



SAPURA RESOURCES BERHAD
(Company No.: 3136-D)

Interim Financial Report for the 12 months ended 31 January 2009

The Directors of Sapura Resources Berhad (SRB) are pleased to announce the unaudited financial results of the Group for the 12 months ended 31 January 2009

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Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 12 months ended 31 January 2009
Condensed Consolidated Income Statement

	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
		31.1.2009 RM'000	31.1.2008 RM'000	31.1.2009 RM'000	31.1.2008 RM'000
Revenue	7	51,345	53,332	231,604	204,352
Purchases		(28,218)	(43,220)	(172,129)	(155,331)
Changes in inventories		(2,999)	2,434	15,381	3,632
Expenses		(23,197)	(24,465)	(76,847)	(66,503)
Other income		5,002	8,623	11,940	11,552
Profit from operations	7	<u>1,933</u>	<u>(3,296)</u>	<u>9,949</u>	<u>(2,298)</u>
Finance cost		(2,115)	(2,081)	(8,881)	(8,155)
Share of profit of associates		212	(489)	585	145
Profit/(Loss) before tax		<u>30</u>	<u>(5,866)</u>	<u>1,653</u>	<u>(10,308)</u>
Taxation	17	<u>(2,877)</u>	<u>3,901</u>	<u>(6,006)</u>	<u>3,645</u>
Profit/(Loss) for the period		<u>(2,847)</u>	<u>(1,965)</u>	<u>(4,353)</u>	<u>(6,663)</u>
Attributable to:					
Equity holders of the company		(2,847)	(1,965)	(4,353)	(6,663)
Minority interest		-	-	-	-
		<u>(2,847)</u>	<u>(1,965)</u>	<u>(4,353)</u>	<u>(6,663)</u>
Profit/(Loss) per share attributable to equity holders of the company (sen) :					
Basic	25	<u>(2.04)</u>	<u>(1.41)</u>	<u>(3.12)</u>	<u>(4.77)</u>

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 12 months ended 31 January 2009

Condensed Consolidated Balance Sheet

	Note	Unaudited As at end of current quarter 31.1.2009	As at preceding financial year end 31.01.2008
		RM'000	RM'000
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	8	100,514	97,915
Investment properties	8	110,460	113,834
Prepaid leasehold land		86,387	85,332
Investments in associates		1,638	1,053
Intangible Assets		308	2,697
		<u>299,307</u>	<u>300,831</u>
CURRENT ASSETS			
Other Investment	19	62	125
Inventories		41,853	23,177
Receivables		14,154	18,394
Due from related companies		4,447	4,224
Due from associated companies		190	1,168
Cash and bank balances		7,417	4,586
		<u>68,123</u>	<u>51,674</u>
TOTAL ASSETS		<u>367,430</u>	<u>352,505</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		139,600	139,600
Reserves		4,883	4,883
Retained Earnings		(1,573)	2,780
Total Equity		<u>142,910</u>	<u>147,263</u>
Non-current liabilities			
Deferred taxation		3,681	1,074
Borrowings	21	96,921	99,368
		<u>100,602</u>	<u>100,442</u>
Current Liabilities			
Borrowings	21	62,043	57,162
Trade & Other Payables		60,125	46,444
Amounts due to holding company		660	158
Amounts due to related companies		100	749
Amounts due to associated companies		241	268
Current tax payable		749	19
		<u>123,918</u>	<u>104,800</u>
Total liabilities		<u>224,520</u>	<u>205,242</u>
TOTAL EQUITY AND LIABILITIES		<u>367,430</u>	<u>352,505</u>
NET ASSETS PER SHARE			
		<u>1.02</u>	<u>1.05</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 12 months ended 31 January 2009

Condensed Consolidated Statement of Changes in Equity

	Attributable to Equity Holders of the Company						Minority Interest	Total Equity
	<----- Non-distributable ----->			<--- Distributable --->				
	Share Capital	Revaluation Reserve	Capital Reserve	General Reserve	Retained Earnings	TOTAL		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
For The 12 Months Period Ended 31 January 2009								
Balance as at 1.2.2008	139,600	2,302	1,481	1,100	2,780	147,263	-	147,263
Loss for the period	-	-	-	-	(4,353)	(4,353)	-	(4,353)
At 31.1.2009	139,600	2,302	1,481	1,100	(1,573)	142,910	-	142,910
For The 12 Months Period Ended 31 January 2008								
Balance as at 1.2.2007	139,600	2,302	1,481	1,100	9,443	153,926	-	153,926
Loss for the period	-	-	-	-	(6,663)	(6,663)	-	(6,663)
At 31.1.2008	139,600	2,302	1,481	1,100	2,780	147,263	-	147,263

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 12 months ended 31 January 2009
Condensed Consolidated Cash Flow Statement

	Unaudited For the 12 months period ended 31.1.2009 <u>RM'000</u>	For the 12 months period ended 31.1.2008 <u>RM'000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	1,653	(10,308)
Adjustments for:		
Non-cash items	<u>22,158</u>	<u>23,765</u>
Operating profit before working capital changes	23,811	13,457
Net change in current assets	(14,542)	(18,274)
Net change in current liabilities	13,127	5,271
Taxes paid	(2,714)	(539)
Net cash generated from/(used in) operating activities	<u>19,682</u>	<u>(85)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash used in investing activities	<u>(10,374)</u>	<u>(7,672)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash (used in)/generated from financing activities	<u>(85)</u>	<u>3,007</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,223	(4,750)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(2,878)	1,872
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>6,345</u>	<u>(2,878)</u>
Cash and cash equivalents comprise:		
Cash and bank balances	7,417	4,586
Bank overdraft	<u>(1,072)</u>	<u>(7,464)</u>
	<u>6,345</u>	<u>(2,878)</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 12 months ended 31 January 2009
Notes to the Financial Information

1 BASIS OF PREPARATION

The Interim Financial Statements are unaudited and have been prepared in accordance with requirements of FRS 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The Interim Financial Statements of the Group have been prepared under the historical cost convention.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 January 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2008.

2 ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this interim financial statements are consistent with those of the audited financial statements of the Group for the financial year ended 31 January 2008 except for the adoption of the following Amendments to FRSs and Interpretations that are effective for the financial period beginning on or after 1 February 2008:

IC Interpretation 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2 Members' Shares in Co-operative Entities and Similar Instruments
IC Interpretation 5 Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6 Liabilities Arising From Participation in a Specific Market - Waste Electrical and Electronic Equipment
IC Interpretation 7 Applying the Restatement Approach under FRS 129₂₀₀₄ - Financial Reporting in Hyperinflationary Economies
Amendments to FRS 107 Cash Flow Statements
Amendments to FRS 111 Construction Contracts
Amendments to FRS 112 Income Taxes
Amendments to FRS 118 Revenue
Amendments to FRS 120 Accounting for Government Grants and Disclosure of Government Assistance
Amendments to FRS 121 The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operations
Amendments to FRS 134 Interim Financial Reporting
Amendments to FRS 137 Provisions, Contingent Liabilities and Contingent Assets

The adoption of these Amendments to FRSs and Interpretations did not have any significant financial impact on the Group.

3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENT

The auditors' report on the financial statements for the year ended 31 January 2008 was not qualified.

4 SEASONAL OR CYCLICAL FACTORS

The Group's performance is not significantly affected by any seasonal or cyclical fluctuations.

5 UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

6 DEBT AND EQUITY SECURITIES

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

Notes to the Financial Information

7 SEGMENTAL INFORMATION

	12 months ended	
	31.1.2009 RM'000	31.1.2008 RM'000
Segment Revenue		
Investment holdings/Property Investments	13,802	13,038
Education	54,858	34,738
Premium automotive sales & services	162,607	155,449
Others	337	1,127
Total revenue	231,604	204,352
Segment Results		
Investment holdings/Property Investments	2,356	(1,275)
Education	13,879	4,014
Premium automotive sales & services	(3,885)	(5,011)
Others	(12)	(26)
Total results	12,338	(2,298)

8 CARRYING AMOUNT OF REVALUED ASSETS

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

9 SUBSEQUENT EVENTS

There were no material events subsequent to 31 January 2009 to the date of this announcement.

10 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current financial period.

11 CHANGES IN CONTINGENT LIABILITIES

There were no changes in contingent liabilities of the Group since the last annual balance sheet date.

12 CAPITAL COMMITMENTS

	As at 31.1.2009 RM'000	As at 31.1.2008 RM'000
Approved and contracted for:		
Property, plant and equipment	-	-
Approved but not contracted for:		
Property, plant and equipment	6,716	3,492

13 REVIEW OF PERFORMANCE

Group revenue of RM231.6 million for the financial year showed an increase of 13.4% over the RM204.3 million registered in the previous financial year. The increase is mainly due to increase in revenue of its automotive business as well as increase in number of students in its education business.

Group loss for the financial year was lower by 34.7% as compared to previous financial year mainly due to increase in revenue.

14 QUARTERLY RESULTS COMPARISON

The group recorded a loss of RM2.8 million in the current quarter under review which is a 605% reduction as compared to a profit of RM0.6 mil recorded in the immediate preceding quarter. The reduction are mainly due to writing off of goodwill relating to its automotive business and also due to additional provision made for deferred taxation in the current quarter.

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15 PROSPECTS

The Group's premium automotive retail business will face a challenging environment, amidst current consumer sentiments. This however is expected to be mitigated by its stable property rental business and expanding education business. Barring any unforeseen circumstances, the Board of Directors expect the Group to record an overall reasonable result for financial year ending 31 January 2010.

16 PROFIT FORECAST OR PROFIT GUARANTEE

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

17 TAXATION

	12 months ended 31.1.2009	12 months ended 31.1.2008
	RM'000	RM'000
Malaysian taxation	<u>(6,006)</u>	<u>3,645</u>

18 SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sale of unquoted investments and/or properties for the current financial period.

19 QUOTED SECURITIES

There were no purchase and disposal of quoted securities for the current financial period.

	As at 31.1.2009
	RM'000
Investments in quoted securities as at the reporting period: At carrying value/market value	<u>62</u>

20 CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of announcement.

21 BORROWINGS

Details of Group's borrowings as at 31 January 2009 are as shown below:

	Balance Outstanding RM'000	Details of security
Short term borrowings		
Term loan	1,000	Corporate guarantee by APIIT and charge on landed properties
Overdraft	1,072	Negative pledge
Revolving credit	37,500	Negative pledge
Banker's Acceptance	2,055	Negative pledge
Floor Stocking	17,686	Debenture on stocks
Hire Purchase	304	
Term Loan	<u>2,426</u>	Charge on landed property
	<u>62,043</u>	
Long term borrowings		
Term loan	84,891	Corporate guarantee by APIIT and charge on landed properties
Hire Purchase	1,456	
Term Loan	<u>10,574</u>	Charge on landed property
	<u>96,921</u>	
Total borrowings	<u>158,964</u>	

Notes to the Financial Information

22 OFF BALANCE SHEET FINANCIAL INSTRUMENTS

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

23 MATERIAL LITIGATION

Details of material litigation pending as at the date of announcement:

On 9 April 2001, the Company was served with a writ of summons in respect of a claim by Bridgecon Engineering Sdn Bhd and Fujita Corporation (M) Sdn Bhd (collectively, "BFJV") for sums payable in respect of the construction of Sapura@Mines. BFJV filed an application for summary judgment on their claim. The summary judgment application was dismissed with costs on 25 October 2002. BFJV has filed a Notice of Appeal against the said dismissal. The appeal was heard in part on 16 April 2008 and on 24 July 2008. Mention date has been set on 30 April 2009.

24 DIVIDEND

No dividend was declared by the Company for the current financial period to date.

No dividend was paid by the Company for the current financial period to date.

25 LOSS PER SHARE

The loss per share have been calculated based on the Group's loss attributable to equity holders of the company of RM4,353,000 and on the number of shares in issue during the period of 139,600,000.

BY ORDER OF THE BOARD

Mohd Faizal Abdul Aziz (LS 006978)

Company Secretary