</u>
TOTAL LIABILITIES AND EQUITY		<u>220,375</u>	<u>237,953</u>
Net Assets per share (RM) attributable to owners of the Company		<u>0.92</u>	<u>1.02</u>

(The above consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current quarter ended 31.3.2011	Comparative quarter ended 31.3.2010	Current year to date ended 31.3.2011	Preceding year to date ended 31.3.2010
Note	RM'000	RM'000	RM'000	RM'000
Revenue	3,235	5,748	3,235	5,748
Other income	330	21	330	21
Net fair value loss on financial instruments	(19,142)	-	(19,142)	-
Administrative expenses	(1,636)	(1,703)	(1,636)	(1,703)
Finance cost	(299)	(251)	(299)	(251)
Share of losses after tax of associated companies	-	(7,135)	-	(7,135)
Loss before tax	(17,512)	(3,320)	(17,512)	(3,320)
Income tax expense	(440)	(3)	(440)	(3)
Loss after tax for the period	(17,952)	(3,323)	(17,952)	(3,323)
(Loss) / profit attributable to:				
Owners of the Company	(18,484)	(3,738)	(18,484)	(3,738)
Non-controlling interest	532	415	532	415
	(17,952)	(3,323)	(17,952)	(3,323)
Loss per share attributable to owners of the Company (sen):				
- Basic and diluted	(9.44)	(2.55)	(9.44)	(2.55)

(The above consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Current quarter ended 31.3.2011	Comparative quarter ended 31.3.2010	Current year to date ended 31.3.2011	Preceding year to date ended 31.3.2010
	RM'000	RM'000	RM'000	RM'000
Loss after tax for the period	(17,952)	(3,323)	(17,952)	(3,323)
Other comprehensive income				
Share of associated companies' other comprehensive income	-	1,429	-	1,429
Other comprehensive income for the period, net of tax	-	1,429	-	1,429
Total comprehensive income for the period, net of tax	(17,952)	(1,894)	(17,952)	(1,894)
Total comprehensive (loss)/profit attributable to:				
Owners of the Company	(18,484)	(2,309)	(18,484)	(2,309)
Non-controlling interest	532	415	532	415
	(17,952)	(1,894)	(17,952)	(1,894)

(The above consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011
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	Warrant reserves	Retained profits/ (accumulated losses)	Total	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1.1.2011	97,872	(1)	84,483	3,192	423	-	-	11,255	1,876	199,100	7,796	206,896
Total comprehensive income	-	-	-	-	-	-	-	-	(18,484)	(18,484)	532	(17,952)
Rights issue expenses	-	-	(102)	-	-	-	-	-	-	(102)	-	(102)
Total transactions with owners	-	-	(102)	-	-	-	-	-	-	(102)	-	(102)
As at 31.3.2011	97,872	(1)	84,381	3,192	423	-	-	11,255	(16,608)	180,514	8,328	188,842
As at 1.1.2010	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)	-	-	-	-	-	-	-	-	-
Total 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

(The above consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Current year to date ended 31.3.2011 RM'000	Preceding year to date ended 31.3.2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(17,512)	(3,320)
Adjustments for non-cash items	18,458	3,776
Operating profit before changes in working capital	946	456
Changes in working capital:		
Net changes in receivables	(889)	1,209
Net changes in payables	118	1,904
Proceeds from disposals of investment securities and derivative financial assets	4,393	4,938
Additions in investment in securities and derivative financial assets	(6,162)	(2,695)
Net cash (used in)/generated from operations	(1,594)	5,812
Dividends received	322	6
Interest received	137	308
Income tax paid	(39)	(14)
Net cash (used in)/generated from operating activities	(1,174)	6,112
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	(97)	(7)
Purchase of software licences	(10)	(10)
Net cash used in investing activities	(107)	(375)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(286)	(273)
Rights issue expenses	(102)	-
Net cash used in financing activities	(388)	(273)
Net (decrease)/increase in cash and cash equivalents	(1,669)	5,464
Effect of exchange rate changes	-	(3)
Cash and cash equivalents at beginning of period	49,910	15,892
Cash and cash equivalents at end of period	48,241	21,353
Cash and cash equivalents at end of period comprised:		
Cash and bank balances	196	648
Deposit with licensed banks and investment banks within one month	48,045	20,705
	48,241	21,353

(The above consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**PART A - Explanatory Notes Pursuant to Financial Reporting Standard 134 ("FRS 134") Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB")****A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2010 and the accompanying explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2010.

The significant accounting policies and methods of computation adopted by the Group in this quarterly report are consistent with those of the annual financial statements for the year ended 31 December 2010 except for the adoption of the following new FRSs, amendments to FRSs and IC Interpretations, which are applicable for the Group's financial period beginning 1 January 2011:

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (Revised)
FRS 127	Consolidated and Separate Financial Statements
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	Share-based Payment
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 138	Intangible Assets
Amendments to FRS 1, FRS 3, FRS 7, FRS 101, FRS 121, FRS 128, FRS 131, FRS 132, FRS 134, FRS 139 and Amendments to IC Interpretation 13	Improvements to FRSs (2010)
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**A1. Basis of preparation (Cont'd)**

IC Interpretation 12 Service Concession Arrangements will also be effective for annual periods beginning on or after 1 July 2010. This IC Interpretation, is, however, not applicable to the Group.

Adoption of the above FRSs, Amendments to FRSs and IC Interpretations did not have any effect on the financial performance, position or presentation of financials of the Group, other than the disclosures under the Amendments to FRS 7 which will affect the 2011 annual financial statements.

FRS, IC Interpretations and Amendments to IC Interpretation issued but not yet effective

At the date of authorisation of these interim financial statements, the following FRS, IC Interpretations and Amendments to IC Interpretation were issued but not yet effective and have not been applied by the Group:

FRS, IC Interpretation and Amendments to IC Interpretation		Effective for annual periods beginning on or after
FRS 124	Related Party Disclosures	1 January 2012
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Amendments to IC Interpretation 9	Prepayments of Minimum Funding Requirement	1 July 2011

IC Interpretation 15 Agreements for the Construction of Real Estate will also be effective for annual periods beginning on or after 1 January 2012. This IC Interpretation, is, however, not applicable to the Group.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**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 period to date.

A4. Significant estimates and changes estimates

There were no significant changes in estimates that have a material effect in the financial period to date results.

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 1.1.2011	Exercised	Forfeited	As at 31.3.2011
11.4.2007	2.57	900,000	-	-	900,000

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**A5. Changes in debt and equity securities (Cont'd)****(b) Share buybacks / Treasury shares of the Company**

During the current period to date, the Company did not purchase any of its own ordinary shares from the open market. 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. There were no share buybacks during the current year to date.

	Number of shares	Highest price RM	Lowest price RM	Average cost (including transaction costs) RM	Total amount paid RM
As at 1.1.2011/31.3.2011	2,000	0.48	0.40	0.48	957

(c) Warrants

Warrants reserve relates to the fair value of the warrants issued. During the financial period, there was no movement in the Company's warrants. As at 31 March 2011, the number of warrants was 97,872,266.

A6. 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 high 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 |

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 2011
A6. Segmental information (Cont'd)
Business Segments

	Venture capital business RM'000	Private equity business and investment holding RM'000	Internet financial solutions business RM'000	Holding entity RM'000	Eliminations RM'000	Consolidated RM'000
Current year to date ended 31 March 2011						
Revenue						
External revenue	326	437	2,269	203		3,235
Inter-segment revenue	1,422	-	-	-	(1,422)	-
Total	<u>1,748</u>	<u>437</u>	<u>2,269</u>	<u>203</u>	<u>(1,422)</u>	<u>3,235</u>
Results						
(Loss)/profit from operations with external parties	(13,411)	(5,235)	1,362	71	-	(17,213)
Add : Inter segment revenue	1,422	-	-	-	(1,422)	-
Less : Inter segment expenses	(910)	(512)	-	-	1,422	-
Segment results	<u>(12,899)</u>	<u>(5,747)</u>	<u>1,362</u>	<u>71</u>	<u>-</u>	<u>(17,213)</u>
Finance cost						(299)
Loss before tax						<u>(17,512)</u>
Tax income						(440)
Loss for the period						<u>(17,952)</u>
Non-controlling interest						(532)
Loss for the period attributable to owners of the Company						<u><u>(18,484)</u></u>

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011

A6. Segmental information (Cont'd)

Business Segments (Cont'd)

	Venture capital <u>business</u> RM'000	Private equity business and <u>investment holding</u> RM'000	Internet financial solutions <u>business</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 2010						
Revenue						
External revenue	3,275	405	2,033	35	-	5,748
Inter-segment revenue	2,026	-	-	-	(2,026)	-
	<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						(7,135)
Loss before tax						<u>(3,320)</u>
Income tax expense						(3)
Loss for the period						<u>(3,323)</u>
Non-controlling interest						(415)
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 2011

A6. 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	Total
RM'000	RM'000	RM'000

Current year to date ended 31 March 2011

Revenue	<u>3,235</u>	-	<u>3,235</u>
Loss before tax	<u>(16,360)</u>	<u>(1,152)</u>	<u>(17,512)</u>
Non-current assets as at 31 March 2011	<u>122,917</u>	<u>4,708</u>	<u>127,625</u>

Preceding 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 March 2010	<u>135,643</u>	<u>5,526</u>	<u>141,169</u>

A7. Events subsequent to the end of the quarter

There were no subsequent events from 31 March 2011 to 25 May 2011 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

A8. Changes in the composition of the Group

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

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011

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") for the first quarter ended 31 March 2011 was RM17.95 million as compared to the LAT of RM3.32 million in 1Q 2010. The Group also recorded a 44% decrease in revenue in current reporting period, as compared to RM5.75 million in the corresponding quarter of 2010.

With the adoption of FRS 139 in previous financial year, the Group has accounted for its investment in associated companies by Fair Value Through Profit or Loss (listed associated companies are marked to market) as opposed to equity accounting previously adopted.

As such, the Group's financial performance is generally influenced by the market price movements of its investment portfolio.

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 RM17.51 million for the current quarter as compared to the preceding quarter's loss before tax of RM14.04 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

The Group continues to explore new investment opportunities and to improve the business performance of its key investee companies.

The Board is of the view that while there are signs of slow recovery in the global economy, the remaining year continues to be challenging for the Group.

(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.

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 2011

B6. Income tax expense

	Current quarter ended <u>31.3.2011</u> RM'000	Current period to date ended <u>31.3.2011</u> RM'000
In respect of the current quarter / year to date:-		
- Malaysian income tax	(95)	(95)
- Deferred tax	(345)	(345)
	<u>(440)</u>	<u>(440)</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 deferred tax was mainly due to the net fair value changes 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.

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.

(b) Investments in quoted securities as at 31 March 2011 are as follows:-

	Quoted Investment Securities <u>RM'000</u>
Quoted in Malaysia, at cost	205,156
Impairment loss	(39,757)
Fair valuation	(3,593)
At carrying value	<u>161,806</u>
At fair value	<u>161,806</u>

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**B9. Status of corporate proposals and utilisation of proceeds**

- (a) **Status of corporate proposals announced but not completed as at 25 May 2011 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

There were no corporate proposals previously announced but not completed as at 25 May 2011.

- (b) **Status of utilisation of proceeds raised by the Company**

As at 31 March 2011, the rights issue proceeds raised from the Company's rights issue exercise is utilised as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe	Deviation	Explanations
	RM'000	RM'000		%	
Working capital	23,868	7,270	3 years	30%	In progress
Corporate exercise expenses	600	600	1 month	100%	Completed
	<u>24,468</u>	<u>7,870</u>			

B10. Borrowings

As at 31 March 2011, 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**

There were no off balance sheet financial instruments or contracts entered into during the current period to date.

- (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 first quarter ended 31 March 2011.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011

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:	<u>As at 31.3.2011</u> RM'000	<u>As at 31.12.2010</u> RM'000
Realised accumulated losses	(40,850)	(31,383)
Unrealised retained profits *	24,242	33,259
(Accumulated losses)/ retained profits	<u>(16,608)</u>	<u>1,876</u>

* Unrealised retained profits comprise unrealised foreign exchange gains or losses, net unrealised market price gain for held-for-trading investments and derivative financial assets/liabilities and credits or charges relating to the recognition of deferred tax at the balance sheet date.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2011**B12. Material litigation**

As at 25 May 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.

B13. Dividend

No dividend has been proposed or declared for the first quarter ended 31 March 2011 (31 March 2010: Nil).

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

	Current quarter ended 31.3.2011	Comparative quarter ended 31.3.2010	Current period to date ended 31.3.2011	Preceding year to date ended 31.3.2010
Basic loss per share				
Loss attributable to owners of the Company (RM'000)	(18,484)	(3,738)	(18,484)	(3,738)
Weighted average number of ordinary shares in issue ('000 shares)	195,742	146,808	195,742	146,808
Basic loss per share (sen)*	(9.44)	(2.55)	(9.44)	(2.55)

* For the current quarter ended 31 March 2011, the outstanding warrants have been excluded from the computation of fully diluted loss per ordinary share as their effect would be antidilutive.

B15. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2010 was unqualified.

By Order of the Board

YEE CHEE WAI
Executive Director

Kuala Lumpur
30 May 2011