

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2010.

	Individual Quarter		Cummulative Quarter	
	3 Months Period Ended 30/6/2010	30/6/2009	6 Months Period Ended 30/6/2010	30/6/2009
	(Unaudited) RM'000	(Unaudited) RM'000	(Unaudited) RM'000	(Unaudited) RM'000
Revenue	90,007	56,470	176,822	97,959
Operating expenses	(124,058)	(84,987)	(254,427)	(145,657)
Other income	114	2,570	440	2,893
Loss from operations	(33,937)	(25,947)	(77,165)	(44,805)
Finance costs	(1,240)	(2,694)	(1,855)	(6,071)
Share of net loss in associates	(211)	1,010	(476)	750
Loss before taxation	(35,388)	(27,631)	(79,496)	(50,126)
Taxation	(512)	(536)	(1,157)	(591)
Loss for the period	(35,900)	(28,167)	(80,653)	(50,717)
Other comprehensive income for the period, net of tax	-	-	-	-
Total Comprehensive Loss for the period	(35,900)	(28,167)	(80,653)	(50,717)
Loss Attributed to:				
Equity holders of the Parent	(35,635)	(27,870)	(80,388)	(50,090)
Minority Interest	(265)	(297)	(265)	(627)
	(35,900)	(28,167)	(80,653)	(50,717)
Total Comprehensive Loss Attributable to :				
Equity holders of the Parent	(35,635)	(27,870)	(80,388)	(50,090)
Minority interests	(265)	(297)	(265)	(627)
	(35,900)	(28,167)	(80,653)	(50,717)
Loss per share attributable to ordinary equity holders of the Parent:				
- Basic (sen)	(5.4)	(7.0)	(12.2)	(12.5)
- Diluted (sen)	N/A	N/A	N/A	N/A

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 20

	As at 30/6/2010	As at 31/12/2009
	(Unaudited) RM'000	(Audited) RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	516,537	484,250
Intellectual property	9,248	9,500
Development costs	55,384	60,790
Investment in associates	18,309	18,785
Other long term investments	9,263	9,263
Goodwill on acquisition	23,141	23,141
	<u>631,882</u>	<u>605,729</u>
Current assets		
Inventories	33,261	35,732
Trade receivables	48,063	42,840
Other receivables, deposits and prepayments	73,020	147,882
Tax recoverable	561	561
Deposits with licensed banks	1,145	2,792
Cash and bank balances	101,655	144,363
	<u>257,705</u>	<u>374,170</u>
TOTAL ASSETS	<u><u>889,587</u></u>	<u><u>979,899</u></u>
EQUITY AND LIABILITIES		
Equity attributable to ordinary equity holders of the parent		
Share capital	131,531	131,461
Reserves	184,225	264,058
	<u>315,756</u>	<u>395,519</u>
Minority interests	<u>5,042</u>	<u>5,307</u>
Total equity	<u>320,798</u>	<u>400,826</u>
Non-current liability		
Other payables and accruals	100,672	100,672
Guaranteed redeemable convertible exchangeable bonds	50,000	50,000
Bank borrowings	158,865	162,998
Hire purchase and finance lease liabilities	4,810	8,952
Deferred tax liabilities	2,627	2,499
	<u>316,974</u>	<u>325,121</u>
Current liabilities		
Trade payables	58,149	67,951
Other payables and accruals	142,721	147,470
Tax payable	406	-
Bank borrowings	41,967	32,519
Hire purchase and finance lease liabilities	8,572	6,012
	<u>251,815</u>	<u>253,952</u>
TOTAL LIABILITIES	<u>568,789</u>	<u>579,073</u>
TOTAL EQUITY AND LIABILITIES	<u><u>889,587</u></u>	<u><u>979,899</u></u>
	-	-
Net asset per share attributable to ordinary equity holders of the parent (Sen)	<u>49</u>	<u>61</u>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2010 (UNAUDITED)

	<-----Attributable to Equity Holders of the Parent ----->						Minority Interests	Total Equity	
	Shares capital	Non-Distributable			Distributable				
		Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits			Sub-total
Financial period ended 30 June 2010	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance at 1 January 2010	131,461	345,530	419	(11,389)	69,204	(139,706)	395,519	5,307	400,826
Exercised ESOS	70	210	-	-	-	-	280	-	280
Share-based payment under ESOS	-	-	-	-	1,600	-	1,600	-	1,600
Loss for the financial period	-	-	-	-	-	(80,388)	(80,388)	(265)	(80,653)
Current translation difference	-	-	(1,255)	-	-	-	(1,255)	-	(1,255)
Balance at 30 June 2010	131,531	345,740	(836)	(11,389)	70,804	(220,094)	315,756	5,042	320,798

	<-----Attributable to Equity Holders of the Parent ----->						Minority Interests	Total Equity	
	Shares capital	Non-Distributable			Distributable				
		Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits			Sub-total
Financial period ended 30 June 2009	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance at 1 January 2009	79,987	292,274	1,269	(11,388)	7,336	42,939	412,417	11,952	424,369
Share-based payment under ESOS	-	-	-	-	600	-	600	-	600
Loss for the financial period	-	-	-	-	-	(50,090)	(50,090)	(627)	(50,717)
Balance at 30 June 2009	79,987	292,274	1,269	(11,388)	7,936	(7,151)	362,927	11,325	374,252

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2010 (UNAUDITED)

	Financial period ended	
	30/6/2010	30/6/2009
	(Unaudited) RM'000	(Unaudited) RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(79,496)	(22,495)
Adjustments for non cash items:-		
Amortisation of development cost	1,320	1,712
Amortisation of intellectual property	1,302	659
Amortisation of prepaid land lease payments	410	-
Depreciation of plant and equipment	24,510	3,691
Share based payment under ESOS	1,600	600
Share of net (loss)/profit in associates	476	260
Other non-cash items	1,821	1,669
Operating loss before working capital changes	(48,057)	(13,904)
Changes in working capital		
Decrease in assets	72,110	(21,833)
Decrease in liabilities	(14,145)	(17,682)
Cash for operating activities	9,908	(53,419)
Interest paid	(1,855)	(1,990)
Tax paid	(1,029)	(298)
Net cash for operating activities	7,024	(55,707)
CASH FLOW FOR INVESTING ACTIVITIES		
Development expenditure incurred	4,086	(1,941)
Interest received	34	323
Purchase of plant and equipment, Intellectual Property	(58,257)	(26,798)
Net cash for investing activities	(54,137)	(28,416)
CASH FLOW FOR FINANCING ACTIVITIES		
Net drawdown of hire purchase/lease obligations	-	3,274
Net drawdown/(repayment) of bank borrowings	5,315	(696)
Repayment to hire purchase/lease obligations	(1,582)	(818)
Exercised ESOS	280	-
Net cash for financing activities	4,013	1,760
Net decrease in cash and cash equivalents	(43,100)	(82,363)
Foreign exchange translation differences	(1,255)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	147,155	281,224
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	102,800	198,861
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	101,655	189,844
Fixed deposit with licensed bank	1,145	9,017
	102,800	198,861

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2010.

A Explanatory Notes Pursuant to Financial Reporting Standard ("FRS") 134 Interim Financial Reporting

A1 Basis of preparation

This interim financial statements of the Group are unaudited and have been prepared in accordance with FRS 134 (Interim Financial Reporting Standard) issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9 Part K paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2009.

The accounting policies, method of computation and basis of consolidation adopted by the Group in this interim financial report are consistent with those adopted in the most recent annual audited financial statements for the financial year ended 31 December 2009, except for the mandatory adoption of the following new and revised Financial Reporting Standards ("FRSs") and Issues Committee Interpretations ("IC Int.") beginning on or after 1 January 2010 as detailed below:

FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 2	Share-based Payment – Vesting Conditions and Cancellations
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS139, FRS 7 and IC Int. 9	Financial Instruments: Recognition and Measurement, Financial Instruments: Disclosures, and Reassessment of Embedded Derivatives
Amendments to FRSs	
IC Int.9	Reassessment of Embedded Derivatives
IC Int.10	Interim Financial Reporting and Impairment
IC Int.11	FRS 2 – Group and Treasury Share Transactions
IC Int.13	Customer Loyalty Programmes
IC Int.14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their interaction

The adoption of the above did not have any significant effects on the interim financial report upon their initial application, other than as discussed below:

- a) FRS 101: Presentation of Financial Statements (revised)
The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity, if any, will be presented as a single line labelled as total comprehensive income. In addition, the consolidated balance sheet was renamed as the consolidated statement of financial position in the interim financial report. This standard did not have any impact on the financial position and results of the Group.
- b) Amendments to FRSs 'Improvements to FRSs (2009)' – FRS 117: Leases
FRS 117 clarifies on the classification of leases of land and buildings. The resulting effect of this Standard taking effect was the reclassification of prepaid leases on land back into property, plant and equipment, rather than being separately classified under prepaid lease payments on the consolidated statement of financial position, as disclosed under Note A15.

- c) FRS 139: Financial Instruments: Recognition and Measurement, and Amendments to FRS 139: Financial Instruments: Recognition and Measurement
- The new Standard on FRS 139 establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. There were no significant changes to the interim financial report other than the:
- i) designation of the short-term investment as an available-for-sale financial asset; and
 - ii) inclusion of off-balance sheet derivatives at their fair values, in the interim financial report, in line with the accounting policy as disclosed under Note B10.
- This standard did not have any significant impact on the financial position and results of the Group.

A2 Auditors' report on preceding annual financial statements

The auditor's report on the financial statements for the financial year ended 31 December 2009 was not subject to any qualification.

A3 Seasonal or cyclical factors of interim operation

The Group's operations were not materially affected by any seasonal and cyclical factors.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

During the current financial quarter under review, there were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence.

A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial quarter and the financial period under review.

A6 Changes in debts or equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period ended 30 June 2010, except for:

- (a) The shareholders of Green Packet Berhad ("GPB" or "Company") had given their approval for GPB to buy-back its own shares at the Extraordinary General Meeting ("EGM") held on 14 November 2007 and such authority was renewed at the 9th Annual General Meeting of GPB held on 29 June 2010. There were no share buy back during the period ended 30 June 2010. As at 30 June 2010, the total shares bought back, all of which are held as treasury shares, amounted to 4,707,700 GPB Shares. None of the treasury shares held were resold or cancelled during the financial period ended 30 June 2010. The GPB Shares bought back are held as treasury shares in accordance with Section 67A Subsection 3(A)(b) of the Companies Act, 1965.
- (b) On 1 March 2010, the Company had via a fourth allocation of share options under the ESOS, granted 11,611,800 new share options with an exercise price of RM1.10 to eligible employees and directors of the Company and its subsidiaries.

The New Options will expire by 8 August 2011. The movement of the options for the period under review is as follows :

	Number of options over ordinary shares of RM0.20 each			
	At exercise price of			
	RM 4.22 each	RM 1.97 each	RM 0.80 each	RM 1.10 each
	('000)	('000)	('000)	('000)
Balance as at 1 Jan 2010	7,597	8,673	8,486	-
Granted at 1 March 2010	-	-	-	11,612
Lapsed	-	-	-	-
Outstanding as at 30 June 2010	<u>7,597</u>	<u>8,673</u>	<u>8,486</u>	<u>11,612</u>

A7 Dividends Payment

There were no dividends paid or proposed during the current financial year under review.

A8 Segmental information

Segmental information is provided based on geographical segment by customers' location, as follows:-

Results for the financial period ended 30 June 2010	Malaysia RM'000	APAC* RM'000	MEA** RM'000	Others*** RM'000	Group RM'000
Revenue					
Software and Devices	22,226	10,142	2,845	1,974	37,187
Broadband Services	98,057	-	-	-	98,057
Communication/Voice Services	10,473	31,106	-	-	41,579
	<u>130,756</u>	<u>41,248</u>	<u>2,845</u>	<u>1,974</u>	<u>176,823</u>
Results					
Software and Devices	4,594	31	(430)	604	4,799
Broadband Services	(82,924)	-	-	-	(82,924)
Communication/Voice Services	738	188	-	-	926
	<u>(77,592)</u>	<u>219</u>	<u>(430)</u>	<u>604</u>	<u>(77,199)</u>
Finance costs					(1,855)
Interest Income					34
					<u>(79,020)</u>
Share of loss in associates					(476)
Loss before taxation					<u>(79,496)</u>
Taxation					(1,157)
Loss after taxation					<u>(80,653)</u>
Minority interests					265
Loss after taxation & minority interests					<u>(80,388)</u>

Segmental results are determined after allocation of operating expenses to each geographical segment.

Other information

Segmental assets	-
Unallocated corporate assets	889,587
Segmental liabilities	-
Unallocated corporate liabilities	(568,789)
Capital expenditure	(58,257)
Depreciation	(24,510)
Amortisation	<u>(3,032)</u>

* Asia-Pacific region excludes Malaysia

** Middle East and Africa region

*** Others include Europe and America region.

Results for the financial period ended 30 June 2009	Malaysia RM'000	APAC* RM'000	MEA** RM'000	Others*** RM'000	Group RM'000
Revenue					
Software and Devices	11,872	1,362	743	182	14,159
Broadband Services and Solutions	61,634	-	-	-	61,634
Communication/Voice Services	1,746	20,284	-	-	22,030
Engineering Services and Solutions	-	-	-	136	136
	<u>75,252</u>	<u>21,646</u>	<u>743</u>	<u>318</u>	<u>97,959</u>

Results

Software and Devices	7,945	(1,748)	(1,873)	-	4,324
Broadband Services and Solutions	(51,888)	-	-	-	(51,888)
Communication/Voice Services	6	(140)	-	-	(134)
Engineering Services and Solutions	-	-	-	-	-
	(43,937)	(1,888)	(1,873)	-	(47,698)
Finance costs					(6,071)
Other income					2,893
					(50,876)
Share of profit in associate					750
Loss before taxation					(50,126)
Taxation					(591)
Loss after taxation					(50,717)
Minority interests					627
Loss after taxation & minority interests					(50,090)

Segmental results are determined after allocation of operating expenses to each geographical segment.

Other information

Segmental assets	-
Unallocated corporate assets	683,464
Segmental liabilities	-
Unallocated corporate liabilities	(309,212)
Capital expenditure	(103,154)
Depreciation	(4,382)
Amortisation	(3,673)

* Asia Pacific region exclude Malaysia

** Middle East and Africa region

*** Others include Europe and America region.

A9 Valuation of property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss.

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the financial period ended 30 June 2010.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial period ended 30 June 2010 except for the following :

- (a) On 29 June 2010, GPB had entered into a conditional Share Subscription Agreement (“SSA”) with its subsidiary, Packet One Networks (Malaysia) Sdn Bhd (“P1”) and SK Telecom Co., Ltd. (“SKT” or the “Subscriber”) to issue 979,474 Class C Islamic Irredeemable Convertible Preference Shares of RM0.10 each (“Class C ICPS-i”) to SKT or a wholly-owned subsidiary nominated by SKT for a total cash consideration of RM322.91 million (equivalent of USD100 million) (“Proposed Issuance”). The Class C ICPS-i if converted into P1’s ordinary shares will represent up to 25.77% of the enlarged share capital of P1 assuming all Class C ICPS-i have been issued in full and all preference shares and any other convertible or exchangeable instruments have been fully converted or exchanged into P1 ordinary shares (regardless of whether the conversion or exchange rights have come into effect at that point in time) based on the conversion or exchange formula applicable at such time.

The Proposed Issuance was subsequently completed on 30 July 2010.

A12 Contingent assets and changes in contingent liabilities

The Group does not have any contingent assets at the date of this announcement and there were no changes in contingent liabilities since the last annual balance sheet date.

A13 Capital commitments

The capital expenditure not provided for in the financial statements as at 30 June 2010 are as follows:

	RM'000
Authorised and contracted for:	
- Plant and equipment	97,334
- Inventory	35,192

A14 Significant related party transactions

The Directors of GPB are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial period under review.

A15 Comparatives

The following comparatives have been reclassified to conform with the current financial period's presentation:

	Restated RM'000	Previously stated RM'000
Statement of Financial Position - Non current assets		
Property, plant and equipment	484,250	467,079
Prepaid land lease payments	-	17,171

B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B1 Review of the performance of the Group

The Group recorded a revenue and loss after tax of approximately RM90.01 million and RM35.90 million respectively for the current financial quarter ended 30 June 2010 ("2Q10"). This represents an increase of 51.35% compared to the turnover of RM56.47 million recorded for the previous year corresponding financial quarter ended 30 June 2009 ("2Q09"). Consequently, the loss after tax increased to RM 35.90 million in 2Q10 from a loss after tax of RM28.17 million registered in 2Q09.

Revenue contribution comprises the following:-

	2Q10 RM million	2Q09 RM million	% Change
Software application and engineering services	14.92	5.50	171.5%
Broadband Services and Solutions	52.33	12.68	312.7%
Communication/Voice Services	22.76	38.29	-40.6%
	<u>90.01</u>	<u>56.47</u>	<u>59.4%</u>

The 2Q10 loss after tax was higher than 2Q09 mainly attributed to the higher amortisation and depreciation cost in relation to the aggressive rollout of broadband infrastructure to date.

B2 Material changes in the quarterly results compared to the results of the preceding quarter

The revenue for 2Q10 has increased substantially from the previous quarter mainly due to higher subscribers base for the wireless broadband business, securing of new customers for the solution business and increase in revenue from the international wholesales voice business. Consequently, the 2Q10 loss after tax was significantly lower than 1Q10 due to improved revenue in 2Q10 and lower operating+C91 cost incurred for the quarter.

	2Q10 RM'000	1Q10 RM'000	% Change
Revenue	90,007	86,815	3.7%
Loss before tax	(35,388)	(44,108)	19.8%
Loss after tax	<u>(35,900)</u>	<u>(44,753)</u>	<u>19.8%</u>

B3 Business prospects

The Group's main revenue contributor, the broadband and voice business segments, is projected to be competitive but further strong growth in demand globally over the next few years is expected. The Board of Directors expects the performance of the Group to improve in tandem with the expected positive market demand for the financial year ending 31 December 2010.

B4 Variance of actual profit from forecast profit

Not applicable as no forecast was published.

B5 Taxation

	Financial period ended 30 June 2010 RM'000
Current tax expense - Malaysian	<u>1,157</u>

The current tax paid/payable is in respect of interest income on bank deposit and non-tax exempted business income generated by Nextel companies. The Company and its Shanghai subsidiary enjoy tax exempt status in their respective countries. The Company has been granted Multimedia Super Corridor status, which qualifies the Company for the Pioneer Status incentive under the Promotion of Investment Act, 1986. The exemption is for five years, from 10 June 2003 to 9 June 2008. The exemption has been renewed for another five years period from 9 June 2008. The Company's Shanghai subsidiary will not be subjected to tax on its profits for the first two years commencing from the year it is first profitable and thereafter at half the applicable tax rate for the following three years.

B6 Purchase or disposal of properties and unquoted investments

There were no purchases or disposals of unquoted investments and properties during the current financial year ended 30 June 2010.

B7 Purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities during the current financial year ended 30 June 2010.

B8 Status of corporate proposals and utilisation of proceeds

(a) Status of Corporate Proposals announced but not completed

- (i) On 3 September 2007, GPB had entered into an Option Agreement for the purchase of 1 fully-paid non-assessable share of common stock in IWICS Inc. ("IWICS") for each share of Series D Preferred Stock purchased for a purchase price of 22.4 US cents for each share. IWICS is a company incorporated in the United States of America, which is involved in the development and licensing of its patented Opportunity Driven Multiple Access technology which is utilised in part for the development of GPB's SONmetro solution for the rollout of internet broadband services.

(b) Status of Utilisation of Proceeds

- i) The Company had, on 7 January 2010 completed its private placement of 59,754,903 GPB Shares ("placement shares"), which had been listed and quoted on the Main Market of Bursa Securities on even date.

The details of the utilisation of the proceeds from the Private Placement up to 30 June 2010 are as follows:-

Description	Proposed Utilisation	Actual Utilisation	Balance Unutilised
	RM'000	RM'000	RM'000
Capital Expenditure	55,018	45,066	9,952
Working capital	12,434	12,434	-
Private placement expenses	1,265	1,265	-
Total	68,717	58,765	9,952

Note:-

The proceeds from the Private Placement are expected to be utilised within 24 months from the date of the completion of the Private Placement on 7 January 2010.

B9 Group borrowings and debt securities

As at 30 June 2010, total borrowings of the Group are as follows:

	RM '000
<u>Total borrowings:</u>	
Unsecured:	
- Syndicated Murabaha facilities, which are denominated in United States Dollar.	121,100
- 4 year 4.5% guaranteed redeemable convertible exchangeable bonds, which is denominated in Ringgit Malaysia.	50,000
- Amanah Trade Bills	15,571
- Revolving credits	4,500
- 4 Year Term Loan, which are denominated in Ringgit Malaysia.	45,500
Secured:	
- Amanah Term Financing, which is denominated in Ringgit Malaysia.	14,161
- Hire purchases creditors, which are denominated in Ringgit Malaysia.	13,382
	27,543
	<u>264,214</u>

Long term borrowings:	
- Hire purchase and finance lease liabilities, repayment more than 1 year	4,810
- Amanah Term Financing	11,375
- Syndicated Murabaha facilities	108,990
- 4 Year Term Loan, which are denominated in Ringgit Malaysia.	38,500
- Guaranteed redeemable convertible exchangeable bonds	50,000
	<u>213,675</u>
Short term borrowings:	
- Amanah Term Financing	2,786
- Amanah Trade Bills	15,300
- Syndicated Murabaha facilities	12,110
- Revolving credits	4,500
- 4 Year Term Loan, which are denominated in Ringgit Malaysia.	7,000
- Hire purchase and finance lease liabilities, repayment less than 1 year	8,843
	<u>50,539</u>
	<u><u>264,214</u></u>

B10 Financial Instruments

There were no outstanding foreign currency contracts which have been entered into by the Group as at 30 June 2010. There were also no off balance sheet financial instruments as at the date of this announcement.

B11 Material litigations

There were no material litigations or pending material litigations involving the Group as at the date of this announcement.

B12 Dividends

No dividend has been declared or recommended in respect of the current financial quarter under review.

B13 Earnings per share

a) Basic EPS

Basic EPS is calculated by dividing the net loss for the period by the weighted average number of ordinary shares in issue during the period.

	3 months period ended		6 months period ended	
	30/6/2010	30/6/2009	30/6/2010	30/6/2009
Loss attributable to ordinary equity holders of the Company (RM'000)	(35,635)	(27,870)	(80,388)	(50,090)
Weighted average numbers of ordinary shares in issue of RM0.20 par each ('000) *	657,654	399,935	657,654	399,935
Basic loss per share (sen) *	(5.4)	(7.0)	(12.2)	(12.5)

b) Diluted EPS

The diluted loss per share for the current and previous financial period was not presented as there is an anti-dilutive effect arising from the assumed conversion of employees' share option scheme.

BY ORDER OF THE BOARD

Lim Ming Toong (MAICSA 7000281)
Ng Lai Yee (MAICSA 7031768)
Company Secretaries