

**FURQAN BUSINESS ORGANISATION BERHAD ("FBO")
INTERIM REPORT FOR THE PERIOD ENDED 31 MARCH 2012**

FINANCIAL POSITION

	As at 31-Mar-2012 RM <u>Unaudited</u>	As at 31-Dec-2011 RM <u>Audited</u>
ASSETS		
Non-Current Assets		
Property, plant and equipment	15,895,875	16,043,292
Investment properties	83,607,000	83,607,000
Prepaid land lease payments	7,163,513	7,195,864
Investment in associate	195,489	228,300
Other investments	486,849	494,133
Land held for development	2,000,000	2,000,000
Total Non-Current Assets	<u>109,348,726</u>	<u>109,568,589</u>
Current Assets		
Property development expenditure	20,750,382	20,273,712
Inventories	5,493,346	5,488,777
Lease and hire-purchase receivables	12,955,816	13,046,749
Trade and other receivables	16,030,963	15,969,133
Tax recoverable	716,461	792,311
Deposits placed with licensed banks	3,019,272	2,981,772
Cash and bank balances	5,188,425	4,842,299
Total Current Assets	<u>64,154,665</u>	<u>63,394,753</u>
Non-current assets held for sale	<u>121,325,206</u>	<u>121,325,206</u>
	<u>185,479,871</u>	<u>184,719,959</u>
TOTAL ASSETS	<u>294,828,597</u>	<u>294,288,548</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	111,667,288	111,667,288
Reserves	50,637,706	50,612,150
Total Equity	<u>162,304,994</u>	<u>162,279,438</u>
Non-Current Liabilities		
Hire-purchase payables	264,801	304,031
Term loans	3,942,578	4,382,580
Deferred tax liabilities	13,174,993	12,724,992
Total Non-Current Liabilities	<u>17,382,372</u>	<u>17,411,603</u>
Current Liabilities		
Trade and other payables	78,884,134	77,937,713
Provisions for liabilities	30,391,832	30,387,560
Hire-purchase payables	209,746	227,687
Term loan instruments	3,165,805	3,165,805
Term loans	1,969,838	2,358,866
Tax payable	519,876	519,876
Total Current Liabilities	<u>115,141,231</u>	<u>114,597,507</u>
	<u>115,141,231</u>	<u>114,597,507</u>
Total Liabilities	<u>132,523,603</u>	<u>132,009,110</u>
TOTAL EQUITY AND LIABILITIES	<u>294,828,597</u>	<u>294,288,548</u>
Net asset per share (sen)	73	73

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

FURQAN BUSINESS ORGANISATION BERHAD ("FBO")
 INTERIM REPORT FOR THE PERIOD ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended 31-Mar-2012 RM	3 months ended 31-Mar-2011 RM	Year-to-date 31-Mar-2012 RM	Year-to-date 31-Mar-2011 RM
<u>Continuing Operations</u>				
Revenue	8,141,046	6,395,916	8,141,046	6,395,916
Expenses excluding finance cost	(7,388,974)	(6,339,182)	(7,388,974)	(6,339,182)
Other operating income	24,857	16,671	24,857	16,671
Profit/(Loss) from operations	776,929	73,405	776,929	73,405
Finance cost	(127,929)	(354,054)	(127,929)	(354,054)
Share of results of associate	(32,811)	(68,138)	(32,811)	(68,138)
Profit/(Loss) before taxation	616,189	(348,787)	616,189	(348,787)
Income tax expense	(583,349)	(450,000)	(583,349)	(450,000)
Profit/(Loss) from continuing operations	32,840	(798,787)	32,840	(798,787)
<u>Discontinued operations</u>				
Profit/(Loss) from discontinued operations	-	41,751	-	41,751
Net profit/(loss) for the period	32,840	(757,036)	32,840	(757,036)
Other comprehensive income, net of tax	(7,284)	-	(7,284)	-
Total comprehensive income/(loss) for the period	25,556	(757,036)	25,556	(757,036)
Earnings/(Loss) per ordinary share attributable to equity holders of the Company (sen)				
Basic, for profit/(loss) from continuing operations	0.01	(0.36)	0.01	(0.36)
Basic, for loss from discontinued operations	-	0.02	-	0.02
Basic, for profit/(loss) for the period	0.01	(0.34)	0.01	(0.34)
Diluted	-	-	-	-

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

FURQAN BUSINESS ORGANISATION BERHAD ("FBO")
 INTERIM REPORT FOR THE PERIOD ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM	Revaluation Reserve RM	Fair Value Reserve RM	Non-distributable Disposal group classified as held for sale RM	Capital Reserve RM	Distributable Retained Profits/ (Accumulated Losses) RM	Total RM
At 1 January 2011	111,667,288		21,254	100,590	110,238,037	(76,574,127)	145,453,042
Realisation of revaluation for disposal group	-	-		(100,590)	-	-	(100,590)
Total comprehensive income	-	-	15,078	-	-	16,911,908	16,926,986
At 31 December 2011	111,667,288	-	36,332	-	110,238,037	(59,662,219)	162,279,438
Total comprehensive income	-	-	(7,284)	-	-	32,840	25,556
At 31 March 2012	111,667,288	-	29,048	-	110,238,037	(59,629,379)	162,304,994

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

FURQAN BUSINESS ORGANISATION BERHAD ("FBO")
INTERIM REPORT FOR THE PERIOD ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 31-March-2012 RM	3 months ended 31-March-2011 RM
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		
Profit/(Loss) before income tax expense for the period		
- Continuing operations	616,189	(348,787)
- Discontinued operations	-	41,751
Adjustments for:		
Share of results of associate	32,811	68,138
Interest income	(15,708)	(15,521)
Interest expense	127,929	370,671
Allowance for doubtful debts	2,176	-
Depreciation of property, plant and equipment	153,246	241,149
Amortisation of prepaid lease payments	32,349	32,349
Operating Profit/(Loss) Before Working Capital Changes	948,992	389,750
(Increase)/Decrease in:		
Property development expenditure	(476,670)	(89,609)
Inventories	(4,569)	(41,053)
Lease and hire-purchase receivables	90,933	1,394,058
Trade and other receivables	(64,003)	249,530,267
Increase/(Decrease) in:		
Trade and other payables	946,422	(249,280,013)
Provision for liabilities	4,271	100,525
Income tax (paid)/refunded, net	1,445,376 (57,499)	2,003,925 (79,878)
Net Operating Cash Flow	1,387,877	1,924,047
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Additions to property, plant and equipment	(5,829)	(7,727)
Interest received	15,708	15,521
Net Investing Cash Flow	9,879	7,794
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Drawdown/(Repayment) of term loans, net	(829,030)	(551,932)
Interest paid	(127,929)	(370,671)
Repayment of term loan instruments	-	(25,000)
Payment of hire-purchase payables	(57,171)	(137,828)
Net Financing Cash Flow	(1,014,130)	(1,085,431)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	383,626	846,410
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	6,988,940	7,986,117
CASH AND CASH EQUIVALENTS AT END OF PERIOD	7,372,566	8,832,527
CASH AND CASH EQUIVALENTS AT END OF PERIOD COMPRISE THE FOLLOWING:		
Cash and bank balances	4,979,174	6,377,882
Housing Development Account	209,251	205,171
Deposits placed with licensed banks	3,019,272	2,943,311
Bank overdrafts	-	(66,114)
	8,207,697	9,460,250
Add : Bank balances and deposits from discontinued operations (included in Assets held for disposal)		184,718
Less : Deposits pledged with licensed bank	(835,131)	(812,441)
	7,372,566	8,832,527

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.