





**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE THIRD QUARTER  
ENDED 31 DECEMBER 2009**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER ENDED 31.12.2009 UNAUDITED  RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.12.2008 UNAUDITED  RM'000	CURRENT YEAR TO DATE 31.12.2009 UNAUDITED  RM'000	PRECEDING YEAR TO DATE 31.12.2008 UNAUDITED  RM'000
<b><u>Continuing operations</u></b>				
Revenue	12,364	11,651	36,210	43,094
Operating Expenses	(11,639)	(13,417)	(34,998)	(45,134)
Other income	20	636	592	2,000
Profit/ (loss) from operations	745	(1,130)	1,804	(40)
Net appreciation on fair value of investment properties	-	-	31,995	-
Finance Cost	(1,566)	(189)	(4,206)	(522)
Share of results of jointly controlled company	(147)	-	(514)	-
<b>(Loss)/profit before taxation</b>	<b>(968)</b>	<b>(1,319)</b>	<b>29,079</b>	<b>(562)</b>
Taxation	(1)	(132)	(1)	(674)
(Loss)/profit for the period from continuing operations before Minority Interest (MI)	(969)	(1,451)	29,078	(1,236)
MI	(230)	83	(308)	(251)
<b>(Loss)/ profit for the period from continuing operations after MI</b>	<b>(1,199)</b>	<b>(1,368)</b>	<b>28,770</b>	<b>(1,487)</b>
<b><u>Discontinued operations</u></b>				
(Loss)/profit for the period from discontinued operations after taxation and before MI	(1)	25	9	3,175
MI	3	-	3	(149)
<b>Profit for the period from discontinued operations after MI</b>	<b>2</b>	<b>25</b>	<b>12</b>	<b>3,026</b>



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

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER ENDED 31.12.2009 UNAUDITED RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.12.2008 UNAUDITED RM'000	CURRENT YEAR TO DATE 31.12.2009 UNAUDITED RM'000	PRECEDING YEAR TO DATE 31.12.2008 UNAUDITED RM'000
<b>(Loss)/ profit attributable to ordinary equity holders of the parent for continuing and discontinued operations after MI</b>	<b>(1,197)</b>	<b>(1,343)</b>	<b>28,782</b>	<b>1,539</b>
<b>MI share of :</b>				
- profit for continuing and discontinued operations	227	(83)	305	400
Net (Loss)/profit For The Year before MI	<u>(970)</u>	<u>(1,426)</u>	<u>29,087</u>	<u>1,939</u>
<b>Earnings per ordinary Share</b>	<b>(sen)</b>	<b>(sen)</b>	<b>(sen)</b>	<b>(sen)</b>
Basic				
- Continuing operations	(0.52)	(0.60)	12.58	(0.65)
- Discontinued operations	* -	0.01	* -	1.32
	<u><b>(0.52)</b></u>	<u><b>(0.59)</b></u>	<u><b>12.58</b></u>	<u><b>0.67</b></u>

\* Not stated as the amount is below 0.01 cents

(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**

		<b>31 December 2009</b>	<b>31 March 2009</b>
		<b>(UNAUDITED)</b>	<b>(AUDITED)</b>
<b>ASSETS</b>	<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Non-current Assets</u></b>			
Property, Plant and Equipment		17,518	18,618
Investment Property	(A)	145,000	38,600
Intangible Assets		38,588	38,603
Investment in jointly controlled company		884	1,398
Other Investments		413	211
Fixed Deposit		405	399
Deferred Tax Assets		7	7
		<u>202,815</u>	<u>97,836</u>
<b><u>Current Assets</u></b>			
Inventories		3,823	4,212
Trade Receivables		10,736	13,747
Tax Recoverable		427	384
Other Receivables, Deposit and Prepayments		38,095	26,617
Cash and Cash Equivalent		11,677	26,701
		<u>64,758</u>	<u>71,661</u>
Assets Held For Sale		486	478
		<u>65,244</u>	<u>72,139</u>
<b>TOTAL ASSETS</b>		<u>268,059</u>	<u>169,975</u>
<b>EQUITY AND LIABILITIES</b>			
<b><u>Equity Attributable To Equity Holders Of The Company</u></b>			
Share Capital :			
Ordinary Shares		228,728	228,728
Reserves		(47,595)	(76,972)
		<u>181,133</u>	<u>151,756</u>
Minority Interest		4,898	4,594
<b>Total Equity</b>		<u>186,031</u>	<u>156,350</u>
<b><u>Non-current Liabilities</u></b>			
Borrowings		66,291	1,778
Other Deferred Liabilities		91	91
		<u>66,382</u>	<u>1,869</u>
<b><u>Current Liabilities</u></b>			
Trade Payables		5,240	4,253
Other Payables and Accruals		5,463	4,318
Bank Overdraft		1,760	1,961
Other Short Term Borrowings		3,182	791
Taxation		1	433
		<u>15,646</u>	<u>11,756</u>
<b>Total Liabilities</b>		<u>82,028</u>	<u>13,625</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>268,059</u>	<u>169,975</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY</b>			
<b>EQUITY HOLDERS OF THE PARENT (RM)</b>			
		<b>0.80</b>	<b>0.66</b>

(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 Movements**

**Balance**

	<b>2009</b>	<b>2009</b>
	<b>31 Dec</b>	<b>31 March</b>
	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>RM'000</b>	<b>RM'000</b>
	<hr/>	<hr/>
Balance brought forward	38,600	-
- Acquisition	70,000	38,600
- Additional expenditure	4,405	-
- Fair value adjustment	31,995	-
	<hr/>	<hr/>
Balance carried forward	<b>145,000</b>	<b>38,600</b>
	<hr/>	<hr/>

The current year's acquisition relates to 17 parcels of strata titled office space at the ground, 7<sup>th</sup>, 8<sup>th</sup>, 9<sup>th</sup>, 10<sup>th</sup> and 11<sup>th</sup> floor of Wisma Chase Perdana.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE  
THIRD QUARTER ENDED 31 DECEMBER 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	
<b>9 Months Ended 31 Dec 2009 (UNAUDITED)</b>									
At 1 April 2009	228,728	-	52,050	1,138	(4,027)	(126,133)	151,756	4,594	156,350
(a) Foreign currency translation	-	-	-	-	594	-	594	-	594
(b) Absorption of minority interest share of subsidiary negative net assets	-	-	-	-	-	1	1	(1)	-
(c) Net profit for the year	-	-	-	-	-	28,782	28,782	305	29,087
At 31 December 2009	228,728	-	52,050	1,138	(3,433)	(97,350)	181,133	4,898	186,031
<b>9 Months Ended 31 Dec 2008 (UNAUDITED)</b>									
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	-	-	-	-	579	-	579	-	579
(c) Absorption of minority interest share of losses due to subsidiary negative net asset position	-	-	-	-	-	(178)	(178)	178	-
(d) Reversal due to disposal of subsidiary	-	-	-	(681)	-	516	(165)	(1,594)	(1,759)
(e) Loss for the year	-	-	-	-	-	1,539	1,539	400	1,939
At 31 December 2008	228,728	-	52,050	1,138	(5,709)	(114,419)	161,788	4,825	166,613

(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 THIRD QUARTER ENDED 31 DECEMBER 2009**

	<b>2009</b>	<b>2008</b>
	<b>9 Months Ended</b>	<b>9 Months Ended</b>
	<b>31 Dec</b>	<b>31 Dec</b>
	<b>UNAUDITED</b>	<b>UNAUDITED</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit Before Tax		
- Continuing operations	29,079	(562)
- Discontinued operations	16	3,680
	<u>29,095</u>	<u>3,118</u>
<u>Adjustment For Non-cash Flow :</u>		
Non-cash Items	2,114	1,450
Net appreciation of fair value of investment properties	(31,995)	-
Non-operating Items	<u>4,359</u>	<u>(5,291)</u>
Operating Profit/(loss) Before Changes In Working Capital	3,573	(723)
Changes In Working Capital		
Net Changes In Current Assets	(8,330)	1,262
Net Changes In Current Liabilities	<u>2,168</u>	<u>3,165</u>
Cash Flow From Operating Activities	(2,589)	3,704
Tax Paid	(494)	(1,045)
Interest paid	<u>(4,207)</u>	<u>(647)</u>
Net Cash Flow From Operating Activities	(7,290)	2,012
<u>Investing Activities</u>		
- Equity investment	1	686
- Other investment	326	(30,011)
- Purchase of investment property	(74,405)	-
- Net cash inflow from disposal of subsidiary company ( Note 1 )	11	1,523
Net cash used in investing activities	(74,067)	(27,802)
<u>Financing Activities</u>		
- Repayment of bank borrowings	(2,466)	(11,870)
- Drawdown of term loan	69,000	-
Net cash generated from/(used in) from financing activities	66,534	(11,870)
Net Changes In Cash & Cash Equivalent	<u>(14,823)</u>	<u>(37,660)</u>
Cash & Cash Equivalent At Beginning Of The Year	24,740	68,188
Cash & Cash Equivalent At End Of The Year ( Note 2 )	<u>9,917</u>	<u>30,528</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 THIRD QUARTER ENDED 31 DECEMBER 2009**

**1) Net cash inflow from disposal of subsidiary company**

	<b>2009</b>	<b>2008</b>
	<b>9 Months Ended</b>	<b>9 Months Ended</b>
	<b>31 Dec</b>	<b>31 Dec</b>
	<b>UNAUDITED</b>	<b>UNAUDITED</b>
	<b>RM'000</b>	<b>RM'000</b>
Total Assets	-	12,054
Total Liabilities	(37)	(8,242)
Net Assets	(37)	3,812
Share of net assets disposed	(37)	2,053
Gain on disposal of subsidiary company	48	947
Proceeds from disposal of subsidiary company	11	3,000
Less : Cash and cash equivalents disposed	-	(1,477)
Net cash inflow from disposal of subsidiary company	11	1,523

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

	<b>2009</b>	<b>2008</b>
	<b>31 Dec</b>	<b>31 Dec</b>
	<b>UNAUDITED</b>	<b>UNAUDITED</b>
	<b>RM'000</b>	<b>RM'000</b>
Bank Overdraft		
- Continuing operations	(1,760)	-
- Discontinued operations	-	(2,519)
Cash and Bank and Short Term Deposit		
- Continuing operations	10,976	33,047
- Discontinued operations	701	-
	11,677	33,047
	9,917	30,528





## **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 2009. 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 year ended 31 March 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.

The following are the new and revised FRSs, Amendments to FRSs and Issues Committee ("IC") Interpretations that have not been early adopted in preparing these quarterly financial statements:-

		<b>For financial periods beginning on or after</b>
FRS 1	First-time Adoption of Financial Reporting Standards	1 July 2009
FRS 3	Business Combinations	1 July 2009
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 101	Presentation of Financial Statements	1 January 2010
FRS 123	Borrowing Costs	1 January 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
FRS 127	Consolidated and Separate Financial Statements	1 July 2010
Amendment To FRS 1	First time adoption of Financial Reporting Standards	1 January 2010
Amendment To FRS 2	Share Based Payment- Vesting conditions and cancellations	1 January 2010



## **2 Accounting Policies (Cont'd)**

The following are the new and revised FRSs, Amendments to FRSs and Issues Committee (“IC”) Interpretations that have not been early adopted in preparing these quarterly financial statements:  
- (cont'd).

		<b>For financial periods beginning on or after</b>
Amendment to 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	1 July 2010
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 July 2010
Amendment to FRS 132	Financial Instruments: Presentation	1 January 2010
Amendments to FRS 138	Intangible Assets	1 July 2010
Amendments to FRS 139	Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
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 12	Service Concession Arrangements	1 July 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
IC Interpretation 15	Arrangements for the Construction of Real Estate	1 July 2010
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distributions of Non-cash Assets to Owners Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives	1 July 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

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 17 and 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 31 December 2009 as well as for the financial year end.

#### **9 Significant events**

There are no material significant events that took place during this current quarter.

### **10 Segmental information**

#### **a) Current quarter 3 months ended 31. 12. 2009**

<b><u>Continuing Operations</u></b>	Investment Holdings RM'000	Investment Property RM'000	Sticker & Label Printing RM'000	Semi conductor RM'000	<b>Total</b> RM'000
<b>Revenue</b>					
External revenue	210	2,639	3,298	6,217	12,364
Intersegment revenue	943	-	-	181	1,124
	<u>1,153</u>	<u>2,639</u>	<u>3,298</u>	<u>6,398</u>	<u>13,488</u>
<b>Results</b>					
Segment Results	(1,150)	2,111	431	(761)	631
Interest income	112	-	2	-	114
Finance costs	(11)	(1,485)	(41)	(29)	(1,566)
Share of results of jointly controlled company					<u>(147)</u>
Loss before taxation					<u>(968)</u>
Taxation					<u>(1)</u>
Net Loss after taxation					<u>(969)</u>
Minority Interest					<u>(230)</u>
Net loss after minority interest					<u>(1,199)</u>



## 10 Segmental information

### a) Current quarter 3 months ended 31. 12. 2009 (cont'd)

	Investment Holdings RM'000	Investment Property RM'000	Sticker & Label Printing RM'000	Semi conductor RM'000	Total RM'000
<b>Discontinued Operations</b>					
<b>Results</b>					
Segment Results	22	-	-	(16)	6
Interest income	-	-	-	-	-
Finance costs	-	-	-	-	-
Profit before taxation					6
Taxation					(7)
Net Loss after taxation					(1)
Minority Interest					3
Net profit after minority interest					2

### b) Cumulative quarters 9 months ended 31. 12. 2009

	Investment Holdings RM'000	Investment Property RM'000	Sticker & Label Printing RM'000	Semi conductor RM'000	Others RM'000	Total RM'000
<b>Continuing Operations</b>						
<b>Revenue</b>						
External revenue	572	7,713	9,021	18,904	-	36,210
Intersegment revenue	2,559	-	-	412	-	2,971
	3,131	7,713	9,021	19,316	-	39,181
<b>Results</b>						
Segment Results	(3,119)	5,984	616	(1,978)	(5)	1,498
Net appreciation of fair value of investment property	-	31,995	-	-	-	31,995
Interest income	298	-	9	-	-	307
Finance costs	(62)	(3,987)	(76)	(79)	(3)	(4,207)
Share of results of jointly controlled company						(514)
Profit before taxation						29,079
Taxation						(1)
Net Profit after taxation						29,078
Minority Interest						(308)
Net profit after minority interest						28,770
<b>Discontinued Operations</b>						
<b>Results</b>						
Segment Results	38	-	-	(28)	-	10
Interest income	4	-	-	2	-	6
Finance costs	-	-	-	-	-	-
Profit before taxation						16
Taxation						(7)
Net Profit after taxation						9
Minority Interest						3
Net profit after minority interest						12



### **11 Carrying amount of revalued property, plant and equipment**

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**

Other than as disclosed as in Note 24 (D) and (E), there are no other 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**

As at 31 December 2009, the following are the capital commitments approved and contracted for not provided for in the financial statements:

	RM
(a) Subscription of ordinary shares as stated in Note 24 (B)	496,353
(b) Balance of subscription of preference shares as stated in Note 24 (C)	1,685,029
	<hr/> 2,181,382 <hr/>

There are no other material capital commitments for the Company and the Group as at 31 December 2009.

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**16 Significant related party transactions**

	Current quarter 3 months ended 31.12.2009 RM'000	Cumulative quarters 9 months ended 31.12.2009 RM'000
<u>Chase Perdana Sdn Bhd (CPSB)</u> ( STB and CPSB have a common holding company )		
- Rental of office paid/payable	-	(3)
- Management fees received/receivable	210	571
- Maintenance services for office lots paid/payable	-	(8)
- Rental of office received/receivable	52	154

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

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

**17a) Review of results for the current reporting quarter ended 31 December 2009**

For the three months period ended 31 December 2009, the Group recorded a loss attributable to ordinary equity holders of RM1.20 million as compared to a loss of RM1.34 million reported in the preceding year's corresponding quarter. The lower loss in the current year reporting quarter is mainly due to increase in revenue from additional acquisition of investment property which also yields higher margins.

The Group recorded revenue of RM12.36 million for the three months period ended 31 December 2009 for continuing and discontinued operations. This is RM0.71 million or 6% higher as compared to the preceding year's corresponding quarter of RM11.65 million. The Group revenue has increased slightly due to additional revenue generated from the additional acquisition of investment property.

**b) Review of the year to date results for the current reporting period ended 31 December 2009**

For the nine months period ended 31 December 2009, the Group recorded a profit attributable to ordinary equity holders of RM 28.77 million as compared to profit of RM1.54 million reported in the preceding year's corresponding nine months period. The increase in the Group's result for the nine month period is mainly attributed to the net appreciation of RM32 million in the fair value of its newly acquired investment property.

The Group recorded revenue of RM36.21 million for the nine months period ended 31 December 2009 for continuing and discontinued operations. The decrease in revenue of RM 12.11 million or 25% as compared to the preceding year's corresponding quarter of RM48.32 million is mainly due to lower revenue in semiconductor related businesses segment. The operation of the Group in the current nine months period continues to be affected by the decline in the revenue and margins in the semi-conductor related business segment caused by the overall global economic downturn.

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

The Group recorded a loss before taxation and minority interest of RM0.77 million for the third quarter ended 31 December 2009 as compared to a loss RM0.63 million reported in the second quarter ended 30 September 2009.

The current quarter results were affected by the decline in the revenue and margins in the semi-conductor related business segment caused by the overall global economic downturn.

**19 Coming financial year prospects**

The overall performance of the Group depends 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 and healthcare and medical services. 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 31.12.2009 RM'000	Cumulative quarters 9 months ended 31.12.2009 RM'000
i) Continuing operations		
- Malaysian taxation	-	-
- Overseas taxation	(1)	(1)
	<u>(1)</u>	<u>(1)</u>
ii) Discontinued operations		
- Malaysian taxation	(11)	(11)
- Overseas taxation	<u>4</u>	<u>4</u>
	<u>(7)</u>	<u>(7)</u>

The Group's effective tax rate for the current quarter ended 31 December 2009 differ from the statutory rate due to tax liability arising from prior year underestimated tax.

The Group's effective tax rate for the cumulative 9 months quarter ended 31 December 2009 differ from the statutory rate as the gain arising from appreciation of investment property's fair value is not subject to tax.

## **22 Sales of unquoted investments and/or properties**

In the Company's ongoing restructuring exercise, a wholly owned subsidiary, STB Technologies (Malaysia) Sdn Bhd which is dormant was disposed off to a Special Purpose Vehicle (SPV) company for a nominal value of RM1.

Apart from the above, there are no disposals of unquoted investments during the reporting quarter.





**23 Quoted securities**

- a) There were no sales of any quoted shares during the reporting quarter.
- b) The value of the securities as at 31 December 2009 are as follows:

	RM'000
Investment in quoted securities	
At cost	204
At carrying value	204
At market value	243

**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	Actual	Intended Timeframe For Utilisation	To Be Utilised		Status
		Utilisation	Utilisation		RM Million	%	
		RM Million	RM Million				
(i)	New business opportunities	36.9	36.9	Completed	-	-	
(ii)	Expansion of existing business	20.0	15.3	2 years	4.7	23	Note *
(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	65.3		4.7		

\* The Company had applied to the Securities Commission (SC) on 28 September 2009 to vary the remaining utilisation for the expansion of existing business in the semiconductor related business amounting to RM17.3 million as follows:

- (a) To upgrade and refurbish Wisma Chase Perdana ( including funding the cost of maintenance and materials) for RM5.3 million; and
- (b) Expansion of business in healthcare and medical services sector for RM12 million.

On 19 November 2009, SC has approved the application.

To date the utilisation allocated for expansion of business in healthcare and medical services sector for RM12 million have been fully disbursed towards subscription of USD 4,500,000 or approximately RM 15,525,000 of Redeemable Secured Cumulative Preference Shares in the jointly controlled company, Zeal International Holdings Ltd.



## **24 Status of corporate proposals (Cont'd)**

- (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: (Cont'd)

The remaining utilisation reserved for upgrading and refurbishment of Wisma Chase Perdana (including funding the cost of maintenance and materials) not yet disbursed amounts to RM4.7 million.

- (B) 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 equivalent to RM496,353. The subscription of shares is pending completion.

- (C) The Company announced on 12 December 2009, that it intends to subscribe up to USD 4,500,000 or approximately RM 15,525,000 of Redeemable Secured Cumulative Preference Shares ("RSCPS") in the jointly controlled company, Zeal International Holdings Ltd. ("Zeal").

The purpose of the Proposed Subscription is to facilitate Zeal's acquisition of all the issued shares of 8,158 shares in Alliance Health Partners, Inc ("AHP"), a company incorporated in the British Virgin Islands for a cash consideration of USD 4,500,000 from Millersgate Limited. AHP is an investment holding company which holds 8,200,000 shares or approximately 90% in Amcare Labs International, Inc ("AMCARE"), a company incorporated in Delaware, USA. The balance of approximately 10% is held by Johns Hopkins International, LLC ("Johns Hopkins International") of USA. AMCARE was founded in July 2001 with the objective of becoming the leader in non-US markets for the provision of pathology and laboratory medicine services and the operation of medical testing facilities.

AMCARE is an affiliate of Johns Hopkins Medicine International and the Johns Hopkins Medical Laboratories. The subscription of shares is pending completion.

- (D) The Company announced on 14 January 2010 to transfer to the Company entire shareholding of 500,000 ordinary shares of USD1.00 each, representing 50% equity interest held in Zeal International Holdings Ltd ("Zeal") which is held by its wholly-owned subsidiary, STB Technologies Pte. Ltd ("STB Tech") for a consideration of USD 500,000, being the book value of STB Tech's investment in Zeal. The shares were issued on 21 January 2010.

- (E) The Company announced on 8 February 2010 that its wholly-owned subsidiary Sitt Tatt Marketing Sdn Bhd had entered into a sale and purchase agreement with QLM Label Makers Pty Ltd, a company incorporated in Australia, for the disposal of 510,000 ordinary shares of RM1 each or 51% equity interest in Pyramid Labels Industries Sdn Bhd for a cash consideration of RM 4 million. The expected completion date is on or before 31 March 2010.



## 25 Group borrowings and debt securities

	As at 31.12.2009 RM'000	As at 31.3.2009 RM'000
Secured short term borrowings	4,942	2,752
Secured long term borrowings	<u>66,291</u>	<u>1,778</u>
Total	<u>71,233</u>	<u>4,530</u>

Included in the above are borrowings denominated in Singapore Dollars, equivalent to approximately RM 1.95 million (31 March 2009: RM1.97 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) 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.

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

Current Status: STB is commencing winding up proceedings 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 31.12.2009 (RM'000)	Cumulative quarters 9 months ended 31.12.2009 (RM'000)
(Loss)/Profit from continuing operations	(969)	29,078
Minority interest	(230)	(308)
(Loss)/Profit from continuing operations attributable to ordinary equity holders of the parent	<u>(1,199)</u>	<u>28,770</u>
(Loss)/ Profit from discontinued operations		
Minority interest	(1)	9
Profit from discontinued operations attributable to ordinary equity holders of the parent	<u>3</u>	<u>3</u>
	<u>2</u>	<u>12</u>
(Loss)/Profit attributable to ordinary equity holders of the parent	<u>(1,197)</u>	<u>28,782</u>
Weighted average number of ordinary shares in issue ('000)	228,728	228,728
Basic earnings per share (sen)		
- Continuing	(0.52)	12.58
- Discontinued	<u>*</u>	<u>*</u>
	<u>(0.52)</u>	<u>12.58</u>

\* Not stated as the amount is below 0.01 cents

## 30 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors on 25 February 2010.