



SAPURA RESOURCES BERHAD

(Company No.: 3136-D)

Interim Financial Statements for the 3rd quarter ended 31 October 2012

The Board of Directors is pleased to announce the
unaudited financial results of the Group for the 3rd quarter ended 31 October 2012

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9 MONTHS PERIOD ENDED 31 OCTOBER 2012

Sapura Resources Berhad (Company No.: 3136-D)

Unaudited Condensed Consolidated Statements of Comprehensive Income for the 3rd Quarter ended 31 October 2012

	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
		31.10.2012 RM'000	31.10.2011 RM'000	31.10.2012 RM'000	31.10.2011 RM'000
Continuing operations:					
Revenue	11	8,240	5,152	19,208	15,122
Operating Expenses	4	(11,676)	(8,267)	(30,070)	(20,050)
Other income	5	993	1,168	3,090	130,682
Operating (loss)/profit		(2,443)	(1,947)	(7,772)	125,754
Finance costs		(220)	(103)	(279)	(582)
(Loss)/profit before tax from continuing operations		(2,663)	(2,050)	(8,051)	125,172
Share of result of associates		(1,116)	625	6,386	10,070
		(3,779)	(1,425)	(1,665)	135,242
Taxation		(100)	-	(100)	-
(Loss)/profit from continuing operations, net of tax		(3,879)	(1,425)	(1,765)	135,242
Discontinued operations:					
Profit from discontinued operations, net of tax	3	-	156	-	1,221
(Loss)/profit, net of tax		(3,879)	(1,269)	(1,765)	136,463
Other comprehensive income		-	-	-	-
Total comprehensive income for the Period		(3,879)	(1,269)	(1,765)	136,463
(Loss)/profit, represent total comprehensive income for the period attributable to :					
Owners of the parent		(3,879)	(1,269)	(1,765)	136,463
Non-controlling interests		-	-	-	-
		(3,879)	(1,269)	(1,765)	136,463
Earnings per share attributable to Owners of the parent :					
Basic, (loss)/profit from continuing operations	26	(2.78)	(1.02)	(1.26)	96.88
Basic, profit from discontinued operations	26	-	0.11	-	0.87
Basic, (loss)/profit for the period		(2.78)	(0.91)	(1.26)	97.75

These unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2012

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

Sapura Resources Berhad (Company No.: 3136-D)

Unaudited Condensed Consolidated Statements of Financial Position as at 31 October 2012

	Note	31.10.2012 RM'000	31.01.2012 RM'000 (Restated)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		78,458	45,718
Investment properties		135,902	138,735
Investments in associates		132,205	124,633
		<u>346,565</u>	<u>309,086</u>
CURRENT ASSETS			
Inventories		12	11
Trade and other receivables		6,382	5,214
Other current assets		137	330
Investment securities	21	409	405
Cash and cash equivalents		73,687	84,279
		<u>80,627</u>	<u>90,239</u>
TOTAL ASSETS		<u>427,192</u>	<u>399,325</u>
EQUITY AND LIABILITIES			
Equity attributable to Owners of the Parent			
Share capital		139,600	139,600
Other reserves		2,581	2,581
Retained profits		175,284	177,049
Total Equity		<u>317,465</u>	<u>319,230</u>
Non-current liabilities			
Deferred tax liabilities		7,651	2,040
Loan and borrowings	23	1,702	1,840
		<u>9,353</u>	<u>3,880</u>
Current Liabilities			
Trade and other payables		80,517	75,882
Loan and borrowings	23	19,757	333
Tax payable		100	-
		<u>100,374</u>	<u>76,215</u>
Total liabilities		<u>109,727</u>	<u>80,095</u>
TOTAL EQUITY AND LIABILITIES		<u>427,192</u>	<u>399,325</u>
NET ASSETS PER SHARE (RM)		<u>2.27</u>	<u>2.29</u>

These unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2012

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

Sapura Resources Berhad (Company No.: 3136-D)

Unaudited Condensed Consolidated Statement of Changes in Equity for the period ended 31 October 2012

	Attributable to Owners of the Parent					Non-Controlling Interests	Total Equity
	<-- Non-distributable -->		<--- Distributable --->				
	Share Capital	Capital Reserve	General Reserve	Retained Profits	Subtotal		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1.2.2012 (restated)	139,600	1,481	1,100	177,049	319,230	-	319,230
Loss for the period, being total comprehensive income for the period	-	-	-	(1,765)	(1,765)	-	(1,765)
At 31.10.2012	139,600	1,481	1,100	175,284	317,465	-	317,465
At 1.2.2011 (restated)	139,600	1,481	1,100	35,661	177,842	-	177,842
Profit for the period, being total comprehensive income for the period	-	-	-	136,463	136,463	-	136,463
At 31.10.2011	139,600	1,481	1,100	172,124	314,305	-	314,305

These unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2012

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

Sapura Resources Berhad (Company No.: 3136-D)

Unaudited Condensed Consolidated Statements of Cash Flows for the period ended 31 October 2012

	For the 9 months period ended 31.10.2012	For the 9 months period ended 31.10.2011
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before tax from continuing operations	(1,665)	135,242
Profit before tax from discontinued operations	-	1,819
Adjustment for:		
Non-cash items	(3,334)	(123,415)
Operating (loss)/profit before working capital changes	(4,999)	13,646
Net change in current assets	(1,003)	45,777
Net change in current liabilities	4,872	(5,223)
Net cash (used in)/generated from operating activities	(1,130)	54,200
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(939)	(4,934)
Proceeds from disposal of property, plant and equipment	-	87
Acquisition of new subsidiaries	(27,990)	-
Acquisition of jointly controlled entity	(1,505)	-
Net proceeds from disposal of subsidiaries	-	67,927
Dividend received	320	-
Interest received	1,938	1,191
Net cash (used in)/generated from investing activities	(28,176)	64,271
CASH FLOWS FROM FINANCING ACTIVITIES		
Net repayment of borrowings	18,737	(80,626)
Interest paid	(279)	(582)
Dividend paid on ordinary shares	-	(9,789)
Net cash generated from/(used in) financing activities	18,458	(90,997)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(10,848)	27,474
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	84,279	48,449
CASH AND CASH EQUIVALENTS AT END OF PERIOD	73,431	75,923

These unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2012

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

Sapura Resources Berhad (Company No.: 3136-D)

Explanatory Notes

1 FIRST-TIME ADOPTION OF MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS")

These condensed consolidated interim financial statements, for the period ended 31 July 2012, have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standard Board. For the periods up to and including the year ended 31 January 2012, the Group prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

These condensed consolidated interim financial statements are for part of the Group's first MFRS annual financial statements for the financial year ending 31 January 2013. MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1") has been applied.

These explanatory notes attached to these condensed consolidated 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 financial year ended 31 January 2012.

The date of transition to the MFRS Framework is 1 February 2011. The transition from FRS to MFRS has not had material impact on the financial position, financial performance and cash flows of the Group and the Company.

2 CHANGES IN ACCOUNTING POLICIES AND APPLICATION OF MFRS 1

The audited financial statements of the Group for the financial year ended 31 January 2012 were prepared in accordance with FRS. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing this condensed consolidated interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 January 2012 except as discussed below:

a) Investment properties

The Group has previously adopted the transitional provisions available of the first application of MASB Approved Accounting Standards IAS16 (Revised) Property, Plant and Equipment which was effective for periods ending on or after 1 September 1998. By virtue of this transitional provision, the Group has recorded certain leasehold land and buildings at revalued amounts and had not adopted a policy of revaluation and continued to carry those leasehold land and buildings on the basis of their previous revaluations subject to continuity in its depreciation policy and requirement to write down the assets to their recoverable amounts for impairment adjustments.

At the date of transition to MFRS, the Group elected to regard the revalued amounts of leasehold land and buildings as at 31 January 2004 as deemed cost. As a result, a revaluation surplus of RM2,302,000 was transferred to retained profits on the date of transition to MFRS.

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

2 CHANGES IN ACCOUNTING POLICIES AND APPLICATION OF MFRS 1 (Cont'd.)

Reconciliation of equity as at 1 February 2011

	FRS as at 01.02.2011 RM'000	Reclassification RM'000	MFRS as at 01.02.2011 RM'000
Revaluation reserve	2,302	(2,302)	-
Retained profits	33,359	2,302	35,661

Reconciliation of equity as at 31 October 2011

	FRS as at 31.10.2011 RM'000	Reclassification RM'000	MFRS as at 31.10.2011 RM'000
Revaluation reserve	2,302	(2,302)	-
Retained profits	169,822	2,302	172,124

Reconciliation of equity as at 31 October 2012

	FRS as at 31.10.2012 RM'000	Reclassification RM'000	MFRS as at 31.10.2012 RM'000
Revaluation reserve	2,302	(2,302)	-
Retained profits	172,982	2,302	175,284

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issues Committee ("IC") Interpretation were issued but not yet effective and have not been applied by the Group:

<u>Adoption to MFRSs, Amendments to MFRSs and IC Interpretations</u>		<u>Effective for annual period beginning on or after</u>
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015
MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 119	Employee Benefits	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 7	Disclosure - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

3 DISCONTINUED OPERATIONS AND DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE

On 4 November 2010, the Company had announced that it had entered into a conditional share sale and purchase agreement ("SSPA") with Ontime Direction Sdn Bhd ("Ontime") for the proposed disposal of 1,275,001 APIIT Shares and 1,275,001 UCTI Shares representing 51% equity interest each in APIIT and UCTI ("Education Group") for a total cash consideration of RM102,000,000. The SSPA have been fully satisfied on 18 February 2011.

The results of Education Group from 1 February 2011 to 18 February 2011 have been treated as results of discontinued operations in preceding year, while its results after 18 February 2011, have been equity accounted for pursuant to FRS 127 Investments in Associates and reported as part of share of results of associates in the unaudited statement of comprehensive income. Also included in the discontinued operations for the period ended 31 July 2011 were the results of the Group's Premium automotive sales and services segment which has been discontinued.

(a) Discontinued operations

Statement of comprehensive income disclosures

	31.10.2012	31.10.2011
	RM'000	RM'000
Discontinued operations:		
Revenue	-	5,732
Operating Expenses	-	(4,551)
Other income	-	638
Profit before tax	-	1,819
Taxation	-	(598)
Profit for the period	-	1,221

Note 20

Statement of cash flows disclosures

The cash flows attributable to the discontinued operations are as follows:

	31.10.2012	31.10.2011
	RM'000	RM'000
Operating	-	2,166
Investing	-	88
Financing	-	-
Net cash inflows	-	2,254

(b) Continuing operations

Statement of comprehensive income disclosures

	01.02.2012	19.02.2011
	to	To
	31.10.2012	31.10.2011
	RM'000	RM'000
Continuing operations:		
Share of results of associates	13,104	12,231

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

3 DISCONTINUED OPERATIONS AND DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE (Cont'd.)

(b) Continuing operations (Contd.)

Gain on disposal of subsidiaries and fair value gain on revaluation of interest retained in the former subsidiaries :

		<u>18.02.2011</u>
		RM'000
Net assets of Education Group		<u>71,249</u>
Net assets of Education Group disposed (51%)		36,337
Attributable Goodwill		259
		<u>36,596</u>
Disposal proceeds		(102,000)
Gain on disposal of 51% interest	Note 5	(65,404)
Gain on revaluation of 49% interest retained	Note 5	(63,088)
Total gain recognised in profit or loss, reported as part of other income		<u>(128,492)</u>

Statement of cash flows disclosures

Net cash flows from disposal of subsidiaries:

		<u>18.02.2011</u>
		RM'000
Disposal proceeds		102,000
Cash and cash equivalents of subsidiaries disposed		(34,073)
Net cash inflow of the Group		<u>67,927</u>

4 OPERATING EXPENSES

Included in operating expenses:-

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	<u>31.10.2012</u>	<u>31.10.2011</u>	<u>31.10.2012</u>	<u>31.10.2011</u>
	RM'000	RM'000	RM'000	RM'000
Interest expense	220	103	279	582
Depreciation and amortisation	2,191	2,017	6,211	5,962
Reversal of allowance for Impairment:-				
- Trade receivables	-	-	-	(634)
Net fair value gain on held for trading investment securities	(10)	(7)	(4)	(65)
	<u>(10)</u>	<u>(7)</u>	<u>(4)</u>	<u>(65)</u>

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

5 OTHER INCOME

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31.10.2012	31.10.2011	31.10.2012	31.10.2011
	RM'000	RM'000	RM'000	RM'000
Gain on disposal of 51% interest (Note 3(b))	-	-	-	65,404
Gain on revaluation of 49% interest retained (Note 3(b))	-	-	-	63,088
Interest income	596	767	1,938	1,191
Miscellaneous	397	401	1,152	999
	<u>993</u>	<u>1,168</u>	<u>3,090</u>	<u>130,682</u>

6 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 January 2012 was not qualified.

7 SEASONAL OR CYCLICAL FACTORS

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

8 UNUSUAL ITEMS

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

9 CHANGES IN ESTIMATES

There were no material changes in estimates of the amounts reported in the previous financial year that have a material effect on the results of the current reporting period.

10 DEBT AND EQUITY SECURITIES

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

11 SEGMENTAL REPORTING

Analysis of the Group's revenue and results by segment are as follows:-

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31.10.2012	31.10.2011	31.10.2012	31.10.2011
	RM'000	RM'000	RM'000	RM'000
Revenue:				
Continuing operations:-				
Investment holding	320	813	320	14,234
Property investment	5,495	5,164	16,525	15,136
Aviation	2,778	-	2,778	-
Eliminations	(353)	(825)	(415)	(14,248)
	<u>8,240</u>	<u>5,152</u>	<u>19,208</u>	<u>15,122</u>

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

11 SEGMENTAL REPORTING (Cont'd.)

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31.10.2012	31.10.2011	31.10.2012	31.10.2011
	RM'000	RM'000	RM'000	RM'000
Revenue (cont'd.):				
Discontinued operations:-				
Education	-	-	-	5,732
	-	-	-	5,732
(Loss)/profit before tax:				
Continuing operations:-				
Investment holdings	(1,968)	(3,201)	(10,604)	135,818
Property investment	1,819	1,165	5,387	3,785
Aviation	(2,521)	-	(2,521)	-
Adjustment and elimination	7	(14)	(313)	(14,431)
	(2,663)	(2,050)	(8,051)	125,172
Share of result of associates	(1,116)	625	6,386	10,070
	(3,779)	(1,425)	(1,665)	135,242
Discontinued operations:-				
Education	-	-	-	(504)
Premium automotive sales and services	-	156	-	2,323
	-	156	-	1,819
	(3,779)	(1,269)	(1,665)	137,061

12 VALUATION OF INVESTMENT PROPERTIES

At the date of transition to MFRS, the Group elected to regard the revalued amounts of leasehold land and buildings as at 31 January 2004 as deemed cost. As a result, a revaluation surplus of RM2,302,000 was transferred to retained profits on the date of transition to MFRS (Note 2 (a)).

13 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

There were no material events subsequent to end of the reporting period.

14 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current financial period except for the Note 22.

15 CONTINGENT LIABILITIES

There were no material changes in contingent liabilities of the Group since the last annual reporting date.

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

16 CAPITAL COMMITMENTS

	As at 31.10.2012	As at 31.01.2012
	RM'000	RM'000
Approved and contracted for:		
Property, plant and equipment	948	779
Approved but not contracted for:		
Property, plant and equipment	13,055	4,062
	<u>14,003</u>	<u>4,841</u>

17 REVIEW OF PERFORMANCE

a) Three (3) months results

Revenue from continuing operations for the three (3) months period under review increased to RM8.2 million from RM5.2 million (an increase of RM3.0 million or 57.7%) mainly due to revenue generated from aviation, a newly acquired segment of business.

However, loss attributable to Owners of the Parent for the three (3) months increased to RM3.9 million from RM1.3 million mainly due to losses recorded in an associated company whose principal activity is cable manufacturing.

b) Nine (9) months results

Revenue from continuing operations for the nine (9) months period under review increased to RM19.2 million from RM15.1 million (an increase of RM4.1 million or 27.2%) mainly due to revenue generated from aviation, a newly acquired segment of business.

Revenue from discontinued operations in the preceding year of RM5.7 million was attributed to the Group's Education business for the period from 1 February to 18 February 2011.

Profit attributable to Owners of the Parent for the nine (9) months period under review decreased to loss RM1.8 million from RM136.5 million profit mainly due to a gain arising from the disposal of the Group's 51% interest and the fair value gain on revaluation of the 49% interest retained in the Education business recorded in the preceding year as disclosed in Note 3.

18 MATERIAL CHANGES IN THE QUARTERLY RESULTS COMPARED TO THE PRECEDING QUARTER

The Group recorded a loss attributable to Owners of the Parent of RM3.9 million in the period under review, compared to RM0.9 million profit in the immediate preceding quarter mainly due to losses recorded in an associated company whose principal activity is cable manufacturing and higher operational expenses.

19 PROSPECTS

The Group is currently in investing mode, the Board of Directors do not expect positive result for the financial year ending 31 January 2013.

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

20 TAXATION

	9 months ended 31.10.2012	9 months ended 31.10.2011
	RM'000	RM'000
Malaysian taxation		
: continuing operations	100	-
: discontinued operations	-	598
	100	598

Note 3 (a)

21 QUOTED SECURITIES

There were no purchase and disposal of quoted securities during the quarter.

	As at 31.10.2012	As at 31.01.2012
	RM'000	RM'000
Investments in quoted securities as at the reporting period:		
At fair value	409	405

22 CORPORATE PROPOSALS

(a) On 19 July 2011, the Company announced that it had entered into a joint venture agreement ("JVA") with KLCC (Holdings) Sdn Bhd ("KLCC") whereby both the Company and KLCC ("Parties") have agreed to collaborate with each other, via a joint venture vehicle known as Impian Bebas Sdn Bhd for the following:

- (i) to construct a premier Grade A office tower ("Office Tower") together with a convention centre or exhibition hall ("Convention Centre") and a retail podium ("Retail Podium") (collectively referred to as "Commercial Buildings") on the Land; and
- (ii) Leasing of the Commercial Buildings upon the completion thereof.

On 17 August 2012, the Company announced that both Parties have mutually agreed to an extension of four (4) months commencing from 18 August 2012 for the Parties to fulfill the conditions precedent in accordance with the terms of the JVA.

(b) On 16 August 2012, DNest Aviation Sdn. Bhd. ("DASB") entered into the following agreements:

- (i) DNest Aviation Services Sdn. Bhd. ("DASSB") Share Sale Agreement to acquire 2,002,600 shares of RM1.00 each ("DASSB Sale Shares") representing 85% of the total issued and paid capital of DASSB from Captain Earnest Kunasingh a/l Koilpillai and Mrs. Prema Danile a/p J. G Daniel ("DASSB's Vendors") for a cash consideration of RM28.0 million;
- (ii) DNest Aviation Training Centre Sdn. Bhd. ("DATCSB") Share Sale Agreement to acquire 200,000 shares of RM1.00 each ("DATCSB Sale Shares") representing 100% of the total issued and paid capital of DATCSB from Captain Earnest Kunasingh a/l Koilpillai and Encik Azmi bin Ishak ("DATCSB's Vendors") for a cash consideration of RM1 ("Proposed DATCSB Acquisition"); and
- (iii) Shareholders Agreement between DASSB, DASB and Captain Earnest Kunasingh a/l Koilpillai.

The above agreements have been completed on 16 August 2012.

The acquisition of DASSB and DATCSB are in substitution to the initial acquisition of business assets vide 2 Sale of Business Agreements both dated 7 July 2012 duly executed by DASB with DASSB and DATCSB respectively announced earlier. The said Sale of Business Agreements have been terminated on even date upon mutual consensus.

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

23 LOAN AND BORROWINGS

(a) Details of Group's borrowings are as follows:

	As at 31.10.2012	As at 31.01.2012
	RM'000	RM'000
Short term:-		
Secured	501	333
Unsecured	19,256	-
	19,757	333
Long term - secured	1,702	1,840
Total borrowings	21,459	2,173

(b) Currency denominations

All the borrowings are denominated in Ringgit Malaysia.

24 MATERIAL LITIGATION

On 30 June 2011, the Company had announced that its land held under PT 40446 H.S. (D) 259959 Pekan Sungai Buluh, Daerah Petaling measuring approximately 86,570.55 square meters ("Subang Land") is subject to compulsory acquisition under the Land Acquisition Act 1960 ("Act") for Majlis Amanah Rakyat ("MARA") for the development of Universiti Kuala Lumpur Malaysian Institute of Aviation Technology campus ("UNIKL MIAT"). Compensation of RM63,012,404 was paid by MARA and received under protest by the Company as provided by the Act. On 1 August 2011, the Company via Form N, filed a land reference application to appeal for the amount of compensation granted ("Land Reference"). The Company has obtained a stay order resulting in the Land Reference proceeding to be stayed until the final disposal of the Judicial Review. The Case Management date for the Land Reference is fixed on 22 November 2012.

Concurrently, the Company also on 22 July 2011 filed an application for Judicial Review to challenge the acquisition of the Subang Land ("Judicial Review Application"). On 13 August 2012, the Company has obtained Leave to commence Judicial Review, as well as a stay order resulting in the Land Reference proceeding to be stayed until the final disposal of the Judicial Review proper. On 6 September 2012, the Company has also filed an Amendment application seeking to include more relief in the Judicial Review. Both the Judicial Review Application and Amendment application are fixed for Case Management on 22 November 2012. No hearing date has been fixed for the Judicial Review proper at the moment. In this respect, the Company has not recognised any gain or loss the outcome of the decision of the Judicial Review.

25 DIVIDEND

The Board of Directors does not recommend any dividend for the current quarter under review.

26 EARNINGS PER SHARE

The earnings per share has been calculated based on the loss attributable to Owners of the Parent of RM1,765,000 divided by the number of ordinary shares in issue during the period of 139,600,000.

9 MONTHS PERIOD ENDED 31 OCTOBER 2012

27 BREAKDOWN OF RETAINED PROFITS INTO REALISED AND UNREALISED

	As at 31.10.2012 <u>RM'000</u>	As at 31.01.2012 <u>RM'000</u>
Total retained profits of the Company and its subsidiaries:		
- Realised	68,363	70,663
- Unrealised	<u>(7,651)</u>	<u>(2,040)</u>
	60,712	68,623
Total share of retained profits from associated companies:		
- Realised	41,197	34,843
- Unrealised	<u>6,480</u>	<u>6,479</u>
	47,677	41,322
Consolidation adjustments	<u>66,895</u>	<u>67,104</u>
Retained profits as per financial statements	<u>175,284</u>	<u>177,049</u>

28 APPROVAL ON INTERIM FINANCIAL STATEMENTS

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 22 November 2012.

Eulis Rachmatiah binti Iskandar Sastrawidjaja (LS 8774)
Company Secretary