



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

Interim Financial Report for the 6 months ended 31 July 2009

The Directors of Sapura Resources Berhad (SRB) are pleased to announce the unaudited financial results of the Group for the 6 months ended 31 July 2009

CONTENTS

CONDENSED CONSOLIDATED INCOME STATEMENT

CONDENSED CONSOLIDATED BALANCE SHEET

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

NOTES TO THE FINANCIAL STATEMENTS

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 6 months ended 31 July 2009
Condensed Consolidated Income Statement

	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
		31.07.2009 RM'000	31.07.2008 RM'000	31.07.2009 RM'000	31.07.2008 RM'000
Revenue	7	68,875	60,009	143,212	124,991
Purchases		(44,170)	(45,593)	(85,636)	(96,709)
Changes in inventories		3,338	3,462	(6,737)	4,545
Expenses		(25,335)	(17,985)	(46,178)	(34,754)
Other income		3,029	2,673	5,881	5,117
Profit from operations	7	<u>5,737</u>	<u>2,566</u>	<u>10,542</u>	<u>3,190</u>
Finance cost		(1,393)	(2,155)	(3,398)	(4,263)
Share of profit of associates		56	67	215	233
Profit/(Loss) before tax		<u>4,400</u>	<u>478</u>	<u>7,359</u>	<u>(840)</u>
Taxation	17	<u>(2,164)</u>	<u>(1,231)</u>	<u>(3,474)</u>	<u>(1,231)</u>
Profit/(Loss) for the period		<u>2,236</u>	<u>(753)</u>	<u>3,885</u>	<u>(2,071)</u>
Attributable to:					
Equity holders of the company		2,236	(753)	3,885	(2,071)
Minority interest		-	-	-	-
		<u>2,236</u>	<u>(753)</u>	<u>3,885</u>	<u>(2,071)</u>
 Profit/(Loss) per share attributable to equity holders of the company (sen) :					
Basic	25	<u>1.60</u>	<u>(0.54)</u>	<u>2.78</u>	<u>(1.48)</u>

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 6 months ended 31 July 2009

Condensed Consolidated Balance Sheet

		Unaudited As at end of current quarter 31.07.2009	As at preceding financial year end 31.01.2009
	Note	RM'000	RM'000
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	8	100,171	100,447
Investment properties	8	109,768	110,463
Prepaid leasehold land		84,677	86,386
Investments in associates		1,560	1,345
Intangible Assets		259	259
		<u>296,435</u>	<u>298,900</u>
CURRENT ASSETS			
Other Investment	19	138	63
Inventories		34,510	41,221
Receivables		17,115	14,502
Due from related companies		3,741	5,082
Due from associated companies		276	190
Cash and bank balances		7,094	9,026
		<u>62,874</u>	<u>70,084</u>
TOTAL ASSETS		<u>359,309</u>	<u>368,984</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		2,121	(1,761)
Total Equity		<u>146,604</u>	<u>142,722</u>
Non-current liabilities			
Deferred taxation		4,037	4,037
Borrowings	21	95,095	96,921
		<u>99,132</u>	<u>100,958</u>
Current Liabilities			
Borrowings	21	46,620	61,417
Trade & Other Payables		64,783	61,861
Amounts due to holding company		426	660
Amounts due to related companies		169	703
Amounts due to associated companies		241	241
Current tax payable		1,334	422
		<u>113,573</u>	<u>125,304</u>
Total liabilities		<u>212,705</u>	<u>226,262</u>
TOTAL EQUITY AND LIABILITIES		<u>359,309</u>	<u>368,984</u>
NET ASSETS PER SHARE		<u>1.05</u>	<u>1.02</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 6 months ended 31 July 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		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
For The 6 Months Period Ended 31 July 2009							
Balance as at 1.2.2009	139,600	2,302	1,481	1,100	(1,764)	-	142,719
Profit for the period	-	-	-	-	3,885	-	3,885
At 31.7.2009	139,600	2,302	1,481	1,100	2,121	-	146,604
For The 6 Months Period Ended 31 July 2008							
Balance as at 1.2.2008	139,600	2,302	1,481	1,100	2,780	-	147,263
Loss for the period	-	-	-	-	(2,071)	-	(2,071)
At 31.7.2008	139,600	2,302	1,481	1,100	709	-	145,192

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements

Sapura Resources Berhad (Company No.: 3136-D)
Interim Financial Report for the 6 months ended 31 July 2009
Condensed Consolidated Cash Flow Statement

	Unaudited For the 6 months period ended 31.7.2009 <u>RM'000</u>	For the 6 months period ended 31.7.2008 <u>RM'000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	7,359	(840)
Adjustments for:		
Non-cash items	<u>12,685</u>	<u>9,868</u>
Operating profit before working capital changes	20,044	9,028
Net change in current assets	3,129	(10,532)
Net change in current liabilities	(78)	10,583
Taxes paid	<u>(2,281)</u>	<u>(147)</u>
Net cash generated from operating activities	<u>20,814</u>	<u>8,932</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash used in investing activities	<u>(2,725)</u>	<u>(4,707)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash generated from financing activities	<u>(19,421)</u>	<u>(2,153)</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(1,332)	2,072
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>8,173</u>	<u>(2,878)</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>6,841</u>	<u>(806)</u>
Cash and cash equivalents comprise:		
Cash and bank balances	7,094	1,607
Bank overdraft	<u>(253)</u>	<u>(2,413)</u>
	<u>6,841</u>	<u>(806)</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements

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 2009. 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 2009.

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 2009.

At the date of authorisation of these financial statements, the following new FRS and Interpretations were issued but not yet effective and have not been applied by the Group:

			Effective for financial periods beginning on or after
FRS 4	Insurance Contracts		1 January 2010
FRS 7	Financial Instruments : Recognition and Measurement		1 January 2010
FRS 8	Operating Segments		1 July 2009
FRS 139	Financial Instruments : Recognition and Measurement		1 January 2010
IC Interpretation 9	Reassessment of Embedded		1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment		

The Group are exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 139. The other new FRS and Interpretations above are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes in disclosures arising from the adoption of FRS 7 and FRS 8.

3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENT

The auditors' report on the financial statements for the year ended 31 January 2009 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

	6 months ended	
	31.07.2009 RM'000	31.07.2008 RM'000
Segment Revenue		
Investment holdings/Property Investments	8,142	6,322
Education	38,628	22,108
Premium automotive sales & services	96,424	96,284
Others	18.00	277
Total revenue	143,212	124,991
Segment Results		
Investment holdings/Property Investments	1,763	98
Education	9,671	4,083
Premium automotive sales & services	(905)	(957)
Others	13	(34)
Total results	10,542	3,190

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 31.7.2009 RM'000	As at 31.7.2008 RM'000
Approved and contracted for:		
Property, plant and equipment	-	838
Approved but not contracted for:		
Property, plant and equipment	7,398	2,801

13 REVIEW OF PERFORMANCE

Group revenue of RM143.2 million for the financial year to date under review showed an increase of 15% over the RM125.0 million registered in the preceding year's corresponding period. The increase is mainly due to increase in number of students in its education business.

The Group recorded a profit after tax of RM3.9 million for the financial year to date which is an increase of 288% as compared to previous year's corresponding period mainly due to the increase in revenue.

14 QUARTERLY RESULTS COMPARISON

The group recorded a profit after tax of RM2.2 million in the current quarter under review which is a 15% increase as compared to a profit of RM1.6 mil recorded in the immediate preceding quarter. This improvement is mainly due to better performance shown by its education business in the current quarter.

Notes to the Financial Information

15 PROSPECTS

Barring any unforeseen circumstances, the Board of Directors foresees that the group will record a better result in this financial year as compared to previous financial year.

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

	6 months ended 31.7.2009	6 months ended 31.7.2008
	RM'000	RM'000
Malaysian taxation	<u>(3,474)</u>	<u>(1,231)</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 31.7.2009
	RM'000
Investments in quoted securities as at the reporting period:	
At carrying value/market value	<u>138</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 30 April 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	253	Negative pledge
Revolving credit	24,277	Negative pledge
Banker's Acceptance	2,692	Negative pledge
Floor Stocking	15,704	Debenture on stocks
Hire Purchase	267	
Term Loan	<u>2,427</u>	Charge on landed property
	<u>46,620</u>	
Long term borrowings		
Term loan	84,491	Corporate guarantee by APIIT and charge on landed properties
Hire Purchase	1,222	
Term Loan	<u>9,382</u>	Charge on landed property
	<u>95,095</u>	
Total borrowings	<u><u>141,715</u></u>	

22 OFF BALANCE SHEET FINANCIAL INSTRUMENTS

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

Notes to the Financial Information

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 twice in 2008 and on 29 July 2009. The next hearing date has been set for 3 September 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 PROFIT PER SHARE

The profit per share has been calculated based on the Group's profit attributable to equity holders of the company of RM3,885,000 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