

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011.

(The figures have not been audited)

	Individual Quarter		Cumulative Period	
	3 Months Period Ended		Financial Period Ended	
	30/9/2011	30/9/2010	30/9/2011	30/9/2010
	RM '000	RM '000	RM '000	RM '000
Revenue	134,414	100,892	383,930	277,714
Operating expenses	(173,540)	(129,703)	(487,392)	(384,130)
Other income	255	13	749	453
Loss from operations	(38,871)	(28,798)	(102,713)	(105,963)
Finance costs	(5,146)	(1,183)	(15,409)	(3,038)
Share of profits of equity accounted investees, net of tax	-	(91)	-	(567)
Loss before tax	(44,017)	(30,072)	(118,122)	(109,568)
Income tax expense	(304)	1,160	(1,161)	3
Loss for the period	(44,321)	(28,912)	(119,283)	(109,565)
Foreign currency translation differences for foreign operations	916	(402)	(395)	(1,657)
Total comprehensive loss for the period	(43,405)	(29,314)	(119,678)	(111,222)
Loss attributable to:				
Owners of the Company	(24,324)	(13,712)	(58,570)	(56,824)
Non-controlling interest	(19,997)	(15,200)	(60,713)	(52,741)
Loss for the Period	(44,321)	(28,912)	(119,283)	(109,565)
Total comprehensive loss attributable to:				
Owners of the Company	(23,408)	(14,114)	(58,965)	(58,481)
Non-controlling interest	(19,997)	(15,200)	(60,713)	(52,741)
Total comprehensive loss for the period	(43,405)	(29,314)	(119,678)	(111,222)
Basic loss per ordinary share (sen):	(3.7)	(2.1)	(8.9)	(8.6)
Diluted loss per ordinary share (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 Report for the year ended 31 December 2010.

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

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

	As at 30/9/2011	As at 31/12/2010
	(Unaudited)	(Audited)
	RM '000	RM '000
ASSETS		
Property, plant and equipment	577,740	504,990
Other long term investments	135	135
Goodwill on acquisition	18,811	18,811
Development costs	46,665	44,907
Intangible/Customer Modem assets	67,208	69,033
Total non-current assets	710,559	637,876
Inventories	42,954	21,779
Trade receivables	73,847	60,513
Other receivables, deposits and prepayments	54,887	60,959
Tax Refundable	-	162
Deposits with licensed banks	1,183	72,368
Cash and bank balances	71,465	98,452
Total current assets	244,336	314,233
TOTAL ASSETS	954,895	952,109
EQUITY		
Share capital	131,551	131,551
Reserves	66,855	123,420
Total equity attributable to owners of the Company	198,406	254,971
Non-controlling interests	40,378	44,359
Total equity	238,784	299,330
LIABILITIES		
Guaranteed redeemable convertible exchangeable bonds	50,000	50,000
Irredeemable Convertible Preference Shares -Class C ("Class C ICPS") - Liabilities components	171,551	158,707
Class C ICPS - Deferred tax components	40,290	40,290
Bank Borrowings	70,397	112,900
Hire purchase and finance lease liabilities	875	2,217
Other payables and accruals	159,738	46,112
Deferred tax liabilities	3,151	2,954
Total non-current liabilities	496,002	413,180
Trade payables	50,923	39,763
Other payables and accruals	108,939	133,240
Bank borrowings	58,733	60,806
Hire purchase and finance lease liabilities	1,514	5,790
Total current liabilities	220,109	239,599
TOTAL LIABILITIES	716,111	652,779
TOTAL EQUITY AND LIABILITIES	954,895	952,109
Net asset per share (sen)	36	40

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Report for the year ended 31 December 2010.

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011

(The figures have not been audited)

	←-----Attributable to owners of the Company----->							Total Equity	
	Non-Distributable			Distributable		Sub-total	Non-controlling interests		
	Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits				
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000		
At 1 January 2011	131,551	345,372	47	(11,389)	72,493	(283,103)	254,971	44,359	299,330
Foreign currency translation differences for foreign operations	-	-	(395)	-	-	-	(395)	-	(395)
Total other comprehensive income for the period	-	-	(395)	-	-	-	(395)	-	(395)
Loss for the period	-	-	-	-	-	(58,570)	(58,570)	(60,713)	(119,283)
Total comprehensive loss for the period	-	-	(395)	-	-	(58,570)	(58,965)	(60,713)	(119,678)
Issuance of Irredeemable Convertible Preference Shares ("ICPS") - Class C	-	-	-	-	-	-	-	56,732	56,732
Share-based payment transaction under ESOS	-	-	-	-	2,400	-	2,400	-	2,400
Total contribution from / distribution to owners	-	-	-	-	2,400	-	2,400	56,732	59,132
At 30 September 2011	131,551	345,372	(348)	(11,389)	74,893	(341,673)	198,406	40,378	238,784

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011

(The figures have not been audited)

	Attributable to Equity Holders of the Parent									
	Non-Distributable					Distributable				
	Shares capital	Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits	Sub-total	Non-controlling interests	Total Equity	
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2010	131,461	345,530	419	(11,389)	69,204	(139,706)	395,519	5,307	400,826	
Foreign currency translation differences for foreign operations	-	-	(1,657)	-	-	-	(1,657)	-	(1,657)	
Total other comprehensive income for the period	-	-	(1,657)	-	-	-	(1,657)	-	(1,657)	
Loss for the period	-	-	-	-	-	(56,824)	(56,824)	(52,741)	(109,565)	
Total comprehensive loss for the period	-	-	(1,657)	-	-	(56,824)	(58,481)	(52,741)	(111,222)	
Issuance of Irredeemable Convertible Preference Shares ("ICPS") - Class C	-	-	-	-	-	-	-	322,910	322,910	
Share-based payment transaction under ESOS	-	-	-	-	2,444	-	2,444	-	2,444	
Exercised ESOS	86	-	-	-	-	-	343	-	343	
Total contribution from / distribution to owners	86	257	-	-	2,444	-	2,787	322,910	325,697	
At 30 September 2010	131,547	345,787	(1,238)	(11,389)	71,648	(196,530)	339,825	275,476	615,301	

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Report for the year ended 31 December 2010.

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

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011
(The figures have not been audited)

	Financial period ended	
	30/9/2011	30/9/2010
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(118,122)	(109,568)
Adjustments for non cash items:-		
Amortisation of development cost	2,430	3,613
Amortisation of intellectual property	2,034	1,956
Amortisation of modem	36,169	21,752
Amortisation of prepaid land lease payments	614	614
Depreciation of plant and equipment	46,474	37,226
Share based payment under ESOS	2,400	2,444
Share of net (loss)/profit in associates	-	567
Other non-cash items	14,773	2,951
Operating loss before working capital changes	(13,228)	(38,445)
Changes in working capital		
Decrease/(Increase) in assets	(64,653)	18,807
(Decrease)/Increase in liabilities	113,329	(64,166)
Cash for operating activities	35,448	(83,804)
Interest paid	(15,408)	(3,038)
Tax paid	(964)	273
Net cash for operating activities	19,076	(86,569)
CASH FLOW FOR INVESTING ACTIVITIES		
Development expenditure incurred	(4,188)	-
Interest received	636	87
Purchase of plant and equipment	(119,839)	(78,042)
Net cash for investing activities	(123,391)	(77,955)
CASH FLOW FOR FINANCING ACTIVITIES		
Issuance of Convertible Preference Share to non-controlling interest	56,732	322,910
Net drawdown/(repayment) of bank borrowings	(44,576)	(17,288)
Repayment to hire purchase/lease obligations	(5,618)	(6,183)
Exercised ESOS	-	343
Net cash for financing activities	6,538	299,782
Net decrease in cash and cash equivalents	(97,777)	135,258
Foreign exchange translation differences	(395)	(1,657)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	170,820	147,155
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	72,648	280,756
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	71,465	146,040
Fixed deposit with licensed bank	1,183	134,716
	72,648	280,756

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Report for the financial year ended 31 December 2010.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011.

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 2010. 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 2010.

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 2010, 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 2011 as detailed below:

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 2	Share-based Payment (Amendments relating to scope of FRS 2 and revised FRS 3)
FRS 2	Share-based Payment (Amendments relating to group cash-settled share-based payment transactions)
FRS 5	Non-current Assets Held for Sale and Discontinued Operations (Amendments relating to plan to sell controlling interest in a subsidiary)
FRS 7	Financial Instruments: Disclosures (Amendments relating to improving disclosures about financial instruments)
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 132	Financial Instruments: Presentation (Amendments relating to classification of rights issue)
FRS 138	Intangible Assets (Amendments relating to additional consequential amendments arising from revised FRS 3)
FRS 139	Financial Instruments: Recognition and Measurement (Amendments relating to additional consequential amendments arising from revised FRS 3 and revised FRS 127)
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
IC Int.16	Hedges of a Net Investment in a Foreign Operation
IC Int.17	Distributions of Non-cash Assets to Owners

The adoption of the above did not have any significant financial effects on the interim financial report of the Group. In the last financial year, the Group has adopted in advance the following revised accounting standards and interpretations (including the consequential amendment):

FRS 3 (2010)	Business Combinations
FRS 127 (2010)	Consolidation Separate Financial Statement

A2 Auditors' report on preceding annual financial statements

The auditor's report on the financial statements for the financial year ended 31 December 2010 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 due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

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 period ended 30 September 2011, except for:

(a) On 17 February 2011, GPB had extended the duration of the existing ESOS which is expiring on 8 August 2011 for a further five (5) years to 8 August 2016. The extension is in accordance with the By-Laws of the ESOS and is not subject to any approvals from Bursa Malaysia Securities Berhad, the Securities Commission and the shareholders of the Company.

(b) On 5 May 2011, the Company had via a fifth allocation of share options under the ESOS, granted 10,500,000 new share options with an exercise price of RM0.60 to eligible employees and directors of the Company and its subsidiaries. The New Options will expire by 8 August 2016.

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 ('000)	RM 1.97 each ('000)	RM 0.80 each ('000)	RM 1.10 each ('000)	RM 0.60 each ('000)
Balance as at 1 Jan 2011	7,140	7,452	7,201	10,083	-
Granted during the period	-	-	-	-	10,500
Cancellation during the period	(194)	(657)	(480)	(787)	(165)
Exercise during the period	-	-	-	-	-
Outstanding as at 30 Sept 2011	6,946	6,795	6,721	9,296	10,335

A7 Dividends Paid

There were no dividends paid during the current financial period 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 September 2011	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	-	129,853	129,853
Broadband Services	196,918	-	196,918
Communication/Voice Services	13,442	43,717	57,159
	210,360	173,570	383,930
Results			
Software and Devices	-	15,374	15,374
Broadband Services	(119,891)	-	(119,891)
Communication/Voice Services	733	435	1,168
	(119,158)	15,809	(103,349)
Finance costs			(15,409)
Finance income			636
			(118,122)
Income tax expense			(1,161)
Loss after taxation			(119,283)
Non-controlling interest			60,713
Loss after taxation & Non-controlling interest			(58,570)

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

Other information

Segmental assets	
Total assets	954,895
Segmental liabilities	
Total liabilities	(716,111)
Capital expenditure	(119,839)
Depreciation	(46,474)
Amortisation	(41,247)

Results for the financial period ended 30 September 2010

	Malaysia RM'000	Overseas RM'000	Group RM'000
<u>Revenue</u>			
Software and Devices	39,109	23,642	62,751
Broadband Services and Solutions	153,215	-	153,215
Communication/Voice Services	15,394	46,354	61,748
	<u>207,718</u>	<u>69,996</u>	<u>277,714</u>
<u>Results</u>			
Software and Devices	8,711	268	8,979
Broadband Services and Solutions	(115,881)	-	(115,881)
Communication/Voice Services	768	84	852
	<u>(106,402)</u>	<u>352</u>	<u>(106,050)</u>
Finance costs			(3,038)
Finance income			87
			<u>(109,001)</u>
Share of profit in associate			(567)
Loss before taxation			<u>(109,568)</u>
Taxation			3
Loss after taxation			<u>(109,565)</u>
Non-controlling interest			52,741
Loss after taxation & Non-controlling interest			<u>(56,824)</u>

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

Other information

Segmental assets	
Total assets	1,107,007
Segmental liabilities	
Total liabilities	(491,706)
Capital expenditure	(78,042)
Depreciation	(37,226)
Amortisation	(6,183)

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

Tabulated below were material events subsequent to the financial period ended 30 September 2011:

(a) On 16 May 2011, GPB has announced :

- (i) The proposed issuance of 153,276 Class C Islamic Irredeemable Convertible Preference Shares of RM0.10 each in Packet One Networks (Malaysia) Sdn.Bhd, a 55% owned subsidiary of the Company ("P1") ("Class C ICPS-i") to SK Telecom Co., Ltd. ("SKT") for a total cash consideration of approximately RM50.53 million or RM329.68 per Class C ICPS-i (Proposed Issuance") and;
- (ii) The proposed subscription for up to 458,397 Class A Islamic Irredeemable Convertible Preference Shares of RM0.10 each in P1 ("Class A ICPS-i"), by the Company for a total subscription price of up to approximately RM151.12 million or RM329.68 per Class A ICPS-i ("Proposed Subscription").

(Collectively, referred to as the "Proposals")

The Proposals were approved by shareholders at the Extraordinary General Meeting held on 7 July 2011.

On 7 July 2011, the Company has announced that P1 has issued the following:-

- (i) 276,026 Class A ICPS-i to GPB arising from the conversion and capitalisation of the amount of approximately RM91 million due and owing by P1 to GPB; and
- (ii) 153,276 Class C ICPS-i to SKT for a total cash consideration of approximately RM50.53 million.

(b) On 6 September 2011, the company has announced that P1 has issued the following:-

- (i) 30,708 new Class A ICPS-i to GPB for a total cash consideration of approximately RM10.12 million or RM329.68 per Class A ICPS-i . As at to-date, GPB holds 1,927,620 Class A ICPS-i in P1; and
- (ii) GPB is in the midst of seeking an extension of time from SKT to execute and complete the agreement with the New Investor to provide a loan or funding of at least RM50 million.

(c) On 9 September 2011, GPB has announced :

- (i) Next Global Technology Sdn. Bhd. a wholly owned subsidiary of GPB had disposed its shareholding of 2 ordinary shares of RM1.00 each ("Sale Shares"), representing 100% of the total issued and paid up share capital in Onevois Sdn. Bhd., to Newflex Communications Sdn. Bhd. for a total cash consideration of RM2,991.00. As a result of the Sale Shares, Onevois Sdn. Bhd. ceased to be the sub-subsidiary of GPB.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the financial period, except as disclosed in Note A10 (c) above.

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 September 2011 are as follows:

	RM'000
Authorised and contracted for:	
- Plant and equipment	163,516
- Inventory	56,441
	<u>220,000</u>

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.

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 RM134.42 million and RM44.32 million respectively for the current financial quarter ended 30 September 2011 ("3Q11"). This represents a significant increase of 33% compared to the turnover of RM100.89 million recorded for the previous year corresponding financial quarter ended 30 September 2010 ("3Q10"). Consequently, the loss after tax increased to RM 44.32 million in 3Q11 from a loss after tax of RM 28.91 million registered in 3Q10.

Revenue contribution comprises the following:-

	3Q11 RM million	3Q10 RM million	% Change
Software, devices and engineering services	42.03	25.56	64.4%
Broadband Services and Solutions	72.18	55.16	30.9%
Communication/Voice Services	20.20	20.17	0.2%
	<u>134.42</u>	<u>100.89</u>	<u>33.2%</u>

The 3Q11 loss after tax was higher than 3Q10 mainly attributed by higher depreciation of plant and equipment in accordance with the planned rollout of the broadband infrastructure and higher amortisation of intangible assets - customer modems.

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

The revenue for 3Q11 has increased substantially from previous quarter mainly due to higher subscribers base for the wireless broadband business and securing of new customers for the solution business. Consequently, the 3Q11 loss after tax was substantially higher than 2Q11 due to higher depreciation and amortisation of intangible assets - customer modems.

	3Q11 RM million	2Q11 RM million	% Change
Revenue	134.41	127.81	5.2%
Loss before tax	(44.02)	(36.65)	-20.1%
Loss after tax	<u>(44.32)</u>	<u>(37.07)</u>	<u>-19.6%</u>

B3 Business prospects

The Software and Devices business segment has an outstanding order book exceeding USD 20 million. Hence, a sustainable positive contribution is expected from this segment to the Group's performance. The Broadband Services segment is projected to remain challenging due to the intense market competition. Nevertheless, with the ongoing marketing and subscriber acquisition activities and initiatives being implemented, the subscriber base is expected to continue to expand. Accordingly, the Board of Directors expects a continuing stable performance for the Group.

B4 Variance of actual profit from forecast profit

Not applicable as no forecast was published.

B5 Income tax expense

Current tax expense - Malaysian

Financial
period ended
30 September 2011
RM'000

1,161

The current tax paid/payable is mainly in respect of interest income from bank deposits and business income generated by Nextel companies. 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.

B6 Purchase or disposal of properties and unquoted investments

There were no purchases or disposals of unquoted investments and properties during the current financial period ended 30 September 2011.

B7 Purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities during the current financial period ended 30 September 2011.

B8 Status of Corporate Proposals announced but not completed

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.

GPB has yet to exercise the subscription rights under the Options Agreement.

B9 Group borrowings and debt securities

As at 30 September 2011, total borrowings of the Group are as follows:

	RM '000
Total borrowings:	
Unsecured:	
- Structured Commodity Financing-i Term Facility ("i Term Facility")	24,829
- Guaranteed redeemable convertible exchangeable bonds	50,000
- Syndicated Murabaha Facility ("Murabaha Facility")	46,553
- Revolving Credits	4,500
- Amanah Trade Bills	4,829
- Murabahah Project Facility ("Project Facility")	37,740
- Irredeemable Convertible Preference Shares ("ICPS")- liability component	171,551
Secured:	
- Amanah Term Financing	10,679
- Hire purchases creditors	2,389
	13,068
	353,070
Non-current portion:	
- Hire purchase and finance lease liabilities, repayment more than 1 year	
- later than one year not later than five years	875
- Borrowings:	
- repayable between one and two years	118,494
- repayable between two and five years	1,903
- repayable after five years	171,551
	292,823
Current portion:	
- Hire purchase and finance lease liabilities, repayment less than 1 year	1,514
- Borrowings, repayable within one year	58,733
	60,247
	353,070

B10 Financial Instruments

The Group has entered into forward foreign exchange contracts to manage the exposure to foreign exchange risk when the Company and its subsidiaries enter into transactions that are not denominated in their functional currencies.

Forward foreign exchange contracts are recognised on the contract dates and are measured at fair value with changes in fair value recognised in profit or loss.

There is not outstanding forward foreign exchange contracts as at 23 November 2011.

There have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives and policies since the previous financial year end.

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 Realized and unrealized losses disclosure

The Group's realized and unrealized accumulated losses disclosure are as follows:

	Accumulated period ended 30.9.2011 RM'000	Accumulated period ended 30.6.2011 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised	(503,533)	(486,157)
- Unrealised	2,181	19,938
Total share of accumulated losses from associates:		
- Realised	-	-
- Unrealised	-	-
Consolidation adjustments	159,679	148,870
Total Group accumulated losses	<u>(341,673)</u>	<u>(317,349)</u>

B14 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		9 months period ended	
	30/9/2011	30/9/2010	30/9/2011	30/9/2010
Loss attributable to ordinary equity holders of the Company (RM'000)	(24,324)	(13,712)	(58,570)	(56,824)
Weighted average numbers of ordinary shares in issue of RM0.20 par each ('000)	657,753	657,654	657,753	657,654
Basic loss per share (sen)	<u>(3.7)</u>	<u>(2.1)</u>	<u>(8.9)</u>	<u>(8.6)</u>

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)
 Tai Siew May (MAICSA 7015823)
 Company Secretaries
 Kuala Lumpur
 23-Nov-11