



MULTI-PURPOSE

MULTI-PURPOSE HOLDINGS BERHAD
(24217 - M)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
for the third quarter ended 30 September 2010
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended		9 months ended	
	30-Sept 2010 RM'000	30-Sept 2009 RM'000 (Restated)	30-Sept 2010 RM'000	30-Sept 2009 RM'000 (Restated)
Continuing operations				
Revenue	850,703	813,244	2,714,683	2,448,458
Cost of sales	(659,526)	(685,523)	(2,124,630)	(1,962,648)
Gross profit	191,177	127,721	590,053	485,810
Other income	31,919	20,918	73,216	133,624
Administrative expenses	(16,006)	(16,019)	(50,170)	(47,931)
Other expenses	(36,435)	(31,892)	(124,881)	(96,008)
Operating profit	170,655	100,728	488,218	475,495
Finance costs	(33,885)	(34,274)	(93,172)	(122,264)
Share of profits of associates	1,294	785	3,095	1,469
Profit before tax	138,064	67,239	398,141	354,700
Income tax expense	(11,566)	(12,982)	(71,934)	(50,064)
Profit for the period from continuing operations	126,498	54,257	326,207	304,636
Discontinued operations				
Profit/(Loss) for the period from discontinued operations	-	(2,683)	1,857	(4,629)
Profit for the period	126,498	51,574	328,064	300,007
Attributable to:				
Equity holders of the Company	86,498	50,727	214,828	223,157
Minority interests	40,000	847	113,236	76,850
Profit for the period	126,498	51,574	328,064	300,007
Earnings per share attributable to equity holders of the Company (sen):				
Basic, for profit from continuing operations	8.1	5.2	19.9	22.4
Basic, for profit/(loss) from discontinued operations	-	(0.3)	0.2	(0.5)
Basic, for profit of the period	8.1	4.9	20.1	21.9
Profit for the period	126,498	51,574	328,064	300,007
Other comprehensive income				
Foreign currency translation	2	-	2	-
Change in fair value of available-for-sale ("AFS") assets	3,878	-	6,929	-
Total comprehensive income for the period	130,378	51,574	334,995	300,007
Total comprehensive income attributable to:				
Equity holders of the Company	90,378	50,727	221,821	223,157
Minority interests	40,000	847	113,174	76,850
Total comprehensive income for the period	130,378	51,574	334,995	300,007

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2009.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2010

	(UNAUDITED)	(AUDITED)
	AS AT	AS AT
	30.09.2010	31.12.2009
	RM'000	RM'000
		(Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	184,613	198,270
Investment properties	645,300	640,750
Associated companies	105,706	106,343
AFS assets	180,574	90,794
Held to maturity investments	5,000	5,000
Intangible assets	2,892,229	2,891,863
Long term receivables	33,833	33,833
Deferred tax assets	111,237	120,533
	4,158,492	4,087,386
Current assets		
Inventories	5,419	5,344
Receivables	436,444	443,236
Tax recoverable	153,917	103,835
AFS assets	270,484	151,756
FVTPL assets	228,847	229,222
Short term deposits	653,072	754,030
Cash and bank balances	111,743	51,699
	1,859,926	1,739,122
	6,018,418	5,826,508
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,077,749	1,077,749
Treasury Shares	(17,656)	(12,117)
Reserves	1,226,503	1,100,460
Shareholders' equity	2,286,596	2,166,092
Minority interests	525,950	439,366
Total equity	2,812,546	2,605,458
Non-current liabilities		
Borrowings	1,854,029	1,991,299
Redeemable Convertible Unsecured Loan Stocks	448,658	482,274
Reserves for unexpired risks	92,373	81,572
Deferred tax liabilities	19,104	22,498
Derivative liabilities	23,295	-
Provision for retirement benefits	668	659
	2,438,127	2,578,302
Current liabilities		
Payables	740,421	635,180
Borrowings	6,302	314
Tax payable	21,022	7,254
	767,745	642,748
Total liabilities	3,205,872	3,221,050
TOTAL EQUITY AND LIABILITIES	6,018,418	5,826,508
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.14	2.02

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2009.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2010

	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	OTHER RESERVES RM'000	TREASURY SHARES RM'000	RETAINED PROFITS RM'000	MINORITY INTERESTS RM'000	TOTAL RM'000
At 1 January 2009	962,427	803,211	44,652	(50,871)	105,098	518,025	2,382,542
Issue of new ordinary shares from warrant conversion	115,322	-	-	-	-	-	115,322
Profit for the period	-	-	-	-	223,157	76,850	300,007
Dividends paid	-	-	-	-	(67,585)	(54,604)	(122,189)
Purchase of treasury shares	-	-	-	(74,898)	-	-	(74,898)
Accretion of interest in subsidiaries	-	-	-	-	6,622	(6,622)	-
Acquisition of additional shares in a subsidiary	-	-	-	-	-	(60,850)	(60,850)
Change in fair value of AFS assets (Note 1)	-	-	6,476	-	-	861	7,337
Exchange differences arising from translation of foreign currency financial statements	-	-	(27)	-	-	-	(27)
At 30 September 2009	1,077,749	803,211	51,101	(125,769)	267,292	473,660	2,547,244
At 1 January 2010	1,077,749	881,390	45,521	(12,117)	373,549	439,366	2,605,458
Effect arising from adoption of FRS 139	-	-	-	-	(23,821)	(19,331)	(42,952)
Profit for the period	-	-	-	-	214,828	113,236	328,064
Dividends paid	-	-	-	-	(72,095)	(6,237)	(78,332)
Purchase of treasury shares	-	-	-	(5,539)	-	-	(5,539)
Total comprehensive income for the period	-	-	6,931	-	-	(86)	6,845
Purchase of additional shares in a subsidiary	-	-	-	-	-	(138)	(138)
Disposal of a subsidiary	-	-	-	-	-	(860)	(860)
At 30 September 2010	1,077,749	881,390	52,452	(17,656)	492,661	525,950	2,812,546

Note 1: Unrealised gain on investments held by insurance subsidiary classified as Available for Sale. This new valuation for securities is in accordance with Bank Negara's guidelines under the Risk Base Capital Framework which was effective from 1 January 2009.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009.)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2010

	9 months ended	
	30-Sept 2010	30-Sept 2009
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation from:		
Continuing operations	398,141	354,700
Discontinued operations	1,857	(4,402)
	<u>399,998</u>	<u>350,298</u>
Adjustments for:		
Non-cash items	16,758	13,739
Non-operating items	43,429	45,391
	<u>460,185</u>	<u>409,428</u>
Operating profit before changes in working capital	460,185	409,428
Changes in working capital:		
Net change in current assets	(6,469)	130,289
Net change in current liabilities	71,633	107,702
	<u>525,349</u>	<u>647,419</u>
Cash generated from operations	525,349	647,419
Income tax paid	(102,346)	(62,697)
Net cash generated from operating activities	423,003	584,722
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(7,564)	(19,306)
Equity Investments	4,000	(100)
Other and short term investments	(191,313)	(56,747)
Interest paid	(93,172)	(122,264)
Interest income	34,343	28,227
Net cash used in investing activities	(253,706)	(170,190)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to shareholders	(72,095)	(67,585)
Dividends paid to minority interests	(6,237)	(54,604)
Repurchase of treasury shares	(5,539)	(74,898)
Proceeds from conversion of warrants	-	115,322
Borrowings	(143,000)	(136,000)
Acquisition of minority interests	(138)	(45,939)
Net cash used in financing activities	(227,009)	(263,704)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(57,712)	150,828
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	757,909	468,940
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>700,197</u>	<u>619,768</u>
Cash and cash equivalents consist of:		
Deposits, cash and bank balances	764,815	685,584
Bank overdrafts	(4,302)	(6,241)
Cash held in trust accounts	(60,316)	(59,575)
	<u>700,197</u>	<u>619,768</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2009.)

A EXPLANATORY NOTES PURSUANT TO FRS134

A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with the requirements of Financial Reporting Standards ("FRS") 134: Interim Financial Reporting and Chapter 9 paragraph 9.22 of the Main Market 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 31 December 2009.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2009 except for the mandatory adoption of the following new FRS, Amendments to FRS and Interpretations with effect from 1 January 2010.

Adoption of New and Revised FRS, IC Interpretations and Amendments

FRS 4 Insurance Contracts
FRS 7 Financial Instruments: Disclosures
FRS 101 Presentation of Financial Statements (Revised)
FRS 139 Financial Instruments: Recognition and Measurement
Amendments to FRS 1 First-time Adoption of Financial Reporting Standards
Amendments to FRS 7 Financial Instruments: Disclosures
Amendments to FRS 8 Operating Segments
Amendments to FRS 107 Statement of Cash Flows
Amendments to FRS 108 Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to FRS 110 Events after the Reporting Period
Amendments to FRS 116 Property, Plant and Equipment
Amendments to FRS 117 Leases
Amendments to FRS 118 Revenue
Amendments to FRS 119 Employee Benefits
Amendments to FRS 123 Borrowing Costs
Amendments to FRS 127 Consolidated and Separate Financial Statements
Amendments to FRS 128 Investments in Associates
Amendments to FRS 132 Financial Instruments: Presentation
Amendments to FRS 134 Interim Financial Reporting
Amendments to FRS 136 Impairment of Assets
Amendments to FRS 139 Financial Instruments: Recognition and Measurement
Amendments to FRS 140 Investment Property
Improvements to FRS issued in 2009
IC Interpretation 9 Reassessment of Embedded Derivatives
IC Interpretation 10 Interim Financial Reporting and Impairment
IC Interpretation 11 FRS 2 - Group and Treasury Share Transactions
IC Interpretation 14 FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Other than for the application of FRS 101 and FRS 139, the application of the above FRSS, Amendments to FRS and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

(a) FRS 101: Presentation of Financial Statements (Revised)

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of an income statement, a balance sheet, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of comprehensive income, a statement of financial position, a statement of changes in equity, statement of cash flows and notes to the financial statements.

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. This standard does not have any impact on the financial position and results of the Group.

A1 Basis of Preparation (cont'd.)

(b) FRS 139: Financial Instruments - Recognition and Measurement

FRS 139 requires financial instruments to be recorded initially at fair value. Subsequent measurement of the financial instruments at the statement of financial position date reflects the designation of financial instruments. There were no significant changes to the interim financial report other than below:

Financial Assets

(i) Fair value through profit or loss ("FVTPL")

Financial assets at fair value through profit or loss include financial assets held for trading and financial assets designated upon initial recognition at fair value through profit or loss. Prior to 1 January 2010, these assets were carried at the lower of cost and market value. Under FRS 139, financial assets at FVTPL are carried in the balance sheet at fair value with gains or losses recognised in the income statement.

(ii) Loan and receivables

Prior to the adoption of FRS 139, loans and receivables were stated at cost less provision for doubtful debts. With the adoption of FRS, loan and receivables are initially measured at fair value and subsequently at amortised costs using effective interest rate method. The amortisation of effective interest rate is recognised in the income statement.

(iii) Available-for-sale

Prior to the adoption of FRS 139, AFS financial assets such as investments were accounted for at cost adjusted for amortisation of premium and accretion of discount less impairment or at the lower of cost and market value, determined on an aggregate basis. Under FRS 139, AFS financial asset is measured at fair value initially and subsequently with amortisation of premium with accretion of discount and other accrual of income recognised in income statement and with unrealised gains or losses recognised as other comprehensive income in the AFS reserve until the investment is derecognised, at which time the cumulative gain or loss is recognised in the income statement or determined to be impaired, at which time the cumulative loss is recognised in the income statement and removed from the AFS reserve.

(iv) Held-to-maturity

Prior to 1 January 2010, held-to-maturity financial assets such as non-derivative financial assets with fixed or determinable payments and fixed maturities were accounted for at cost less impairment losses. Under FRS 139, held-to-maturity financial asset is initially measured at fair value and subsequently at amortised cost using the effective interest rate method, less any impairment loss. Gains and losses are recognised in the consolidated income statement when the investments are derecognised or impaired, as well as through the amortization or accretion process.

Financial Liabilities

(i) Borrowings

Prior to 1 January 2010, borrowings were stated at the proceeds received less direct attributable transaction costs. Under FRS139, borrowings are initially measured at fair value including direct attributable transaction costs and subsequently at amortised cost using the effective interest rate method. Gains and losses are recognised in the consolidated income statement when the liabilities are derecognised or through the amortisation process.

(ii) Derivative Financial Instruments

Prior to 1 January 2010, derivatives were not recognised in the financial statements. Under FRS 139, derivatives are required to be initially recognised at fair value on the date the derivative contract is entered into and subsequently re-measured at fair value at each balance sheet date. Derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. Derivatives that do not qualify for hedge accounting are classified at fair value through profit and loss with any gains or losses arising from changes in fair value on these derivatives being recognised in the income statement

A1 Basis of Preparation (cont'd.)

(c) Amendment to FRS 117: Leases

The Amendment clarifies the classification of leasehold land and buildings and an entity is to reassess the classification of each asset as a finance lease or an operating lease based on the extent of risks and rewards associated with the asset. Leasehold land and buildings which in substance are finance leases will be reclassified to property, plant and equipment. The adoption of this Amendment will result in a change in the accounting policy which is applied retrospectively in accordance with the transitional provisions. The leasehold land and buildings within the Group has been reclassified to property, plant and equipment with no impact to the profit and loss of the Group. However, the comparative balances as at 31 December 2009 have been restated as a result of the reclassification as shown below:

31 December 2009	As previously reported RM'000	Reclassification RM'000	As restated RM'000
Property, plant and equipment	194,364	3,906	198,270
Prepaid lease payments	3,906	(3,906)	-

A2 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2009 was not qualified.

A3 Seasonal or Cyclical Factors

The business operations of the Group are generally dependent on the state of the overall economic environment.

A4 Segmental Information

	3 months ended		9 months ended	
	30.09.2010 RM'000	30.09.2009 RM'000	30.09.2010 RM'000	30.09.2009 RM'000
Segmental Revenue				
Gaming	772,325	741,570	2,486,689	2,241,954
Stockbroking	6,736	8,816	21,337	24,884
Financial services	56,191	48,274	163,618	141,397
Corporate & others	18,033	15,403	48,476	320,920
	<u>853,285</u>	<u>814,063</u>	<u>2,720,120</u>	<u>2,729,155</u>
Eliminations	(2,582)	(819)	(5,437)	(280,697)
Continuing operations	<u>850,703</u>	<u>813,244</u>	<u>2,714,683</u>	<u>2,448,458</u>
Discontinued operations	-	270	-	951
Total	<u>850,703</u>	<u>813,514</u>	<u>2,714,683</u>	<u>2,449,409</u>
Segmental Results				
Gaming	89,111	12,772	291,406	199,859
Stockbroking	6,236	4,603	7,013	17,439
Financial services	17,728	18,049	41,017	28,053
Corporate & others	42,423	38,960	108,932	393,952
	<u>155,497</u>	<u>74,384</u>	<u>448,368</u>	<u>639,303</u>
Eliminations	(17,433)	(7,145)	(50,227)	(284,603)
Continuing operations	<u>138,064</u>	<u>67,239</u>	<u>398,141</u>	<u>354,700</u>
Discontinued operations	-	(2,959)	1,857	(4,402)
Profit Before Taxation	<u>138,064</u>	<u>64,280</u>	<u>399,998</u>	<u>350,298</u>

A5 Accounting Estimates

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

A6 Dividend Paid

During the current financial period ended 30 September 2010, the following dividend was paid :

RM'000

In respect of the financial year ended 31 December 2009

Final dividend of 5 sen less 25% tax was paid on 15 July 2010 **40,053**

A7 Carrying Amount of Revalued Assets

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A8 Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the period under review except for the following:

At the Annual General Meeting ("AGM") of the Company held on 22 June 2010, the shareholders of the Company had renewed the share buy-back mandate for the Company to purchase up to 10% of the issued and paid-up share capital. The mandate will expire at the next AGM.

The Company had repurchased a total of 754,000 and 2,890,600 ordinary shares of its issued share capital from the open market during the current quarter and current financial period to date, at an average cost of RM2.10 and RM1.92 per share respectively. The total consideration paid for the purchases including transaction costs was RM1,582,067 and RM5,539,778 respectively and were financed by internally generated funds. The repurchased shares together with purchases prior to 1 January 2010 amounting to 7,537,431 shares were held as treasury shares in accordance with Section 67A of the Companies Act 1965.

A9 Contingent Liabilities

As at 23 November 2010, the Board is not aware of any other material contingent liabilities which have become enforceable or are likely to become enforceable which will affect the ability of the Company or any of its subsidiaries to meet its obligations as and when they fall due other than in the normal course of business, whereby the insurance and stockbroking subsidiary companies make various commitments and incur certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

A10 Material Subsequent Events

There were no material subsequent events since the end of the current quarter until a date not earlier than 7 days from the date of issuance of this quarterly report.

A11 Changes in Composition of the Group

There were no significant changes in the composition of the Group during the period under review.

A12 Unusual Items Affecting Interim Financial Report

There were no unusual items affecting the interim financial report of the Group for the current quarter under review.

B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1 Review of Performance of the Group

The profit before taxation and minority interests from the continuing operations at RM138.1 million for the current quarter was 105.5% higher than the profit before taxation and minority interests of RM67.2 million achieved in the previous corresponding financial quarter due to improved performances in the Gaming, Stockbroking and Corporate & Other Divisions.

The profit before taxation of Gaming Division at RM89.1 million achieved in the current quarter is higher by RM76.3 million compared to the profit before taxation of RM12.8 million recorded in the previous corresponding period. 4D Jackpot sales which was launched in September last year, lower prizes payout ratio as well as reduced finance costs have contributed to the substantial increase in the profit.

Financial Services Division 's pretax profit in the current quarter dropped slightly to RM17.7 million from the pretax profit of RM18.0 million recorded in the previous corresponding period. This is mainly due to write back of provision for impairment of investments in the previous corresponding period.

Recovery of debts and higher net gain from proprietary trading in the Stockbroking Division have resulted in a profit before taxation of RM6.2 million which is 34.8% higher than RM4.6 million reported in the previous corresponding financial quarter.

For the 9 months ended 30 September 2010, the Group's profit before taxation and minority interests from continuing operations have increased by 12.3% to RM398.1 million from RM354.7 million recorded in the previous corresponding financial period. Better performances from the Gaming and Financial Services Divisions have contributed to the improvement.

B2 Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM138.1 million for the current quarter which is RM17.0 million higher than RM121.1 million achieved in the immediate preceding quarter. The improvement is mainly due to higher contribution from Stockbroking and Corporate & Others Divisions.

B3 Prospects for 2010

Barring any adverse economic conditions, the Group is confident of achieving satisfactory results for the current year.

B4 Profit Forecast and Profit Guarantee

There were no profits forecast or profit guarantee issued by the Company.

B5 Income Tax Expense

	3 months ended		9 months ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Current tax				
Malaysian income tax	6,428	4,368	59,359	36,239
Underprovision of Malaysian income tax in prior years	1,619	1,827	1,619	1,827
	<u>8,047</u>	<u>6,195</u>	<u>60,978</u>	<u>38,066</u>
Deferred tax	3,519	6,787	10,956	11,998
Total income tax expense	<u>11,566</u>	<u>12,982</u>	<u>71,934</u>	<u>50,064</u>

The effective tax rate for the period under review is lower than the statutory tax rate as a certain portion of the income is not subjected to tax as well as the availability of deductible expenses and unabsorbed losses.

B6 Sale of Unquoted Investments and/or Properties

There were no sale of unquoted investments and properties for the period under review.

B7 Quoted Securities

(a) Total purchases and disposals of quoted securities for the current period and financial year to date are as follows: -

	3 months ended 30.09.2010 RM'000	9 months ended 30.09.2010 RM'000
FVTPL Financial Assets		
Total purchase considerations	23,952	76,669
Total sale proceeds	17,619	55,170
(Loss)/Gain on disposals	<u>(92)</u>	<u>8,981</u>

(b) The total investments in quoted securities as at 30 September 2010 are as follow:-

	AFS Investments RM'000	FVTPL Investments RM'000
Total investments at cost	13,094	206,403
Total investment at carrying amount/fair value at end of reporting period	<u>13,111</u>	<u>152,647</u>

(Note: Investments held by the stockbroking and insurance subsidiaries have not been disclosed under this Note.)

B8 Corporate Proposals

There were no corporate proposals announced.

B9 Borrowings

The Group's borrowings as at 30 September 2010 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term			
Bank Overdraft	4,062	240	4,302
Revolving Credit	2,000	-	2,000
	6,062	240	6,302
Long Term			
Term Loan	1,854,029	-	1,854,029
Total	1,860,091	240	1,860,331

All the borrowings are denominated in Ringgit Malaysia.

B10 Derivative Liabilities

As at the date of this report, the subsidiaries of the Group had entered into interest rate swaps with the following contract amounts and maturities, at fixed interest rates varying from 3.40% to 4.64%:

Maturities	Contract Amount (RM'000)	Fair value as at 30.09.2010 (RM'000)
1 year to 3 years	942,000-1,675,200	23,295

The contracts were entered into to minimize the Group's exposure to cash flow interest rate risk resulting from adverse fluctuations in interest rates on the existing bank loans.

B11 Material Litigation

Kuala Lumpur High Court Suit No. S1-22-946-2008

On 6 October 2008, Leisure Dotcom Sdn Bhd ("LDSB"), a subsidiary of the Company, commenced legal proceedings against Globesource Sdn Bhd ("GSB") claiming for among others, specific performance for delivery of a piece of freehold land and 2 leases in Kuala Lumpur ("Property") pursuant to a conditional sale and purchase agreement entered into between LDSB and GSB ("SPA") on 21 June 2007. Pursuant to the SPA, GSB is to sell and LDSB is to purchase the Property for a total consideration of RM72,162,000.00 ("Purchase Price"). Upon execution of the SPA, LDSB paid a deposit of RM7,216,200.00 representing 10% of the Purchase Price.

On 31 May 2010, the Kuala Lumpur High Court allowed the Injunction Application to restrain GSB, among others, from dealing with the Property, with costs in the cause ("Decision"). On 21 June 2010, GSB's solicitors filed an appeal to the Court of Appeal against the Decision. Currently the hearing date for the appeal has yet to be fixed. Meantime, the Kuala Lumpur High Court has fixed 16 March 2011 for pre-trial case management.

B12 Dividends

The Board of Directors does not recommend the payment of dividend for the quarter under review.

B13 Basic Earnings Per Share

Basic earnings per share is calculated by dividing the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	3 months ended		9 months ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Profit from continuing operations	86,498	53,410	212,971	227,786
Profit/(Loss) from discontinued operations	-	(2,683)	1,857	(4,629)
Profit for the period	<u>86,498</u>	<u>50,727</u>	<u>214,828</u>	<u>223,157</u>
Weighted average number of ordinary share in issue	1,074,980	1,016,649	1,074,980	1,016,649
Basic earnings per share for (sen)				
Profit from continuing operations	8.1	5.2	19.9	22.4
Profit/(Loss) from discontinued operations	-	(0.3)	0.2	(0.5)
Profit for the period	<u>8.1</u>	<u>4.9</u>	<u>20.1</u>	<u>21.9</u>

By Order Of The Board
Lim Kong Yow
COMPANY SECRETARY
23 November 2010