

**Financial Results**

Reference No MC-100812-50070

Company Name : **MENANG CORPORATION (M) BERHAD**  
 Stock Name : MENANG  
 Date Announced : 26/08/2010  
 Financial Year End : 31/12/2010  
 Quarter : 2  
 Quarterly report for the financial : 30/06/2010  
 period ended  
 The figures : have not been audited

Converted attachment :

Please attach the full Quarterly Report here:

[☞ MCB-accounts-2010-06.xls](#)[☞ MCB-notes-2010-06.doc](#)

Remark:

- DEFAULT CURRENCY
- OTHER CURRENCY

Currency : Malaysian Ringgit (MYR)

**SUMMARY OF KEY FINANCIAL INFORMATION**  
**30/06/2010**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/06/2010	30/06/2009	30/06/2010	30/06/2009
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
<b>1 Revenue</b>	1,711	569	2,833	7,765
<b>2 Profit/(loss) before tax</b>	-2,740	-3,749	-4,737	-6,802

<b>3 Profit/(loss) for the period</b>	-2,740	-3,749	-4,737	-6,802
<b>4 Profit/(loss) attributable to ordinary equity holders of the parent</b>	-2,740	-3,749	-4,737	-6,802
<b>5 Basic earnings/(loss) per share (Subunit)</b>	-1.03	-1.40	-1.77	-2.55
<b>6 Proposed/Declared dividend per share (Subunit)</b>	0.00	0.00	0.00	0.00

	<b>AS AT END OF CURRENT QUARTER</b>	<b>AS AT PRECEDING FINANCIAL YEAR END</b>
<b>7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)</b>	0.5685	0.5862

Remarks :

**Definition of Subunit:**

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2010

	(Unaudited) AS AT 30 JUNE 2010 RM'000	(Audited) AS AT 31 DECEMBER 2009 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	771	829
Investment in Equity Accounted Investee	0	
Investment Properties	51,770	51,851
Development Properties	137,758	145,781
Quoted Investments	2	2
<b>Total non-current assets</b>	<b>190,301</b>	<b>198,463</b>
<b>Current Assets</b>		
Development Properties	63,989	57,189
Inventories	6,311	6,632
Trade Debtors	272	217
Other debtors, deposits & prepayment	454	1,823
Cash	721	3,591
	71,747	69,452
<b>Non-Current Assets Held For Sale</b>	<b>5,092</b>	<b>5,092</b>
<b>TOTAL ASSETS</b>	<b>267,140</b>	<b>273,007</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserve attributable to equity holders</b>		
Share Capital	267,107	267,107
Reserves	960	960
Accumulated Loss	(116,226)	(111,489)
	151,841	156,578
Non-Controlling Interests	0	0
<b>Total Equity</b>	<b>151,841</b>	<b>156,578</b>
<b>Non Current Liabilities</b>		
Deferred Tax Liabilities	1,488	1,488
<b>Current Liabilities</b>		
Trade Payables	529	675
Other Payables and Accruals	49,076	25,391
Borrowings	63,972	88,565
Taxation	8	84
	113,585	114,715
<b>Liability attributed to non-current assets classified held for sale</b>	<b>226</b>	<b>226</b>
<b>Total Liabilities</b>	<b>115,299</b>	<b>116,429</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>267,140</b>	<b>273,007</b>
<b>Net Assets Per Share (RM)</b>	<b>0.5685</b>	<b>0.5862</b>

( The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Financial Statements for the year ended 31 December 2009)

MENANG CORPORATION (M) BERHAD (Company No : 5383-K)

Unaudited Condensed Consolidated Statement Of Comprehensive Income  
For the period ended 30 June 2010

	3 months ended 30 June		6 months ended 30 June	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Revenue	1,711	569	2,833	7,765
Operating Expenses	(2,889)	(2,176)	(5,557)	(10,346)
Other Operating Income	112	40	1,192	76
(Loss) from Operations	(1,066)	(1,567)	(1,532)	(2,505)
Interest Expense	(1,682)	(2,183)	(3,220)	(4,305)
Interest Income	8	1	15	8
Investing Results	0	0	0	0
(Loss) before tax	(2,740)	(3,749)	(4,737)	(6,802)
Tax Expense	0	0	0	0
(Loss) after tax for the period	(2,740)	(3,749)	(4,737)	(6,802)
<i>Attributable to :</i>				
Equity holders to the parent	(2,740)	(3,749)	(4,737)	(6,802)
Non-Controlling Interests	0	0	0	0
	(2,740)	(3,749)	(4,737)	(6,802)
EPS (sen) - Basic	(1.03)	(1.40)	(1.77)	(2.55)
- Diluted	N/A	N/A	N/A	N/A

*(The Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the Financial Statements for the year ended 31 December 2009)*

MENANG CORPORATION (M) BERHAD (Company No : 5383-K)

Unaudited Condensed Consolidated Statements of Changes in Equity  
For the 6 months ended 30 June 2010

	Total equity attributable to shareholders of Company				Non - Controlling Interests	Total Equity
	Non-distributable		Distributable			
	Share Capital RM'000	Capital Reserve RM'000	Accumulated Losses RM'000	Sub-Total Equity RM'000		
Balance at beginning of year	267,107	960	(111,489)	156,578	0	156,578
During the period (cumulative)	0	0	(4,737)	(4,737)	0	(4,737)
Balance at end of year	267,107	960	(116,226)	151,841	0	151,841

For the 6 months ended 30 June 2009

	Total equity attributable to shareholders of Company				Non - Controlling Interests	Total Equity
	Non-distributable		Distributable			
	Share Capital RM'000	Capital Reserve RM'000	Accumulated Losses RM'000	Sub-Total Equity RM'000		
Balance at beginning of year	267,107	960	(115,039)	153,028	0	153,028
During the period (cumulative)	0	0	(6,802)	(6,802)	0	(6,802)
Balance at end of year	267,107	960	(121,841)	146,226	0	146,226

*(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Financial Statements for the year ended 31 December 2009)*

**MENANG CORPORATION (M) BERHAD (Company No : 5383-K)**

**Unaudited Condensed Consolidated Statement Of Cash Flow**

**For the 6 months ended 30 June 2010**

	<b>30 JUNE 2010</b>	<b>30 JUNE 2009</b>
	<b>RM'000</b>	<b>RM'000</b>
Net cash inflow/(outflow) from operating activities	(6,949)	(5,103)
Net cash inflow/(outflow) from investing activities	30,406	4,703
Net cash inflow/(outflow) from financing activities	(26,327)	168
Net increase / (decrease) in cash & cash equivalent	(2,870)	(232)
Cash and cash equivalents at 1 January	3,591	953
Cash and cash equivalents at 30 June	721	721

*Notes to the Accounts*

**1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with FRS 134: Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of the Bursa Malaysia Securities Berhad (Bursa Securities).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December, 2009.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the financial year ended 31 December 2009.

**2. Audit report for the preceding annual financial statements**

The audit report on the audited financial statements for the year ended 31 December, 2009 was an unqualified opinion.

**3. Seasonal or Cyclical Factors**

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

**4. Nature and amount of items affecting assets, liabilities, equity, net income or cash flows that are unusual because of nature, size or incidence**

There were no unusual items during the period under review.

**5. Changes in estimates**

There were no changes in the nature or amount of estimates reported in prior interim period that have a material effect in the current quarter.

**6. Issuances, Repayment and Cancellations of Debt and Equity Securities**

There were no debt and equity securities issued, cancelled, repurchased, resold or repaid during the period under review.

**7. Dividends**

No dividend has been paid, proposed or declared during the period under review.

**8. Segmental Reporting**

	Quarter ended			
	Revenue		(Loss) before tax	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Property Development	36,365	260	(2,041)	(2,986)
Project Management & Investment holding	14	32	(686)	(646)
Others	337	281	(13)	(117)
	36,716	573	(2,740)	(3,749)
Inter-segment elimination	(35,005)	(4)	0	0
	1,711	569	(2,740)	(3,749)

	6 months ended			
	Revenue		(Loss) before tax	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Property Development	37,103	7,152	(3,447)	(5,464)
Project Management & Investment holding	58	64	(1,266)	(1,141)
Others	681	558	(24)	(197)
	37,842	7,774	(4,737)	(6,802)
Inter-segment elimination	(35,009)	(9)	0	0
	2,833	7,765	(4,737)	(6,802)

**9. Valuation of property, plant and equipment**

The carrying value of land and buildings have been brought forward without amendment from the previous financial statements.

**10. Material Events Subsequent To The End Of The Period Reported**

There are no material events subsequent to the end of the period reported on that have not been reflected in the financial statements for the said period.

**11. Changes in the Composition of the Group**

During the quarter under review, the Group disposed a 29% interest in a 100% owned subsidiary comprising of one hundred (100) ordinary shares of RM1.00 each in the paid up capital of Inovatif Mewah Sdn Bhd for a cash consideration of RM29.00.

Our 100% owned subsidiary Menang Development (M) Sdn Bhd acquired a 30% interest comprising of one hundred (100) ordinary shares of RM1.00 each in the paid up capital of Pacific Bright Sdn Bhd for a cash consideration of RM30.00.

**12. Contingent Liabilities or Contingent Assets**

There are no material changes in contingent liabilities since the end of the previous financial year.

**ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS**

**1. Review of Performance**

For the 6 months, the Group recorded a turnover of RM2.833 million (2009: RM7.765 million) and a loss before taxation of RM4.737 million (2009: Loss – RM6.802 million). The decrease in turnover for the period under review was due to lower sales in development properties. The lower loss before taxation was attributed to write back on the over provision of quit rent and assessment.

**2. Variation of Results of the Preceding Quarter**

	Current quarter RM'000	Preceding quarter RM'000	Change %
(Loss) before taxation	(2,740)	(1,998)	37%

Lower losses recorded for the preceding quarter under review was to due to a write back of a provision no longer required.



3. **Current Year Prospects**  
 The year 2010 remains challenging.

4. **Profit forecast or profit guarantee**  
 Not applicable as no profit forecast or profit guarantee was published or provided.

5. **Tax Expense**

	Quarter Ended 30 June, 2010 RM'000	6 months Ended 30 June, 2010 RM'000
Under Provision – Previous Years	0	0
Deferred Tax Liability	-	-
<b>Total</b>	<b>0</b>	<b>0</b>

6. **Sale of Unquoted Investments and/or Properties**  
 There were no sales of unquoted investments and/or properties during the period under review.

7. **Quoted Securities**  
 There were no dealings in quoted securities during the period under review.

Investments in quoted securities as at 30 June, 2010

	RM'000
Total Investments at Cost	2
Total Investments at Carrying Value	2
Total Investments at Market Value	4

8. **Status of Corporate Proposals**  
 There were no corporate proposals announced at the date of this report.

9. **Borrowings and debt securities**  
 As at 30 June, 2010

	Short Term Borrowings RM'000	Long Term Borrowings RM'000
Secured	63,972	0
Unsecured	-	-

10. **Financial Instruments with Off Balance Sheet Risk**  
 There were no financial instruments contracts with material off balance sheet risk at the date of this report.

11. **Changes in Material Litigation**  
 As at the date of this report, there are no significant changes in the status of the material litigation (reported in the audited financial statements for the year ended 31 December, 2009) since the last annual balance sheet date.

**MENANG CORPORATION (M) BERHAD (Co No : 5383-K)**  
**QUARTERLY UNAUDITED RESULTS FOR THE GROUP**  
**FOR THE 2ND QUARTER ENDING 30 JUNE 2010**

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12. **Dividends**

No dividend has been proposed or declared during the current quarter under review.

13. **Earnings Per Share**

a. **Basic Earnings**

	<b>Quarter Ended 30 June, 2010</b>	<b>6 months Ended 30 June, 2010</b>
(Loss) attributable to shareholders (RM'000)	(2,740)	(4,737)
Number of ordinary shares issued ('000)	267,107	267,107
Basic (loss) per ordinary share (sen)	(1.03)	(1.77)

b. **Diluted Earnings**

Under the FRS 133 on Earnings Per Share, the assumed conversion from the Employee Share Option Scheme (ESOS) and Warrants would have no dilutive effect to the loss per share as the exercise price of RM1.00 per new ordinary share is above the average market price of the Company's shares for the period ended 30 June, 2010.

By Order of the Board  
**MENANG CORPORATION (M) BERHAD**

Ng Ah Wah (MIA No. 10366)  
Secretary  
Kuala Lumpur

26 August 2010