

OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement Of Comprehensive Income
For the Third Quarter Ended 31 March 2012**

	Current Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	31 March 2012 Unaudited RM'000	31 March 2011 Unaudited RM'000	31 March 2012 Unaudited RM'000	31 March 2011 Unaudited RM'000
1 Continuing Operations				
Revenue	51,736	81,846	145,901	175,821
Operating expenses	(48,441)	(77,538)	(145,230)	(175,404)
Other income	3,975	5,274	20,060	13,376
Other expenses	(3,288)	(84)	(33,349)	(191)
Operating profit/(loss)	3,982	9,498	(12,618)	13,602
Finance costs	(3,594)	(3,730)	(10,805)	(11,308)
Profit/(loss) before tax	388	5,768	(23,423)	2,294
Income tax expense	(872)	(1,907)	(486)	(2,241)
Profit/(loss) net of tax	(484)	3,861	(23,909)	53
Other Comprehensive Income/(Expense)				
Foreign currency translation	(4)	(57)	(32)	122
Total Comprehensive Income/(Expense) for the period	(488)	3,804	(23,941)	175
Profit/(loss) attributable to:				
Owners of the parent	(24)	2,054	(21,550)	(1,512)
Non-controlling interests	(460)	1,807	(2,359)	1,565
	(484)	3,861	(23,909)	53
Total Comprehensive Income/(Expense) attributable to:				
Owners of the parent	(28)	1,997	(21,582)	(1,390)
Non-controlling interests	(460)	1,807	(2,359)	1,565
	(488)	3,804	(23,941)	175
2 Profit/(loss) per share attributable to owners of the parent (sen)				
(i) Basic	(0.0)	0.3	(2.8)	(0.2)
(ii) Diluted	0.0	0.2	(1.7)	0.1

Unaudited Condensed Consolidated Statement Of Financial Position
As at 31 March 2012

	31 March 2012 Unaudited RM'000	30 June 2011 Audited RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	5,443	5,455
Land held for property development	164,556	164,556
Investment properties	243,450	243,450
Investment in associates	884	233
Long term receivables	143,038	136,853
Deferred tax assets	8,447	10,899
	565,818	561,446
Current Assets		
Property development costs	197,002	194,910
Inventories	8,016	9,380
Amount due from associates, net	253	215
Trade and other receivables	90,809	183,615
Investment securities	17,924	8,393
Trust monies	129,426	97,151
Cash and bank balances	35,860	38,780
	479,290	532,444
Disposal group and non-current assets classified as held for sale	-	10,645
TOTAL ASSETS	1,045,108	1,104,535
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	771,485	770,704
"B" Class Redeemable Convertible Cumulative Preference Shares ("RCCPS-B")	22,989	22,989
Irredeemable Convertible Bonds ("ICB")	66,874	128,384
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	301,834	269,923
Other Reserves	(225,415)	(225,398)
Accumulated losses	(348,350)	(310,455)
	589,417	656,147
Non-controlling interests	8,376	10,735
TOTAL EQUITY	597,793	666,882
Non-Current Liabilities		
Loans and borrowings	117,138	117,999
Deferred tax liabilities	159	164
	117,297	118,163
Current Liabilities		
Amount due to affiliated companies, net	7,042	4,290
Trade and other payables	233,378	219,274
Loans and borrowings	81,423	81,325
Tax payable	8,175	13,587
	330,018	318,476
Liabilities associated with disposal group classified as held for sale	-	1,014
TOTAL LIABILITIES	447,315	437,653
TOTAL EQUITY AND LIABILITIES	1,045,108	1,104,535
Net assets per share attributable to owners of the parent (RM)	0.76	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 Cash Flows
For the Period Ended 31 March 2012**

	9 Months Ended	
	31 March 2012 Unaudited RM'000	31 March 2011 Unaudited RM'000
Operating Activities		
(Loss)/Profit before tax	(23,423)	2,294
<u>Adjustments for :-</u>		
Interest income from:		
- fixed deposits	(2,801)	(1,524)
- unwinding of discount on long term receivables	(7,185)	(5,006)
Dividend income	(227)	(202)
Gain on disposal of property, plant and equipment	(6,340)	-
Gain on disposal of land held for property development	-	(2,264)
Net loss/(gain) on fair value changes on investment securities	6	(2,603)
(Reversal)/allowances for impairment on receivables	(1,125)	92
Reversal of impairment on investment in associates	(652)	-
Loss on disposal of investment in a subsidiary	647	-
Loss/(Gain) on disposal of investment securities	29,363	(194)
Depreciation on property, plant and equipment	1,097	1,609
Impairment loss on land held for property development	109	-
Finance costs	10,805	11,308
Other non-cash items	13	88
	23,710	1,304
Operating cash flows before changes in working capital	287	3,598
<u>Changes in working capital</u>		
(Increase)/decrease in property development costs	(2,092)	13,257
(Increase)/decrease in land held for property development	(109)	42,000
Decrease/(increase) in inventories	1,364	(102)
Decrease/(increase) in receivables	62,618	(61,092)
Increase in payables	17,723	43,993
Total changes in working capital	79,504	38,056
Cash flows from operating activities	79,791	41,654
Interest received	2,801	1,524
Interest paid	(1,943)	(1,120)
Income taxes paid	(7,254)	(6,772)
Net cash flows from operating activities	73,395	35,286
Investing Activities		
Purchase of property, plant and equipment	(934)	(202)
Purchase of investment properties	-	(11,269)
Purchase of investment securities	(10,843)	(7,950)
Proceeds from disposal of property, plant and equipment	10,036	146
Proceeds from disposal of investment securities	7,630	17,491
Proceeds from disposal of investment in a subsidiary	4,500	-
Dividend income	227	202
Net cash flows from/(used in) investing activities	10,616	(1,582)
Financing Activities		
Repayments of loans and borrowings	-	(10,035)
Redemption of debt instruments	(86,622)	(33,905)
Repayment of hire purchase payables	(309)	(337)
Net cash flows used in financing activities	(86,931)	(44,277)
Net decrease in Cash and Cash Equivalents	(2,920)	(10,573)
Cash and Cash Equivalents at beginning of period	38,780	50,359
Cash and Cash Equivalents at end of the period	35,860	39,786
Cash and cash equivalents at the end of the financial period comprise the following:		
	RM'000	RM'000
Deposits with financial institutions	24,693	26,275
Cash and bank balances	11,167	13,511
	35,860	39,786

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)

**Unaudited Condensed Consolidated Statement Of Changes In Equity
For the Period Ended 31 March 2012**

	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	-	(32)	-	-	-	-	(21,550)	(21,582)	(2,359)	(23,941)
Changes in equity for the period										
Conversion of ICULS	781	15	(814)	-	-	-	45	27	-	27
Cancellation of ICB	-	-	-	(61,510)	-	-	(16,390)	(77,900)	-	(77,900)
Reversal of elimination of ICULS to a subsidiary	-	-	32,725	-	-	-	-	32,725	-	32,725
	781	15	31,911	(61,510)	-	-	(16,345)	(45,148)	-	(45,148)
Balance at 31 March 2012	771,485	8,469	301,834	66,874	22,989	(233,884)	(348,350)	589,417	8,376	597,793

***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	-	-	(32)	-	(32)
Changes in equity for the period					
Conversion of ICULS	-	15	-	-	15
Balance at 31 March 2012	84	5,359	1,426	1,600	8,469

**Unaudited Condensed Consolidated Statement Of Changes In Equity
For the Corresponding Period Ended 31 March 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 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	-	122	-	-	-	-	(1,512)	(1,390)	1,565	175
Changes in equity for the period										
Conversion of ICULS	10,357	195	(10,805)	-	-	-	908	655	-	655
Cancellation of ICB	-	-	-	(15,135)	-	-	(3,401)	(18,536)	-	(18,536)
Transfer to accumulated losses for disposed asset	-	(2,150)	-	-	-	-	2,150	-	-	-
	10,357	(1,955)	(10,805)	(15,135)	-	-	(343)	(17,881)	-	(17,881)
Balance at 31 March 2011	767,889	8,102	272,206	128,384	22,989	(233,884)	(303,340)	662,346	10,135	672,481

***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	-	-	122	-	122
Changes in equity for the period					
Conversion of ICULS	-	195	-	-	195
Transfer to accumulated losses for disposed asset	(2,150)	-	-	-	(2,150)
	(2,150)	195	-	-	(1,955)
Balance at 31 March 2011	84	5,291	1,127	1,600	8,102

** 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 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 31 March 2012

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:

Financial Instruments	Nominal Value Cancelled	Total outstanding Nominal Value at 31 March 2012
	RM'000	RM'000
ICB Cancellation	11,084	94,176

A8 Segmental Information

Results for 9 months ended 31 March 2012:

	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	7,547	4,353	115,222	18,779	-	145,901
Inter-segment	-	-	7,138	3,666	(10,804)	-
Total revenue	7,547	4,353	122,360	22,445	(10,804)	145,901
Results						
Segment results	(9,385)	3,328	6,863	18,202	(31,626)	(12,618)
Finance costs	(1,280)	(6,974)	(9)	(10,605)	8,063	(10,805)
Profit/(loss) before tax	(10,665)	(3,646)	6,854	7,597	(23,563)	(23,423)
Income tax expense	(281)	(26)	-	(88)	(91)	(486)
Profit/(loss) for the period	(10,946)	(3,672)	6,854	7,509	(23,654)	(23,909)

Comparative results for 9 months ended 31 March 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	6,393	36,123	114,230	19,075	-	175,821
Inter-segment	-	-	9,363	3,687	(13,050)	-
Total revenue	6,393	36,123	123,593	22,762	(13,050)	175,821
Results						
Segment results	8,751	1,189	5,341	11,583	(13,262)	13,602
Finance costs	(885)	(10)	(11)	(11,051)	649	(11,308)
Profit/(loss) before tax	7,866	1,179	5,330	532	(12,613)	2,294
Income tax expense	-	(1,045)	(750)	(130)	(316)	(2,241)
Profit/(loss) for the period	7,866	134	4,580	402	(12,929)	53

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.

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 31 March 2012.

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's revenue declined by RM30.1 million to RM51.7 million from RM81.8 million in the previous year's corresponding quarter and this was mainly due to zero revenue recognised in property division as compared to RM30.7 million recorded in the previous year. Gaming division remained the main contributor to the Group, which contributed RM42 million or 81% revenue to the Group.

The Group reported profit before tax of RM0.4 million as compared to RM5.8 million in the previous year's corresponding quarter. The decline in profit before tax of RM5.4 million was mainly due to lower profit recognised by property division.

For 9 months ended 31 March 2012:

The Group's revenue declined by RM29.9 million to RM145.9 million from RM175.8 million recorded in the previous year and this was mainly due to the drop in revenue of RM31.7 million by property division.

The Group reported loss before tax of RM23.4 million as compared to profit before tax of RM2.3 million in the previous year. The increase in loss before tax of RM25.7 million was mainly due to loss of RM29.4 million arising from the scheduled mandatory disposal of investment securities by financial services division pursuant to the Modified Workout Proposal of Jupiter Securities Sdn Bhd. However, gaming division has improved its performance by increasing profit of RM3.5 million to RM8.7 million from RM5.2 million previously. The gain on disposal of land from property division has also contributed to profit before tax of RM6.3 million for the period ended 31 March 2012.

B2 Comparison with Preceding Quarter's Results

The Group's current quarter profit before tax of RM0.4 million (31 December 2011: RM8.3 million), has declined by 7.9%. The main factor was due to higher loss incurred by property division.

B3 Commentary on Prospects

Taking into consideration of uncertainty of global economy, the Group is expected to maintain its results for the financial year ending 30 June 2012. The gaming division is expected to continue improve its profits by maintaining its market share .

B4 Variance from Profit Forecast/Profit Guarantee

Not applicable in this quarterly report.

B5 Profit/(loss) before tax

Included in the profit/(loss) before tax are the following items:

	Current Quarter		Cumulative Quarter	
	31 March 2012	31 March 2011	31 March 2012	31 March 2011
	RM"000	RM"000	RM"000	RM"000
Interest income	(3,326)	(2,344)	(9,986)	(6,530)
Interest expense	3,594	3,730	10,805	11,308
Dividend income	(95)	(51)	(227)	(202)
Gain on disposal of property, plant and equipment	(32)	-	(6,340)	-
Gain on disposal of land held for property development	-	(2,264)	-	(2,264)
Net fair value changes on investment securities	(4)	84	6	(2,603)
(Reversal)/allowances for impairment on receivables	95	55	(1,125)	92
Reversal of impairment on investment in associates	1	-	(652)	-
Loss on disposal of investment in a subsidiary	-	-	647	-
(Gain)/loss on disposal of investment securities	12	(194)	29,363	(194)
Depreciation on property, plant and equipment	351	519	1,097	1,609
Impairment loss on land held for property development	109	-	109	-
Gain on foreign exchange - realised	(0)	(98)	(3)	(99)
Loss on foreign exchange - unrealised	-	(2)	-	13

B6 Income Tax Expense

Tax charges/credits comprise:	Current quarter 3 months ended 31 March 2012 RM'000	Cumulative quarter 9 months ended 31 March 2012 RM'000
Current tax expense	1,128	1,835
Deferred tax expense	(256)	(1,349)
Total income tax expense	<u>872</u>	<u>486</u>

The Group's effective tax rates for the current quarter and cumulative period-to-date were lower than the statutory tax rate principally due to the certain other income are non taxable, offset against partially non tax deductible interest expense and other expenses.

B7 Corporate Proposals

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

B8 Earnings Per Share**(a) Basic**

Basic profit/(loss) per share amount is calculated by dividing profit/(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 3 months ended		Cumulative Quarter 9 months ended	
	31 March 2012	31 March 2011	31 March 2012	31 March 2011
Profit/(loss) net of tax attributable to owners of parent (RM'000)	(24)	2,054	(21,550)	(1,512)
Weighted average number of ordinary shares in issue ('000)	771,131	767,889	771,131	767,889
Basic profit/(loss) per share (Sen)	<u>(0.0)</u>	<u>0.3</u>	<u>(2.8)</u>	<u>(0.2)</u>

(b) Diluted

Diluted profit/(loss) per share amounts are calculated by dividing profit/(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 3 months ended		Cumulative Quarter 9 months ended	
	31 March 2012	31 March 2011	31 March 2012	31 March 2011
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) net of tax attributable to owners of parent	(24)	2,054	(21,550)	(1,512)
After-tax effect of interest expense on ICULS	260	360	781	1,146
After-tax effect of interest expense on ICB	219	279	659	1,205
Adjusted profit/(loss) net of tax attributable to owners of parent including assumed conversion	<u>455</u>	<u>2,693</u>	<u>(20,110)</u>	<u>839</u>
	<u>'000</u>	<u>'000</u>	<u>'000</u>	<u>'000</u>
Weighted average number of ordinary shares	771,131	767,889	771,131	767,889
Effect of dilution:				
ICULS	331,969	335,565	331,969	335,565
ICB	79,810	153,219	79,810	153,219
Adjusted weighted average number of ordinary shares	<u>1,182,910</u>	<u>1,256,673</u>	<u>1,182,910</u>	<u>1,256,673</u>
Diluted profit/(loss) per share (Sen)	<u>0.0</u>	<u>0.2</u>	<u>(1.7)</u>	<u>0.1</u>

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

B9 Off Balance Sheet Financial Instruments

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

B10 Material Litigation

The list of material litigation is attached as Annexure 1.

B11 Dividend Payable

No ordinary dividend has been declared for the financial period ended 31 March 2012 (31 March 2011: Nil).

B12 Interest-bearing Loans and Borrowings

As at 31 March 2012, 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	43,335	121,434
Debts instruments	3,037	72,976	76,013
Hire purchase payables	287	827	1,114
	<u>81,423</u>	<u>117,138</u>	<u>198,561</u>

B13 Breakdown of Realised and Unrealised Accumulated Losses

	Current Quarter Ended 31 March 2012 RM'000	Previous Financial Year Ended 30 June 2011 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(1,611,385)	(1,608,014)
- Unrealised	28,109	26,785
Total share of retained profits from associates:		
- Realised	287	287
	<u>(1,582,989)</u>	<u>(1,580,942)</u>
Add: Consolidation Adjustments	1,234,639	1,270,487
Accumulated losses as per financial statements	<u>(348,350)</u>	<u>(310,455)</u>

B14 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
23 May 2012