

OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement of Comprehensive Income
For the First Quarter ended 30 September 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30 Sep 2011 RM'000	Comparative quarter ended 30 Sep 2010 RM'000	Current period to date 30 Sep 2011 RM'000	Comparative period to date 30 Sep 2010 RM'000
1 Continuing Operations				
Revenue	46,680	46,431	46,680	46,431
Operating expenses	(51,782)	(47,460)	(51,782)	(47,460)
Other income	6,000	3,210	6,000	3,210
Other expenses	(29,373)	-	(29,373)	-
Operating profit/(loss)	(28,475)	2,181	(28,475)	2,181
Finance costs	(3,666)	(3,682)	(3,666)	(3,682)
Loss before tax	(32,141)	(1,501)	(32,141)	(1,501)
Income tax expense	597	(308)	597	(308)
Loss net of tax	(31,544)	(1,809)	(31,544)	(1,809)
Other Comprehensive Income				
Foreign currency translation	(7)	34	(7)	34
Total Comprehensive Expense for the period	(31,551)	(1,775)	(31,551)	(1,775)
Loss attributable to:				
Owners of the parent	(29,578)	(1,161)	(29,578)	(1,161)
Non-controlling interests	(1,966)	(648)	(1,966)	(648)
	(31,544)	(1,809)	(31,544)	(1,809)
Total Comprehensive Expense attributable to:				
Owners of the parent	(29,585)	(1,127)	(29,585)	(1,127)
Non-controlling interests	(1,966)	(648)	(1,966)	(648)
	(31,551)	(1,775)	(31,551)	(1,775)
2 Loss per share attributable to owners of the parent (sen)				
(i) Basic	(3.8)	(0.2)	(3.8)	(0.2)
(ii) Diluted	(2.4)	(0.0)	(2.4)	(0.0)

The Unaudited Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2011 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 September 2011**

	As at 30 Sep 2011 RM'000	As at 30 June 2011 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	5,303	5,455
Land held for property development	164,556	164,556
Investment properties	243,450	243,450
Investment in associates	885	233
Long term receivables	139,248	136,853
Deferred tax assets	8,541	10,899
	561,983	561,446
Current Assets		
Property development costs	195,278	194,910
Inventories	8,124	9,380
Amount due from associates, net	227	215
Trade and other receivables	125,719	183,615
Investment securities	11,135	8,393
Trust monies	121,160	97,151
Cash and bank balances	31,910	38,780
	493,553	532,444
Disposal group and non-current assets classified as held for sale	10,564	10,645
TOTAL ASSETS	1,066,100	1,104,535
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	770,742	770,704
"B" Class Redeemable Convertible Cumulative Preference Shares ("RCCPS-B")	22,989	22,989
Irredeemable Convertible Bonds ("ICB")	74,745	128,384
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	302,609	269,923
Other Reserves	(225,404)	(225,398)
Accumulated losses	(354,162)	(310,455)
	591,519	656,147
Non-controlling interests	8,769	10,735
TOTAL EQUITY	600,288	666,882
Non-Current Liabilities		
Loans and borrowings	113,753	117,999
Deferred tax liabilities	164	164
	113,917	118,163
Current Liabilities		
Amount due to affiliated companies, net	4,445	4,290
Trade and other payables	253,464	219,274
Loans and borrowings	81,364	81,325
Tax payable	11,634	13,587
	350,907	318,476
Liabilities associated with disposal group classified as held for sale	988	1,014
TOTAL LIABILITIES	465,812	437,653
TOTAL EQUITY AND LIABILITIES	1,066,100	1,104,535
Net assets per share attributable to owners of the parent (RM)	0.77	0.85

The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2011 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 Period Ended 30 September 2011**

	Attributable to owners of the parent							Non-Controlling Interests RM'000	Total Equity RM'000	
	Non-distributable reserves					Merger Deficit RM'000	Accumulated Losses RM'000			Total RM'000
	Share Capital RM'000	*Other Reserves RM'000	Equity Component of							
		ICULS RM'000	ICB RM'000	RCCPS-B RM'000						
Balance at 1 July 2011	770,704	8,486	269,923	128,384	22,989	(233,884)	(310,455)	656,147	10,735	666,882
Total Comprehensive Expense	-	(7)	-	-	-	-	(29,578)	(29,585)	(1,966)	(31,551)
Changes in equity for the period										
Conversion of ICULS	38	1	(45)	-	-	-	1	(5)	-	(5)
Cancellation of ICB	-	-	-	(53,639)	-	-	(14,130)	(67,769)	-	(67,769)
Reversal of elimination of ICULS to a subsidiary	-	-	32,731	-	-	-	-	32,731	-	32,731
	38	1	32,686	(53,639)	-	-	(14,129)	(35,043)	-	(35,043)
Balance at 30 September 2011	770,742	8,480	302,609	74,745	22,989	(233,884)	(354,162)	591,519	8,769	600,288

***Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
Balance at 1 July 2011	84	5,344	1,458	1,600	8,486
Total comprehensive Expense	-	-	(7)	-	(7)
Changes in equity for the period					
Conversion of ICULS	-	1	-	-	1
Balance at 30 September 2011	84	5,345	1,451	1,600	8,480

**Unaudited Condensed Consolidated Statement Of Changes In Equity
For the Corresponding Period Ended 30 September 2010**

	Attributable to owners of the parent							Non-Controlling Interests RM'000	Total Equity RM'000	
	Non-distributable reserves					Merger Deficit RM'000	Accumulated Losses RM'000			Total RM'000
	Share Capital RM'000	*Other Reserves RM'000	Equity Component of							
		ICULS RM'000	ICB RM'000	RCCPS-B RM'000						
Balance at 1 July 2010	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	-	-	-	-	-	-	(29,638)	(29,638)	-	(29,638)
Restated balance	757,532	9,935	283,011	143,519	22,989	(233,884)	(301,485)	681,617	8,570	690,187
Total Comprehensive Expense	-	34	-	-	-	-	(1,161)	(1,127)	(648)	(1,775)
Balance at 30 September 2010	757,532	9,969	283,011	143,519	22,989	(233,884)	(302,646)	680,490	7,922	688,412

***Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
Balance at 1 July 2010	2,234	5,096	1,005	1,600	9,935
Total Comprehensive Income	-	-	34	-	34
Balance at 30 September 2010	2,234	5,096	1,039	1,600	9,969

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

OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

Unaudited Condensed Consolidated Statement Of Cash Flows For the Period Ended 30 September 2011

	Current Period To Date 30 Sep 2011 RM'000	Comparative Period To Date 30 Sep 2010 RM'000
Operating Activities		
Loss before tax	(32,141)	(1,501)
<u>Adjustments for :-</u>		
Interest income from:		
- fixed deposits	(879)	(378)
- unwinding of discount on long term receivables	(2,395)	(1,669)
Dividend income	(58)	(84)
Net loss/(gain) on fair value changes on investment securities	8	(566)
(Reversal)/allowances for impairment on receivables	(1,260)	29
Reversal of impairment on investment in associates	(653)	-
Loss on disposal of investment securities	29,351	-
Depreciation on property, plant and equipment	399	547
Bad debts written-off	1,336	-
Finance costs	3,666	3,682
Other non-cash items	1	1
	29,516	1,562
Operating cash flows before changes in working capital	(2,625)	61
<u>Changes in working capital</u>		
Increase in property development costs	(368)	(1,075)
Decrease in land held for property development	-	1
Decrease/(decrease) in inventories	1,256	(3)
Decrease/(increase) in receivables	34,268	(20,355)
Increase in payables	34,282	11,074
Total changes in working capital	69,438	(10,358)
Cash flows from/(used in) operating activities	66,813	(10,297)
Interest received	879	378
Interest paid	(75)	(67)
Income taxes paid	(2,303)	(2,098)
Net cash flows from/(used in) operating activities	65,314	(12,084)
Investing Activities		
Purchase of property, plant and equipment	(300)	(47)
Purchase of investment securities	(3,500)	-
Proceeds from disposal of property, plant and equipment	64	-
Proceeds from disposal of investment securities	7,088	-
Dividend income	58	84
Net cash flows from investing activities	3,410	37
Financing Activities		
Repayments of loans and borrowings	-	(4,200)
Redemption of debt instruments	(75,539)	-
Repayment of hire purchase payables	(55)	(92)
Net cash flows used in financing activities	(75,594)	(4,292)
Net decrease in Cash and Cash Equivalents	(6,870)	(16,339)
Cash and Cash Equivalents at beginning of period	38,780	50,359
Cash and Cash Equivalents at end of the period	31,910	34,020
Cash and cash equivalents at the end of the financial year comprise the following:		
	RM'000	RM'000
Deposits with financial institutions	24,838	25,459
Cash and bank balances	7,072	8,561
	31,910	34,020

The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2011 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 Period Ended 30 September 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 2011. 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 2011.

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 2011 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 2011:

Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-Time Adopters
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 2	Share-based Payment - Group Cash Settled Share-based Payment Transactions
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	Prepayments of a Minimum Funding Requirement
IC Interpretation 18	Transfers of Assets from Customers
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments

Adoption of the the above standards and interpretations are expected to have no significant impact on the financial statements of the Group.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2011 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 period 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>	<u>Nominal Value Converted/ Cancelled</u>	<u>New Ordinary Shares Issued</u>	<u>Total outstanding Nominal Value at 30 Sep 2011</u>
	RM'000	'000	RM'000
ICULS converted to new ordinary shares	45	38	392,600
ICB cancellation	75,539	-	105,260

A8 Segmental Information

Results for 3 months ended 30 September 2011:

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External customers	1,996	2,807	35,599	6,278	-	46,680
Inter-segment	-	-	2,211	1,558	(3,769)	-
Total revenue	1,996	2,807	37,810	7,836	(3,769)	46,680
Results						
Segment results	(8,666)	112	320	5,514	(25,755)	(28,475)
Finance costs	(403)	(2,325)	(3)	(3,600)	2,665	(3,666)
Profit/(loss) before tax	(9,069)	(2,213)	317	1,914	(23,090)	(32,141)
Income tax expense	-	-	-	682	(85)	597
Profit/(loss) for the year	(9,069)	(2,213)	317	2,596	(23,175)	(31,544)

Comparative results for 3 months ended 30 September 2010:

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External customers	1,557	2,911	34,958	7,005	-	46,431
Inter-segment	-	-	2,872	1,303	(4,175)	-
Total revenue	1,557	2,911	37,830	8,308	(4,175)	46,431
Results						
Segment results	(2,115)	(1,271)	331	4,547	689	2,181
Finance costs	(341)	(3)	(4)	(3,555)	221	(3,682)
Profit/(loss) before tax	(2,456)	(1,274)	327	992	910	(1,501)
Income tax expense	-	(249)	-	(59)	-	(308)
Profit/(loss) for the year	(2,456)	(1,523)	327	933	910	(1,809)

A9 Dividend Paid

No dividend has been paid and/or recommended for the current financial period 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 2011.

A11 Subsequent Events

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

A12 Changes in Composition of the Group

There were no changes in the composition of the Group for the current financial period to date except for the following:

On 30 September 2011, a subsidiary of the Company, Jupiter Securities Sdn Bhd ("JSSB") had issued an additional 8 million new ordinary shares of RM1.00 each to the Company as part settlement to the subordinated loan owing to the Company. Thereafter, the Company's equity interest in JSSB had increased from 77.56% to 78.33%.

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 2011.

A14 Capital Commitments

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

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

B1 Performance Review

For the current quarter, the Group recorded a marginal increase in revenue of RM0.5 million to RM46.7 million from RM46.4 million recorded in the previous years' corresponding quarter. This was mainly due to higher contributions from gaming division.

The Group reported loss before tax of RM32.1 million for the current quarter as compared to loss before tax of RM1.5 million in the previous year's corresponding quarter. This was mainly due to loss of RM29.4 million arising from the scheduled mandatory disposal of investment securities pursuant to the Modified Workout Proposal of Jupiter Securities Sdn Bhd during the quarter.

B2 Comparison with Preceding Quarter's Results

The Group reported loss before tax of RM32.1 million for the current quarter as compared to profit before tax of RM6.9 million in the preceding quarter ended 30 June 2011. This was mainly due to loss on disposal of investment securities of RM29.4 million and lower profit contribution from property division during the current quarter

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 Sep 2011	Cumulative period-to-date 3 months ended 30 Sep 2011
	RM'000	RM'000
Current tax expense	350	350
Deferred tax expense	(947)	(947)
Total income tax expense	<u>(597)</u>	<u>(597)</u>

The Group's effective tax rates for the current quarter and cumulative period-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 Investment Securities

a) Purchases and disposals of investment securities:

	Current quarter 3 months ended 30 Sep 2011	Cumulative period-to-date 3 months ended 30 Sep 2011
	RM'000	RM'000
Total purchase consideration	3,500	3,500
Total sale proceeds	7,088	7,088
Total loss on disposals	(29,351)	(29,351)

b) Investment securities as at 30 September 2011:

	RM'000
At cost	<u>1,683</u>
At Carrying amount	
At beginning of the quarter	8,393
Additions	3,500
Disposals	(750)
Impairment	(8)
At end of the quarter	<u>11,135</u>
At Market Value	<u>11,135</u>

B7 Sale of Unquoted Investments and Properties

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

B8 Corporate Proposals

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

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

Basic loss per share amount is calculated by dividing loss for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period.

	Current quarter ended 30 Sep 2011	Comparative quarter ended 30 Sep 2010	Cummulative period-to-date 30 Sep 2011	Cummulative period-to-date 30 Sep 2010
Loss net of tax attributable to owners of parent (RM'000)	(29,578)	(1,161)	(29,578)	(1,161)
Weighted average number of ordinary shares in issue ('000)	770,736	757,532	770,736	757,532
Basic loss per share (Sen)	(3.8)	(0.2)	(3.8)	(0.2)

(b) Diluted

Diluted loss per share amounts are calculated by dividing loss for the period, net of tax, attributable to owners of the parent (after adjusting for interest expense on ICULS and ICB) by weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Current quarter ended 30 Sep 2011	Comparative quarter ended 30 Sep 2010	Cummulative period-to-date 30 Sep 2011	Cummulative period-to-date 30 Sep 2010
	RM'000	RM'000	RM'000	RM'000
Loss net of tax attributable to owners of parent	(29,578)	(1,161)	(29,578)	(1,127)
After-tax effect of interest expense on ICULS	261	394	261	394
After-tax effect of interest expense on ICB	264	463	264	463
Adjusted loss net of tax attributable to owners of parent including assumed conversion	(29,053)	(304)	(29,053)	(270)
	'000	'000	'000	'000
Weighted average number of ordinary shares	770,736	757,532	770,736	757,532
Effect of dilution:				
ICULS	332,712	345,921	332,712	345,921
ICB	89,203	171,283	89,203	171,283
Adjusted weighted average number of ordinary shares	1,192,651	1,274,736	1,192,651	1,274,736
Diluted loss per share (Sen)	(2.4)	(0.0)	(2.4)	(0.0)

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 Material Litigation

The list of material litigation is attached as Annexure 1.

B12 Dividend Payable

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

B13 Group Borrowings

As at 30 September 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	78,099	41,395	119,494
Debts instruments	2,917	71,613	74,530
Hire purchase payables	348	745	1,093
	<u>81,364</u>	<u>113,753</u>	<u>195,117</u>

B14 Realised and Unrealised Accumulated Losses

	As at 30 Sep 2011 RM'000	As at 30 June 2011 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(1,630,816)	(1,608,014)
- Unrealised	27,696	26,785
Total share of retained profits from associates:		
- Realised	287	287
	<u>(1,602,833)</u>	<u>(1,580,942)</u>
Add: Consolidation Adjustments	1,248,671	1,270,487
Accumulated losses as per financial statements	<u>(354,162)</u>	<u>(310,455)</u>

B15 Status of the Proposed Disposal of Companies

Other than the disposal of land of MA Realty Sdn Bhd in the previous financial year ended 30 June 2011, 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 during the quarter.

On behalf of the Board

OLYMPIA INDUSTRIES BERHAD

Lim Yoke Si
Company Secretary

Kuala Lumpur
25 November 2011