

**OLYMPIA INDUSTRIES BERHAD**

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement Of Comprehensive Income  
For the Fourth Quarter Ended 30 June 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30 June 2011 RM'000	Comparative quarter ended 30 June 2010 RM'000 (Restated)	Current year to date 30 June 2011 RM'000	Comparative year to date 30 June 2010 RM'000 (Restated)
<b>1 Continuing Operations</b>				
Revenue	51,079	75,739	226,900	251,967
Operating expenses	(55,192)	(80,787)	(230,596)	(246,667)
Other income	23,565	45,126	36,941	55,346
Other expenses	(6,874)	(2,113)	(7,065)	(47,461)
<b>Profit from continuing operations</b>	<b>12,578</b>	<b>37,965</b>	<b>26,180</b>	<b>13,185</b>
Finance costs	(5,815)	(3,280)	(17,123)	(18,320)
<b>Profit/(loss) before tax from continuing operations</b>	<b>6,763</b>	<b>34,685</b>	<b>9,057</b>	<b>(5,135)</b>
Income tax expense	(10,713)	(6,369)	(12,954)	(10,417)
<b>Profit/(loss) from continuing operations, net of tax</b>	<b>(3,950)</b>	<b>28,316</b>	<b>(3,897)</b>	<b>(15,552)</b>
<b>Discontinued Operation</b>				
Loss from discontinued operation, net of tax	(95)	-	(95)	-
<b>Profit/(loss) net of tax</b>	<b>(4,045)</b>	<b>28,316</b>	<b>(3,992)</b>	<b>(15,552)</b>
<b>Other Comprehensive Income/(Expense)</b>				
Exchange differences on translating foreign operations	331	(380)	453	(519)
<b>Total Comprehensive Income/(Expense) for the year</b>	<b>(3,714)</b>	<b>27,936</b>	<b>(3,539)</b>	<b>(16,071)</b>
<b>Profit/(loss) attributable to:</b>				
Equity Holders of the Company	(4,458)	28,319	(5,970)	(12,755)
Minority Interests	413	(3)	1,978	(2,797)
	(4,045)	28,316	(3,992)	(15,552)
<b>Total Comprehensive Income/(Expense) attributable to:</b>				
Equity Holders of the Company	(4,127)	27,939	(5,517)	(13,277)
Minority Interests	413	(3)	1,978	(2,794)
	(3,714)	27,936	(3,539)	(16,071)
<b>2 Earnings per share attributable to Equity Holders of the Company (sen per share)</b>				
(i) Basic	(0.6)	3.7	(0.8)	(1.7)
(ii) Fully diluted	(0.3)	2.3	(0.2)	(0.7)

The Unaudited Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements .

**OLYMPIA INDUSTRIES BERHAD**

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement Of Financial Position****As at 30 June 2011**

	<b>As at 30 June 2011 RM'000</b>	<b>As at 30 June 2010 RM'000 (Restated)</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	8,964	17,281
Land held for property development	164,556	204,292
Investment properties	243,450	308,100
Investment in associates	233	234
Long term investment	250	250
Long term receivables	136,853	125,000
Deferred tax assets	10,900	16,624
	<b>565,206</b>	<b>671,781</b>
<b>Current Assets</b>		
Property development costs	194,910	215,690
Inventories	9,380	4,205
Due from associates, net	216	215
Trade and other receivables	183,620	127,735
Short term investments	139,030	139,016
Cash and bank balances	5,036	15,116
	<b>532,192</b>	<b>501,977</b>
<b>Assets of disposal group classified as held for sale</b>	<b>7,132</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>1,104,530</b>	<b>1,173,758</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to Equity Holders of the Company</b>		
Share Capital	770,704	757,532
"B" Class Redeemable Convertible Cumulative Preference Shares ("RCCPS-B")	22,989	22,989
Irredeemable Convertible Bonds ("ICB")	128,384	143,519
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	269,923	283,011
Other Reserves	(225,398)	(223,949)
Accumulated losses	(314,477)	(271,847)
	<b>652,125</b>	<b>711,255</b>
<b>Minority interests</b>	<b>10,548</b>	<b>8,570</b>
<b>TOTAL EQUITY</b>	<b>662,673</b>	<b>719,825</b>
<b>Non-Current Liabilities</b>		
Long term liabilities	122,654	182,045
Deferred tax liabilities	164	3,297
	<b>122,818</b>	<b>185,342</b>
<b>Current Liabilities</b>		
Due to affiliated companies, net	4,290	17,168
Trade and other payables	219,376	182,127
Borrowings	76,670	53,847
Tax payable	17,689	15,449
	<b>318,025</b>	<b>268,591</b>
<b>Liabilities directly associated with disposal group classified as held for sale</b>	<b>1,014</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>441,857</b>	<b>453,933</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,104,530</b>	<b>1,173,758</b>
<b>Net assets per share attributable to Ordinary Equity Holders of the Company (RM)</b>	<b>0.85</b>	<b>0.94</b>

The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements .

**OLYMPIA INDUSTRIES BERHAD**

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement Of Changes In Equity**  
**For the Year Ended 30 June 2011**

	Attributable to Equity Holders of the Company							Minority Interests	Total Equity	
	Non-distributable					Distributable				
	Share Capital RM'000	*Other Reserves RM'000	Equity Component of			Merger Deficit RM'000	Accumulated Losses RM'000			Total RM'000
ICULS RM'000			ICB RM'000	RCCPS-B RM'000						
<b>Balance at 1 July 2010</b>	757,532	9,935	283,011	143,519	22,989	(233,884)	(271,847)	711,255	8,570	719,825
Effects of adopting FRS 139	-	-	-	-	-	-	(36,471)	(36,471)	-	(36,471)
Restated balance	757,532	9,935	283,011	143,519	22,989	(233,884)	(308,318)	674,784	8,570	683,354
<b>Total Comprehensive Expense</b>	-	453	-	-	-	-	(5,970)	(5,517)	1,978	(3,539)
<b>Changes in equity for the year</b>										
Issue of ordinary shares upon conversion of ICULS	13,172	248	-	-	-	-	-	13,420	-	13,420
Conversion of ICULS	-	-	(13,088)	-	-	-	1,062	(12,026)	-	(12,026)
Cancellation of ICB	-	-	-	(15,135)	-	-	(3,401)	(18,536)	-	(18,536)
Transfer to accumulated losses on disposed assets	-	(2,150)	-	-	-	-	2,150	-	-	-
	13,172	(1,902)	(13,088)	(15,135)	-	-	(189)	(17,142)	-	(17,142)
<b>Balance at 30 June 2011</b>	770,704	8,486	269,923	128,384	22,989	(233,884)	(314,477)	652,125	10,548	662,673

**\*Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
<b>Balance at 1 July 2010</b>	2,234	5,096	1,005	1,600	9,935
<b>Total comprehensive income</b>	-	-	453	-	453
<b>Changes in equity for the year</b>					
Issue of ordinary shares upon conversion of ICULS	-	248	-	-	248
Transfer to accumulated losses on disposed assets	(2,150)	-	-	-	(2,150)
	(2,150)	248	-	-	(1,902)
<b>Balance at 30 June 2011</b>	84	5,344	1,458	1,600	8,486

**Unaudited Condensed Consolidated Statement Of Changes In Equity**  
**For the Corresponding Year Ended 30 June 2010**

	Attributable to Equity Holders of the Company							Minority Interests	Total Equity	
	Non-distributable					Distributable				
	Share Capital RM'000	*Other Reserves RM'000	Equity Component of			Merger Deficit RM'000	Accumulated Losses RM'000			Total RM'000
ICULS RM'000			ICB RM'000	RCCPS-B RM'000						
<b>Balance at 1 July 2009</b>	757,147	10,289	250,331	143,519	33,607	(233,884)	(259,136)	701,873	12,812	714,685
<b>Total Comprehensive Expense</b>	-	(519)	-	-	-	-	(12,755)	(13,274)	(2,797)	(16,071)
<b>Changes in equity for the year</b>										
Issue of ordinary shares upon conversion of ICULS	385	7	-	-	-	-	-	392	-	392
Conversion of ICULS	-	-	(402)	-	-	-	44	(358)	-	(358)
Swapped of RCCPS-B	-	-	-	-	(1,314)	-	-	(1,314)	-	(1,314)
Reversal of elimination of ICULS to a subsidiary	-	-	33,082	-	-	-	-	33,082	-	33,082
Elimination of RCCPS-B held by the Company	-	-	-	-	(9,304)	-	-	(9,304)	-	(9,304)
Subsidiaries struck-off	-	158	-	-	-	-	-	158	-	158
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(1,445)	(1,445)
	385	165	32,680	-	(10,618)	-	44	22,656	(1,445)	21,211
<b>Balance at 30 June 2010</b>	757,532	9,935	283,011	143,519	22,989	(233,884)	(271,847)	711,255	8,570	719,825

**\*Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
<b>Balance at 1 July 2009</b>	2,234	5,089	1,366	1,600	10,289
<b>Total Comprehensive Expense</b>	-	-	(519)	-	(519)
<b>Changes in equity for the year</b>					
Issue of ordinary shares upon conversion of ICULS	-	7	-	-	7
Subsidiaries struck-off	-	-	158	-	158
<b>Balance at 30 June 2010</b>	2,234	5,096	1,005	1,600	9,935

\*\* The capital reserve arose from the issuance of shares in a subsidiary at a premium to minority shareholders.

The Unaudited Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements.

**OLYMPIA INDUSTRIES BERHAD**

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement Of Cash Flows  
For the Year Ended 30 June 2011**

	<b>Current Year To Date 30 June 2011 RM'000</b>	<b>Comparative Year To Date 30 June 2010 RM'000</b>
<b>Operating Activities</b>		
Profit/(loss) before tax from:		
-Continuing operations	9,057	(5,135)
-Discontinued operation	(95)	-
	<u>8,962</u>	<u>(5,135)</u>
<b>Adjustments for :-</b>		
Interest income	(14,454)	(4,371)
Dividend income from investment securities	(311)	(348)
Fair value adjustment on an investment property	-	(28,100)
Gain on disposal of subsidiaries	-	(6,504)
Gain on disposal of property, plant and equipment	(14)	(4,926)
Gain on disposal of land held for property development	(1,335)	-
Reversal of impairment for short term investments	(2,680)	-
Write-back of payables	-	(3,708)
Waiver of interest charged	-	(1,945)
Impairment loss on short term investments	174	3,124
Loss on disposal of short term investments	3,709	42,969
Loss arising from subsidiary struck-off	-	2,410
Loss on disposal of investment property	2,941	-
Provision for doubtful debts	506	1,094
Depreciation on property, plant and equipment	1,842	2,388
Finance costs	17,123	18,320
Other non-cash items	(307)	327
	<u>7,194</u>	<u>20,730</u>
Operating cash flows before changes in working capital	16,251	15,595
<b>Changes in working capital</b>		
Decrease in property development costs	20,780	12,805
Decrease/(increase) in land held for property development	41,071	(160)
(Increase)/decrease in inventories	(5,176)	4,497
Increase in receivables	(118,213)	(24,870)
Increase/(decrease) in payables	25,537	(3,072)
Total changes in working capital	<u>(36,001)</u>	<u>(10,800)</u>
Cash flows (used in)/generated from operations	(19,750)	4,795
Interest received	5,501	4,371
Interest paid	(33,805)	(29,131)
Income taxes paid	(9,379)	(5,314)
Net cash flows used in operating activities	<u>(57,433)</u>	<u>(25,279)</u>
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(720)	(1,938)
Purchase of investment properties	(15,350)	-
Purchase of short term investments	(14,956)	-
Proceeds from disposal of property, plant and equipment	402	8,522
Proceeds from disposal of investment property	77,060	-
Proceeds from disposal of short term investments	34,553	49,377
Proceeds from disposal of investment in subsidiaries	-	7,965
Dividend income from investment securities	311	348
Net cash flows generated from investing activities	<u>81,300</u>	<u>64,274</u>
<b>Financing Activities</b>		
Proceeds from loans and borrowings	50,000	3,317
Repayments of loans and borrowings	(24,920)	(31,532)
Redemption of debt instruments	(60,205)	(12,883)
Repayment of obligations under finance leases	(578)	(391)
Net cash flows used in financing activities	<u>(35,703)</u>	<u>(41,489)</u>
Net decrease in Cash and Cash Equivalents	(11,836)	(2,494)
Cash and Cash Equivalents at beginning of the year	<u>50,359</u>	<u>52,853</u>
Cash and Cash Equivalents at end of the year	<u>38,523</u>	<u>50,359</u>
Cash and cash equivalents at the end of the financial year comprise the following:		
	RM'000	RM'000
Deposits with financial institutions	33,487	35,616
Cash and bank balances	5,036	14,743
	<u>38,523</u>	<u>50,359</u>

The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements .

# OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

## Notes To The Unaudited Interim Financial Statements For The Year Ended 30 June 2011

### Part A - Explanatory Notes Pursuant to FRS 134

#### A1 Basis of Preparation

The Interim Financial Statements are unaudited and have been prepared in accordance with the requirement of FRS 134 : Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2010. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2010.

#### A2 Changes in Accounting Policies

The accounting policies and methods of computation for the Interim Financial Statements are consistent with those adopted for the annual audited financial statements ended 30 June 2010 except for the following new and revised FRSs, IC Interpretations and Amendments to FRSs which are applicable to the Group's operations with effective from 1 July 2010:

FRS 3	Business Combinations (revised)
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs (revised)
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statement: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 2	Share-based Payment - Vesting Conditions and Cancellations
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 117	Leases
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 138	Intangible Assets
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	Group and Treasury Share Transactions

Adoption of the the above standards and interpretations did not have any effect on the financial performance or position to the Group except for those discussed below:

#### FRS 101, Presentation of Financial Statements

The revised FRS 101 introduces changes in the presentation of the financial statements as follows:

Pre-FRS 101	Post-FRS 101
Balance Sheet	Statement of Financial Position
Income Statements	Statement of Comprehensive Income
Statement of Changes in Equity	Statement of Changes in Equity
Cash Flow Statement	Statement of Cash Flows

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the statements of changes in equity will now include only details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income. The Standard also introduces the statement of comprehensive income: presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense recognised directly in equity, either in single statement, or in two linked statements. The Group has elected to present this statement as one single statement and has accounted the changes retrospectively to the comparative year.

## A2 Changes in Accounting Policies (Cont'd)

### **FRS 101, Presentation of Financial Statements (Cont'd)**

The effects on the comparatives to the Statement of Comprehensive Income as follows:

Three-month period ended <u>30 June 2010</u>	As previously stated	Effect of FRS 101	As restated
	RM'000	RM'000	RM'000
Profit for the period	28,316	-	28,316
Other Comprehensive Expense			
Exchange difference on translating foreign operations	-	(380)	<u>(380)</u>
Total Comprehensive Income	-		<u>27,936</u>
Total Comprehensive Income attributable to:			
Equity Holders of the Company	-		27,939
Minority Interests	-		<u>(3)</u>
			<u>27,936</u>
Twelve-month period ended <u>30 June 2010</u>	As previously stated	Effect of FRS 101	As restated
	RM'000	RM'000	RM'000
Loss for the period	(15,552)	-	(15,552)
Other Comprehensive Expense			
Exchange difference on translating foreign operations	-	(519)	<u>(519)</u>
Total Comprehensive Expense	-		<u>(16,071)</u>
Total Comprehensive Expense attributable to:			
Equity Holders of the Company	-		(13,277)
Minority Interests	-		<u>(2,794)</u>
			<u>(16,071)</u>

### **Amendments to FRS 117, Leases**

With the adoption of the Amendments to FRS 117, the classification of a leasehold land as a finance lease or operating lease is based on the extent to which risks and rewards incident to ownership lie. In making this judgement, the Group has concluded that all the leasehold land are substance in finance lease. This change in classification of Prepaid land lease payments to Property, plant and equipment in the current period and retrospectively to the comparative prior year's Statement of Financial Position as follows:

Group	As previously stated	Reclassification	As restated
	RM'000	RM'000	RM'000
<u>As at 30 June 2010</u>			
Prepaid land lease payments	3,825	(3,825)	-
Property, plant and equipment	13,456	3,825	<u>17,281</u>

### **FRS 139: Financial Instruments: Recognition and Measurement**

FRS 139 establishes principles for recognising and measuring financial assets, financial liabilities and some other contracts to buy and sell non-financial items. The Group has adopted FRS 139 prospectively on 1 July 2010 in accordance with the transitional provisions. The effect arising from adoption of this Standard has been accounted for by adjusting the opening balance of accumulated losses as at 1 July 2010 as follows:

#### **Long Term Receivable**

Upon adoption of FRS 139, an impairment loss is recognised when there is objective evidence that an impairment loss has been incurred. The amount of the loss is measured as the difference between the receivable's carrying amount and the present value of the estimated future cash flows discounted at the receivable's original effective interest rate.

As at 1 July 2010, the Group has remeasured the allowance for impairment losses as at that date and the difference of RM36.5 million was recognised as adjustment to the opening balance of accumulated losses as at that date.

**A3 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2010 was not qualified.

**A4 Comments about Seasonal or Cyclical Factors**

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

**A5 Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year to date.

**A6 Changes in Estimates**

There were no material changes in estimates of amounts reported in prior quarters of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

**A7 Debt and Equity Securities**

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares in the current quarter except for the following:

<u>Financial Instruments</u>	Nominal Value Converted/ Cancelled	New Ordinary Shares Issued	Total outstanding Nominal Value at 30 June 2011
	RM'000	'000	RM'000
ICULS converted to new ordinary shares	3,322	2,815	392,645
Redeemable Unsecured Loan Stocks ("RULS")	10,657	-	49,734

**A8 Segmental Information****Results for 12 months ended 30 June 2011:**

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External customers	8,625	39,953	151,978	26,344	-	226,900
Inter-segment	-	-	12,458	4,995	(17,453)	-
Total revenue	8,625	39,953	164,436	31,339	(17,453)	226,900
<b>Results</b>						
Segment results	2,102	(24,317)	7,048	20,120	21,227	26,180
Finance costs	(1,272)	(14)	(17)	(16,413)	593	(17,123)
Profit before tax	830	(24,331)	7,031	3,707	21,820	9,057
Income tax expense	-	(5,146)	(878)	(6,674)	(256)	(12,954)
Profit/(loss) for the year	830	(29,477)	6,153	(2,967)	21,564	(3,897)

**Comparative results for 12 months ended 30 June 2010:**

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External customers	5,858	62,142	158,237	25,730	-	251,967
Inter-segment	-	-	12,959	4,531	(17,490)	-
Total revenue	5,858	62,142	171,196	30,261	(17,490)	251,967
<b>Results</b>						
Segment results	(8,383)	23,420	148	18,562	(20,562)	13,185
Finance costs	(1,406)	(19)	(21)	(16,271)	(603)	(18,320)
Profit/(loss) before tax	(9,789)	23,401	127	2,291	(21,165)	(5,135)
Income tax expense	11	(224)	35	(10,239)	-	(10,417)
Profit/(loss) for the year	(9,778)	23,177	162	(7,948)	(21,165)	(15,552)

**A9 Dividend Paid**

No dividend has been paid and/or recommended for the current financial year to date.

**A10 Carrying Amount of Revalued Assets**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the financial year ended 30 June 2010.

**A11 Subsequent Events**

There were no material events subsequent to the end of the current financial year to date.

**A12 Changes in Composition of the Group**

There were no changes in the composition of the Group for the current financial year to date.

**A13 Changes in Contingent Liabilities and Contingent Assets**

There were no changes in other contingent liabilities and contingent assets since the last statement of financial position as at 30 June 2010.

**A14 Capital Commitments**

There is no Capital Commitments contracted but not provided for in the interim financial statements as at 30 June 2011.

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Bhd****B1 Performance Review**

The Group's revenue of RM51.1 million for the current quarter was 32.6% lower than the previous year's corresponding quarter. The decrease was mainly due to lower revenue contribution from property division.

The Group reported profit before tax of RM6.8 million for the current quarter as compared to profit before tax of RM34.7 million in the previous year's corresponding quarter. This was mainly due to fair value adjustment to investment property of RM28.1 million and gain on disposal of property, plant and equipment of RM4.9 million in the previous year's corresponding quarter.

**B2 Comparison with Preceding Quarter's Results**

The Group reported profit before tax of RM6.8 million for the current quarter as compared to profit before tax of RM5.8 million in the preceding quarter ended 31 March 2011. This was mainly due to higher contribution from property division.

**B3 Commentary on Prospects**

In the absence of a definitive economic recovery, the Group do not expect any material improvements on the results for the financial year ending 30 June 2012.

**B4 Variance from Profit Forecast/Profit Guarantee**

Not applicable in this quarterly report.

**B5 Income Tax Expense**

Tax charges/credits comprise:

	Current quarter 3 months ended 30 June 2011	Cumulative year-to-date 12 months ended 30 June 2011
	RM'000	RM'000
Current tax expense	8,664	11,619
Deferred tax expense	2,049	1,335
Total income tax expense	<u>10,713</u>	<u>12,954</u>

The Group's effective tax rates for the current quarter and cumulative year-to-date were higher than the statutory tax rate principally due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.



**B6 Sale of Unquoted Investments and Properties**

There were no sale of unquoted investments and properties for the current financial year to date.

**B7 Quoted Securities**

a) Purchases and disposals of quoted securities:

	Current quarter 3 months ended 30 June 2011	Cumulative year-to-date 12 months ended 30 June 2011
	RM'000	RM'000
Total purchase consideration	7,006	14,956
Total sale proceeds	17,061	34,553
Total loss on disposals	(3,903)	(3,709)

b) Investment in quoted securities as at 30 June 2011:

	RM'000
At cost	<u>8,776</u>
At Book value /Carrying amount	
At beginning of the quarter	22,348
Additions	7,006
Disposals	(20,965)
Impairment	4
At end of the quarter	<u>8,393</u>
At Market Value	<u>8,393</u>

**B8 Corporate Proposals**

There were no corporate proposals announced during the quarter under review.

**B9 Earnings Per Share****(a) Basic**

Basic earnings per share amounts are calculated by dividing profit/(loss) for the year attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the financial year held by the Company.

	Current quarter ended 30 June 2011	Comparative quarter ended 30 June 2010	Cummulative year-to-date 30 June 2011	Cummulative year-to-date 30 June 2010
Profit/(loss) attributable to equity holders of the Company (RM'000)	(4,458)	28,319	(5,970)	(12,755)
Weighted average number of ordinary shares in issue ('000)	770,704	757,473	770,704	757,473
Basic earnings per share (Sen)	<u>(0.6)</u>	<u>3.7</u>	<u>(0.8)</u>	<u>(1.7)</u>

**B9 Earnings Per Share (Cont'd)****(b) Diluted**

For the purpose of calculating diluted earnings per share, the profit/(loss) for the year attributable to equity holders of the Company and the weighted average number of ordinary shares in issue during the financial year have been adjusted for the dilutive effects of all potential ordinary shares, i.e. ICULS and ICB.

	Current quarter ended 30 June 2011	Comparative quarter ended 30 June 2010	Cummulative year-to-date 30 June 2011	Cummulative year-to-date 30 June 2010
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) attributable to equity holders of the Company	(4,458)	28,319	(5,970)	(12,755)
After-tax effect of interest expense on ICULS	290	547	1,436	1,640
After-tax effect of interest expense on ICB	521	532	1,726	1,595
Adjusted profit/(loss) attributable to equity holders of the Company	(3,647)	29,398	(2,808)	(9,520)
	'000	'000	'000	'000
Weighted average number of ordinary shares	770,704	757,473	770,704	757,473
Effect of dilution:				
ICULS	332,750	345,981	332,750	345,981
ICB	153,219	171,283	153,219	171,283
Adjusted weighted average number of ordinary shares	1,256,673	1,274,737	1,256,673	1,274,737
Diluted earnings per share (Sen)	(0.3)	2.3	(0.2)	(0.7)

Warrant have been excluded in the calculation of diluted earnings per share as they are anti-dilutive.

**B10 Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the date of this report.

**B11 Group Borrowings**

As at 30 June 2011, the Group borrowings are as follows :

	Secured Short Term Borrowings	Secured Long Term Borrowings	Total
	RM'000	RM'000	RM'000
Term loans/Restructured term loans	65,643	42,224	107,867
Debts instruments	10,657	79,727	90,384
Finance lease liabilities	370	703	1,073
	76,670	122,654	199,324

**B12 Material Litigation**

The list of material litigation is attached as Annexure 1.

**B13 Dividend Payable**

No dividend has been declared for the current financial year ended 30 June 2011 (30 June 2010: Nil).

**B14 Realised and Unrealised Retained Profits/(Accumulated Losses)**

	Current Quarter <u>30 June 2011</u> RM'000	Quarter Ended <u>31 December 2010</u> RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	(1,611,987)	(1,561,533)
- Unrealised	26,748	28,555
Total share of retained profits from associated companies:		
- Realised	287	287
	<u>(1,584,952)</u>	<u>(1,532,691)</u>
Add: Consolidation Adjustments	1,270,475	1,227,697
Total group accumulated losses as per consolidated accounts	<u>(314,477)</u>	<u>(304,994)</u>

**B15 Status of the Proposed Disposal of Companies**

During the financial quarter, the Company did not enter into any agreement to dispose part or the entire equity interest in MA Realty Sdn. Bhd., Naturelle Sdn. Bhd. and Harta Sekata Sdn. Bhd, except for the disposal of earmarked asset of MA Realty Sdn. Bhd. as follow:

On 10 June 2011, a wholly-owned subsidiary of the Company, MA Realty Sdn Bhd entered into a Sale and Purchase Agreement ("SPA") with Adawan Development Sdn Bhd (Company No. 37729-T), for the disposal of a piece of freehold land of 15.2516 hectares identified as H.S. (D) 60410 MLO 2277 Mukim Plentong, Daerah Johor Bahru, Negeri Johor for a total cash consideration of RM80,000,000 (Ringgit Malaysia: Eighty million) only, on an "as-is-where-is" basis free from encumbrances and with vacant possession and subject to all other terms and conditions of the SPA.

On behalf of the Board  
**OLYMPIA INDUSTRIES BERHAD**

Lim Yoke Si  
Company Secretary

Kuala Lumpur  
24 August 2011