

## UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2008

	Individual Quarter	Cumulative Period
	Current quarter 31/12/2008 RM'000 Unaudited	Current year to date 31/12/2008 RM'000 Unaudited
Revenue	407,081	1,481,969
Cost of sales	(515,534)	(1,497,864)
Gross (loss)/ profit	<u>(108,453)</u>	<u>(15,895)</u>
Other operating income		
- Interest income	1,016	4,218
- Profit from Islamic deposits	132	501
- Investment income	278	1,012
- Other operating income	1,679	10,802
Allowance for decline in value of warrants	(288)	(2,552)
Marketing expenses	(2,720)	(12,126)
Administrative expenses	(8,921)	(27,308)
Other operating expenses	(17,724)	(20,605)
Finance costs	(29)	(146)
Share of results of:		
- Associates	3,469	8,191
- Jointly controlled entities	137	1,338
<b>Loss before taxation</b>	<u>(131,424)</u>	<u>(52,570)</u>
Tax expense	600	(19,061)
<b>Loss for the period</b>	<u>(130,824)</u>	<u>(71,631)</u>
Attributable to:		
Equity holders of the parent	(127,902)	(79,684)
Minority interest	(2,922)	8,053
	<u>(130,824)</u>	<u>(71,631)</u>
Earnings per share		
- Basic (sen)	<u>(22.71)</u>	<u>(14.15)</u>
- Diluted (sen)	<u>N/A</u>	<u>N/A</u>

On 17 December 2007, the financial year of the Company was changed from 31 January to end on 31 March commencing financial period ending 31 March 2008 and thereafter to end on 31 March of every subsequent year. Accordingly, there are no comparative figures for the current quarter and year to date ended 31 December 2008.

**(The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the fourteen-month period ended 31 March 2008)**

ZELAN BERHAD 27676-V

## UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008

	AS AT END OF CURRENT QUARTER 31 DECEMBER 2008 RM'000 Unaudited	AS AT END OF FINANCIAL PERIOD ENDED 31 MARCH 2008 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	126,238	117,133
Lease prepayments	61	106
Investment properties	5,877	5,984
Investments in associates	21,682	11,291
Investments in jointly controlled entities	8,161	6,823
Available-for-sale investment	230,538	502,240
Goodwill	47,338	47,338
	<u>439,895</u>	<u>690,915</u>
<b>Current assets</b>		
Inventories	20,213	18,635
Property development costs	26,712	52,827
Trade and other receivables	831,877	800,611
Tax recoverable	18,074	14,784
Marketable securities	1,564	0
Other investments	25,122	89,795
Deposits, bank and cash balances	146,519	202,266
	<u>1,070,081</u>	<u>1,178,918</u>
Non-current assets classified as held for sale	1	3,424
	<u>1,070,082</u>	<u>1,182,342</u>
<b>TOTAL ASSETS</b>	<u><u>1,509,977</u></u>	<u><u>1,873,257</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	281,632	281,632
Reserves	138,000	537,162
	<u>419,632</u>	<u>818,794</u>
Minority interest	35,627	28,926
<b>Total equity</b>	<u>455,259</u>	<u>847,720</u>
<b>Non-current liabilities</b>		
Borrowings	1,442	1,598
Other payables	9,533	9,531
Deferred tax liabilities	3,715	3,803
	<u>14,690</u>	<u>14,932</u>
<b>Current liabilities</b>		
Trade and other payables	939,442	952,751
Borrowings	90,921	43,557
Current tax liabilities	9,665	14,297
	<u>1,040,028</u>	<u>1,010,605</u>
<b>Total liabilities</b>	<u>1,054,718</u>	<u>1,025,537</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,509,977</u></u>	<u><u>1,873,257</u></u>
Net assets per share (RM)	<u>0.75</u>	<u>1.45</u>

(The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the fourteen-month period ended 31 March 2008)

ZELAN BERHAD 27676-V

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31 DECEMBER 2008

	Attributable to equity holders of the parent									Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Capital Reserve * RM'000	General Reserve * RM'000	Fair Value Reserve ^ RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	
Balance as at 1 April 2008	281,632	124,396	28,026	35,457	3,733	24,562	320,988	818,794	28,926	847,720
<u>Movements during the period</u>										
Currency translation differences	-	-	806	-	-	-	-	806	(639)	167
Available-for-sale investment: - Fair value movement	-	-	-	-	-	(271,703)	-	(271,703)	-	(271,703)
Net expense directly recognised in equity	-	-	806	-	-	(271,703)	-	(270,897)	(639)	(271,536)
Loss for the period	-	-	-	-	-	-	(79,684)	(79,684)	8,053	(71,631)
Total recognised income for the period	-	-	806	-	-	(271,703)	(79,684)	(350,581)	7,414	(343,167)
Dividend paid	-	-	-	-	-	-	(48,581)	(48,581)	-	(48,581)
Dividend paid to minority interest	-	-	-	-	-	-	-	-	(713)	(713)
Balance as at 30 September 2008	<u>281,632</u>	<u>124,396</u>	<u>28,832</u>	<u>35,457</u>	<u>3,733</u>	<u>(247,141)</u>	<u>192,723</u>	<u>419,632</u>	<u>35,627</u>	<u>455,259</u>

\* These reserves relate to net gain from disposals of investment in shares, issue of bonus shares by a subsidiary out of post-acquisition reserves and transfer of profits to a statutory reserve by an overseas subsidiary.

^ This reserve relates to changes in fair value of an available-for-sale investment.

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the fourteen-month period ended 31 March 2008)

ZELAN BERHAD 27676-V

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2008**

Current year  
to date  
31/12/2008  
RM'000

**OPERATING ACTIVITIES**

Loss for the period, attributable to equity holders of the parent	(79,684)
Adjustments for :	
Tax expense	19,061
Allowance for doubtful debts	702
Allowance for doubtful debts written back	(183)
Allowance for decline in value of warrants	2,552
Bad debt recovered	(30)
Depreciation of property, plant and equipment	13,661
Amortisation of prepaid lease	45
Depreciation of investment properties	107
Property, plant and equipment written off	1,238
Available for sale investment written off	3,062
Gain on disposal of property, plant and equipment	(148)
Dividend income	(24,700)
Interest income	(4,218)
Profit from Islamic deposits	(501)
Investment income	(1,012)
Finance costs	146
Unrealised foreign exchange gain	(5,888)
Minority interest	8,053
Share of results of jointly controlled entities	(1,338)
Share of results of associates	(8,191)
	<u>(77,266)</u>
Changes in working capital :	
Property development costs	26,336
Inventories	(1,578)
Receivables	3,151
Payables	(14,507)
Cash used in operations	(63,864)
Taxation paid	(21,925)
<b>Net cash flow from operating activities</b>	<u>(85,789)</u>

**INVESTING ACTIVITIES**

Additional investments in associates	(1,000)
Additional investment in associate classified as non-current assets held for sale	(950)
Proceeds from other investments	64,673
Purchase of property, plant and equipment	(45,097)
Proceeds from disposal of property, plant and equipment	217
Proceeds from disposal of non-current assets held for sale	1,311
Dividends received	15,437
Interest income received	4,218
Profit from Islamic deposits received	501
Investment income received	1,012
<b>Net cash flow from investing activities</b>	<u>40,322</u>

**FINANCING ACTIVITIES**

Repayments of borrowings	(11,273)
Proceeds from borrowings	59,163
Dividend paid to minority interest	(713)
Repayments of hire purchase liabilities	(682)
Finance costs	(367)
Release of deposits pledged as security	441
Dividends paid	(48,581)
<b>Net cash flow from financing activities</b>	<u>(2,012)</u>
Net movement in cash and cash equivalents	(47,479)
Cash and cash equivalents at beginning of the period	201,825
Currency translation differences	(7,827)
<b>Cash and cash equivalents at end of the period</b>	<u>146,519</u>

(The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the fourteen-month period ended 31 March 2008)