

POS MALAYSIA BERHAD

**Company No. 229990-M
(Incorporated in Malaysia)**

**INTERIM FINANCIAL STATEMENTS
30 JUNE 2011**

POS MALAYSIA BERHAD

QUARTERLY REPORT

Quarterly report on consolidated results for the period ended 30 June 2011. The figures have not been audited.

SUMMARY OF KEY FINANCIAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.06.2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.06.2010 RM'000	CURRENT PERIOD TO DATE 30.06.2011 RM'000	PRECEDING PERIOD TO DATE 30.06.2010 RM'000
1 Revenue	286,854	229,122	591,363	460,201
2 Profit before tax	36,965	34,678	85,664	44,096
3 Net profit for the period	21,574	28,101	59,834	29,726
4 Profit attributable to ordinary equity holders of the parent	21,574	28,101	59,834	29,726
5 Basic earnings per share (sen)	4.02	5.23	11.14	5.54
	AS AT END OF CURRENT FINANCIAL PERIOD END		AS AT PRECEDING FINANCIAL PERIOD END	
6 Net assets per share attributable to ordinary equity holders of the Company (RM)	1.52		1.47	

POS MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2011

	3 MONTHS ENDED		YEAR TO DATE	
	30.06.2011 RM'000	30.06.2010 RM'000	30.06.2011 RM'000	30.06.2010 RM'000
Revenue	286,854	229,122	591,363	460,201
Operating expenses	(251,408)	(210,566)	(505,056)	(418,575)
Profit from operations (Note)	35,446	18,556	86,307	41,626
Other operating income	5,136	6,457	11,265	11,745
Write back of impairment in value	-	11,219	-	11,510
Fair value adjustment for financial asset designated as Fair Value through Profit and Loss (FVTPL)	(179)	(184)	(471)	511
Impairment losses for financial asset designated as Available- for-sale (AFS)	(2,833)	(810)	(10,322)	(20,240)
Finance cost	(605)	(560)	(1,115)	(1,056)
Profit before tax	36,965	34,678	85,664	44,096
Tax expenses	(15,391)	(6,577)	(25,830)	(14,370)
Profit for the period	21,574	28,101	59,834	29,726
Other comprehensive income for the period / year, net of tax	-	-	-	-
Total comprehensive income for the period	21,574	28,101	59,834	29,726
Profit attributable to:				
Owners of the Company	21,574	28,101	59,834	29,726
Minority interests	-	-	-	-
Profit for the period	21,574	28,101	59,834	29,726
Total comprehensive income attributable to:				
Owners of the Company	21,574	28,101	59,834	29,726
Minority interests	-	-	-	-
Total comprehensive income for the period	21,574	28,101	59,834	29,726
Basic earnings per share (sen)	4.02	5.23	11.14	5.54

Note : Included in the profit from operations for 6 months ended 30.06.2011 of RM86,307,000 (2010: RM41,626,000) is depreciation and amortization charged of RM23,219,000 and RM5,851,000 respectively (2010: RM21,763,000 and RM5,683,000 respectively).

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Pos Malaysia Berhad's Audited Financial Statements for the year ended 31 December 2010)

POS MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	AS AT 30.06.2011	AS AT 30.06.2010
	RM'000	RM'000
ASSETS		
Property, plant and equipment	619,678	577,270
Goodwill	4,630	4,630
Investment properties	15,071	15,071
Other investments	86,095	200,405
Deferred tax assets	417	43
Total non-current assets	<u>725,891</u>	<u>797,419</u>
Other investments	108,032	7,978
Inventories	11,161	10,100
Receivables, deposits and prepayments	204,691	204,456
Current tax assets	1,666	981
Deposits, cash and bank balances*	359,553	225,507
Total current assets	<u>685,103</u>	<u>449,022</u>
TOTAL ASSETS	<u>1,410,994</u>	<u>1,246,441</u>
EQUITY		
Share capital	268,513	268,513
Share premium	385	385
Reserves	549,043	522,312
Total equity attributable to equity holders of the Company	<u>817,941</u>	<u>791,210</u>
LIABILITIES		
Deferred tax liabilities	12,194	14,376
Hire purchase creditors	15	36,469
Total non-current liabilities	<u>12,209</u>	<u>50,845</u>
Payables and accruals	510,884	382,156
Current tax liabilities	24,946	9,510
Hire purchase creditors	14	12,720
Revolving credit	45,000	-
Total current liabilities	<u>580,844</u>	<u>404,386</u>
Total liabilities	<u>593,053</u>	<u>455,231</u>
TOTAL EQUITY AND LIABILITIES	<u>1,410,994</u>	<u>1,246,441</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.52	1.47

POS MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTD)
AS AT 30 JUNE 2011

*** DEPOSITS, BANK AND CASH BALANCES**

	AS AT 30.06.2011 RM'000	AS AT 30.06.2010 RM'000
Cash and bank balances	147,386	84,703
Deposits	<u>212,167</u>	<u>140,804</u>
Total deposits, bank and cash balances	359,553	225,507
Less:		
Cash held for the purpose of distribution of fuel rebate**	-	(4,243)
Collections held on behalf of agencies***	<u>(149,954)</u>	<u>(132,445)</u>
Total cash and cash equivalents	<u><u>209,599</u></u>	<u><u>88,819</u></u>

** The amount of cash held for the purpose of distribution of fuel rebate represents fund received from the Government for the purpose of the payment of the fuel cash rebate as announced on 28 May 2008. The amount is also reflected under Payables and Accruals in the Balance Sheet.

The payment of fuel cash rebate ceased after 14 April 2009. As at 30 June 2011, the Group has made full settlement.

*** Similar to the above, this amount is also included under Payables and Accruals in the Statement of Financial Position.

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with Pos Malaysia Berhad's Audited Financial Statements for the year ended 31 December 2010)

POS MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2011

	30.06.2011	30.06.2010
	RM'000	RM'000
Net profit before tax	85,664	44,096
Adjustments for non-cash flow:-		
Non-cash items	30,333	17,083
Non-operating items	4,829	13,257
Operating profit before changes in working capital	120,826	74,436
Changes in working capital :		
Net change in current assets	(8,946)	(17,200)
Net change in current liabilities	15,346	(40,660)
Cash generated from operating activities	127,226	16,576
Tax paid	(19,632)	(10,527)
Tax refund	-	-
Net cash flows (used in)/generated from operating activities	107,594	6,049
Investing activities		
Net acquisition of property, plant and equipment	(96,931)	(46,076)
Proceeds from disposal of investments	1,891	942
Investment income received	16	52
Interest income received	7,554	5,833
Acquisition of other investment	(5,022)	(200)
Net cash flows used in investing activities	(92,492)	(39,449)
Financing activities		
Dividend paid	(70,485)	(50,346)
Repayment of hire purchase creditors	(43,969)	(5,856)
Drawdown on revolving credit	45,000	-
Interest expense	(1,115)	(1,056)
Net cash flows used in financing activities	(70,569)	(57,258)
Net change in cash & cash equivalents	(55,467)	(90,658)
Cash & cash equivalents at beginning of year	265,066	179,477
Cash & cash equivalents at end of year*	209,599	88,819

* Cash and cash equivalents included in the unaudited condensed consolidated cash flow statements comprise the following balance sheet amounts:

	30.06.2011	30.06.2010
	RM'000	RM'000
Cash and bank balances	147,386	84,703
Deposits	212,167	140,804
Total deposits, cash and bank balances	359,553	225,507
Less:		
Cash held for the purpose of distribution of fuel rebate	-	(4,243)
Collections held on behalf of agencies	(149,954)	(132,445)
Total cash and cash equivalents	209,599	88,819

(The Unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with Pos Malaysia Berhad's Audited Financial Statements for the year ended 31 December 2010)

POS MALAYSIA BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2011

	<i>Attributable to equity holders of the Company</i>				Total RM'000
	<-----Non distributable ----->		<i>Distributable</i>		
	Share Capital RM'000	Share Premium RM'000	Retained Profits RM'000	Minority Interests RM'000	
<u>YEAR ENDED 30/06/2011</u>					
At 1 January 2011	268,513	385	559,694	-	828,592
Total comprehensive income for the period	-	-	59,834	-	59,834
Dividends to owners of the company	-	-	(70,485)	-	(70,485)
At 31 June 2011	-	-	549,043	-	817,941
<u>YEAR ENDED 30/06/2010</u>					
At 1 January 2010, previously stated	268,513	385	530,695	-	799,593
Effect of adopting FRS 139	-	-	12,237	-	12,237
At 1 January 2010, restated	268,513	385	542,932	-	811,830
Total comprehensive income for the period	-	-	29,726	-	29,726
Dividends to owners of the company	-	-	(50,346)	-	(50,346)
At 30 June 2010	268,513	385	522,312	-	791,210

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with Pos Malaysia Berhad's Audited Financial Statements for the year ended 31 December 2010)

POS MALAYSIA BERHAD

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The financial statements for the second quarter ended 30 June 2011 are unaudited and have been prepared in accordance with FRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should also be read in conjunction with the audited financial statements for the financial year ended 31 December 2010. 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 financial year ended 31 December 2010.

Changes in Accounting Policies

On 1 January 2011, The Group and Company adopted the following accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) which are effective for annual periods beginning on or after 1 March 2010, 1 July 2010 and 1 January 2011:

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 March 2010

- Amendments to FRS 132, *Financial Instruments: Presentation – Classification of Rights Issues*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2010

- FRS 1, *First-time Adoption of Financial Reporting Standards* (revised)
- FRS 3, *Business Combinations* (revised)
- FRS 127, *Consolidated and Separate Financial Statements* (revised)
- Amendments to FRS 2, *Share-based Payment*
- Amendments to FRS 5, *Non-current Assets Held for Sale and Discontinued Operations*
- Amendments to FRS 138, *Intangible Assets*
- IC Interpretation 12, *Service Concession Agreements*
- IC Interpretation 16, *Hedges of a Net Investment in a Foreign Operation*
- IC Interpretation 17, *Distributions of Non-cash Assets to Owners*
- Amendments to IC Interpretation 9, *Reassessment of Embedded Derivatives*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2011

- Amendments to FRS 1, *First-time Adoption of Financial Reporting Standards*
 - *Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters*
 - *Additional Exemptions for First-time Adopters*
- Amendments to FRS 2, *Group Cash-settled Share Based Payment Transactions*
- Amendments to FRS 7, *Financial Instruments: Disclosures – Improving Disclosures about Financial Instruments*
- IC Interpretation 4, *Determining whether an Arrangement contains a Lease*
- IC Interpretation 18, *Transfers of Assets from Customers*
- Improvements to FRSs (2010)

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2011

- IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
- Amendments to IC Interpretation 14, *Prepayments of a Minimum Funding Requirement*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2012

- FRS 124, *Related Party Disclosures* (revised)
- IC Interpretation 15, *Agreements for the Construction of Real Estate*

The Group plans to apply the abovementioned standards, amendments and interpretations:

- from the annual period beginning 1 January 2011 for those standards, amendments or interpretations that will be effective for annual periods beginning on or after 1 March 2010, 1 July 2010 and 1 January 2011, except for those FRSs / IC Interpretations which are not applicable to the Group.

The initial application of a standard, an amendment or an interpretation, which will be applied prospectively, is not expected to have any financial impacts to the current and prior period's financial statements upon their first adoption.

Initial application of the other FRSs, Amendments to FRSs and Interpretation did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

A2. Qualification of Preceding Annual Financial Statements

The audit report for the audited financial statements for the year ended 31 December 2010 was reported without any audit qualification.

A3. Seasonality or Cyclicity of Operations

The Group's operations are not subject to any significant seasonal or cyclical factors except that mail volume fluctuates during the festive season and at the beginning of calendar year.

A4. Unusual items

There were no unusual items for the current quarter.

A5. Changes in estimates

There were no changes in estimates of amount, which would materially affect the current reporting period/year.

A6. Debt and equity securities

There was no cancellation, repurchase and repayment of debt and equity securities during the current quarter.

A7. Dividends

The Group paid the first and final and special dividends of 10.0 sen and 7.5 sen respectively per ordinary shares less tax at 25% totaling RM40,277,000 (7.5 sen net per ordinary shares) and RM30,208,000 (5.6 sen per ordinary shares) in respect of the financial year ended 31 December 2010 on 3 June 2011.

A8. Segmental reporting

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services and are managed separately because they require different business processes and customer needs. The following summary describes the operations in each of the Group's reportable segments:

- Mail – Includes the provision of basic mail services for corporate and individual customers and customised solutions such as Mailroom Management and Direct Mail
- Courier – Includes courier solutions by sea, air and land to both national and international destinations.
- Retail – Includes over-the-counter services for payment of bills and certain financial products and services.

Other operations include the hybrid mail which provides Data and Document Processing services, logistics solutions by sea, air and land to both national and international destinations, business of internet security products, solutions and services and rental income from investment properties held by the Group. None of these segments meets any of the quantitative thresholds for determining reportable segments in 2010 or 2011.

There are varying levels of integration between the Mail reportable segment and the Courier reportable segments. This integration includes shared distribution services. The accounting policies of the reportable segments are the same as described in note A1.

Information regarding the operations of each reportable segment is included below. Performance is measured based on segment results. Segment results is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

A8. Segmental reporting (contd.)

Segmental reporting for the current year-to-date is as follows:

Period Ended 30 June 2011	Mail	Courier	Retail	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
Total external revenue	386,599	104,254	81,617	18,892	-	591,363
Intersegment revenue	3,687	590	23,610	-	(27,887)	-
Total revenue for reportable segments	390,286	104,844	105,227	18,892	(27,887)	591,363
Reportable segment results						
Other unallocated expenses	92,297	13,389	(16,041)	(3,338)	-	86,307
Profit before taxation						<u>(643)</u>
						<u>85,664</u>
Reportable segments assets						
Other unallocated assets	365,735	118,406	142,926	155,924	-	782,991
Total assets						<u>628,003</u>
						<u>1,410,994</u>
Reportable segment liabilities						
Other unallocated liabilities	16,026	37,848	155,619	38,988	-	248,481
Total liabilities						<u>344,572</u>
						<u>593,053</u>
Other information						
Capital expenditure						
- Property, plant & equipment	86,392	1,235	5,772	3,532	-	96,931
Depreciation and amortization	14,929	6,382	6,663	1,095	-	29,069
Interest income	-	-	-	-	-	7,550
Interest expense	804	257	53	1	-	1,115
Fair value adjustment on financial asset designated as FVTPL	-	-	-	-	-	471
Impairment losses for financial asset designated as AFS	-	-	-	-	-	10,322
Taxation	-	-	-	-	-	25,830

A8. Segmental reporting (contd.)

Segmental reporting for the previous year-to-date is as follows:

Period Ended 30 June 2010	Mail RM'000	Courier RM'000	Retail RM'000	Others RM'000	Elimination RM'000	Group RM'000
Revenue						
Total external revenue	267,902	100,358	74,741	17,200	-	460,201
Intersegment revenue	818	498	22,457	-	(23,773)	-
Total revenue for reportable segments	268,720	100,856	97,198	17,200	(23,773)	460,201
Reportable segment results						
Other unallocated expenses	30,330	17,483	(6,175)	(12)	-	41,626
Profit before taxation						<u>2,470</u>
						<u>44,096</u>
Reportable segments assets						
Other unallocated assets	291,161	108,303	161,381	146,049	-	706,894
Total assets						<u>539,547</u>
						<u>1,246,441</u>
Reportable segment liabilities						
Other unallocated liabilities	44,718	18,554	142,331	29,493	-	235,096
Total liabilities						<u>220,135</u>
						<u>455,231</u>
Other information						
Capital expenditure						
- Property, plant & equipment	48,556	4,509	5,113	733	-	58,911
Depreciation and amortization	13,441	6,345	6,484	1,176	-	27,446
Interest income	-	-	-	-	-	6,543
Interest expense	676	343	33	4	-	1,056
Fair value adjustment on financial asset designated as FVTPL	-	-	-	-	-	(511)
Impairment losses for financial asset designated as AFS	-	-	-	-	-	20,240
Taxation	-	-	-	-	-	14,370

The activities are conducted principally in Malaysia and accordingly, no information on the Group's operations by geographical segments has been provided.

A9. Valuation of property, plant and equipment

There has not been any valuation of property, plant and equipment for the Group, except for the valuation of seven (7) pieces of land and a seven (7)-storey office building in Ipoh in 2004.

A10. Subsequent events

There were no material events subsequent to the end of the reporting period that have not been reflected in the financial statements.

A11. Changes in the composition of the Group

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

A12. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets at the end of the reporting period.

A13. Significant events

On 19 May 2011, Transmile Group Berhad ("TGB") announced that Bursa Malaysia Securities Berhad ("**Bursa Securities**") has rejected their appeal against the de-listing of TGB from the Official List of Bursa Securities pursuant to paragraph 8.04 of the Main Market Listing Requirements of Bursa Securities. The securities of TGB was removed from the Official List of Bursa Securities on **24 May 2011**. Upon the de-listing, TGB continues to exist as an unlisted entity and its securities are no longer quoted and traded on Bursa Securities.

At the reporting period, the Group's investment in TGB was designated as available for sale in accordance with FRS 139 Financial Instruments: Measurement and Recognition and was carried at a fair value of RM2.8 million or RM0.07 per share. Subsequent to the above announcement by TGB, the Group made full write down of the fair value of the Group's investment in TGB of RM2.8 million in the current quarter. There is no further write down of TGB in future.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B1. Review of performance

The Group registered an impressive growth of 107.3% in profit from operations of RM86.3 million (2010: RM41.6 million) for the period ended 30 June 2011, as a result of domestic tariff increase commencing 1 July 2010 coupled with the benefits realized from transformation initiatives. This is supported by revenue of RM591.4 million; a substantial increase of 28.5% from RM460.2 million in the preceding year. The results of the major business segments are as follows:-

	YEAR TO DATE	
	30.06.2011 RM'000	30.06.2010 RM'000
Mail	92,297	30,330
Courier	13,389	17,483
Retail	(16,041)	(6,175)
Others	(3,338)	(12)
Profit from operations	86,307	41,626
Other operating income	11,265	11,745
Write back of impairment in value	-	11,510
Fair value adjustment for financial asset designated as FVTPL	(471)	511
Impairment losses for financial asset designated as AFS	(10,322)	(20,240)
Impairment losses for property, plant and equipment	-	-
Finance cost	(1,115)	(1,056)
Profit before taxation	85,664	44,096

The Group recorded a higher profit before taxation by RM41.6 million mainly due to higher operating profit as mentioned above.

Although the Courier and Retail segments revenue recorded an overall increase; however, the profit performance of these segments were impacted by salary increase of staff effective 1 July 2010 as the Company decided to increase the salary of staff Company-wide as our salary was lower than market. The salary increase was implemented immediately following the domestic tariff increase then. Since most of the benefits arising from the domestic tariff increase accrues to the Mail segment, therefore, the performance of Courier and Retail segments were naturally impacted by higher staff cost as there were no corresponding revenue benefits accruing to these segments arising from the domestic tariff adjustment.

B2. Material changes in quarterly results as compared to the results of the preceding year corresponding quarter

	3 MONTHS ENDED	
	30.06.2011 RM'000	30.06.2010 RM'000
Mail	30,456	14,427
Courier	10,905	9,282
Retail	(7,343)	(4,652)
Others	1,428	(501)
Profit from operations	35,446	18,556
Other operating income	5,136	6,457
Write back of impairment in value	-	11,219
Fair value adjustment for financial asset designated as FVTPL	(179)	(184)
Impairment losses for financial asset designated as AFS	(2,833)	(810)
Impairment losses for property, plant and equipment	-	-
Finance cost	(605)	(560)
Profit before taxation	36,965	34,678

Against the corresponding quarter previous year, the Group registered a substantial growth of 91.0% in profit from operations of RM35.4 million (2010: RM18.6 million) for the quarter ended 30 June 2011, attributed to an increase in revenue by 25.2% which was partially offset by the higher operating expenses by 19.4%.

The Group profit before taxation was higher by RM6.5 million. Although operating profit was substantially higher this quarter, the profit before tax in the corresponding quarter previous year included a write back of impairment in value of RM11.2 million.

B3. Comparison between the current quarter and the immediate preceding quarter

	3 MONTHS ENDED	
	30.06.2011	31.03.2011
	RM'000	RM'000
Mail	30,456	61,841
Courier	10,905	2,484
Retail	(7,343)	(8,698)
Others	1,428	(4,766)
Profit from operations	<u>35,446</u>	<u>50,861</u>
Other operating income	5,136	6,129
Write back of impairment in value	-	-
Fair value adjustment for financial asset designated as FVTPL	(179)	(292)
Impairment losses for financial asset designated as AFS	(2,833)	(7,489)
Impairment losses for property, plant and equipment	-	-
Finance cost	(605)	(510)
Profit before taxation	<u>36,965</u>	<u>48,699</u>

The Group posted a profit from operations of RM35.4 million, compared to the RM50.9 million profit in the immediate preceding quarter. The decrease in profit by RM15.4 million or 30.3% was due to the decrease in revenue by RM17.7 million. The decrease in revenue, mostly from Mail segment, as compared between current against immediately preceding quarter, is expected due to the cyclical nature of mail volume where volume tends to fluctuate higher at the beginning of the year. This naturally impacts the profit of Mail segment in the current quarter.

The Group registered a lower profit before taxation by RM11.7 million due to lower operating profit as mentioned above.

B4. Future prospects

With the new tariff structure for its regulated mail products and the ongoing transformation initiatives, the Board of Directors is optimistic that the Group's performance will be favorable during the financial year.

B5. Variance of actual profit from profit forecast

Not applicable.

B6. Tax expense

Major component of tax expense:

	3 MONTHS ENDED	YEAR TO DATE
	30.06.2011	30.06.2011
	RM'000	RM'000
Current Tax expense		
- Company and Subsidiaries	15,391	25,830
- Associates	-	-
	<u>15,391</u>	<u>25,830</u>

B7. Sale of unquoted investments and/or properties

There was no sale of investment in subsidiaries or properties during the current quarter.

B8. Purchase and disposal of quoted securities

Summary of total purchases and sales of quoted securities for the financial period-to-date and profit/loss arising there from:-

	Quoted shares RM'000	Marketable Securities RM'000
Total Purchases	-	-
Total Disposals	-	869
Total Gain on Disposal	-	16

Summary of quoted securities as at 30 June 2011 were as follows:-

Total investments at cost	250,562	16,741
Total investments at carrying value/book value	-	3,015
Total investment at market value at end of reporting period	-	3,015

B9. Status of Corporate Proposal

There was no corporate proposal announced in the current quarter ended 30 June 2011.

B10. Group borrowings

Hire purchase creditors payables are as follows:

	Minimum lease payment RM'000	Interest RM'000	Principal RM'000
Less than one year	15	1	14
Between one and five years	15	0	15
	<u>30</u>	<u>1</u>	<u>29</u>

The Group has raised unsecured Revolving Credit facility of RM145,000,000 of which at the end of the reporting period, the principal outstanding was RM45,00,000.

B11. Off balance sheet financial instruments

There were no off balance sheet financial instruments at the date of this quarterly report.

B12. Material litigation

There were no material litigations at the end of the reporting period.

B13. Earnings per share (EPS)

The basic earnings per share has been calculated based on the Group's net profit attributable to shareholders and on the weighted average number of ordinary shares in issue during the financial period.

	3 MONTHS ENDED		YEAR TO DATE	
	30.06.2011 RM'000	30.06.2010 RM'000	30.06.2011 RM'000	30.06.2010 RM'000
Profit for the period attributable to equity holders of the Company (RM'000)	21,574	28,101	59,834	29,726
Weighted average number of ordinary shares outstanding ('000)	537,026	537,026	537,026	537,026
Basic earnings per share (sen)	4.02	5.23	11.14	5.54

The number of ordinary shares has been adjusted retrospectively to incorporate the share split and bonus shares which was part of the former holding company, Pos Malaysia & Services Holdings Berhad's capital restructuring exercise as required by FRS 133, Earnings Per Share.

B14. Determination of unrealized and realized profits or losses

Part C of the Directive issued by Bursa Malaysia Securities Berhad (“Bursa Securities”) requires a disclosure of the unappropriated profits of the Group as at 30 June 2011 into realized and unrealized profits or losses.

	As at 30.06.2011 (RM'000)	As at 31.03.2011 (RM'000)
Total retained profits/(accumulated losses) of the Company:		
- Realised	487,245	537,730
- Unrealised	(12,007)	(11,827)
	<u>475,238</u>	<u>525,903</u>
Total share of retained profits/(accumulated losses) from subsidiaries:		
- Realised	5,095	3,719
- Unrealised	(380)	(380)
	<u>4,715</u>	<u>3,339</u>
Total share of accumulated losses from associated companies:		
- Realised	(7,650)	(7,650)
- Unrealised	-	-
	<u>(7,650)</u>	<u>(7,650)</u>
Add: Consolidation adjustments	76,740	76,363
Total group retained profits	<u>549,043</u>	<u>597,955</u>

B15. Authorisation for Issue

The Board of Directors authorised the release of this Financial Report on 23 August 2011.

BY ORDER OF THE BOARD

DATO' SABRINA ALBAKRI BT. ABU BAKAR
COMPANY SECRETARY
23 August 2011.