



**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FIRST QUARTER
ENDED 30 JUNE 2009**

| | INDIVIDUAL PERIOD | | CUMULATIVE PERIOD | |
|---|--|--|---|---|
| | CURRENT YEAR QUARTER ENDED 30.06.2009 UNAUDITED RM'000 | PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.06.2008 UNAUDITED RM'000 | CURRENT YEAR TO DATE 30.06.2009 UNAUDITED RM'000 | PRECEDING YEAR TO DATE 30.06.2008 UNAUDITED RM'000 |
| <u>Continuing operations</u> | | | | |
| Revenue | 11,438 | 15,680 | 11,438 | 15,680 |
| Operating Expenses | (11,518) | (15,438) | (11,518) | (15,438) |
| Other income | 4 | 311 | 4 | 311 |
| (Loss)/Profit from operations | (76) | 553 | (76) | 553 |
| Net appreciation on fair value of investment properties | 31,995 | - | 31,995 | - |
| Finance Cost | (1,086) | (161) | (1,086) | (161) |
| Share of results of jointly controlled company | (163) | - | (163) | - |
| Profit before taxation | 30,670 | 392 | 30,670 | 392 |
| Taxation | (14) | (258) | (14) | (258) |
| Profit for the period from continuing operations before Minority Interest (MI) | 30,656 | 134 | 30,656 | 134 |
| MI | (65) | (32) | (65) | (32) |
| Profit for the period from continuing operations after MI | 30,591 | 102 | 30,591 | 102 |
| <u>Discontinued operations</u> | | | | |
| Profit for the period from discontinued operations after taxation and before MI | 15 | 64 | 15 | 64 |
| MI | - | (100) | - | (100) |
| Profit/ (loss) for the period from discontinued operations | 15 | (36) | 15 | (36) |



**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FIRST QUARTER
 ENDED 31 JUNE 2009 (CONT'D)**

| | INDIVIDUAL PERIOD | | CUMULATIVE PERIOD | |
|---|--|--|---|---|
| | CURRENT YEAR QUARTER ENDED 30.06.2009 UNAUDITED RM'000 | PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.06.2008 UNAUDITED RM'000 | CURRENT YEAR TO DATE 30.06.2009 UNAUDITED RM'000 | PRECEDING YEAR TO DATE 30.06.2008 UNAUDITED RM'000 |
| Profit attributable to ordinary equity holders of the parent for continuing and discontinued operations after MI | 30,606 | 66 | 30,606 | 66 |
| MI share of : | | | | |
| - profit for continuing and discontinued operations | 65 | 132 | 65 | 132 |
| Net Profit For The Year before MI | <u>30,671</u> | <u>198</u> | <u>30,671</u> | <u>198</u> |
| Earnings per ordinary Share | (sen) | (sen) | (sen) | (sen) |
| Basic | | | | |
| - Continuing operations | 13.37 | 0.04 | 13.37 | 0.04 |
| - Discontinued operations | * - | (0.01) | * - | (0.01) |
| | <u>13.37</u> | <u>0.03</u> | <u>13.37</u> | <u>0.03</u> |

* Not stated as the amount is below 0.01 cents

There were no computations for diluted earnings per share for the current year quarter and current year to date as there is no more outstanding financial instruments for the current year.

For the proceeding year corresponding quarter and preceding year to date, there is no computation presented as all of the Irredeemable Convertible Preference Shares has been fully converted into ordinary shares during that period.

(The Unaudited Condensed Consolidated Income Statement Should Be Read In Conjunction With The Audited Financial Statements For The Year Ended 31 March 2009).



SITT TATT BERHAD (55576-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET AS AT

| ASSETS | Note | 30 June 2009 (UNAUDITED) RM'000 | 31 March 2009 (AUDITED) RM'000 |
|--|-------------|--|---|
| <u>Non-current Assets</u> | | | |
| Property, Plant and Equipment | | 18,310 | 18,618 |
| Investment Property | (A) | 145,000 | 38,600 |
| Intangible Assets | | 38,601 | 38,603 |
| Investment in jointly controlled company | | 1,234 | 1,398 |
| Other Investments | | 213 | 211 |
| Fixed Deposit | | 387 | 399 |
| Deferred Tax Assets | | 7 | 7 |
| | | 203,752 | 97,836 |
| <u>Current Assets</u> | | | |
| Inventories | | 3,975 | 4,212 |
| Trade Receivables | | 11,671 | 13,747 |
| Tax Recoverable | | 412 | 384 |
| Other Receivables, Deposit and Prepayments | | 24,926 | 26,617 |
| Cash and Cash Equivalent | | 25,803 | 26,701 |
| | | 66,787 | 71,661 |
| Assets Held For Sale | | 484 | 478 |
| | | 67,271 | 72,139 |
| TOTAL ASSETS | | 271,023 | 169,975 |
| EQUITY AND LIABILITIES | | | |
| <u>Equity Attributable To Equity Holders Of The Company</u> | | | |
| Share Capital : | | | |
| Ordinary Shares | | 228,728 | 228,728 |
| Reserves | | (45,888) | (76,972) |
| | | 182,840 | 151,756 |
| Minority Interest | | 4,660 | 4,594 |
| Total Equity | | 187,500 | 156,350 |
| <u>Non-current Liabilities</u> | | | |
| Borrowings | | 67,763 | 1,778 |
| Other Deferred Liabilities | | 91 | 91 |
| | | 67,854 | 1,869 |
| <u>Current Liabilities</u> | | | |
| Trade Payables | | 5,020 | 4,253 |
| Other Payables and Accruals | | 5,884 | 4,318 |
| Bank Overdraft | | 1,250 | 1,961 |
| Other Short Term Borrowings | | 3,204 | 791 |
| Taxation | | 311 | 433 |
| | | 15,669 | 11,756 |
| Total Liabilities | | 83,523 | 13,625 |
| TOTAL EQUITY AND LIABILITIES | | 271,023 | 169,975 |
| NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) | | 0.80 | 0.66 |

(The Unaudited Condensed Consolidated Balance Sheet Should Be Read In Conjunction With The Audited Financial Statements For The Year Ended 31 March 2009).



NOTES TO THE CONDENSED BALANCE SHEET

(A) Investment Property

| | 2009 30 June UNAUDITED RM'000 | 2009 31-Mar AUDITED RM'000 |
|--|--|---|
| As at beginning of the quarter | 38,600 | - |
| - Addition from acquisition | 70,000 | 38,600 |
| - Addition from subsequent expenditure | 4,405 | - |
| - Fair value adjustment | 31,995 | - |
| As at end of the quarter | <u>145,000</u> | <u>38,600</u> |

The addition from acquisition relate to acquisition of 17 parcels of strata titled office space at the ground, 7th, 8th, 9th, 10th and 11th floor of Wisma Chase Perdana.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 JUNE 2009

| | Equity Attributable to Equity Holders Of The Parent | | | | | | TOTAL | Minority Interests | Total Equity |
|---|---|--|---------------|----------------------------|--------------------------|------------------|----------|--------------------|--------------|
| | Share Capital | | | Non Distributable Reserves | | | | | |
| | Ordinary Shares | Irredeemable Convertible Preference Shares | Share Premium | Capital Reserve | Foreign Exchange Reserve | Accumulated Loss | | | |
| RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| 3 Months Ended 30 June 2009 (UNAUDITED) | | | | | | | | | |
| At 1 April 2009 | 228,728 | - | 52,050 | 1,138 | (4,027) | (126,134) | 151,755 | 4,595 | 156,350 |
| (a) Foreign currency translation | - | - | - | - | 480 | - | 480 | - | 480 |
| (b) Absorption of minority interest share of subsidiary negative net assets | - | - | - | - | - | (1) | (1) | - | (1) |
| (c) Net profit for the year | - | - | - | - | - | 30,606 | 30,606 | 65 | 30,671 |
| At 30 June 2009 | 228,728 | - | 52,050 | 1,138 | (3,547) | (95,529) | 182,840 | 4,660 | 187,500 |
| 12 Months Ended 31 March 2009 (AUDITED) | | | | | | | | | |
| At 1 April 2008 | 228,718 | 10 | 52,050 | 1,819 | (6,288) | (116,296) | 160,013 | 5,841 | 165,854 |
| (a) Conversion to ordinary shares | 10 | (10) | - | - | - | - | - | - | - |
| (b) Foreign currency translation | - | - | - | - | 2,261 | - | 2,261 | - | 2,261 |
| (c) Disposal of subsidiary | - | - | - | (681) | - | (294) | (975) | (1,594) | (2,569) |
| (d) Adjustment to M.I upon disposal of subsidiary | - | - | - | - | - | 809 | 809 | - | 809 |
| (e) Absorption of minority interest share of losses due to subsidiary negative net asset position | - | - | - | - | - | (175) | (175) | - | (175) |
| (f) Loss for the year | - | - | - | - | - | (10,178) | (10,178) | 348 | (9,830) |
| At 31 March 2009 | 228,728 | - | 52,050 | 1,138 | (4,027) | (126,134) | 151,755 | 4,595 | 156,350 |

(The Unaudited Condensed Consolidated Statement Of Changes In Equity Should Be Read In Conjunction With The Audited Financial Statements For The Year Ended 31 March 2009).



CONDENSED CONSOLIDATED CASH FLOW FOR THE FIRST QUARTER ENDED 30 JUNE 2009

| | 2009 | 2009 |
|--|-----------------------|------------------------|
| | 3 Months Ended | 12 Months Ended |
| | 30 June | 31 March |
| | UNAUDITED | AUDITED |
| | RM'000 | RM'000 |
| (Loss)/Profit Before Tax | | |
| - Continuing operations | 30,670 | (13,398) |
| - Discontinued operations | 15 | 3,688 |
| | <u>30,685</u> | <u>(9,710)</u> |
| <u>Adjustment For Non-cash Flow :</u> | | |
| Non-cash Items | 881 | 3,018 |
| Net appreciation of fair value of investment properties | (31,995) | - |
| Loss on impairment of goodwill | - | 7,287 |
| Non-operating Items | 716 | (3,132) |
| | <u>287</u> | <u>(2,537)</u> |
| Operating Profit Before Changes In Working Capital | | |
| | 287 | (2,537) |
| <u>Changes In Working Capital</u> | | |
| Net Changes In Current Assets | 3,605 | 2,456 |
| Net Changes In Current Liabilities | 2,331 | 861 |
| | <u>6,223</u> | <u>780</u> |
| Cash Flow From Operating Activities | | |
| | 6,223 | 780 |
| Tax Paid | (27) | (1,087) |
| Interest paid | (1,086) | (703) |
| | <u>5,110</u> | <u>(1,010)</u> |
| Net Cash Flow From Operating Activities | | |
| | 5,110 | (1,010) |
| <u>Investing Activities</u> | | |
| - Equity investment | 3 | 3 |
| - Other investment | 1,075 | (29,799) |
| - Purchase of investment property | (74,405) | - |
| - Net cash inflow from disposal of subsidiary company (Note 1) | - | 1,523 |
| | | |
| <u>Financing Activities</u> | | |
| - Repayment of bank borrowings | (969) | (14,166) |
| - Drawdown of new term loan | 69,000 | - |
| | | |
| Net Changes In Cash & Cash Equivalent | <u>(186)</u> | <u>(43,449)</u> |
| Cash & Cash Equivalent At Beginning Of The Year | 24,739 | 68,188 |
| | | |
| Cash & Cash Equivalent At End Of The Year (Note 2) | <u>24,553</u> | <u>24,739</u> |

(The Unaudited Condensed Consolidated Cash Flow Statement Should Be Read In Conjunction With The Audited Financial Statements For The Year Ended 31 March 2009).



**NOTES TO CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE
FOURTH QUARTER ENDED 31 MARCH 2009**

1) Net cash inflow from disposal of subsidiary company

| | 2009 | 2009 |
|---|-----------------------|------------------------|
| | 3 Months Ended | 12 Months Ended |
| | 30 June | 31 March |
| | UNAUDITED | AUDITED |
| | RM'000 | RM'000 |
| Total Assets | - | 12,054 |
| Total Liabilities | - | (8,242) |
| Net Assets | - | 3,812 |
| Share of net assets disposed | - | 2,053 |
| Gain on disposal of subsidiary company | - | 947 |
| Proceeds from disposal of subsidiary company | - | 3,000 |
| Less : Cash and cash equivalents disposed | - | (1,477) |
| Net cash inflow from disposal of subsidiary company | - | 1,523 |

2) Cash and cash equivalents at end of the year comprises of

| | 2009 | 2009 |
|--------------------------------------|------------------|-----------------|
| | 30 June | 31 March |
| | UNAUDITED | AUDITED |
| | RM'000 | RM'000 |
| Bank Overdraft | | |
| - Continuing operations | (1,250) | (1,961) |
| - Discontinued operations | - | - |
| Cash and Bank and Short Term Deposit | | |
| - Continuing operations | 25,254 | 26,700 |
| - Discontinued operations | 549 | - |
| | 24,553 | 24,739 |



Part A – Explanatory Notes Pursuant to Financial Reporting Standards (FRS) 134 Interim Financial Reporting

1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS134: 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 for the year ended 31 March 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to understand the changes in the financial position and performance of the Group since the financial year ended 31 March 2009.

The accounting policies and method of computation applied in the preparation of these quarterly financial statements are consistent with those used in the preparation of the Group’s audited financial statements for the financial period ended 30 June 2009.

2 Accounting Policies

The significant accounting policies adopted by the Group for the interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 March 2009 except for the adoption of the following new or revised Financial Reporting Standards (“FRS”) which are effective for the Group’s financial statements for the financial year ending 31 March 2010.

New and revised FRSs, Amendments to FRSs and Issues Committee (“IC”) Interpretations.

| | | For financial periods beginning on or after |
|----------------------|---|--|
| FRS 4 | Insurance Contracts | 1 January 2010 |
| FRS 7 | Financial Instruments: Disclosures | 1 January 2010 |
| FRS 8 | Operating Segments | 1 July 2009 |
| FRS 139 | Financial Instruments: Recognition and Measurement | 1 January 2010 |
| Amendment To FRS 1 | First time adoption of Financial Reporting Standards And FRS 127 Consolidated and Separate Financial Statements: Cost of an investment in a Subsidiary, Jointly Controlled Company or Associate | 1 January 2010 |
| Amendment To FRS 2 | Share Based Payment- Vesting conditions and cancellations | 1 January 2010 |
| Amendment To FRS 127 | Consolidated and Separate Financial Statements: Cost of an investment in a Subsidiary, Jointly Controlled Company or Associate | 1 January 2010 |



2 Accounting Policies (Cont'd)

New and revised FRSs, Amendments to FRSs and Issues Committee (“IC”) Interpretations (cont'd).

| | | |
|----------------------|--|----------------|
| IC Interpretation 9 | Reassessment of Embedded Derivatives | 1 January 2010 |
| IC Interpretation 10 | Interim Financial Reporting and Impairment | 1 January 2010 |
| IC Interpretation 11 | FRS 2 – Group and Treasury Share Transactions | 1 January 2010 |
| IC Interpretation 13 | Customer Loyalty Programmes | 1 January 2010 |
| IC Interpretation 14 | FRS 119 – The limit on a Defined Benefit Asset, Minimum Funding Requirements and their interaction | 1 January 2010 |

By virtue of the exemption in FRS 4, 7 and 139, the impact of applying the respective FRS on these financial statements upon their first adoption as required by paragraph 30(b) of FRS 108, Accounting policies, Changes in Accounting Estimates and Errors is not disclosed

FRS 4, Amendments to FRS 2 and IC Interpretation 9, 11,13 and 14 are not relevant to the Group's and the Company's operations.

The adoption of the other FRSs, Amendments to FRSs and IC Interpretations is anticipated not to have any significant financial impact on the results and the financial position of the Group and of the Company.

3 Auditors' Report on preceding Annual Financial Statements

The Auditors' Report on the preceding Annual Financial Statements for the year ended 31 March 2009 was not qualified.

4 Seasonal or cyclical factors

The Group's results for the current financial quarter and the financial year end were not materially affected by any seasonal or cyclical factors.

5 Unusual items due to their nature, size or incidence

There are no unusual items affecting assets, liabilities, equity, net income, or cash flow during the reporting quarter as well as the financial year to-date other than as disclosed in Note 18.

6 Changes in estimates

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



7 Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities.

8 Dividends paid

There were no dividends declared or paid during the quarter ended 30 June 2009 as well as for the financial year end.

9 Significant events

On 8 April 2009, the Company had completed the acquisition of 17 conditional sale and purchase agreements for 17 parcels of strata titled office space at the ground, 7th, 8th, 9th, 10th and 11th floor of Wisma Chase Perdana from Chase Perdana Sdn Bhd (formerly known as Chase Perdana Berhad) for an aggregate consideration of RM70 million.

Apart from the above, there are no material significant events that took place during this current quarter.

10 Segmental information

| By business segments | Current quarter 3 months ended 30.06.2009 | | Cumulative quarters 3 months ended 30.06.2009 | |
|---|---|---|---|---|
| | Turnover RM'000 | Profit/ (Loss) before taxation RM'000 | Turnover RM'000 | Profit/ (Loss) before taxation RM'000 |
| Continuing Operations | | | | |
| Semiconductor related businesses | 5,963 | (982) | 5,963 | (982) |
| Industrial chemicals | - | (8) | - | (8) |
| Sticker and label printing | 2,812 | 144 | 2,812 | 144 |
| Investment Property | 2,372 | 2,007 | 2,372 | 2,007 |
| Net appreciation on fair value of investment properties | - | 31,995 | - | 31,995 |
| Investment holding | 291 | (2,323) | 291 | (2,323) |
| Health management | - | (163) | - | (163) |
| | <u>11,438</u> | <u>30,670</u> | <u>11,438</u> | <u>30,670</u> |
| Discontinued Operations | | | | |
| Semiconductor related businesses | - | (2) | - | (2) |
| Investment holding | - | 17 | - | 17 |
| | - | 15 | - | 15 |
| | <u>-</u> | <u>30,685</u> | <u>-</u> | <u>30,685</u> |



11 Carrying amount of revalued assets

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 March 2009.

12 Subsequent events

There are no new material subsequent events that took place after this current quarter.

13 Changes in composition of the Group

There were no major changes in the composition of the Group since the last quarter announcement.

14 Changes in contingent liabilities and contingent assets

There were no material contingent liabilities or contingent assets during the reporting quarter as well as the financial year-to-date.

15 Capital commitments

There are no material capital commitments for the Company and the Group as at 30 June 2009.

16 Significant related party transactions

| | Current quarter 3 months ended 30.06.2009 RM'000 | Cumulative quarter 3 months ended 30.06.2009 RM'000 |
|--|---|---|
| Chase Perdana Sdn Bhd (CPSB) (STB and CPSB have a common holding company) | | |
| - Rental of office paid/payable | (3) | (3) |
| - Management fees received/receivable | 190 | 190 |
| - Maintenance services for office lots paid/payable | (8) | (8) |
| - Rental of office received/receivable | 48 | 48 |

These transactions had been entered in the ordinary course of business and have been established on a "negotiation basis" between the parties.



Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

17a) Review of results for the current quarter for the period ended 30 June 2009

For the three months ended 30 June 2009, the Group recorded a profit attributable to ordinary equity holders of RM30,606,363 as compared to profit of RM65,290 reported in the preceding year's corresponding quarter. The higher profit in the current year's quarter is mainly due to the net appreciation of RM32 million in the fair value of its newly acquired investment property. The operation of the Group in the current quarter is still affected by the decline in the revenue and margins in the semiconductor related businesses caused by the overall global economic downturn.

The Group recorded revenue of RM 11.4 million for the period of three months ended 30 June 2009 for continuing and discontinued operations. The decrease in revenue of RM 8.2 million or 42% as compared to the preceding year's corresponding quarter of RM 19.6 million is mainly due to lower revenues generated from semiconductor related business segment which continue to be affected by the overall global economic slowdown.

b) Review of the results for the financial year ended 31 March 2010 and 2009

Refer above as the 3 months period for the 1st quarter for the financial year ending 31 March 2010 is the same period as the year to date results.

18. Material changes in the profit before taxation compared with the immediate preceding quarter.

The Group recorded a profit before taxation and minority interest of RM 30.6 million for the first quarter ended 31 March 2010 as compared to a loss of RM 12.1 million reported in the fourth quarter ended 31 March 2009. The profit in the first quarter ended 31 March 2010 was due to the net appreciation of RM32 million in the fair value of its newly acquired investment property.

The loss in the immediate preceding quarter was due to impairment of goodwill totalling RM 7.3 million and lower margins recorded in the semiconductor related business segment and sticker and label printing segment caused by the overall global economic slowdown.

19 Coming financial year prospects

The overall performance of the Group depends substantially on the performance of the Company's subsidiaries in Singapore and China which are involved in the semiconductor related industry as well as contributions from the additional acquisition of property investment.

The recovery of the Group's performance for the remaining period of the financial year is dependent on the recovery of the global economy in particular the semiconductor related industry.



20 Variance of actual profit from forecast profit or profit guarantee

The Company did not provide any profit guarantee during this reporting quarter.

The Company received a profit guarantee in respect of the acquisition of Pyramid Manufacturing Industries Pte. Ltd., CEM Machinery Pte. Ltd. and PMI Plating Services Pte. Ltd. from MISL & Associates Sdn. Bhd. ("Vendor") on 3 June 2003. The Vendor guaranteed profits of not less than an aggregate profit after tax of RM69.3 million from the three companies for three financial years ended 31 March 2004, 31 March 2005 and 31 March 2006.

The Company has computed a shortfall of RM47.8 million of the profit guarantee and recovered RM20.4 million from the Vendor. The Vendor is liable for the remaining balance of RM27.4 million. The Company is pursuing the recovery of the shortfall.

21 Taxation

| | Current quarter 3 months ended 30.06.2009 RM'000 | Cumulative quarter 3 months ended 30.06.2009 RM'000 |
|--------------------|---|--|
| Malaysian taxation | - | - |
| Overseas taxation | <u>14</u> | <u>14</u> |
| | <u>14</u> | <u>14</u> |

The Group's effective tax rates for the current quarter ended 30 June 2009 differ from the statutory tax rates mainly due to:

- no tax liability arising from the appreciation on fair value of the additional investment property it acquired during the period and;
- Profits from profitable subsidiary companies which cannot be set off against other subsidiary companies' losses incurred for these periods.

22 Sales of unquoted investments and/or properties

There are no disposals of unquoted investments during the reporting quarter.

23 Quoted securities

- There were no sales of any quoted shares during the reporting quarter.
- The value of the securities as at 30 June 2009 are as follows:

| | RM'000 |
|---------------------------------|------------|
| Investment in quoted securities | |
| At cost | 204 |
| At carrying value | 204 |
| At market value | <u>241</u> |



24 Status of corporate proposals

(A) The status of the utilisation of RM70 million proceeds from the disposal of an associated company, Air Products STB Sdn Bhd (“APSTB”) is as follows:

| | Purpose | Proposed Utilisation | Actual Utilisation | Intended Timeframe For Utilisation | To Be Utilised | | Status |
|-------|--------------------------------|----------------------|--------------------|------------------------------------|----------------|----|-------------|
| | | RM Million | RM Million | | RM Million | % | |
| (i) | New business opportunities | 36.9 | 36.9 | Completed | - | - | |
| (ii) | Expansion of existing business | 20.0 | 2.7 | Up to 2 years | 17.3 | 86 | In progress |
| (iii) | Repayment of bank borrowings | 7.8 | 7.8 | Completed | - | - | - |
| (iv) | Working capital | 5.0 | 5.0 | Completed | - | - | - |
| (v) | Estimated expenses | 0.3 | 0.3 | Completed | - | - | - |
| | | 70.0 | 52.7 | | | | |

(B) The Company announced on 19 June 2009 that the subscription of 500,000 new ordinary shares in Zeal International Holdings Limited (“ZEAL”) representing 50.0% equity interest in ZEAL for a total consideration of USD500,000.00 (Equivalent of approximately RM1.74 million) has been completed on 18 June 2009.

(C) The Company announced on 6 July 2009, that STB Tech, a wholly-owned subsidiary of STB, has on 6 July 2009 entered into an agreement with Crestino and Centurian International Group Limited (“Centurian”) for the subscription of 142,857 new ordinary shares in Crestino representing 50% equity interest in Crestino for a total consideration of USD142,857.00 (“Proposed Subscription”). Centurian, the existing shareholder of Crestino will accordingly subscribe 142,856 new ordinary shares in Crestino representing 50% equity interest in Crestino for a total consideration of USD142,856.00



25 Group borrowings and debt securities

| | As at 30.6.2009 RM'000 |
|------------------------|------------------------------|
| Short term borrowings: | |
| Secured | 4,454 |
| Unsecured | - |
| | <u>4,454</u> |
| Long term borrowings: | |
| Secured | 67,763 |
| Unsecured | - |
| | <u>67,763</u> |
| Total | <u>72,217</u> |

Included in the above are borrowings denominated in Singapore Dollars, equivalent to approximately RM 1.47 million.

26 Off-balance sheet financial instruments

There are no financial instruments with off-balance sheet risk issued by the Group as at the date of this report.

27 Material litigation

As at the date of reporting, the following is the status of material litigation of the Group.

(A) (i) **** SIAC Arbitration No. 064 of 2006 (ARB064/06)**

Sitt Tatt Berhad (“STB”) v Prime International Consultancy Pty. Ltd

STB had on 31 August 2006 commenced arbitration proceedings in Singapore against Prime International Consultancy Pty. Ltd. (“Prime” or “Respondent”), a company incorporated in Australia for breach of the Tripartite Joint Venture Agreement and the Joint Venture Agreement (“Agreements”) entered between STB, Prime and PT Kutai Timur Resources on 27 July 2005 and 24 August 2005 respectively to survey, study, mine, manage, revive, develop, explore, exploit and produce oil and gas from wells in certain areas in Indonesia (“the Project”).

STB is seeking the return of the sum of USD1 million which was paid to the Respondent as an advance to secure the Project.

Current Status: As a result of the settlement in the case in (A) (ii) below, the Board has decided not to proceed with the arbitration.



27 Material litigation (Cont'd)

As at the date of reporting, the following is the status of material litigation of the Group.
(Cont'd)

(A) (ii) ** High Court of Singapore (“Court”) Suit No. 560 of 2006/ B

Sitt Tatt Berhad (“STB”) v Goh Tai Hock

STB had instituted legal proceedings against Goh Tai Hock, the Chief Executive Officer of Prime ("the Defendant") on 31 August 2006. STB is claiming the return of the sum of USD1 million.

Current Status: High Court of the Republic of Singapore had on 26th November 2008 awarded judgment in favour of STB as follow :

- i) USD 380,511.71 ;
- ii) Interest from the date of the Writ and
- iii) Costs .

The Defendant has filed a Notice of Appeal against the decision of the High Court. The appeal had been dismissed by the Court of Appeal with part of the costs to be borne by the Defendant on 27 April 2009.

Current Status: Both parties arrived at a settlement sum of USD500,250 which includes interest and part of costs to be borne by the Defendant. The said sum was paid by Goh Tai Hock to STB on 28 July 2009.

* * Both the above cases are inter related.

(B) KL High Court Suit No. D1-22-347-2007 **Sitt Tatt Berhad (“STB”) v Melati Usaha Sdn Bhd (“Melati”)**

STB has commenced legal action against Melati, a company incorporated in Malaysia for breach of contract by Melati under a Sale Shares Agreement dated 30 April 1997.

STB is seeking, the following claims from Melati:-

- 1. Judgment for the total amount of RM5,808,650;
- 2. Interest on RM5,808,650 at the rate of 8 percent per annum with effect from 19 April 2001 until the date of full payment;
- 3. Costs; and
- 4. Such further relief as the Court may deem fit and just to be granted.

Current Status: KL High Court has on 16th June 2009 granted order-in-terms of STB's summary judgment application against Melati.

28 Dividend

The Board of Directors does not recommend payment of any dividend for the reporting quarter.



29 Earnings per share

Basic

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

| | Current quarter 3 months ended <u>30.6.2009</u> (RM'000) | Cumulative quarter 3 months ended <u>30.6.2009</u> (RM'000) |
|--|---|---|
| Profit from continuing operations | 30,656 | 30,656 |
| Minority interest | <u>(65)</u> | <u>(65)</u> |
| Profit from continuing operations attributable to ordinary equity holders of the parent | <u>30,591</u> | <u>30,591</u> |
| Profit from discontinued operations | 15 | 15 |
| Minority interest | <u>-</u> | <u>-</u> |
| Profit from discontinued operations attributable to ordinary equity holders of the parent | <u>15</u> | <u>15</u> |
| Profit attributable to ordinary equity holders of the parent | <u>30,606</u> | <u>30,606</u> |

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

| | Current quarter 3 months ended <u>30.6.2009</u> (RM'000) | Cumulative quarter 3 months ended <u>30.6.2009</u> (RM'000) |
|---|---|---|
| Weighted average number of ordinary shares in issue ('000) | 228,728 | 228,728 |
| Basic earnings per share (sen) | | |
| - Continuing | 13.37 | 13.37 |
| - Discontinued | <u>*</u> | <u>*</u> |
| | <u>13.37</u> | <u>13.37</u> |

* Not stated as the amount is below 0.01 cents

Diluted

There were no computations for diluted earnings per share as there were no more outstanding financial instruments for the current year. All of the Irredeemable Convertible Preference Shares has been fully converted into ordinary shares in the last financial year.



30 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors on 17 August 2009.