

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative Period	
	Current year quarter 31/12/2011 RM'000 Unaudited	Preceding year quarter 31/12/2010 RM'000 Unaudited	Current year to date 31/12/2011 RM'000 Unaudited	Preceding year to date 31/12/2010 RM'000 Unaudited
Continuing operations				
Revenue	86,156	(39,204)	200,023	89,610
Cost of sales	7,860	8,077	(105,007)	(144,879)
Gross profit/(loss)	94,016	(31,127)	95,016	(55,269)
Other operating income				
- Interest income	733	5,529	1,261	15,928
- Profit from Islamic deposits	0	0	1	0
- Other operating income	1,469	455	3,580	5,545
-Loss on disposal of associate and jointly controlled entity	0	(166)	0	(166)
- Gain on disposal of available-for-sale financial assets	0	17,980	0	47,664
-Gain on liquidation of a subsidiary company	3,179	0	3,179	0
- Loss on fair value of derivative	(26,104)	0	(26,104)	0
Marketing expenses	0	(5)	0	(55)
Administrative expenses	(6,938)	(3,919)	(14,924)	(17,317)
Other operating expenses	(337)	304	(2,489)	(3,098)
Depreciation	(255)	(340)	(821)	(6,092)
Unrealised foreign exchange gain / (loss), net	(3,285)	3,509	22,315	(20,839)
Finance costs	349	(3,666)	(5,514)	(5,188)
Share of results of associates	673	(12,819)	673	(16,999)
Profit/(loss) before taxation	63,500	(24,265)	76,173	(55,886)
Tax expense	(136)	(16,232)	(1,131)	(15,417)
Profit/(loss) for the period from continuing operations	63,364	(40,497)	75,042	(71,303)
Discontinuing operation				
Loss for the period from discontinued operation	0	0	0	(4,339)
Profit/(loss) for the period	63,364	(40,497)	75,042	(75,642)
Other comprehensive (loss) / income :				
Changes in the fair value of available-for-sale financial asset	43,140	76,571	(50,439)	106,530
Reversal of fair value on disposal of available-for-sale financial assets	0	(17,980)	0	(47,664)
Exchange difference from translation of foreign operations	10,443	(1,329)	(26,544)	16,569
Reversal of exchange difference on disposal of subsidiary	0	0	0	74
Other comprehensive income / (loss) for the period	53,583	57,262	(76,983)	75,509
Total comprehensive income/ (loss) for the period	116,947	16,765	(1,941)	(133)
Profit/(loss) for the period				
Attributable to:				
Equity holders of the parent	63,377	(41,295)	75,051	(75,527)
Non controlling interest	(13)	798	(9)	(115)
	63,364	(40,497)	75,042	(75,642)
Total comprehensive income / (loss) for the period				
Equity holders of the parent	117,172	17,130	(1,925)	1,378
Non controlling interest	(225)	(365)	(16)	(1,511)
	116,947	16,765	(1,941)	(133)
Basic and diluted loss per share attributable to equity holders of the Company (sen):				
- loss from continuing operations	11.25	(7.33)	13.32	(12.65)
- loss from discontinued operations	-	-	-	(0.76)
	11.25	(7.33)	13.32	(13.41)

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

ZELAN BERHAD 27676-V

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

	AS AT END OF CURRENT QUARTER ENDED 31 DECEMBER 2011 RM'000 Unaudited	AS AT END OF FINANCIAL YEAR ENDED 31 MARCH 2011 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	31,237	39,353
Investment properties	5,451	5,557
Investments in associates	13,856	15,383
Available-for-sale financial assets (restricted)	374,980	425,420
	<u>425,524</u>	<u>485,713</u>
Current assets		
Inventories	9,080	9,194
Trade and other receivables	372,109	508,532
Tax recoverable	42,737	47,640
Cash and bank balances	78,357	18,601
	<u>502,283</u>	<u>583,967</u>
TOTAL ASSETS	<u>927,807</u>	<u>1,069,680</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	281,632	281,632
Reserves	(15,799)	(12,161)
	<u>265,833</u>	<u>269,471</u>
Minority interest	(42)	11,631
Total equity	<u>265,791</u>	<u>281,102</u>
Non-current liabilities		
Borrowings	285,607	36
Deferred tax liabilities	2,693	2,697
	<u>288,300</u>	<u>2,733</u>
Current liabilities		
Trade and other payables	333,213	584,302
Derivative financial liability	26,104	0
Borrowings	14,059	201,525
Current tax liabilities	340	18
	<u>373,716</u>	<u>785,845</u>
Total liabilities	<u>662,016</u>	<u>788,578</u>
TOTAL EQUITY AND LIABILITIES	<u>927,807</u>	<u>1,069,680</u>
Net assets per share (RM)	<u>0.47</u>	<u>0.48</u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

ZELAN BERHAD 27676-V

STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31 DECEMBER 2011

	Attributable to equity holders of the parent							Non Controlling Interest	Total Equity	
	Share Capital	Share Premium	Translation Reserve	Capital Reserve *	General Reserve *	Fair Value Reserve ^	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 April 2011	281,632	124,396	54,007	35,457	4,254	150,386	(380,661)	269,471	11,631	281,102
<u>Comprehensive income:</u>										
Profit for the period	-	-	-	-	-	-	75,051	75,051	(9)	75,042
<u>Other comprehensive income:</u>										
Currency translation reserve	-	-	(26,537)	-	-	-	-	(26,537)	(7)	(26,544)
Fair value loss on available-for-sale financial assets	-	-	-	-	-	(50,439)	-	(50,439)	-	(50,439)
Total comprehensive income/(loss) for the period	-	-	(26,537)	-	-	(50,439)	75,051	(1,925)	(16)	(1,941)
<u>Transactions with owners</u>										
Liquidation of a subsidiary	-	-	(1,713)	-	-	-	-	(1,713)	(11,657)	(13,370)
Balance as at 31 December 2011	281,632	124,396	25,757	35,457	4,254	99,947	(305,610)	265,833	(42)	265,791
Balance as at 1 April 2010										
- As previously reported	281,632	124,396	50,717	35,457	4,254	84,831	(140,258)	441,029	17,273	458,302
- Effects arising from adoption of FRS 139	-	-	-	-	-	-	(7,494)	(7,494)	-	(7,494)
Balance as at 1 April 2010 - as restated	281,632	124,396	50,717	35,457	4,254	84,831	(147,752)	433,535	17,273	450,808
<u>Comprehensive loss:</u>										
Profit for the period	-	-	-	-	-	-	(75,527)	(75,527)	(115)	(75,642)
<u>Other comprehensive income:</u>										
Currency translation difference	-	-	18,039	-	-	-	-	18,039	(1,396)	16,643
Fair value gain on available-for-sale financial assets	-	-	-	-	-	106,530	-	106,530	-	106,530
Reversal of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	-	(47,664)	-	(47,664)	-	(47,664)
Total comprehensive income/(loss) for the period	-	-	18,039	-	-	58,866	(75,527)	1,378	(1,511)	(133)
<u>Transactions with owners</u>										
Disposal of a subsidiary	-	-	-	-	-	-	-	-	(4,228)	(4,228)
Dividend paid to non controlling interest	-	-	-	-	-	-	-	-	(473)	(473)
Balance as at 31 December 2010	281,632	124,396	68,756	35,457	4,254	143,697	(223,279)	434,913	11,061	445,974

* 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 financial asset.

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

ZELAN BERHAD 27676-V

**STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2011**

	Current year to date 31/12/2011 RM'000	Preceding year to date 31/12/2010 RM'000
OPERATING ACTIVITIES		
Profit/(loss) for the period, attributable to shareholders	75,051	(75,527)
Adjustments for :		
Tax expense	1,131	15,587
Allowance for doubtful debts	-	1,599
Depreciation of property, plant and equipment	715	5,986
Depreciation of investment properties	106	106
Property, plant and equipment written off	-	169
Loss/ (gain) on disposal of property, plant and equipment	586	(1,168)
Gain on liquidation of a subsidiary company	(3,179)	166
Gain on disposal of other investments	-	(42)
Gain on disposal of available-for-sale investments	-	(47,664)
Loss on fair value of derivative	26,104	-
Dividend income	(7,300)	(13,726)
Loss on disposal of a subsidiary	-	4,040
Interest income	(1,261)	(15,933)
Profit from Islamic deposits	(1)	-
Investment income	-	(1)
Finance costs	5,514	5,188
Unrealised foreign exchange (gain) / loss	(22,315)	20,839
Minority interest	(9)	(115)
Share of results of associates	(673)	16,999
	<u>74,469</u>	<u>(83,497)</u>
Changes in working capital :		
Inventories	114	343
Receivables	129,089	55,382
Payables	(250,973)	(175,263)
Cash used in operations	(47,301)	(203,035)
Tax paid / (received)	4,090	(4,290)
Net cash flows used in operating activities	<u>(43,211)</u>	<u>(207,325)</u>
INVESTING ACTIVITIES		
Investments in associate	2,200	629
Proceeds from disposal of other investments	-	557
Proceeds from disposal of available-for-sale financial assets	-	234,051
Purchase of property, plant and equipment	(9)	(733)
Proceeds from disposal of property, plant and equipment	3,555	6,032
Dividends received	7,300	11,006
Proceeds from disposal of a subsidiary	-	10,000
Interest income received	1,261	15,928
Profit from Islamic deposits received	1	-
Net cash flows from investing activities	<u>14,308</u>	<u>277,470</u>
FINANCING ACTIVITIES		
Repayments of borrowings	(362,194)	(70,010)
Proceeds from borrowings	455,607	-
Dividend paid to minority interest	-	(473)
Repayments of hire purchase liabilities	(80)	(545)
Finance costs	(5,514)	(5,188)
Release of / (Additional) deposits pledged as security	(55,894)	771
Net cash flows from / (used in) financing activities	<u>31,925</u>	<u>(75,445)</u>
Net movement in cash and cash equivalents	3,022	(5,300)
Cash and cash equivalents at beginning of the period	16,632	41,359
Currency translation differences	840	(1,328)
Cash and cash equivalents at end of the period	<u>20,494</u>	<u>34,731</u>

(The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)