

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule A : Condensed Consolidated Statement of Comprehensive Income
For the financial period ended 31 July 2013

	Individual period		Cumulative period	
	Current year quarter 31/07/2013	Preceding Year quarter 31/07/2012	Current year to-date 31/07/2013	Preceding Year to-date 31/07/2012
	RM'000	RM'000	RM'000	RM'000
Continuing Operations				
Revenue	19,477	77,949	41,259	129,067
Cost of sales	(18,666)	(66,985)	(30,640)	(100,542)
Gross profit	811	10,964	10,619	28,525
Other operating income (Note 1)	30,317	8,968	34,805	10,751
Gain on disposal of a subsidiary	6,325	-	6,325	-
Administrative and other expenses (Note 2)	(26,796)	(12,219)	(34,221)	(24,259)
Result from operating activities	10,657	7,713	17,528	15,017
Finance income	153	72	207	143
Finance costs	(18,288)	(15,223)	(27,255)	(24,243)
Loss before tax and share of results	(7,478)	(7,438)	(9,520)	(9,083)
Share of results in jointly controlled entities and associate companies	1,467	2,916	1,584	3,337
Loss before tax	(6,011)	(4,522)	(7,936)	(5,746)
Income tax credit	290	(4,981)	548	(4,693)
Loss for the period	(5,721)	(9,503)	(7,388)	(10,439)
Other comprehensive loss				
Exchange difference on translation of foreign entity	(1,717)	986	(4,698)	970
Total comprehensive loss for the period	(7,438)	(8,517)	(12,086)	(9,469)
Loss for the period attributable to:				
Owners of the Company	(6,484)	(11,912)	(7,384)	(12,461)
Non-controlling Interests	763	2,409	(4)	2,022
	(5,721)	(9,503)	(7,388)	(10,439)
Total comprehensive loss for the period attributable to:				
Owners of the Company	(8,201)	(10,926)	(12,082)	(11,491)
Non-controlling Interests	763	2,409	(4)	2,022
	(7,438)	(8,517)	(12,086)	(9,469)
Earning per share ("EPS") (in sen)				
Basic EPS	(0.16)	(0.29)	(0.18)	(0.31)
Diluted EPS	(0.16)	(0.29)	(0.18)	(0.31)

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule A : Condensed Consolidated Statement of Comprehensive Income (Continue)
For the financial period ended 31 July 2013

	Individual period		Cumulative period	
	Current year quarter 31/07/2013	Preceding Year quarter 31/07/2012	Current year to-date 31/07/2013	Preceding Year to-date 31/07/2012
	RM'000	RM'000	RM'000	RM'000
NOTE :				
1) Included in the Other Operating Income:				
Gains on early conversion and redemption of convertible securities	219	136	1,605	510
Gain on disposal of investment property	1,011	79	1,011	79
Gain on disposal of property, plant and equipment	-	18	-	18
Provision for impairment on receivables no longer required	26,183	389	26,713	389
Provision for impairment on inventories no longer required	384	-	384	-
Rental income	287	191	589	496
Discount on settlement of debt	-	5,938	-	5,938
2) Included in the Administrative and Other Expenses:				
Depreciation	(1,322)	(1,495)	(2,995)	(3,212)
Loss on disposal of property, plant and equipment	(3)	-	(3)	-
Property, plant and equipment written off	-	(72)	-	(80)
Provision for liquidated and ascertained damages	(268)	(669)	(272)	(1,508)
Provision for impairment on receivables	(6,155)	(1,313)	(6,155)	(1,340)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 January 2013 and the accompanying explanatory notes attached to the interim financial report.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule B : Condensed Consolidated Statement of Financial Position
As at 31 July 2013

	Unaudited as at 31/07/2013 RM'000	Audited as at 31/1/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	107,720	111,068
Land held for property development	706,786	702,823
Investment properties	111,356	112,310
Interest in jointly controlled entities	12,601	11,953
Interest in associates	3,752	3,816
Sinking funds held by trustees	2,130	2,224
Goodwill	26,822	26,822
Total non-current assets	971,167	971,016
Current assets		
Property development costs	423,072	478,550
Inventories	102,152	105,647
Trade and other receivables	190,816	193,650
Amount owing by associates	46,019	46,004
Amount owing by jointly controlled entities	-	179
Cash and bank balances	19,553	15,754
Assets held for sale	172,855	184,930
Total current assets	954,467	1,024,714
TOTAL ASSETS	1,925,634	1,995,730
EQUITY AND LIABILITIES		
Capital and Reserves		
Share capital	814,775	812,920
Treasury shares	(493)	(493)
Reserves	(266,843)	(252,793)
Equity attributable to owners of the Company	547,439	559,634
Non-controlling interests	2,729	2,733
Total equity	550,168	562,367
Non-current liabilities		
Convertible securities	24,694	80,594
Borrowings	92,765	92,765
Provision for liability	7,623	8,825
Deferred tax liabilities	3,338	4,129
Total non-current liabilities	128,420	186,313
Current liabilities		
Convertible securities	47,301	-
Provision for liability	6,589	6,589
Borrowings	212,932	262,169
Trade and other payables	829,436	825,745
Amount owing to jointly controlled entities	45,643	45,788
Current tax liabilities	105,145	106,759
Total current liabilities	1,247,046	1,247,050
Total liabilities	1,375,466	1,433,363
TOTAL EQUITY AND LIABILITIES	1,925,634	1,995,730
Net assets per share attributable to Owners the Company (RM)	0.13	0.14

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 January 2013 and the accompanying explanatory notes attached to the interim financial report.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

	Current year to-date 31/07/2013 RM'000	Preceding year to-date 31/07/2012 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(7,936)	(5,746)
Adjustments for:		
Interest expenses:-		
- borrowings	25,068	21,939
- convertible securities	2,187	2,304
Impairment loss on receivables	6,155	1,340
Depreciation:		
- property, plant and equipment	2,044	2,704
- investment properties	951	508
(Gain) / Loss on disposal of:		
- property, plant and equipment	3	(18)
- investment properties	(1,011)	(79)
- subsidiaries	(6,325)	-
Discount on settlement of debt	-	(5,938)
Gains on early conversion and redemption of convertible securities	(1,605)	(510)
Impairment loss on receivables no longer required	(26,713)	(389)
Impairment loss on inventories no longer required	(384)	-
Additional provision for liquidated and ascertained damages	-	1,508
Property, plant and equipment written off	-	80
Currency realignment	-	73
Interest income	(207)	-
Share of results of jointly controlled entities and associates	(1,584)	(3,337)
Operating (loss)/profit before working capital	<u>(9,357)</u>	<u>14,439</u>
Changes in working capital:		
Property development costs	51,514	(4,719)
Asset held for sale	6,082	20,474
Inventories	3,734	(513)
Receivables	17,512	7,998
Payables	7,132	8,953
Operating profit after working capital changes	<u>76,617</u>	<u>46,632</u>
Interest received	207	-
Income tax paid	(1,361)	(864)
Interest paid	(25,068)	(21,875)
Payment for liquidated and ascertained damages	(1,202)	(1,359)
Net Cash Generated From Operating Activities	<u>49,193</u>	<u>22,534</u>

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

	Current year to-date 31/07/2013 RM'000	Preceding year to-date 31/07/2012 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Net change in associates balances	4	4
Net proceeds from disposal of:		
- property, plant and equipment	2	236
- investment properties	7,007	625
- subsidiary companies	(1)	-
Dividends received	1,000	-
Net change in jointly controlled entities balances	34	(5,715)
Purchase of property, plant and equipment	(1,953)	(717)
Net Cash Generated/(Used) In Investing Activities	<u>6,093</u>	<u>(5,567)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net decrease of borrowings	(51,557)	(10,415)
Net changes in sinking funds held by trustees	94	(1,211)
Housing development accounts pledged as security values	64	(65)
Net Cash Used In Financing Activities	<u>(51,399)</u>	<u>(11,691)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,887	5,276
EFFECTS OF EXCHANGE DIFFERENCES	(24)	42
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF FINANCIAL YEAR	15,594	10,286
CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL PERIOD	<u>19,457</u>	<u>15,604</u>
Cash in hand and bank balances	19,325	15,411
Deposits with licensed banks	228	365
	<u>19,553</u>	<u>15,776</u>
Balances pledged as securities to licensed banks - HDA	(96)	(172)
	<u>19,457</u>	<u>15,604</u>

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 January 2013 and the accompanying explanatory notes attached to the interim financial report.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule D : Condensed Consolidated Statement of Changes in Equity
For the financial period ended 31 July 2013

	Attributable to owners of the Company						Non-Controlling Interests	Total Equity
	Share Capital	Treasury Shares	Convertible Securities	Capital Reserves*	Accumulated Losses*	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 February 2013	812,920	(493)	19,159	43,637	(315,589)	559,634	2,733	562,367
Convertible securities converted/redeemed during the financial period	1,855	-	(1,968)	-	-	(113)	-	(113)
Total comprehensive loss for the financial period	-	-	-	(4,698)	(7,384)	(12,082)	(4)	(12,086)
Realisation of reserve on disposal of a subsidiary	-	-	-	(100)	100	-	-	-
At 31 July 2013	814,775	(493)	17,191	38,839	(322,873)	547,439	2,729	550,168
At 1 February 2012	811,195	(493)	20,572	45,929	(304,253)	572,950	2,587	575,537
Convertible securities converted/redeemed during the financial period	1,593	-	(1,011)	-	-	582	-	582
Total comprehensive income for the financial period	-	-	-	970	(12,461)	(11,491)	2,022	(9,469)
At 31 July 2012	812,788	(493)	19,561	46,899	(316,714)	562,041	4,609	566,650

* *Non-distributable*

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 January 2013 and the accompanying explanatory notes attached to the interim financial report.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule E : Significant Events and Transactions Pursuant to FRS 134

1. Basis of Preparation

The unaudited quarterly report has been prepared in accordance with the reporting requirements as set out in Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements (“Bursa Securities Listing Requirements”) and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 January 2013 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

The significant accounting policies and methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 January 2013 except for the following revised FRSs, amendment/improvement to FRSs, new IC Int and amendments to IC Int which have been adopted during the financial period.

New FRSs

FRS 10	Consolidated Financial Statements
FRS 11	Joint Arrangements
FRS 12	Disclosures of Interests in Other Entities
FRS 13	Fair Value Measurement

Revised FRSs

FRS 119	Employee Benefits
FRS 127	Separate Financial Statements
FRS 128	Investment in Associates and Joint Ventures

Amendments/Improvement to FRSs

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 7	Financial Instruments : Disclosures
FRS 10	Consolidated Financial Statements
FRS 11	Joint Arrangements
FRS 12	Disclosure of Interests in Other Entities
FRS 101	Presentation of Financial Statements
FRS 116	Property, Plant and Equipment
FRS 132	Financial Instruments : Presentation
FRS 134	Interim Financial Reporting

New IC Int

IC Int 20	Stripping Costs in the Production Phase of a Surface Mine
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Amendments to IC Int

IC Int 2	Members' Shares in Co-operative Entities & Similar Instruments
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TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule E : Significant Events and Transactions Pursuant to FRS 134 (Cont'd)

1. Basis of Preparation (Cont'd)

The Group has not early adopted the following standards that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group:-

		Effective for the financial period beginning on or after
<u>New FRSs</u>		
FRS 9	Financial Instruments	1 January 2015
<u>Amendments/Improvements to FRSs</u>		
FRS 10	Consolidated Financial Statements	1 January 2014
FRS 12	Disclosure of Interests in Other Entities	1 January 2014
FRS 127	Separate Financial Statement	1 January 2014
FRS 132	Financial Instruments : Presentation	1 January 2014
FRS 136	Impairment of Assets	1 January 2014
FRS 139	Financial Instruments : Recognition & Measurement	1 January 2014
<u>Amendments to IC Int</u>		
IC Int 21	Levies	1 January 2014

In conjunction with the planned convergence of FRSs with International Financial Reporting Standards as issued by the International Accounting Standards Board on 1 January 2012, the MASB had on 19 November 2011 issue a new MASB approved accounting standards, MFRSs ("MFRSs Framework") for application in the annual periods beginning on or after 1 January 2012.

The MFRSs Framework is mandatory for adoption by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities subject to the application of MFRS 141 *Agriculture* and/or IC Int 15 *Agreements for the Construction of Real Estate ("Transitioning Entities")*. The Transitioning Entities are given an option to defer adoption of the MFRSs framework to financial periods beginning on or after 1 January 2014. Transitioning Entities also includes those entities that consolidate or equity account or proportionately consolidate another entity that has chosen to continue to apply the FRSs framework for annual periods beginning on or after 1 January 2012.

Accordingly, the Group and the Company which are Transitioning Entities have chosen to defer the adoption of the MFRSs framework to financial year beginning on 1 February 2015. The Group and the Company will prepare its first MFRSs financial statements using the MFRSs framework for the financial year ending 31 January 2016.

Schedule E : Significant Events and Transactions Pursuant to FRS 134 (Cont'd)

1. Basis of Preparation (Cont'd)

As at 31 January 2013, all FRSs issued under the existing FRSs framework are equivalent to the MFRSs issued under MFRSs framework except for differences in relation to the transitional provisions, the adoption of MFRS 141 *Agriculture* and IC Int 15 *Agreements for the Construction of Real Estate* as well as differences in effective dates contained in certain of the existing FRSs. As such, the main effects arising from the transition to the MFRSs Framework is as follows:

Application of MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards ("MFRS 1")

MFRS 1 requires comparative information to be restated as if the requirements of MFRSs effective for annual periods beginning on or after 1 January 2014 have always been applied, except when MFRS 1 allows certain elective exemptions from such full retrospective application or prohibits retrospective application of some aspects of MFRSs. The Group and the Company are currently assessing the impact of adoption of MFRS 1, including identification of the differences in existing accounting policies as compared to the new MFRSs and the use of optional exemptions as provided for in MFRS 1. As at the date of authorisation of issue of the financial statements, accounting policy decisions or elections have not been finalised. Thus, the impact of adoption of MFRS 1 cannot be determined and estimated reliably until the process is completed.

2. Seasonality or Cyclicity of Operations

The business operations of the Group were not affected by any material seasonal or cyclical factor.

3. Unusual Items due to their Nature, Size or Incidence

There were no unusual items that have material effects on the assets, liabilities, equity, net income, or cash flows for the current year quarter except for the disposal of a subsidiary as disclosed in Note 8 below.

4. Changes in Estimates

There were no significant changes to estimates that have a material effect on the results of the Group for the current year quarter.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
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Schedule E : Significant Events and Transactions Pursuant to FRS 134 (Cont'd)

8. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current year quarter except that the Company disposed of fully its investment in its wholly-owned subsidiary Ideal Synergy Sdn. Bhd., consisting of 350,000 ordinary share of RM1.00 each for a consideration of RM1.00.

9. Contingent Liabilities

The Company has the following outstanding corporate guarantees:

	RM'000
<u>Unsecured:</u>	
Corporate guarantees given to financial institutions for :-	
- credit facilities granted to jointly controlled entities	2,663
- credit facilities granted to associated company	6,000
- credit facilities granted to former subsidiary companies	5,497
	14,160
 <u>Secured:</u>	
Assets pledged to financial institutions for credit facilities granted to Kumpulan Europlus Berhad group (The Group owes Kumpulan Europlus Berhad group RM27.63 million as at 31 July 2013)	
	37,311
	51,471

10. Events After the Reporting Period

There were no material events subsequent to the current year quarter ended 31 July 2013 that have not been reflected in the financial statements.

On 7 August 2013, the Company announced that the Company has changed its name to Talam Transform Berhad.

11. Contingent Assets

As at the date of this report, the Group does not have any contingent assets.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Listing requirements of Bursa Malaysia Securities Berhad

1. Review of Performance

For the current quarter

In respect of the Property Development and Investment Division, the Group recorded a revenue of RM13.02 million which is a decrease of 81.83% when compare to the preceding year quarter of RM71.67 million, mainly due to lower progress billings generated from the development projects and lower proceeds from sale of development lands.

In respect of the Hotel and Recreation Division, the Group recorded a revenue of RM6.45 million which is an increase of 2.71% when compared to the preceding year quarter of RM6.28 million, mainly due to higher occupancy rate achieved.

The Group achieved a pre-tax loss of RM6.01 million compared to a pre-tax loss of RM4.52 million in the preceding year quarter. The Group's performance was affected by lower revenue and gross profit, higher finance costs and higher administrative and other expenses, despite improvements in other operating income and gain on the disposal of a subsidiary.

For the current year-to-date

In respect of the Property Development and Investment Division, the group recorded a revenue of RM29.77 million in the current year-to-date which is a decrease of 74.78% over the preceding year-to-date of RM118.06 million due to reasons mentioned above.

In respect of the Hotel and Recreation Division, the Group recorded a revenue of RM11.49 million which is an increase of 4.36% when compared to the preceding year quarter of RM11.01 million, mainly due to reasons mentioned above.

The group achieved a pre-tax loss in the current year-to-date of RM7.94 million compared to a pre-tax loss of RM5.75 million in the preceding year-to-date. The group's performance was affected by lower revenue and gross profit, higher finance costs and higher administrative and other expenses, despite improvements in other operating income and gain on the disposal of a subsidiary.

2. Comparison with Preceding Quarter's Results (Quarter 2, 2014 vs Quarter 1, 2014)

	Current year Quarter 31 July 2013 RM'000	Immediate preceding Quarter 30 April 2013 RM'000
Revenue	19,477	21,782
Loss before tax	(6,011)	(1,925)

The Group recorded a revenue of RM19.48 million for the current year quarter, lower by 10.56% compared to RM21.78 million of the immediate preceding quarter. The pre-tax loss was RM6.01 million for the current year quarter, higher by 211.40% compared to pre-tax loss of RM1.93 million of the immediate preceding quarter.

The lower result for the current year quarter is mainly due to reasons as explained in Note 1 of Schedule F above.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Listing requirements of Bursa Malaysia Securities Berhad

3. Prospects

The Group has almost completed all of the uncompleted houses. Besides current joint venture development projects, the Group will continue to enter into joint ventures with reputable corporations to develop its land banks. The Group will launch new development projects once approvals are obtained from the relevant authorities. However, the Board foresees a challenging financial year ahead for the Group due to market conditions brought about by tougher lending guidelines by Bank Negara Malaysia and an increasing construction costs environment.

4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document during the current year quarter.

5. Income Tax Expense

	Current year quarter 31/07/2013 RM'000	Current year to-date 31/07/2013 RM'000
<u>Group</u>		
Deferred taxation - current year	290	548

The deferred tax credit is in respect of the convertible securities.

6. Status of Corporate Proposals

There were no outstanding corporate proposals or new announcements made in the current year quarter.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Main Market Listing requirements of Bursa Malaysia Securities Berhad (Cont'd)

7. Group Borrowings and Debt Securities

The Group's borrowings and debt securities as at 31 July 2013 are as follow:

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short term borrowings	212,932	-	212,932
Long term borrowings	92,765	-	92,765
RCCLS - A	37,503	-	37,503
RCCLS - B	9,798	-	9,798
RCPS	-	24,694	24,694
	352,998	24,694	377,692

	Foreign Curency '000	RM Equivalent '000
Foreign currency borrowings included above:		
Chinese Renminbi	93,449	48,416

8. Material Litigation

Save as disclosed below, neither Talam Transform Berhad ("Talam") nor its subsidiaries are engaged in any material litigation, claims or arbitration either as plaintiff or defendant, which has a material effect on the business or financial position of the Group, and the Board has no knowledge of any proceedings pending or threatened against the Group or of any fact likely to give rise to any proceedings which might materially and adversely affect the business or financial position of Talam Group:

(i) Euoplus Corporation Sdn Bhd ("EC")

The Inland Revenue Board has taken legal actions to claim sums of RM42.90 million from EC, a wholly-owned subsidiary of Talam.

The Inland Revenue Board has agreed with an amicable settlement and EC has commenced paying monthly instalments to settle the claims.

TALAM TRANSFORM BERHAD (1120 – H)
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Financial Report for the financial period ended 31 July 2013
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Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Main Market Listing requirements of Bursa Malaysia Securities Berhad (Cont'd)

8. Material Litigation (Cont'd)

(ii) Talam Transform Berhad

Talam Transform Berhad has initiated legal proceedings against Bangkok Bank Berhad (“BBB”) for disposing a piece of property that is pledged to BBB for credit facilities granted to a related party, Keuro Leasing Sdn Bhd, a wholly owned subsidiary of Kumpulan Europlus Berhad. The property, valued at RM48.70 million, is part and parcel of the properties being disposed to MBI under a settlement agreement entered into on 12 March 2010 between the Company and MBI which was made known to BBB. Despite its awareness of this settlement agreement, BBB, had on 7 September 2010, proceeded to auction the property to a purchaser for RM15.00 million which is well below the transacted value with MBI of RM48.70 million.

On 29 March 2013, the successful bidder, Lim Suan filed a Notice of Application for leave to intervene and the Court has allowed his application to join the current suit as Third Defendant (“3rd Defendant”) on 30 April 2013.

In the view of recent development, the Company has appointed Messrs. Azri, Lee Swee Seng & Co on 20 May 2013 to consolidate the suit where the registered owners, Continental Heights Development Sdn. Bhd. is suing the 3rd defendant as both of the suits bear the identical fact and issues. The Court dismissed the application to consolidate and the Company is now preparing to proceed with full trial against BBB. In the meantime, on the advice of Messrs Azri, Lee Swee Seng & Co, an application to amend the Statement of Claims was filed on 13 September 2013.

Based on legal counsel’s advice, the Board of Directors of the Company believes that the Company has a reasonably good and valid claim in the legal action being taken. If necessary, the Company will identify a piece of land to replace the abovementioned land to MBI. The disposal of this property will not have any significant impact on completion of the MBI Settlement.

9. Proposed dividend

No dividend has been declared for the current year quarter.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Listing requirements of Bursa Malaysia Securities Berhad (Cont'd)

10. Earnings Per Share

a) Basic earnings per share

Basic earnings per share is calculated by dividing the loss for the current year quarter attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period, excluding treasury shares held by the Company.

	Current year quarter 31 July 2013	Current year to-date 31 July 2013
Loss attributable to owners of the Company (RM'000)	(6,484)	(7,384)
Weighted average number of ordinary shares in issue, excluding treasury shares ('000)	4,071,242	4,068,923
Basic earning per share (sen)	(0.16)	(0.18)

b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, the loss for the current year quarter attributable to owners of the Company and the weighted average number of ordinary shares in issue during the financial period have been adjusted for the effects of dilutive potential ordinary shares from conversion of RCPS and RCSLS. The adjusted weighted average number of ordinary shares is the weighted average number of ordinary shares which would be issued on the conversion of the outstanding RCPS and RCSLS into ordinary shares. The RCPS and RCSLS are deemed to have been converted into ordinary shares at the beginning of the financial period.

	Current year quarter 31 July 2013	Current year to-date 31 July 2013
Adjusted loss attributable to owners of the Company (RM'000)	(6,484)	(7,384)
Weighted average number of ordinary shares in issue, excluding treasury shares ('000)	4,071,242	4,068,923
Adjustment for assumed conversion of RCPS ('000)	-*	-*
Adjustment for assumed conversion of RCSLS ('000)	-*	-*
Adjusted weighted average number of Ordinary shares in issue and issuable ('000)	4,071,242	4,068,923
Diluted earning per share (sen)	(0.16)	(0.18)

* The outstanding RCPS and RCSLS have been excluded from the computation of diluted earnings per ordinary share as their effect would be anti-dilutive.

TALAM TRANSFORM BERHAD (1120 – H)
(Formerly known as Trinity Corporation Berhad)
Financial Report for the financial period ended 31 July 2013
(The figures have not been audited)

Schedule F : Additional Disclosures Pursuant to Appendix 9B of the Listing requirements of Bursa Malaysia Securities Berhad (Cont'd)

11. Realised and Unrealised Profits/(Losses) Disclosure

The breakdown of the accumulated losses of the Group as at 31 July 2013 into realised and unrealised profits/(losses) is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants on 20 December 2010.

	As at 31 July 2013 RM'000	As at 31 July 2012 RM'000
Total accumulated losses of the Group and its subsidiaries		
- Realised	(310,245)	(287,432)
- Unrealised	(14,212)	(27,213)
 Jointly controlled entities		
- Realised	1,648	9,972
 Associated companies		
- Realised	(64)	(12,041)
	<hr/> (322,873) <hr/>	<hr/> (316,714) <hr/>

12. Annual Audited Report

The auditors' report on the financial statements of the Group for the financial year ended 31 January 2013 did not contain any qualification.

13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 September 2013.

By order of the Board

Raw Koon Beng
Company Secretary