

Berjaya Sports Toto Berhad

(Company no: 9109-K)

Date: 15 March 2011

Subject: **UNAUDITED QUARTERLY FINANCIAL REPORT FOR
THE PERIOD ENDED 31 JANUARY 2011**

<u>Table of contents</u>	Page
Condensed Consolidated Statement of Financial Position	1
Condensed Consolidated Income Statement	2
Condensed Consolidated Statement of Comprehensive Income	3
Condensed Consolidated Statement of Changes in Equity	4
Condensed Consolidated Statement of Cash Flow	5
Notes to the Quarterly Financial Report	6 - 11
Additional Information Required by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad	12 - 15

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group	
	31-01-2011	30-4-2010
	RM'000	RM'000 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	91,787	96,701
Other investments	28,343	23,119
Investment properties	78,593	74,231
Investment in associated companies	3,144	3,571
Deferred tax assets	7,813	9,674
Intangible assets	643,037	643,986
	852,717	851,282
Current assets		
Inventories	7,133	8,476
Receivables	136,842	101,699
Tax recoverable	81	5,999
Short term investments	3,821	5,566
Deposits, cash and bank balances	327,939	257,462
	475,816	379,202
Asset classified as held for sale	-	1,100
	475,816	380,302
TOTAL ASSETS	1,328,533	1,231,584
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital (par value per share : RM0.10)	135,103	135,103
Capital reserve	21,327	21,327
Exchange reserve	(113)	6,111
Available-For-Sale ("AFS") reserve	5,318	-
Retained earnings	320,285	344,277
Equity funds	481,920	506,818
Less : Treasury shares	(57,341)	(57,341)
Net equity funds	424,579	449,477
Non-controlling interests	22,291	15,074
Total equity	446,870	464,551
Non-current liabilities		
Retirement benefit obligations	1,729	1,402
Borrowings	-	305,000
Medium Term Notes	550,000	-
Deferred tax liabilities	2,129	2,129
Deferred income	13	-
Other long term liabilities	930	1,111
	554,801	309,642
Current liabilities		
Provisions	89	134
Payables	305,220	278,030
Borrowings	-	145,000
Tax payable	21,553	34,227
Total current liabilities	326,862	457,391
Total liabilities	881,663	767,033
TOTAL EQUITY AND LIABILITIES	1,328,533	1,231,584
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.32	0.34

Notes:

The net assets per share is calculated based on the following:

Net equity funds divided by the number of outstanding shares in issue with voting rights.

The annexed notes form an integral part of this quarterly financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended			9 months ended		
	31-01-2011 RM'000	31-01-2010 RM'000	+/<-> %	31-01-2011 RM'000	31-01-2010 RM'000	+/<-> %
REVENUE	851,166	850,759	0.0	2,532,351	2,534,029	(0.1)
PROFIT FROM OPERATIONS	166,845	145,337	14.8	380,757	441,065	(13.7)
Investment related income	2,420	713	239.4	6,118	6,473	(5.5)
Investment related expenses	-	505	(100.0)	(211)	(27)	681.5
Finance costs	(7,713)	(7,296)	5.7	(28,408)	(18,677)	52.1
Share of results of associated companies	(59)	-	100.0	(425)	-	100.0
PROFIT BEFORE TAX	161,493	139,259	16.0	357,831	428,834	(16.6)
INCOME TAX EXPENSE	(43,781)	(40,597)	7.8	(107,654)	(125,502)	(14.2)
PROFIT FOR THE PERIOD	117,712	98,662	19.3	250,177	303,332	(17.5)
PROFIT ATTRIBUTABLE TO:						
Equity holders of the parent	114,875	97,851	17.4	243,913	300,847	(18.9)
Non-controlling interests	2,837	811	249.8	6,264	2,485	152.1
	117,712	98,662	19.3	250,177	303,332	(17.5)
EARNINGS PER SHARE (SEN)						
-Basic	8.59	7.29	17.8	18.24	22.86	(20.2)
-Diluted	8.59	7.29	17.8	18.24	22.86	(20.2)
DIVIDEND PER SHARE (SEN)						
- First interim	-	-		8.00	19.00	
- Second interim	-	-		4.00	-	
- Third interim	6.00	-		6.00	-	
- Share dividend	-	-		-	30.50	

The annexed notes form an integral part of this quarterly financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended			9 months ended		
	31-01-2011	31-01-2010	+/->	31-01-2011	31-01-2010	+/->
	RM'000	RM'000	%	RM'000	RM'000	%
PROFIT AFTER TAXATION	117,712	98,662	19.3	250,177	303,332	(17.5)
OTHER COMPREHENSIVE INCOME						
Gain on changes in fair value						
of available-for-sale investments	3,354	-	100.0	2,795	-	100.0
Effects of foreign exchange differences	(7,310)	3,488	N/A	(5,271)	(151)	3,390.7
TOTAL COMPREHENSIVE INCOME						
FOR THE PERIOD	113,756	102,150	11.4	247,701	303,181	(18.3)
TOTAL COMPREHENSIVE INCOME						
ATTRIBUTABLE TO:						
Equity holders of the parent	110,684	100,253	10.4	240,484	299,397	(19.7)
Non-controlling interests	3,072	1,897	61.9	7,217	3,784	90.7
	113,756	102,150	11.4	247,701	303,181	(18.3)

The annexed notes form an integral part of this quarterly financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Parent							
	Share capital RM'000	Treasury shares RM'000	AFS reserve RM'000	Reserves		Total to holders of parent company RM'000	Non-controlling interests RM'000	Total equity RM'000
				Non-distributable RM'000	Distributable RM'000			
At 1 May 2010	135,103	(57,341)	-	27,438	344,277	449,477	15,074	464,551
Effects of adopting FRS 139 (Note A1)	-	-	2,523	-	(405)	2,118	-	2,118
	135,103	(57,341)	2,523	27,438	343,872	451,595	15,074	466,669
Total comprehensive income for the period	-	-	2,795	(6,224)	243,913	240,484	7,217	247,701
	135,103	(57,341)	5,318	21,214	587,785	692,079	22,291	714,370
Distribution of dividends	-	-	-	-	(267,500)	(267,500)	-	(267,500)
At 31 January 2011	135,103	(57,341)	5,318	21,214	320,285	424,579	22,291	446,870
At 1 May 2009	135,103	(406,099)	-	240,487	513,456	482,947	15,959	498,906
Total comprehensive income for the period	-	-	-	(1,450)	300,847	299,397	3,784	303,181
	135,103	(406,099)	-	239,037	814,303	782,344	19,743	802,087
Share buyback	-	(34,556)	-	-	-	(34,556)	-	(34,556)
Adjustment due to the parent's increased equity interest in a foreign subsidiary company	-	-	-	-	-	-	(7,222)	(7,222)
Distribution of treasury shares as share dividend	-	383,314	-	(207,431)	(175,883)	-	-	-
Distribution of dividends	-	-	-	-	(376,800)	(376,800)	-	(376,800)
At 31 January 2010	135,103	(57,341)	-	31,606	261,620	370,988	12,521	383,509

The annexed notes form an integral part of this quarterly financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	9-month ended 31-01-2011 RM'000	9-month ended 31-01-2010 RM'000
OPERATING ACTIVITIES		
Receipts from customers	2,700,303	2,716,068
Payments to prize winners, suppliers, duties, taxes and other operating expenses	(2,439,965)	(2,377,838)
Other receipts	6,075	8,740
Net cash generated from operating activities	266,413	346,970
INVESTING ACTIVITIES		
Net proceeds from disposal of property, plant and equipment	335	508
Net proceeds from disposal of investments	4,651	6,429
Net proceeds from disposal of an investment property	889	-
Acquisition of additional equity interest in a subsidiary company	-	(33,959)
Acquisition of investment in an associated companies	-	(7)
Acquisition of property, plant and equipment	(10,701)	(10,812)
Acquisition of investment properties	(4,362)	(440)
Acquisition of other investments	(2,906)	(8,084)
Interest received	5,712	3,454
Other payments from investing activities	(2,399)	(46,166)
Net cash used in investing activities	(8,781)	(89,077)
FINANCING ACTIVITIES		
Drawdown of bank borrowings	-	380,000
Issuance of Medium Term Notes	550,000	-
Repayment of bank borrowings	(450,000)	(122,686)
Treasury shares acquired	-	(34,556)
Payment of hire purchase liabilities	(161)	-
Dividends paid	(265,871)	(432,917)
Interest paid on bank borrowings	(20,307)	(25,722)
Net cash used in financing activities	(186,339)	(235,881)
NET INCREASE IN CASH AND CASH EQUIVALENTS	71,293	22,012
CASH & CASH EQUIVALENTS AT 1 MAY	257,462	230,475
Exchange difference	(816)	(1,028)
CASH & CASH EQUIVALENTS AT 31 JANUARY	327,939	251,459
	9-month ended 31-01-2011 RM'000	9-month ended 31-01-2010 RM'000
Cash and cash equivalents carried forward comprise the following:		
Cash and bank balances	49,154	48,640
Deposits with financial institutions	278,785	202,819
	327,939	251,459

The annexed notes form an integral part of this quarterly financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
NOTES TO THE QUARTERLY FINANCIAL REPORT

A1 The quarterly financial report is not audited and has been prepared in compliance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 30 April 2010. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Company since the year ended 30 April 2010.

Changes in Accounting Policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2010, except for the adoption of the following new and revised Financial Reporting Standards (FRSs), Amendments to FRSs, Interpretations and Technical releases which were effective for the financial periods beginning on or after 1 May 2010:

Effective for financial periods beginning on or after 1 July 2009

- FRS 8: Operating Segments

Effective for financial periods beginning on or after 1 January 2010

- FRS 4: Insurance Contracts
- FRS 7: Financial Instruments: Disclosures
- FRS 101: Presentation of Financial Statements (revised)
- FRS 123: Borrowing Costs
- FRS 139: Financial Instruments: Recognition and Measurement
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards and FRS 127: 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 5: Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 8: Operating Segments
- Amendments to FRS 108: Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to FRS 117: Leases
- Amendments to FRS 119: Employee Benefits
- Amendments to FRS 120: Accounting for Government Grants and Disclosure of Government Assistance
- Amendments to FRS 123: Borrowing Costs
- Amendments to FRS 127: Consolidated and Separate Financial Statements
- Amendments to FRS 128: Investments in Associates
- Amendments to FRS 129: Financial Reporting in Hyperinflationary Economies
- Amendments to FRS 131: Interests in Joint Ventures
- Amendments to FRS 132: Financial Instruments: Presentation
- Amendments to FRS 134: Interim Financial Reporting
- Amendments to FRS 138: Intangible Assets
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and IC Interpretation 9: Reassessment of Embedded Derivatives
- Amendments to FRS 140: Investment Property
- Amendments to FRSs 'Improvements to FRSs (2009)

A1 Changes in Accounting Policies (con'td)

- IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 10: Interim Financial Reporting and Impairment
- IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions
- IC Interpretation 13: Customer Loyalty Programmes
- IC Interpretation 14: FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
- Technical Release i - 3: Presentation of Financial Statements of Islamic Financial Institutions

Effective for financial periods beginning on or after 1 March 2010

- Amendments to FRS 132: Classification of Rights Issues

Unless otherwise described below, the new FRSs, Amendments to FRS, Interpretations and Technical Releases above are expected to have no significant impact on the financial statements of the Company upon their initial application except for the changes in presentation and disclosures of financial information arising from the adoption of all the above FRSs, Amendments to FRSs, Interpretations and Technical Releases.

(a) FRS 8: Operating Segments

FRS 8 requires identification and reporting of operating segments based on internal reports that are regularly reviewed by the entity's chief operating decision maker in order to allocate resources to the segment and assess its performance.

The Group presents its segment information based on its business segments for its internal reports purposes and the format, basis of measurement of segment results, segment assets and segment liabilities are the same as that for external reporting purposes.

As this is a disclosure standard, there is no impact on the financial position or financial performance of the Group.

(b) 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 will now only include details of transactions with owners. All non-owners changes in equity are presented as a single line labelled as total comprehensive income.

The standard also introduces the statement of comprehensive income; presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, either in one single statement, or in two linked statements. The Group has elected to present in two linked statements. In addition, the adoption of the standards has resulted in consolidated balance sheet now renamed as consolidated statement of financial position.

There is no impact on the results of the Group since these changes affects only the presentation of items of income and expenses.

A1 (c) Amendments to FRS 117: Leases

The Amendments clarifies the classification of lease of land and requires entities with leases of land to reassess the classification of leasehold land as finance lease or operating lease based on the extend of risks and rewards associated with the land. Leasehold land which in substance is a finance lease will be reclassified to property, plant and equipment. The adoption of this Amendment has resulted in a change in accounting policy which is applied retrospectively in accordance with the transitional provisions. The Company has reclassified the existing leasehold land to property, plant and equipment, with no impact on reported profit or equity. However, as a result of the adoption of the Amendments, comparative balances as at 30 April 2010 has been restated as follows:

30 April 2010	As previously reported RM'000	Reclassification RM'000	As restated RM'000
Prepaid land lease payments	2,667	(2,667)	-
Receivables	101,737	(38)	101,699
Property, plant and equipment	93,996	2,705	96,701

(d) FRS 139: Financial Instruments - Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the reporting date reflects the designation of the financial instruments.

Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, loans and receivables, held to maturity investments, available-for-sale ("AFS") financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial assets include trade and other receivables, short term investments and investments available-for-sale.

i) Financial, trade and other receivables

Prior to the adoption of FRS 139, financial, trade and other receivables were stated at gross receivables less provision for doubtful debts. Under FRS 139, these receivables are initially measured at fair value plus transaction costs and subsequently at amortised cost using effective interest rate (EIR) method. Gain and losses arising from the derecognition of the receivables, EIR amortisation and impairment losses are recognised in the income statement.

ii) Investment available-for-sale

Prior to the adoption of FRS 139, non-current investments were accounted for at cost less impairment loss (if any). Under FRS 139, investments available-for-sale are measured at fair value. Equity investments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost. Changes in fair values of equity investments of which fair value can be reliably measured are recognised in other comprehensive income, together with the related currency translation differences, until the investments are disposed of or until the investments are determined to be impaired, at which time the cumulative gain or loss previously reported in other comprehensive income are included in the income statement.

A1 Financial liabilities

Financial liabilities are classified as financial liabilities at fair values through profit or loss, loans and borrowings at amortised cost, or as derivatives designated as hedging instruments in an effective hedge as appropriate. The Group's financial liabilities include trade and other payables and borrowings. Under FRS 139, these financial liabilities are measured initially at fair value and subsequently carried at amortised cost using EIR method.

Financial Impact

In accordance with the transitional provisions for first time adoption of FRS 139, the above changes are applied prospectively and the comparatives as at 30 April 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the statement of financial position as at 1 May 2010.

	As previously reported RM'000	Effects of adoption of FRS 139 RM'000	As restated RM'000
Other investments - available for sale	23,119	2,523	25,642
Financial receivables	101,737	(406)	101,331
Financial payables			
- current	240,828	37,148	277,976
- non-current	38,313	(37,202)	1,111
Deferred income	-	52	52
Retained earnings	344,277	(405)	343,872
AFS reserve	-	2,523	2,523

Other than the adjustments made to the opening balances shown above, the adoption of FRS 139 has no significant impact to the Group's consolidated financial statements of the current quarter or the comparative consolidated financial statements of the prior financial year.

A2 Our business operations are not significantly affected by seasonal or cyclical factors except for our toto betting operations that may be positively impacted by the festive seasons.

A3 There were no other unusual items as a result of their nature, size or incidence that had affected assets, liabilities, equity, net income or cash flows for the period ended 31 January 2011.

There were no changes in estimates reported in the prior financial year that had a material effect in the current quarter.

A4 The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during the third quarter ended 31 January 2011.

The number of treasury shares held in hand as at 31 January 2011 are as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 1 May 2010 / 31 January 2011	4.24	13,530,072	57,341

As at 31 January 2011, the number of outstanding shares in issue and fully paid with voting rights was 1,337,500,000 ordinary shares of RM0.10 each (30 April 2010 : 1,337,500,000 ordinary shares of RM0.10 each).

A5 During the financial period ended 31 January 2011, the Company paid the following dividends:

- i) second interim single tier exempt dividend on 16 July 2010, in respect of financial year ended 30 April 2010, of 8 sen per share on 1,337,500,000 ordinary shares with voting rights amounting to RM107,000,000; and
- ii) first interim single tier exempt dividend on 18 October 2010, in respect of financial year ending 30 April 2011, of 8 sen per share on 1,337,500,000 ordinary shares with voting rights amounting to RM107,000,000; and
- iii) second interim single tier exempt dividend on 28 January 2011, in respect of financial year ending 30 April 2011, of 4 sen per share on 1,337,500,000 ordinary shares with voting rights amounting to RM53,500,000.

A6 Segmental revenue and results for the financial period ended 31 January 2011 were as follows:

<u>REVENUE</u>	External	Inter- segment	Total
	RM'000	RM'000	RM'000
Toto betting and leasing of lottery equipment	2,512,957	-	2,512,957
Others	19,394	7,805	27,199
Elimination : Intersegment Revenue	-	(7,805)	(7,805)
Total revenue	<u>2,532,351</u>	<u>-</u>	<u>2,532,351</u>
 <u>RESULTS</u>			
Toto betting and leasing of lottery equipment			392,907
Others			<u>(4,366)</u>
			388,541
Unallocated corporate expenses			<u>(7,784)</u>
Operating profit			380,757
Finance costs			(28,408)
Interest income			5,886
Investment related income			232
Investment related expenses			(211)
Share of results of associated companies			<u>(425)</u>
Profit before tax			357,831
Income tax expense			<u>(107,654)</u>
Profit for the period			<u>250,177</u>

A7 There were no material subsequent events for the financial period ended 31 January 2011 up to the date of this announcement.

A8 There were no changes in the composition of the Group for the current quarter ended 31 January 2011 including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

A9 The changes in contingent liabilities since the last audited statement of financial position date as at 30 April 2010 are as follows:

RM'000

Unsecured

Corporate Guarantee given by the Company to financial institutions for a RM600 million syndicated credit facilities granted to a wholly-owned subsidiary company:

Balance as at 1 May 2010	70,000
Reduction due to repayment of borrowings	<u>(70,000)</u>
Balance as at 31 January 2011	<u><u>-</u></u>

Secured

Corporate Guarantee of RM550 million given by the Company to holders of Medium Term Notes ("MTNs") that was issued by a wholly-owned subsidiary company

550,000

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 31 JANUARY 2011
ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1 For the quarter

As compared to the previous year corresponding quarter ended 31 January 2010, the Group's revenue was marginally above par but it registered an increase in pre-tax profit of 16.0%. The higher increase in pre-tax profit as compared to the increase in revenue was mainly attributed to the higher pre-tax profit contributed by Berjaya Philippines Inc. group.

Sports Toto, the principal subsidiary, recorded a slight drop in revenue and pre-tax profit of 3.0% and 1.1% respectively as compared to previous year corresponding quarter. The decrease in revenue was mainly due to the current quarter having less draws as compared to the previous year corresponding quarter. On a per draw basis, revenue for the current quarter was 1.5% higher than the previous year corresponding quarter. The lower drop in pre-tax profit as compared to the decrease in revenue was mainly due to lower prize payout in the current quarter under review even though the favourable effect was partially offset by the impact of the increase in Pool Betting Duty from 6% to 8% that was effective 1 June 2010.

For the 9-month period

For the 9-month period under review, the Group recorded a marginal drop in revenue of 0.1% and a decrease in pre-tax profit of 16.6% as compared to the previous year corresponding period ended 31 January 2010. The performance of the Group was mainly attributed to the results of Sports Toto as explained in the ensuing paragraph. However, this was mitigated by the higher revenue and pre-tax profit reported by Berjaya Philippines Inc. group.

Sports Toto recorded a slight drop in revenue of 1.4% and a decrease in pre-tax profit of 21.6% as compared to the previous year corresponding period ended 31 January 2010. The decrease in pre-tax profit was mainly due to the increase in Pool Betting Duty from 6% to 8% with effect from 1 June 2010 coupled with higher prize payout in the current period under review.

B2 Quarter 3 Vs Quarter 2

As compared to the preceding quarter ended 31 October 2010, the Group registered a marginal increase in revenue of 0.6% mainly attributed to higher revenue reported by Berjaya Philippines Inc. group. The Group achieved an increase in pre-tax profit of 65.2% as compared to the preceding quarter mainly attributed to the results of Sports Toto as explained in the ensuing paragraph coupled with the higher pre-tax profit contributed by Berjaya Philippines Inc. group.

Sports Toto recorded a slight drop in revenue of 1.8% mainly due to the current quarter having lower number of draws as compared to the preceding quarter ended 31 October 2010. On a per draw basis, revenue increased marginally by 0.5%. However, pre-tax profit increased sharply by 53.3% as compared to the preceding quarter mainly attributed to a lower prize payout in the current quarter under review. The impact on the current quarter from the increase in Pool Betting Duty from 6% to 8% that was effective 1 June 2010 was mitigated by the reduction in the 4D Big Special Prize from RM200 to RM180 per RM1 bet with effect from 15 December 2010.

B3 Barring unforeseen circumstances, the Directors are optimistic that the Group's performance for the remaining quarter of the financial year ending 30 April 2011 will remain satisfactory.

B4 Not applicable.

B5 Income tax expense

	Current quarter RM'000	Financial period ended 31 January 2011 RM'000
Based on the results for the period:		
- Malaysian income tax	37,520	89,180
- Under provision in prior year	1	512
- Foreign countries income tax	7,048	16,125
- Deferred tax	(788)	1,837
	<u>43,781</u>	<u>107,654</u>

The effective tax rate on the Group's profit for financial period ended 31 January 2011 was higher than the statutory tax rate mainly due to certain expenses being disallowed for taxation purposes and profits in certain subsidiary companies are separately assessed for tax and not relieved by losses in other companies within the Group.

B6 Other than subsidiary companies with principal activities of property development, there were no profits / (losses) on sale of properties and there were no profits / (losses) on sale of unquoted investments for the financial period ended 31 January 2011.

B7 The particulars of the acquisition and disposal of quoted investments by the Group were as follows:

(a) There were no acquisition and disposal of quoted securities during the financial period ended 31 January 2011.

(b) Investments in quoted securities as at 31 January 2011 were as follows:

	Current quarter ended 31 January 2011 RM'000
(i) Total quoted long term investments at cost	<u>24,544</u>
(ii) Total quoted long term investments at book value/carrying amount	<u>23,622</u>
(iii) Total quoted long term investments at market value/fair value	<u>23,622</u>

B8 There were no other corporate proposals announced but not completed as at the date of this announcement.

B9 The Group's borrowings as at 31 January 2011 were as follows:

	RM'000
Secured:	
Long term borrowings - denominated in Ringgit Malaysia	
Medium Term Notes	<u>550,000</u>

B10 The Group has not entered into any financial instruments with off statement of financial position risk since the last annual statement of financial position date up to the date of this announcement saved for that disclosed in Note A9.

B11 There is no pending material litigation since the last annual statement of financial position date up to the date of this announcement.

B12 The Board has declared a third interim single tier exempt dividend of 6 sen per share (previous year corresponding quarter ended 31 January 2010 : nil) in respect of the financial year ending 30 April 2011 and payable on 10 May 2011. The entitlement date has been fixed on 25 April 2011.

The first interim single tier exempt dividend of 8 sen per share was paid on 18 October 2010, the second interim single tier exempt dividend of 4 sen per share was paid on 28 January 2011. This will bring the total gross dividend distribution per share in respect of the financial period ended 31 January 2011 to 18 sen single tier exempt dividend (previous year corresponding financial period ended 31 January 2010 : 19 sen per share comprising 9 sen tax exempt dividend and 10 sen single tier exempt dividend as well as share dividend distribution equivalent to 30.5 sen per share).

Based on the number of RM0.10 fully paid ordinary shares in issue and with voting rights as at 15 March 2011 of 1.3375 billion, the third interim net dividend distribution for the financial year ending 30 April 2011 amounts to RM80.25 million. This will bring the total net dividend distribution for the financial period ended 31 January 2011 to RM240.75 million **representing about 98.7% of the attributable profit of the Group** for the financial period ended 31 January 2011.

A Depositor shall qualify for the entitlement only in respect of :

- a. Shares transferred to the Depositor's Securities Account before 4:00 p.m. on 25 April 2011 in respect of ordinary transfers.
- b. Shares bought on Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the rules of BMSB.

B13 The earnings per share is calculated by dividing profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue and fully paid with voting rights as follows:

	<u>Group (3-month period)</u>	
	31-01-11	31-01-10
Profit attributable to equity holders of the Company (RM'000)	114,875	97,851
Weighted average number of ordinary shares in issue and fully paid with voting rights ('000)	1,337,500	1,341,727
Basic earnings per share (sen)	8.59	7.29
	<u>Group (9-month period)</u>	
	31-01-11	31-01-10
Profit attributable to equity holders of the Company (RM'000)	243,913	300,847
Weighted average number of ordinary shares in issue and fully paid with voting rights ('000)	1,337,500	1,316,100
Basic earnings per share (sen)	18.24	22.86

Diluted earnings per share is the same as basic earnings per share as there were no dilutive potential ordinary shares during the financial period.

B14 Realised and unrealised earnings of the Group is analysed as follows:

	As at 31-01-11 RM'000	As at 31-10-10 RM'000
Total retained earnings of the Company and its subsidiaries:		
- realised	529,353	479,216
- unrealised	23,770	20,546
	<u>553,123</u>	<u>499,762</u>
Total share of accumulated losses from associated companies:		
- realised	(4,345)	(4,286)
- unrealised	-	-
Less: Consolidation adjustments	<u>(228,493)</u>	<u>(236,566)</u>
Total group retained earnings as per consolidated accounts	<u><u>320,285</u></u>	<u><u>258,910</u></u>

cc: Securities Commission