

NEXTNATION COMMUNICATION BERHAD
(Company No. 660055-H)
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 31 JULY 2012**

NEXTNATION COMMUNICATION BERHAD

Company No. 660055-H
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 JULY 2012**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 JUL 2012 RM	PRECEDING YEAR CORRESPONDING QUARTER 31 JUL 2011 RM	CURRENT YEAR TO-DATE 31 JUL 2012 RM	PRECEDING YEAR CORRESPONDING PERIOD 31 JUL 2011 RM
Revenue		16,607,339	14,483,049	16,607,339	14,483,049
Operating expenses		(14,536,666)	(14,112,254)	(14,536,666)	(14,112,254)
Profit from operations		2,070,673	370,795	2,070,673	370,795
Depreciation and amortisation		(600,577)	(872,823)	(600,577)	(872,823)
Finance costs		(89,491)	(143,955)	(89,491)	(143,955)
Interest income		14,798	19,754	14,798	19,754
Gain on disposal of subsidiary company		-	3,998,211	-	3,998,211
Profit before taxation		1,395,403	3,371,982	1,395,403	3,371,982
Taxation	B4	(90,000)	-	(90,000)	-
Profit for the period		1,305,403	3,371,982	1,305,403	3,371,982
Other comprehensive gain/ (loss)					
Foreign currency translation		(1,057,328)	1,189,551	(1,057,328)	1,189,551
Total comprehensive income/ (loss) for the period		248,075	4,561,533	248,075	4,561,533
Profit for the period attributable to:					
Owners of the parent		1,270,992	3,154,766	1,270,992	3,154,766
Non-controlling interests		34,411	217,216	34,411	217,216
Profit for the period		1,305,403	3,371,982	1,305,403	3,371,982
Total comprehensive income/ (loss) attributable to:					
Owners of the parent		1,190,754	4,344,317	1,190,754	4,344,317
Non-controlling interests		(942,679)	217,216	(942,679)	217,216
Total comprehensive income/(loss) for the period		248,075	4,561,533	248,075	4,561,533
Earnings per share attributable to owners of the parent (sen):-					
- Basic (sen)	B13	0.21	0.76	0.21	0.76
- Diluted (sen)		-	-	-	-

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 April 2012 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 15)

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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 JULY 2012**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AT 31 JUL 2012 (UNAUDITED) RM	AT 30 APRIL 2012 (AUDITED) RM
ASSETS		
Non-current assets		
Property, plant and equipment	38,808,357	23,053,912
Research and development expenditure	5,204,901	5,247,475
Intangible assets	1,169,013	1,169,013
Goodwill on consolidation	920,473	920,473
Total non-current assets	<u>46,102,744</u>	<u>30,390,873</u>
Current assets		
Trade and other receivables	52,245,909	51,354,519
Amount due from associate company	3,821,304	2,229,070
Tax recoverable	583,251	585,517
Assets held for sale	15,614,084	16,197,366
Fixed deposits with a licensed bank	578,527	578,527
Cash and bank balances	4,771,027	4,375,094
Total current assets	<u>77,614,102</u>	<u>75,320,093</u>
Total assets	<u><u>123,716,846</u></u>	<u><u>105,710,966</u></u>
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the parent:		
Share capital	59,459,400	45,738,000
Reserves	31,842,140	(706,952)
Retained earnings	9,091,081	32,975,989
	<u>100,392,621</u>	<u>78,007,037</u>
Non-controlling interests	<u>(1,029,253)</u>	<u>(4,975)</u>
Total equity	<u><u>99,363,368</u></u>	<u><u>78,002,062</u></u>
LIABILITIES		
Non-current liabilities		
Finance lease payables	457,249	475,929
Term loans	5,134,331	5,240,508
Retirement benefits	109,530	109,530
Total non-current liabilities	<u>5,701,110</u>	<u>5,825,967</u>
Current liabilities		
Trade and other payables	14,392,434	16,905,537
Amount due to associate company	131,985	114,329
Finance lease payables	236,859	306,803
Term loans	476,281	485,188
Liabilities directly associate with assets held for sale	1,959,296	2,569,366
Bank overdraft	1,455,513	1,501,714
Total current liabilities	<u>18,652,368</u>	<u>21,882,937</u>
Total liabilities	<u><u>24,353,478</u></u>	<u><u>27,708,904</u></u>
Total equity and liabilities	<u><u>123,716,846</u></u>	<u><u>105,710,966</u></u>
Net assets per share attributable to ordinary equity holders of the Company (sen)	<u><u>16.88</u></u>	<u><u>17.06</u></u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 April 2012 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 15)

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ENDED 31 JULY 2012

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

	----- Attributable to owners of the parent ----->						Non-controlling interests RM	Total equity RM
	Non-Distributable			Distributable				
	Share capital RM	Share premium RM	Share warrants	Translation reserve RM	Retained earnings RM	Total RM		
At 1 May 2012	45,738,000	6,182,540	-	(6,889,492)	32,975,989	78,007,037	(4,975)	78,002,062
Increased in share capital during the financial period	13,721,400	3,016,863	-	-	-	16,738,263	-	16,738,263
Additional in share warrants during the financial period	-	-	25,155,900	-	(25,155,900)	-	-	-
Foreign currency translation Profit for the financial period	-	-	-	4,376,329	-	4,376,329	(1,058,689)	3,317,640
	-	-	-	-	1,270,992	1,270,992	34,411	1,305,403
Total comprehensive income for the financial period	-	-	-	4,376,329	1,270,992	5,647,321	(1,024,278)	4,623,043
At 31 Jul 2012	<u>59,459,400</u>	<u>9,199,403</u>	<u>25,155,900</u>	<u>(2,513,163)</u>	<u>9,091,081</u>	<u>100,392,621</u>	<u>(1,029,253)</u>	<u>99,363,368</u>
At 1 May 2011	41,580,000	5,558,840	-	(6,659,506)	24,998,137	65,477,471	2,112,179	67,589,650
Foreign currency translation Profit for the financial period	-	-	-	1,189,551	-	1,189,551	-	1,189,551
	-	-	-	-	3,154,765	3,154,765	217,216	3,371,981
Total comprehensive income for the financial period	-	-	-	1,189,551	3,154,765	4,344,316	217,216	4,561,532
At 31 Jul 2011	<u>41,580,000</u>	<u>5,558,840</u>	<u>-</u>	<u>(5,469,955)</u>	<u>28,152,902</u>	<u>69,821,787</u>	<u>2,329,395</u>	<u>72,151,182</u>

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 April 2012 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 15)

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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)

	CUMULATIVE QUARTER	
	CURRENT YEAR TO-DATE 31 JUL 2012	PRECEDING YEAR CORRESPONDING PERIOD 31 JUL 2011
	RM	RM
Cash flows from operating activities		
Profit before taxation	1,395,403	3,371,982
Adjustments for non-cash flow:		
Non-cash items	600,577	1,103,008
Finance costs	89,412	204,784
Interest income	(14,798)	(19,754)
Operating profit before working capital changes	<u>2,070,594</u>	<u>4,660,020</u>
Changes in working capital:		
Net change in current assets	(2,465,969)	(3,477,012)
Net change in current liabilities	795,865	465,006
Cash generated from operations	<u>400,490</u>	<u>1,648,014</u>
Finance costs	(149,382)	(204,784)
Interest income	14,798	19,754
Income tax refund	2,266	-
Net cash from operating activities	<u>268,172</u>	<u>1,462,984</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(16,251,148)	(127,065)
Research and development expenditure paid	-	(215,662)
Proceeds from disposal of property, plant and equipment	-	2,850
Net cash used in investing activities	<u>(16,251,148)</u>	<u>(339,877)</u>
Cash flows from financing activities		
Issued of share capital	16,738,263	-
Repayment of finance payables	(105,094)	(109,536)
Repayment of term loans	(224,180)	(728,187)
Net cash used in financing activities	<u>16,408,989</u>	<u>(837,723)</u>
Net decrease in cash and cash equivalents	426,013	285,384
Cash and cash equivalents at 1 May	2,873,380	2,037,050
Translation differences	16,121	1,117,670
Cash and cash equivalents at end of period	<u>3,315,514</u>	<u>3,440,104</u>
Cash and cash equivalents comprise of :-		
Cash and bank balances	4,261,027	3,738,152
Fixed deposit with a licensed bank	510,000	562,223
Bank overdraft	(1,455,513)	(860,273)
	<u>3,315,514</u>	<u>3,440,102</u>

(The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 30 April 2012 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 15)

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NOTES TO THE INTERIM FINANCIAL REPORT

**A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING
STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING**

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with FRS 134 “Interim Financial Reporting” and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the latest audited financial statements of Nextnation Communication Berhad (“Nextnation” or the “Company”) and its subsidiaries (“Group”) for the financial year ended 30 April 2012.

The accounting policies adopted by the Group in this interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 April 2012.

A2. Qualification of financial statements

There was no audit qualification reported in the audited financial statements of the Group for the financial year ended 30 April 2012.

A3. Seasonal or cyclical factors

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current quarter under review.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

A5. Material changes in estimates

There were no changes in the nature and amount of estimates reported in prior financial years that have a material effect in the current quarter under review.

A6. Debts and equity securities

There were no issuance, repurchase, cancellation, resale, and repayment of debt and equity securities of the Company for the current quarter under review.

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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
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There was no dividend paid during the current quarter under review.

A8. Segmental information

The segmental analysis of revenue and profit before taxation of the Group for the financial period ended 31 July 2012 is tabulated below:

Segment	Malaysia RM	Other Countries RM	Elimination RM	Total RM
Revenue	7,923,887	9,211,849	(528,397)	16,607,339
Profit before taxation	1,728,469	(333,066)	-	1,395,403

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A10. Material events subsequent to the end of the quarter

There are no material events subsequent to the quarter ended 30 April 2012.

A11. Changes in composition of the Group

Other than as disclosed below, there were no changes in the composition of the Group during the financial year as at 27 September 2012.

a) Disposal of 40% equity interest in PT Nextnation Prisma (“PTNP”)

On 4 May 2011, Nextnation Interactive Sdn. Bhd. (“NI”), a wholly-owned subsidiary of Nextnation had entered into a Management Buyout Agreement to dispose its 40% equity interest, representing 40,000 ordinary shares of PTNP, to Hendra Widjaja and Rafli bin Ridwan for a total consideration of RM3,553,700. Upon completion of the disposal, PTNP shall become an associate company of NI.

b) Disposal of 100% equity interest in Vinamob Venture Company Limited (“Vinamob”)

On 16 July 2012, Godynamic Investments Limited (“GIL”), a subsidiary of Nextnation had entered into a Letter of Intent to dispose its 100% equity interest, representing 100,000 ordinary shares of Vinamob to Lifenote Inc. for a total consideration of USD200,000 (RM628,000).

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A11. Changes in composition of the Group (cont'd)

Other than as disclosed below, there were no changes in the composition of the Group during the financial year as at 27 September 2012 (cont'd).

c) Disposal of 100% equity interest in NI

On 1 August 2012, Nextnation Network Sdn. Bhd., a wholly-owned subsidiary of Nextnation had entered into a Share Sale and Purchase Agreement to dispose its 100% equity interest, representing 100,000 ordinary shares of NI to Vision Eagle Holdings Limited for a total consideration of RM13,000,000.

A12. Contingent assets or liabilities

Save as disclosed below, the Company does not have any contingent assets or liabilities as at 27 September 2012.

	RM
<u>Contingent liability :</u>	
Corporate guarantee granted to a subsidiary company	<u>3,332,420</u>

A13. Capital commitments

There were no capital commitments as at 27 September 2012.

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**ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING
REQUIREMENTS OF BURSA SECURITIES**

B1. Review of performance

(a) Performance of the current quarter against the preceding quarter

For the current quarter ended 31 July 2012, the Group recorded revenue of RM16.6 million as compared to RM15.5 million which recorded in the previous quarter ended 30 April 2012. The Group's revenue increased by 7.1% as a result of slight increase in sales in Other Countries especially Indonesia for the Company's products and services.

The Group recorded a profit before taxation of RM1.4 million for the current quarter ended 31 July 2012 as compared to profit before taxation of RM5.2 million recorded in the previous quarter ended 30 April 2012. The significant decrease in profit before taxation was mainly due to gain recorded in Malaysia from the disposal of a subsidiary company and the disposal of a property by a subsidiary company amounted to RM3.4 million and RM1.3 million, respectively in preceding quarter.

(b) Performance of the financial year-to-date against preceding year corresponding period

The Group's revenue of RM16.6 million in the current 3-month financial period ended 31 July 2012 as compared to RM14.5 million reported in the previous year corresponding period. The Group's revenue increased by 14.5% was mainly due to the increase in sales of the Group's products and services.

The Group recorded a profit before taxation of RM1.4 million in the current 3-month financial period ended 31 July 2012 as compared to RM3.4 million reported in the previous year corresponding period. The significant decrease was mainly due to the gain recorded in Malaysia from the disposal of a subsidiary company amounted to RM3.4 million in preceding year corresponding period.

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B1. Review of performance (cont'd)

(c) Performance of the current quarter/ period against the preceding year corresponding quarter/ period

The Group's revenue of RM16.6 million in the current 3-month financial period ended 31 July 2012 as compared to RM14.5 million reported in the previous year corresponding period. The Group's revenue increased by 14.5% was mainly due to the increase in sales of the Group's products and services.

The Group recorded a profit before taxation of RM1.4 million in the current 3-month financial period ended 31 July 2012 as compared to RM3.4 million reported in the previous year corresponding period. The significant decrease was mainly due to the gain recorded in Malaysia from the disposal of a subsidiary company amounted to RM3.4 million in preceding year corresponding quarter/period.

B2. Current year's prospect

The prospect for the current year looks promising for the Group despite local election sentiment, sovereign debt concerns in Europe, uncertain US economy, and rising material and food cost. Despite the challenges ahead, the Group is marching for the current financial year with full confidence. The Group will leverage the strength from proven technologies, strong global presence and absolute commitment to innovation. In summary, the newly developed M2CEP key component is well-positioned for its next phase of growth in international and domestic markets. The new outsource data hosting & processing business is expected to perform well in the enterprise software sector, in this regard, we are fully equipped to take advantage of such opportunities. With the continued commitment of the team, the Group is confident that the growth would be positive and sustained.

B3. Variance of actual profit from forecast profit

The Group has not published or issued any profit forecast for the current period and financial year as at 27 September 2012.

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	Quarter ended 31.07.2012 RM	Financial period ended 31.07.2012 RM
Amortisation of research & development	42,574	42,574
Depreciation of property, plant and equipment	558,003	558,003
Gain on disposal of asset held for sale	-	-
Gain on disposal of property, plant equipment	-	-
Gain or loss on derivatives	-	-
Impairment of assets	-	-
Interest expense	89,412	89,412
Interest income	(14,798)	(14,798)
Other income excluding interest income	(10,059)	(10,059)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Realised loss on foreign exchange	6,036	6,036

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to-date	Preceding year corresponding period
	31.07.2012 RM	31.07.2011 RM	31.07.2012 RM	31.07.2011 RM
Current period's provision	-	-	-	-
Under provision	(90,000)	-	(90,000)	-
Total	(90,000)	-	(90,000)	-

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- (a) As at 27 September 2012, being the latest practicable date of this Report, there were no other corporate proposals announced by the Company and completion.
- (b) The Company had proposed the following:
- (i) Bonus issue entitlement of 45,738,000 warrants on the basis of one (1) warrant for every ten (10) existing ordinary shares of RM0.10 each in the Company held on 15 May 2012. The bonus issue had been completed on 23 May 2012; and
- (ii) Private placement of 137,214,000 new shares, representing 30% of the issued and paid-up shares capital of the Company, together with 205,821,000 free detachable warrants on the basis of three (3) placement warrants for every two (2) placement shares subscribed. The details of the proposed utilisation of the proceeds raised from the Private Placement is as follows:

	RM'000	Expected time frame for utilisation of proceeds (from the date of listing of the Placement Shares)
To part finance the Proposed Acquisition	3,000	Within 6 months
To part finance capital expenditure	11,247	Within 12 months
For working capital purposes	2,191	Within 12 months
Estimated expenses in relation to the Proposed Private Placement	300	Within 1 month
Total proceeds	16,738	

The private placement with free detachable warrants had been completed on 23 July 2012.

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Save as disclosed below, the Group does not have any loan outstanding or created, convertible debt securities, mortgages or charges outstanding as at 31 July 2012.

Secured borrowings	Payable within 12 months	Payable after 12 months
Denominated in		
Malaysian Ringgit	427,856	3,523,009
Indonesia Rupiah	864,499,347 <i>(equivalent to RM285,284)</i>	6,268,397,798 <i>(equivalent to RM2,068,571)</i>

The above borrowings are in both the Malaysian and Indonesian currencies. There has been no default on payment of either interest and/or principal sum, in respect of the abovementioned borrowings throughout the past one (1) financial year.

B8. Off balance sheet financial instruments

The Group does not have any off balance sheet financial instruments as at 27 September 2012.

B9. Realised and unrealised profits

	As at 31.07.2012 RM	As at 30.04.2012 RM
Total accumulated profits/losses of the Company and its subsidiary companies:		
- Realised	12,340,873	(6,895,532)
- Unrealised	(467)	(508,001)
	12,340,406	(7,403,533)
Total share of accumulated losses from the associate company:		
- Realised	(3,249,325)	(1,359,019)
	9,091,081	(8,762,522)
Less: Consolidation adjustments	-	41,738,541
Total retained earnings as per Consolidated Statements of Financial Position	9,091,081	32,975,989

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B10. Material litigation

On 22 January 2009, a wholly-owned subsidiary of the Company, Usape Nelson Wireless Sdn Bhd (“Usape” or “Plaintiff”) served a Writ of Summons and Statement of Claim on Macro Kiosk Berhad claiming for RM20,046,338.52 (“MKB” or “Defendant”) due to breach of a Partnership Agreement entered into between Usape and MKB, dated 2 July 2004, breach of trust, losses and damages. On 10 March 2009, the Defendant entered their Statement of Defence. The Plaintiff thereon had filed an application for interim payment on 21 July 2009 to seek the Court’s order for the Defendant to pay RM1,028,017.07 prior to the full disposal of the trial. The Plaintiff’s application was allowed by the Court on 13 January 2010 and the interim payment of RM1,028,017.07 has been made by the Defendant accordingly.

On 30 April 2010, all cause papers were filed in the High Court and preparations for a full trial were completed. The trial was held on 23 & 24 February 2011.

On 14 April 2011, the Court dismissed the Plaintiff’s claims for loss of profit and exemplary damages on the grounds that there was insufficient evidence provided by the witness and documents on the said claim (“Judgment”).

Defendant (MKB) had also filed a Bill of Cost on the Judgment made on 14 April 2011 and the Hearing for the said Bill of Cost has been fixed on 16 August 2011 where it was not attended by Usape’s solicitor and again on 23 August 2011 whereby it was also not attended by Usape’s solicitor. The court thereafter rewarded the Bill of Cost to Defendant on 23 August 2011 amounting to RM338,009.30 and an Alokatur for the sum of RM27,046.00.

Usape had on 11 November 2011 appoint a new Solicitor (Messrs Hafarizam Wan & Aisha Mubarak) to take over the conduct of this matter from the previous solicitors Messrs L Y LU & Co. and thereafter had instructed the new solicitors to file the following:-

1. a Notice to file an Appeal out of time to the High Court Judgment made on 14 April 2011;
2. a Summons in Chambers to Strike out the Defendant’s Order on the Bill of Costs dated 23 August 2011.

On 13 December 2011, Usape had been served with a Notice of Winding-Up under section 218 of the Companies Act 1965 dated 5 December 2011 by Messrs Skrine (solicitors for Macro Kiosk Bhd). The 218 Notice was to execute the Defendant’s Order on the Bill of Cost dated 23 August 2011 where the Defendant demand for payment in the sum of RM374,496.73 in total within three (3) weeks from the date of receipt of the same.

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B10. Material litigation (cont'd)

Usape had been advised to write to Messrs Skrine to stay all proceedings until Usape's Applications to Court of Appeal and High Court is cleared. Usape had vide its solicitors Messrs Hafarizam Wan & Aisha Mubarak written a letter dated 30 December 2011 confirming of a stay of the Section 218 Companies Act, 1965 Notice until the completion of the application for the setting aside of the bill of costs.

The Defendant (MKB) had vide its solicitors filed an application for Security for Costs which was fixed for hearing on 19 January, 2012. On 19 January, 2012, the Court had postponed the matter to 1 March 2012 pending the exhaustion by the Parties of all Affidavits and Skeletal Submissions.

On 1 March 2012, the Court had fixed the matter for decision on 29 March 2012 pending a filing by the Parties of respective reply to Written Submissions duly filed. The Court had dismissed the Security for Costs application with no order as to costs.

The Court of Appeal had on 12 April 2012 heard the Company application for extension of time and has dismissed the application with costs of RM1,000.

The High Court has also fixed the hearing of the Application for the setting aside of the Allocatur order on 9 May 2012. On 9 May 2012, the High Court had fixed the matter for decision on 17 May 2012. The Court had on 17 May 2012 allowed the Company's application to set aside the Allocatur Order with no order as to costs.

On 28 May 2012, the Company had vide its Solicitors, Messrs Hafarizam Wan & Aisha Mubarak, filed in a Motion for Leave to Appeal to the Federal Court and is currently still waiting for a hearing date from the Federal Court.

The Defendant had 4 June 2012 forwarded their sealed Notice for Hearing to fix Costs which was fixed for hearing on 20 June 2012. The Court had on 20 June 2012 ordered the Parties to file their Written Submissions for the hearing on 26 July 2012 and subsequently fixed for decision on 10 September 2012.

On 10 September 2012, the Court has awarded a getting up fees of RM45,000 with an interest thereon at the rate of 4% per annum from the date of Judgment until the date of settlement. The Court has further fixed 18 September 2012 for clarification for agreed amount on all other items to the Cost.

On 18 September 2012, after clarification, the Court further awarded an ancillary costs of RM15,107.80 and an allocator fees of RM4,814.00 to the Defendant.

B11. Dividend

There is no dividend declared for the current quarter under review.

NEXTNATION COMMUNICATION BERHADCompany No. 660055-H
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 JULY 2012****B12. Earnings per share**

The basic earnings per share for the current quarter ended 31 January 2012 has been calculated based on the net profit for the period attributable to ordinary equity holders of the Company divided by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31.07.2012	Preceding year corresponding quarter 31.07.2011	Current year to-date 31.07.2012	Preceding year corresponding period 31.07.2011
Net profit for the period attributable to the ordinary equity holder of the Company (RM'000)	1,271	3,155	1,271	3,155
Weighted average number of ordinary shares in issue ('000)	458,099	415,800	458,099	415,800
Basic profit earnings per share attributable to equity holders of the Company (sen)	0.21	0.76	0.21	0.76