

## Interim Financial Report for the three months ended 31 December 2010

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**Note:**

M1 to M12 are explanatory notes in accordance with FRS134.

K1 to K14 are explanatory notes in accordance with paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

**Condensed Consolidated Income Statements**

*(The figures have not been audited)*

	<b>Current Year Quarter 31.12.2010 RM' 000</b>	Preceding Year Quarter 31.12.2009 RM' 000	<b>Current Year To Date 31.12.2010 RM' 000</b>	Preceding Year To Date 31.12.2009 RM' 000
Revenue	<b>214,979</b>	166,311	<b>719,360</b>	642,442
Cost of sales	<b>(75,503)</b>	(74,599)	<b>(259,979)</b>	(281,589)
Gross profit	<b>139,476</b>	91,712	<b>459,381</b>	360,853
Other operating income	<b>11,526</b>	8,470	<b>51,043</b>	57,795
Administrative expenses	<b>(45,001)</b>	(54,758)	<b>(179,547)</b>	(151,432)
Other operating expenses	<b>(5,995)</b>	1,377	<b>(23,953)</b>	(16,371)
Profit from operations	<b>100,006</b>	46,801	<b>306,924</b>	250,845
Finance costs	<b>(13,563)</b>	(12,190)	<b>(53,753)</b>	(57,142)
Share of after-tax results of associates	<b>1,503</b>	7,188	<b>24,751</b>	27,833
Profit before tax	<b>87,946</b>	41,799	<b>277,922</b>	221,536
Less tax:				
Company and subsidiaries	<b>(30,118)</b>	(6,236)	<b>(78,258)</b>	(42,316)
Profit for the period	<b>57,828</b>	35,563	<b>199,664</b>	179,220
Attributable to:				
Equity holders of the Company	<b>53,098</b>	31,137	<b>174,325</b>	158,978
Non-controlling interests	<b>4,730</b>	4,426	<b>25,339</b>	20,242
	<b>57,828</b>	35,563	<b>199,664</b>	179,220
Earnings per share (sen)				
- basic	<b>3.65</b>	2.12	<b>11.97</b>	10.85
- diluted <sup>note 1</sup>	<b>na</b>	na	<b>na</b>	na
Dividends per ordinary share (sen)	<b>2.5</b>	2.5	<b>2.5</b>	2.5

*Note 1:*

*Computation of diluted earnings per share is not applicable as there are no outstanding shares to be issued.*

**Condensed Consolidated Statements of Comprehensive Income**  
(The figures have not been audited)

	<b>Current Year Quarter 31.12.2010 RM' 000</b>	Preceding Year Quarter 31.12.2009 RM' 000	<b>Current Year To Date 31.12.2010 RM' 000</b>	Preceding Year To Date 31.12.2009 RM' 000
Profit for the period	<b>57,828</b>	35,563	<b>199,664</b>	179,220
Other comprehensive income:				
Exchange differences on translating foreign operations-equity holders	<b>(5,846)</b>	(11,089)	<b>(25,120)</b>	12,892
Exchange differences on translating foreign operations -non-controlling interests	<b>(8)</b>	715	<b>734</b>	694
Realisation of revaluation surplus on property, plant and equipment, net of tax	-	-	-	-
Realisation of deferred tax on property, plant and equipment	<b>72</b>	286	<b>292</b>	286
Surplus on revaluation of hotel properties	<b>133,610</b>	8,731	<b>133,610</b>	8,731
Total comprehensive income for the period, net of tax	<b>185,656</b>	34,206	<b>309,180</b>	201,823
Total comprehensive income attributable to:				
Equity holders of the Company	<b>180,934</b>	29,065	<b>283,107</b>	180,887
Non-controlling interests	<b>4,722</b>	5,141	<b>26,073</b>	20,936
	<b>185,656</b>	34,206	<b>309,180</b>	201,823

**Condensed Consolidated Statements of Financial Position**

(The figures have not been audited)

	31.12.2010 RM '000	Audited 31.12.2009 RM '000
<b>Capital and reserves attributable to the Company's equity holders</b>		
Share capital	745,148	745,148
Share premium	427,221	427,221
Treasury shares	(59,301)	(48,474)
Revaluation and other reserves	438,065	353,451
Retained earnings	1,554,695	1,379,147
	<b>3,105,828</b>	<b>2,856,493</b>
Non-controlling interests	149,610	114,908
<b>TOTAL EQUITY</b>	<b>3,255,438</b>	<b>2,971,401</b>
<b>Non current liabilities</b>		
Borrowings	580,000	891,354
Financial liabilities at amortised cost	22,422	-
Deferred taxation	113,557	82,036
	<b>715,979</b>	<b>973,390</b>
<b>Current liabilities</b>		
Payables	434,806	395,627
Amount owing to associates	26,321	25,583
Amount owing to a jointly controlled entity	-	3,417
Borrowings	252,197	83,491
Tax	23,394	14,266
	<b>736,718</b>	<b>522,384</b>
<b>TOTAL LIABILITIES</b>	<b>1,452,697</b>	<b>1,495,774</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,708,135</b>	<b>4,467,175</b>
<b>Non current assets</b>		
Property, plant and equipment	971,049	829,037
Long term prepaid lease	4,185	4,829
Investment property	1,754,270	1,663,106
Land held for property development	277,564	267,152
Associates	544,468	550,724
Available for sale investments	6,151	6,212
Deferred tax assets	9,210	14,875
	<b>3,566,897</b>	<b>3,335,935</b>
<b>Current assets</b>		
Property development costs	144,451	95,769
Inventories	64,808	65,377
Financial assets at fair value through profit and loss	60,440	60,046
Receivables	89,411	129,099
Amount owing by associates	130,663	121,090
Amount owing by a jointly controlled entity	11,071	-
Tax recoverable	11,637	13,606
Deposits with licensed banks	526,332	542,587
Cash and bank balances	102,425	103,666
	<b>1,141,238</b>	<b>1,131,240</b>
<b>TOTAL ASSETS</b>	<b>4,708,135</b>	<b>4,467,175</b>

**Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2010**  
(The figures have not been audited)

	Attributable to equity holders										Non-controlling Interests
	Issued and fully paid ordinary shares of RM0.50 each					Treasury Shares ordinary shares of RM0.50 each					
	Number of shares '000	Nominal value RM '000	Number of shares '000	Nominal value RM '000	Share premium RM '000	Revaluation and other reserves RM '000	Retained earnings RM '000	Share premium RM '000	Revaluation and other reserves RM '000	Retained earnings RM '000	
<b>At 1 January 2010</b>	1,490,296	745,148	(30,339)	(48,474)	427,221	353,451	1,379,147	114,908	2,971,401	2,971,401	
FRS 139 adjustments	-	-	-	-	-	-	3,717	-	3,717	3,717	
<b>At 1 January 2010 - restated</b>	1,490,296	745,148	(30,339)	(48,474)	427,221	353,451	1,382,864	114,908	2,975,118	2,975,118	
Total comprehensive income for the period	-	-	-	-	-	107,614	175,493	26,073	309,180	309,180	
Conversion of warrants to ordinary shares	-	-	-	-	-	-	-	25,492	25,492	25,492	
Share buy-back	-	-	(6,944)	(10,827)	-	-	-	-	(10,827)	(10,827)	
Issuance of redeemable preference shares in a subsidiary	-	-	-	-	-	-	-	911	911	911	
Purchase of shares from non-controlling interest	-	-	-	-	-	-	-	(58)	(58)	(58)	
Accretion of interests in a subsidiary	-	-	-	-	-	-	712	(712)	-	-	
Capital repayment of a subsidiary	-	-	-	-	-	(23,000)	23,000	-	-	-	
Dividends - ordinary shares	-	-	-	-	-	-	(27,374)	(17,004)	(44,378)	(44,378)	
<b>At 31 December 2010</b>	1,490,296	745,148	(37,283)	(59,301)	427,221	438,065	1,554,695	149,610	3,255,438	3,255,438	

**Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 December 2009**  
(The figures have been audited)

	Attributable to equity holders						Minority Interests
	Issued and fully paid ordinary shares of RM0.50 each	Nominal value RM '000	Number of shares '000	Nominal value RM '000	Non-distributable	Distributable	
			Treasury Shares ordinary shares of RM0.50 each	Share premium RM '000	Revaluation and other reserves RM '000	Retained earnings RM '000	Total RM '000
<b>At 1 January 2009</b>	1,490,296	745,148	(22,257)	427,221	332,206	1,218,811	90,616
Profit for the period	-	-	-	-	-	158,978	20,242
Purchase of treasury shares	-	-	(8,082)	-	-	-	-
Conversion of warrants to ordinary shares	-	-	-	-	-	-	14,705
Issuance of redeemable preference shares in a subsidiary	-	-	-	-	-	-	416
Currency translation differences	-	-	-	-	13,586	-	694
Realisation of revaluation surplus on property, plant and equipment, net of tax	-	-	-	-	(1,097)	1,097	-
Realisation of deferred tax on property, plant and equipment	-	-	-	-	-	286	-
Deferred tax on revaluation surplus on property, plant and equipment	-	-	-	-	(310)	-	(310)
Revaluation surplus on property, plant and equipment	-	-	-	-	9,041	-	9,041
Creation of a Capital Redemption Reserve by a subsidiary	-	-	-	-	25	(25)	-
Net gain not recognised in income statement	-	-	-	-	21,245	1,358	694
Dividends	-	-	-	-	-	-	(11,765)
<b>At 31 December 2009</b>	1,490,296	745,148	(30,339)	427,221	353,451	1,379,147	114,908
							2,971,401

**Condensed Consolidated Cash Flow Statements**  
*(The figures have not been audited)*

	<b>31.12.2010</b> <b>RM '000</b>	31.12.2009 RM '000
<b>Operating activities</b>		
Receipts from customers	<b>796,419</b>	689,391
Payments to contractors, suppliers and employees	<b>(327,059)</b>	(386,407)
Cash flow from operations	<b>469,360</b>	302,984
Interest paid	<b>(54,739)</b>	(57,729)
Income taxes paid	<b>(52,022)</b>	(56,203)
<b>Net cash generated from operating activities</b>	<b>362,599</b>	189,052
<b>Investing activities</b>		
Dividends received from associates	<b>15,263</b>	20,409
Dividends received from investments	<b>903</b>	3,700
Interest received	<b>12,778</b>	10,765
Proceeds from disposal of property, plant and equipment	<b>173</b>	554
Purchase of property, plant and equipment	<b>(188,296)</b>	(124,363)
Repayments/(advances) from/(to) associates	<b>(23,323)</b>	8,919
<b>Net cash used in investing activities</b>	<b>(182,502)</b>	(80,016)
<b>Financing activities</b>		
Purchase of treasury shares	<b>(10,827)</b>	(13,469)
Repayment of bank borrowings, net of receipts	<b>(142,142)</b>	(103,495)
Dividends paid	<b>(27,374)</b>	-
<b>Net cash used in financing activities</b>	<b>(180,343)</b>	(116,964)
Foreign currencies exchange difference	<b>(17,250)</b>	(1,957)
<b>Net decrease in cash and cash equivalents</b>	<b>(17,496)</b>	(9,885)
Cash and cash equivalents at beginning of financial year	<b>646,253</b>	656,138
<b>Cash and cash equivalents at end of period</b>	<b>628,757</b>	646,253

**Explanatory notes to the Interim Financial Statements  
for the three months ended 31 December 2010**

**M1 Basis of preparation**

This Interim Report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard 134 – “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and paragraph 9.22 together with Part A, Appendix 9B of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements, and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2009.

This Interim Report has been prepared based on accounting policies and methods of computation which are consistent with those adopted for the annual audited financial statements for the year financial ended 31 December 2009 except for the adoption of the following new and revised Financial Reporting Standards (“FRSs”), Amendments to FRSs and Interpretations that are effective from 1 January 2010:

- FRS 7 Financial Instruments: Disclosures
- FRS 8 Operating Segments  
*(Effective for annual periods beginning on or after 1 July 2009)*
- FRS 101 Presentation of financial statements
- FRS 123 Borrowing costs
- FRS 139 Financial instruments: Recognition and Measurement
- FRS 140 Investment property
- Amendment to FRS 1 First-time adoption of financial reporting standards
- Amendment to FRS 2 Share-based payment: Vesting conditions and cancellations
- Amendment to FRS 5 Non-current assets held for sale and discontinued operations
- Amendment to FRS 107 Statement of cash flows
- Amendment to FRS 110 Events after the balance sheet date
- Amendment to FRS 116 Property, plant and equipment
- Amendment to FRS 117 Leases
- Amendment to FRS 118 Revenue
- Amendment to FRS 119 Employee benefits
- Amendment to FRS 127 Consolidated and separate financial statements
- Amendment to FRS 128 Investments in associates
- Amendment to FRS 131 Interests in joint ventures
- Amendment to FRS 132 Financial instruments: Presentation
- Amendment to FRS 134 Interim financial reporting
- Amendment to FRS 136 Impairment of assets
- Amendment to FRS 138 Intangible assets
- 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



**M1 Basis of preparation (continued..)**

The adoption of the above FRSs, Amendments to FRSs and Interpretations does not have any material impact on the financial statements of the Group except for the following:

**FRS 8**

FRS 8 requires disclosure of information about the Group's operating segments and replaced the requirement to determine primary and secondary reporting segments of the Group. The Group has determined that the operating segments in accordance with FRS 8 are the same as the business segments adopted for the financial year ended 31 December 2009. This standard does not have any effect on the financial position and results of the Group.

**FRS 101**

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 are presented as a single line labeled as total comprehensive income. This standard does not have any impact on the financial position and results of the Group.

**FRS 117**

The amendments to FRS 117 requires that leases of land should be classified as either finance or operating using the general principles of FRS 117. The Group has reclassified the existing long term prepaid lease to property, plant and equipment and investment properties following this reassessment as follows:

	As previously reported RM '000	Effect of changes in accounting policy RM '000	As restated RM '000
Property, plant and equipment	827,683	1,354	829,037
Investment properties	1,464,888	198,218	1,663,106
Long term prepaid lease	204,401	(199,572)	4,829

This standard does not have any impact on the financial position and results of the Group.

**FRS 139**

This standard establishes principles for recognizing and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments.

The effects of adopting FRS 139 on the Group are as follows:

1. Designation of Other Investments as Available-for-sale investments;
2. Designation of Marketable Securities as Financial Assets at fair value through profit or loss; and
3. Restatement of retained earnings as follows:

	RM '000
Retained earnings as at 31 December 2009 (as previously reported)	1,379,147
Fair value adjustment on financial assets at fair value through profit or loss	431
Amortisation of financial liabilities	3,347
Impairment of available-for-sale investment	(61)
Retained earnings as at 1 January 2010 (as restated)	1,382,864

**M2 Qualification**

The Audit Report of the Group's annual financial statements for the financial year ended 31 December 2009 was not subject to any audit qualification.

**M3 Seasonality or cyclical**

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

**M4 Significant unusual items**

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows other than those disclosed elsewhere in these notes.

**M5 Material changes in estimates**

Not applicable.

**M6 Debt and equity securities**

Shares repurchased during the current financial year to-date were as follows:

Date	No. of shares	Lowest Price RM	Highest Price RM	Cost RM
Balance as at 31 December 2009	30,338,200	1.15	2.82	48,474,059.90
26.05.10	6,339,400	1.54	1.54	9,793,164.03
02.06.10	600,000	1.70	1.70	1,023,566.00
30.11.10	5,000	2.01	2.01	10,124.32
Balance as at 31 December 2010	37,282,600	1.15	2.82	59,300,914.25

The number of treasury shares held as at the date of this report was 37,282,600 ordinary shares of RM0.50 each.

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy backs and share cancellations for the current financial period.

**M7 Dividends paid**

An interim dividend of 5% less tax at 25% for the financial year ended 31 December 2009 was paid on 15 April 2010.

**M8 Segment Reporting**

<b>Business segments</b>	<b>Property development RM '000</b>	<b>Property investment RM '000</b>	<b>Hotel RM '000</b>	<b>Construction RM '000</b>	<b>Others RM '000</b>	<b>Group RM '000</b>
<b>2010</b>						
<b>Revenue</b>						
Total revenue	71,269	444,374	207,999	31,711	33,488	788,841
Intersegment revenue	-	(18,586)	(5,465)	(22,675)	(22,755)	(69,481)
External revenue	<u>71,269</u>	<u>425,788</u>	<u>202,534</u>	<u>9,036</u>	<u>10,733</u>	<u>719,360</u>
<b>Results</b>						
Segment results (external)	40,201	234,939	45,080	59	(627)	319,652
Unallocated income						12,778
Unallocated expense						<u>(25,506)</u>
Profit from operations						306,924
Finance costs						(53,753)
Share of after-tax results of associates	<u>4,783</u>	<u>2,975</u>	<u>14,475</u>	<u>-</u>	<u>2,518</u>	<u>24,751</u>
Profit from ordinary activities before tax						277,922
Tax-Company and subsidiaries						<u>(78,258)</u>
Profit for the period						<u>199,664</u>
Attributable to:						
Equity holders of the Company						174,325
Non-controlling interests						<u>25,339</u>
						<u>199,664</u>

Unallocated income represents interest income while unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

**M8 Segment Reporting (continued..)**

<b>Business segments</b>	<b>Property development RM '000</b>	<b>Property investment RM '000</b>	<b>Hotel RM '000</b>	<b>Construction RM '000</b>	<b>Others RM '000</b>	<b>Group RM '000</b>
<b>2009</b>						
<b>Revenue</b>						
Total revenue	85,580	408,917	159,345	84,676	32,104	770,622
Intersegment revenue	-	(17,295)	(4,193)	(84,676)	(22,016)	(128,180)
External revenue	<u>85,580</u>	<u>391,622</u>	<u>155,152</u>	<u>-</u>	<u>10,088</u>	<u>642,442</u>
<b>Results</b>						
Segment results (external)	28,869	171,414	43,344	125	24,476	268,228
Unallocated income						10,765
Unallocated expense						(28,148)
Profit from operations						250,845
Finance costs						(57,142)
Share of after-tax results of associates	<u>4,413</u>	<u>884</u>	<u>22,380</u>	<u>-</u>	<u>156</u>	<u>27,833</u>
Profit from ordinary activities before tax						221,536
Tax-Company and subsidiaries						(42,316)
Profit for the period						<u>179,220</u>
Attributable to:						
Equity holders of the Company						158,978
<b>Minority interests</b>						<u>20,242</u>
						<u>179,220</u>

Unallocated income represents interest income while unallocated expenses relates to head-office general administrative expenses that arise at the Group level and relate to the Group as a whole.

**M9 Valuations**

The hotel building and leasehold land of Mid Valley City Enterprise Sdn Bhd, a subsidiary of the Company, stated at cost was revalued during the current financial year by an independent qualified valuer. Based on this valuation, the resultant surplus of RM84,921,000 had been credited to revaluation surplus.

The hotel building of TTD Sdn Bhd, a subsidiary of the Group, stated at valuation was revalued during the current financial year by an independent qualified valuer. Based on this valuation, the resultant surplus of RM48,688,000 had been credited to revaluation surplus.

All other valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

**M10 Material events subsequent to the end of the interim period**

There were no material events subsequent to the end of the interim period up to the date of this report other than those disclosed elsewhere in this report.

### **M11 Changes in the composition of the Group**

On 12 January 2010, the Company announced to Bursa Malaysia that the Company had acquired 100% of the issued and paid-up share capital of Idaman Spektra Sdn Bhd comprising two ordinary shares of RM1.00 each fully paid at par.

On 20 May 2010, the Company announced to Bursa Malaysia that the following dormant wholly-owned subsidiary companies of the Group will be undertaking members' voluntary liquidation under Section 254(1) of the Companies Act 1965: Ipoh Garden Shopping Complex Sdn Bhd, K Parking Sdn Bhd, Mid Valley City Residences Sdn Bhd, Express Management Consultants Sdn Bhd, Pinex Sdn Bhd, T-Bond Construction Sdn Bhd and Teamwork M & E Sdn Bhd.

On 15 June 2010, the Company announced to Bursa Malaysia that Angkasa Gagah Sdn Bhd, an indirect wholly-owned subsidiary of the Company and IJM Properties Sdn Bhd have mutually agreed to terminate a Joint Venture Agreement which had earlier been announced to Bursa Malaysia on 19 October 2006.

On 24 September 2010, the Company announced to Bursa Malaysia that following an application made by the Company to the Companies Commission of Malaysia ("CCM"), CCM had vide its letter dated 24 September 2010 advised that Permata Dunia Sdn Bhd, a dormant wholly-owned subsidiary of the Company, will be struck off the register and dissolved upon expiration of 3 months from 24 September 2010 under Section 308(2) of the Companies Act 1965.

On 26 October 2010, the Company announced to Bursa Malaysia that following an application made by the Company to the Companies Commission of Malaysia ("CCM"), CCM had vide its letter dated 25 October 2010 advised that Amanbest Sdn Bhd, a dormant wholly-owned subsidiary of the Company, will be struck off the register and dissolved upon expiration of 3 months from 25 October 2010 under Section 308(2) of the Companies Act 1965.

On 27 January 2011, the Company announced to Bursa Malaysia that the following wholly-owned subsidiary companies will be dissolved on 28 January 2011 pursuant to Section 272(5) of the Companies Act 1965 ie K Parking Sdn Bhd, Mid Valley Residences Sdn Bhd and T-Bond Construction Sdn Bhd.

### **M12 Contingent liabilities and contingent assets**

There were no contingent liabilities or contingent assets since 31 December 2009.

**K1 Review of performance**

For the three months ended 31 December 2010, Group revenue increased by 29% to RM215.0 million when compared to the corresponding period in 2009 of RM166.3 million due to higher contributions from all operating divisions.

Group pre-tax profit increased by more than 100% to RM87.9 million when compared to pre-tax profit of RM41.8 million achieved in the corresponding period in 2009.

**K2 Comparison with immediate preceding quarter**

Group revenue for the three months ended 31 December 2010 increased by 20% to RM215.0 million when compared to Group revenue of RM178.6 million for the three months ended 30 September 2010 as a result of higher contributions from all operating divisions.

Accordingly, Group pre-tax profit increased by 29% to RM87.9 million when compared to the RM68.4 million reported in the immediate preceding quarter.

**K3 Prospects for 2011**

Barring unforeseen circumstances, the Board is cautiously optimistic that the Group's performance for financial year 2011 will be satisfactory.

**K4 Profit forecast/profit guarantee**

The Group did not issue any profit forecast or profit guarantee.

**K5 Tax**

	<b>Current quarter ended 31.12.2010 RM '000</b>	<b>Cumulative current Year-To-Date ended 31.12.2010 RM '000</b>
Malaysian income tax		
- Company and subsidiaries	28,574	63,656
Under provision in previous year	(2,799)	(643)
Transferred from deferred tax	4,237	15,139
	30,012	78,152
Overseas tax		
- Company and subsidiaries	106	106
	30,118	78,258

The effective tax rate of the Group for the current quarter as well as for the financial year to-date was higher than the statutory tax rate as certain expenses were not allowable for tax deductions.

**K6 Unquoted investments**

There was no sale of unquoted investments for the current quarter and financial year to-date.

**K7 Financial assets at fair value**

Total financial assets at fair value as at 31 December 2010 were as follows:

	<b>RM '000</b>
Total financial assets at cost	61,382
Total financial assets at fair value (after provision for diminution in value)	<u>60,440</u>
Total financial assets at market value at 31 December 2010	<u>60,440</u>

Subsequent to the financial year-end and up to the date of this report, financial assets at fair value with a book cost of RM32,289,000 was disposed off for a total cash consideration of RM33,933,000.

**K8 Corporate proposals**

No corporate proposals have been announced during the financial quarter under review.

**K9 Group borrowings and debt securities**

Group borrowings as at 31 December 2010 were as follows:

	<b>RM '000</b>
<b>Long term borrowings:</b>	
<b>Secured</b>	
Term Loan	430,000
Redeemable Bonds	150,000
	<u>580,000</u>
<b>Short term borrowings:</b>	
<b>Secured</b>	
Current portion of term loan	60,000
Current portion of Redeemable Bonds	50,000
Short term loan	15,000
<b>Unsecured</b>	
Short term loan	127,197
	<u>252,197</u>
<b>TOTAL</b>	<b><u>832,197</u></b>
<b>Total equity as at 31 December 2010</b>	<b><u>3,255,438</u></b>

**K10 Financial instruments**

The Group does not have any financial instruments with off-balance sheet risk. With the adoption of FRS 139, off-balance sheet financial instruments will be recognized in the balance sheet.

**K11 Material litigation**

There was no pending material litigation as at the date of this report which exceeds 5% of the net assets of the Group.

**K12 Proposed dividends**

An Interim Dividend of 5% less tax is declared for the financial year ended 31 December 2010 and will be paid on 8 April 2011 to every member who is entitled to receive the dividend at 4.00 p.m. on 15 March 2011.

	<b>Interim 2010</b>	Interim 2009
Per ordinary share (sen)	<b>2.5</b>	2.5
Net dividend (RM'000)	<b>27,244</b>	27,374
Date payable/paid	<b>8 April 2011</b>	15 April 2010

In addition, a Share Dividend is also declared for the financial year ended 31 December 2010 by way of distribution of a tax-exempt share dividend on the basis of one (1) IGB treasury share for every one hundred (100) existing IGB ordinary share of RM0.50 each. Fractions of treasury shares to be disregarded and will be dealt with in such manner as the Board of Directors shall in its absolute discretion thinks expedient or to be in the best interests of the Company.

The books closure date for entitlement to the Share Dividend is 15 March 2011. The IGB treasury shares to be distributed pursuant to the Share Dividend will not be entitled to the Interim Dividend declared as mentioned above or any dividends or other distributions that may be declared prior to the entitlement date.



**K13 Earnings per share**

		<b>Current Quarter ended 31.12.2010</b>	Preceding Year Quarter ended 31.12.2009	<b>Current Year To Date ended 31.12.2010</b>	Preceding Year To Date ended 31.12.2009
Profit for the period	RM '000	<u><b>53,098</b></u>	<u>31,137</u>	<u><b>174,325</b></u>	<u>158,978</u>
Weighted average number					
of ordinary shares in issue	'000	<u><b>1,455,786</b></u>	<u>1,465,632</u>	<u><b>1,455,786</b></u>	<u>1,465,632</u>
<b>Basic earnings per share</b>	sen	<u><u><b>3.65</b></u></u>	<u><u>2.12</u></u>	<u><u><b>11.97</b></u></u>	<u><u>10.85</u></u>

Note: Computation of diluted earnings for share is not applicable as there are no outstanding shares to be issued.

**K14 Realised and unrealised retained earnings**

	<b>As at 31.12.2010 RM '000</b>	As at 30.09.2010 RM '000
Total retained earnings		
i) Company and subsidiaries		
- realised profit	<span style="border: 1px solid black; padding: 2px;">1,742,284</span>	<span style="border: 1px solid black; padding: 2px;">1,639,806</span>
- unrealised loss	<span style="border: 1px solid black; padding: 2px;">(110,162)</span>	<span style="border: 1px solid black; padding: 2px;">(106,840)</span>
	1,632,122	1,532,966
ii) Associates		
- realised profit	<span style="border: 1px solid black; padding: 2px;">200,431</span>	<span style="border: 1px solid black; padding: 2px;">211,408</span>
- unrealised (loss)/profit	<span style="border: 1px solid black; padding: 2px;">(277)</span>	<span style="border: 1px solid black; padding: 2px;">2,467</span>
	200,154	213,875
iii) Group consolidation adjustments	<u>(282,580)</u>	<u>(269,247)</u>
Total Group retained earnings as per unaudited consolidated financial statements	<u><u>1,549,696</u></u>	<u><u>1,477,594</u></u>

BY ORDER OF THE BOARD  
TINA CHAN LAI YIN  
Secretary

Kuala Lumpur  
14 February 2011