

PAN MALAYSIAN INDUSTRIES BERHAD

**Company No: 5138 - W
(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 30 JUNE 2011**

PAN MALAYSIAN INDUSTRIES BERHAD

Company No : 5138 - W
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FIRST QUARTER ENDED 30 JUNE 2011**

(The figures are unaudited)

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011**

	FIRST QUARTER		CUMULATIVE 3 MONTHS	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
	RM'000	RM'000	RM'000	RM'000
Revenue	1,157	1,196	1,157	1,196
Operating expenses	(594)	(459)	(594)	(459)
Profit from operations	563	737	563	737
Other income	-	7	-	7
Exceptional items	-	(629)	-	(629)
Finance cost	(2,183)	(2,057)	(2,183)	(2,057)
Share of results of an associate	27	296	27	296
Loss before tax	(1,593)	(1,646)	(1,593)	(1,646)
Tax expense	(66)	(60)	(66)	(60)
Loss for the financial period	(1,659)	(1,706)	(1,659)	(1,706)
	Sen	Sen	Sen	Sen
Loss per share attributable to equity holders of the Company:				
- Basic	(0.13)	(0.14)	(0.13)	(0.14)
- Diluted	N/A	N/A	N/A	N/A

N/A : Not applicable

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIAN INDUSTRIES BERHAD

Company No : 5138 - W
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT
FIRST QUARTER ENDED 30 JUNE 2011
(The figures are unaudited)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

	FIRST QUARTER		CUMULATIVE 3 MONTHS	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
	RM'000	RM'000	RM'000	RM'000
Loss for the financial period	(1,659)	(1,706)	(1,659)	(1,706)
Other comprehensive loss, net of tax:				
Share of other comprehensive loss of an associate	(1,051)	(639)	(1,051)	(639)
Total comprehensive loss for the the financial period	<u>(2,710)</u>	<u>(2,345)</u>	<u>(2,710)</u>	<u>(2,345)</u>
Total comprehensive loss attributable to equity holders of the Company:	<u>(2,710)</u>	<u>(2,345)</u>	<u>(2,710)</u>	<u>(2,345)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIAN INDUSTRIES BERHAD

Company No: 5138-W
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011**

	30.06.2011 RM'000	31.03.2011 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	2	3
Investment property	39,139	39,276
Associate	126,492	127,517
Land held for property development	10,048	10,006
Goodwill on consolidation	2,269	2,269
	<hr/> 177,950	<hr/> 179,071
Current Assets		
Trade and other receivables	793	798
Cash and cash equivalents	608	311
	<hr/> 1,401	<hr/> 1,109
TOTAL ASSETS	<hr/> 179,351	<hr/> 180,180
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	63,163	63,163
Reserves	(36,387)	(33,677)
Total Equity	<hr/> 26,776	<hr/> 29,486
Non-Current Liability		
Borrowings	61,157	65,172
Deferred tax	2,273	2,273
Provision for employee benefits	-	-
	<hr/> 63,430	<hr/> 67,445
Current Liabilities		
Other payables	16,722	16,642
Bank borrowings	72,363	66,568
Current tax	60	39
	<hr/> 89,145	<hr/> 83,249
Total Liabilities	<hr/> 152,575	<hr/> 150,694
TOTAL EQUITY AND LIABILITIES	<hr/> 179,351	<hr/> 180,180
	Sen	Sen
Net assets per share attributable to equity holders of the Company	2.12	2.35

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIAN INDUSTRIES BERHAD

Company No: 5138-W
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011**

CUMULATIVE 3 MONTHS

	Share Capital RM'000	Non- distributable Reserves RM'000	Accumulated Losses RM'000	Total Equity RM'000
At 1 April 2011				
As previously stated	63,163	12,545	(46,222)	29,486
Total comprehensive loss for the financial year	-	(1,051)	(1,659)	(2,710)
At 30 June 2011	63,163	11,494	(47,881)	26,776
At 1 April 2010				
As previously stated	61,983	17,071	(42,211)	36,843
- effect of adopting IC Int. 13 by an associate	-	-	(727)	(727)
- effect of adopting FRS 139 by an associate	-	3,296	10	3,306
As restated	61,983	20,367	(42,928)	39,422
Total comprehensive loss for the financial period	-	(639)	(1,706)	(2,345)
Issuance of shares	2	-	-	2
At 30 June 2010	61,985	19,728	(44,634)	37,079

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIAN INDUSTRIES BERHAD

Company No: 5138-W
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011**

	CUMULATIVE 3 MONTHS	
	30.06.2011	30.06.2010
	RM'000	RM'000
Cash Flows From Operating Activities		
Loss before tax	(1,593)	(1,646)
Adjustments for :-		
Depreciation	137	137
Finance cost	2,183	2,057
Interest income	-	(7)
Loss on dilution of interest in an associate	-	629
Share of results of an associate	(27)	(296)
Operating profit before working capital changes	<u>700</u>	<u>874</u>
Net change in current assets	5	1,139
Net change in current liabilities	(44)	(916)
Interest expense paid	(2,058)	(1,959)
Interest income received	-	7
Tax paid	(45)	(79)
Net cash used in operating activities	<u>(1,442)</u>	<u>(934)</u>
Cash Flows From Investing Activities		
Incidental cost on development property	(42)	-
Net cash used in investing activities	<u>(42)</u>	<u>-</u>
Cash Flows From Financing Activities		
Proceeds from issuance of ordinary shares	-	2
Drawdown of bank borrowings	4,100	-
Net cash from financing activities	<u>4,100</u>	<u>2</u>
Net increase/(decrease) in cash and cash equivalents	2,616	(932)
Cash and cash equivalents at beginning of the financial year	(21,428)	(20,434)
Cash and cash equivalents at end of the financial year	<u>(18,812)</u>	<u>(21,366)</u>
Cash and cash equivalents consist of the following:-		
Deposits, bank balances and cash	608	736
Bank overdrafts	(19,420)	(22,102)
	<u>(18,812)</u>	<u>(21,366)</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIAN INDUSTRIES BERHAD

Company No: 5138-W
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and Chapter 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 for the year ended 31 March 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 March 2011.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2011 except for the adoption of the following new Financial Reporting Standards ("FRS"), Amendments to FRSs and IC Interpretations with effect from 1 April 2011:-

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (Revised)
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 1	Additional Exemptions For First-time Adopters
Amendments to FRS 2	Share-based payment
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 7	Financial Instruments: Disclosures
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 138	Intangible Assets
IC Interpretation 4	Determining Whether an Arrangement Contains a lease
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customer
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

Other than the disclosures under the amendments to FRS 7, the adoption of the above FRSs, Amendments to FRSs and IC Interpretation did not result in any significant changes in the accounting policies and the presentation of the financial results of the Group.

A2. Seasonal or Cyclical Factors

The business of the Group's associate where seasonal or cyclical factors would have some effects on the operations are as follows:-

- (a) The retailing operations in Malaysia have seasonal peaks in tandem with the year end school holidays, various festive seasons and during sales promotions. The retailing operations in United Kingdom normally record better sales in the third quarter of the financial year due to Christmas season;
- (b) The hotel operations in United Kingdom normally experience low trading after Christmas, New Year and Easter due to the after effects of the holiday seasons. Additionally, winter periods will also experience a decline in trading; and
- (c) The food and confectionery operations in Malaysia, Singapore and Hong Kong will normally record better sales during the various festive seasons.

PAN MALAYSIAN INDUSTRIES BERHAD
Company No: 5138-W
(Incorporated in Malaysia)

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the financial period ended 30 June 2011.

A4. Changes in Estimates Reported in Prior Interim Periods

There were no changes in estimates of amounts reported in prior financial year which may have a material effect in the financial period ended 30 June 2011.

A5. Issuance or Repayment of Debts and Equity Securities

As at 30 June 2011, there were no issuances or repayments of debt and equity securities, share buybacks, share cancellations and resale of treasury shares for the financial period ended 30 June 2011.

A6. Dividends Paid

No dividend was paid in the financial period ended 30 June 2011.

A7. Segment Information

The analysis of the Group's operations for the 3 months ended 30 June 2011 is as follows:-

	Investment Property RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
REVENUE				
External revenue	1,157	-	-	1,157
Inter-segments revenue	3	564	(567)	-
	1,160	564	(567)	1,157
RESULTS				
Segment results	688	442	(567)	563
Finance costs				(2,183)
Share of results of an associate				27
Loss before tax				(1,593)
Tax expense				(66)
Loss for the financial period				(1,659)
Segment assets	52,556	126,795		179,351

A8. Property, Plant and Equipment

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

A9. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the financial period ended 30 June 2011 and up to date of this report that have not been reflected in the financial statements for the said period as at the date of this report.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period ended 30 June 2011.

PAN MALAYSIAN INDUSTRIES BERHAD

**Company No: 5138-W
(Incorporated in Malaysia)**

A11. Contingent Liabilities

There are no material contingent liabilities as at the date of this report.

A12. Capital Commitments

The Group has no material capital commitments as at the date of this report.

B. ADDITIONAL INFORMATION PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

B1. Review of Performance

The Group recorded a revenue of RM1.2 million for the 3 months ended 30 June 2011. The revenue comprised substantially rental income from its investment property. For the same period, the Group recorded loss before tax of RM1.6 million which is similar to the previous year corresponding period.

B2. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

In the current quarter, the Group recorded a revenue of RM1.2 million, similar level as the preceding quarter. It recorded loss before tax of RM1.6 million in the same quarter compared with loss before tax of RM1.8million in the preceding quarter. The lower loss in preceding quarter was mainly due to share of better results from the associate.

B3. Prospects for Financial Year Ending 31 March 2012

The Group expects the business environment in the financial year ending 31 March 2012 to remain challenging. However, the completion of the various rationalisation exercises in the previous years had significantly reduced its gearing. The Group is continuing with its efforts to increase earnings base and further implement its rationalisation exercises to strengthen its financial position.

B4. Variance of Actual Results from Projected Results

There was no profit forecast announced by the Company relating to the financial period ended 30 June 2011.

B5. Tax expense

	FIRST QUARTER		CUMULATIVE 3 MONTHS	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
	RM'000	RM'000	RM'000	RM'000
Current taxation	(66)	(60)	(66)	(60)

The current taxation for the financial period ended 30 June 2011 is in respect of a subsidiary with taxable profit.

B6. Sale of Unquoted Investments and/or Properties

There were no disposals of unquoted investments or properties in the financial period ended 30 June 2011.

B7. Quoted Securities

There were no purchases or disposals of quoted securities in the financial period ended 30 June 2011.

B8. Status of Corporate Proposals

The Group has not announced any corporate proposals which have not been completed as at the date of this report.

B9. Group Borrowings

As at 30 June 2011, all the Group borrowings amounting to RM133.5 million which are unsecured were classified under current and non current liabilities. There are no borrowings denominated in foreign currencies.

PAN MALAYSIAN INDUSTRIES BERHAD
Company No: 5138-W
(Incorporated in Malaysia)

B10. Derivative Financial Instruments

There were no derivative financial instruments at the date of this report.

B11. Fair Value Changes of Financial Liabilities

As at 30 June 2011, the Group does not have any financial liabilities measured at fair value through profit or loss.

B12. Realised and Unrealised Profits/(Losses)

The accumulated losses of the Group comprised the following:-

	30.06.2011	31.03.2011
	RM'000	RM'000
The accumulated losses of the Company and its subsidiaries:-		
Realised	(473,192)	(471,480)
Unrealised	(2,273)	(2,273)
	(475,465)	(473,753)
Total share of accumulated profit/(losses) of an associate:		
Realised	(256,205)	(259,084)
Unrealised	1,032	3,884
	(730,638)	(728,953)
Less : Consolidation adjustments	682,757	682,731
Total accumulated losses	(47,881)	(46,222)

B13. Material Litigation

There is no material litigation as at the date of this report.

B14. Dividend

No dividend has been declared by the Board for the financial period ended 30 June 2011.

B15. Loss Per Share

(a) Loss per share

The loss per share is calculated by dividing the loss for the year attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period as follows:

	FIRST QUARTER		CUMULATIVE 3 MONTHS	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
Loss attributable to equity holders of the Company (RM'000)	(1,659)	(1,706)	(1,659)	(1,706)
Weighted average number of ordinary shares in issue ('000)	1,263,261	1,239,666	1,263,261	1,239,666
Loss per share (sen)	(0.13)	(0.14)	(0.13)	(0.14)

b) Diluted loss per share

The diluted loss per share is not disclosed as it is not applicable

PAN MALAYSIAN INDUSTRIES BERHAD
Company No: 5138-W
(Incorporated in Malaysia)

B16. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 March 2011 was not qualified.

On behalf of the Board
PAN MALAYSIAN INDUSTRIES BERHAD

LEONG PARK YIP
Company Secretary
18 August 2011