



POS MALAYSIA BERHAD

(229990-M)

(Incorporated in Malaysia)

Interim Financial Report for the Financial Period
Ended 31 December 2012

INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2012

The Board of Directors is pleased to announce the unaudited financial results of the Group for the financial period ended 31 December 2012.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Current quarter 3 Months Ended		Year to date 9 Months Ended	
		31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011* RM'000
Revenue		313,264	289,629	925,025	869,106
Operating expenses		(276,102)	(264,774)	(807,610)	(770,224)
Profit from operations		37,162	24,855	117,415	98,882
Other income		4,762	6,280	22,528	13,523
Other expense		3,722	(3,377)	1,836	(3,715)
Finance cost		-	(450)	-	(1,528)
PROFIT BEFORE TAXATION		45,646	27,308	141,779	107,162
Taxation	17	5,956	(2,240)	(22,964)	(33,418)
NET PROFIT FOR THE FINANCIAL PERIOD		51,602	25,068	118,815	73,744
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		51,602	25,068	118,815	73,744
Net profit for the financial period attributable to:					
Owners of the Company		51,746	25,068	118,980	73,744
Non-controlling interest		(144)	-	(165)	-
		51,602	25,068	118,815	73,744
Total comprehensive income for the financial period attributable to:					
Owners of the Company		51,746	25,068	118,980	73,744
Non-controlling interest		(144)	-	(165)	-
		51,602	25,068	118,815	73,744
Basic earnings per share (sen):	21	9.64	4.67	22.16	13.73

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial period ended 31 March 2012 and the explanatory notes attached to the interim financial report.

* The Group has changed its financial year end from 31 December to 31 March. Comparatives for cumulative quarters consist of 9 months beginning 1 April 2011 to 31 December 2011.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 31.12.2012 RM'000	As at 31.03.2012 (Audited) RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		607,099	622,309
Investment properties		28,590	27,958
Goodwill		4,630	4,630
Investment securities: held-to-maturity		115,342	120,744
		755,661	775,641
CURRENT ASSETS			
Assets held for sale		-	1,755
Inventories		11,287	10,132
Trade and other receivables		164,648	163,204
Investment securities: financial assets at fair value through profit or loss		945	3,268
Cash and cash equivalents		493,090	544,076
		669,970	722,435
TOTAL ASSETS		1,425,631	1,498,076

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

	Note	As at 31.12.2012 RM'000	As at 31.03.2012 (Audited) RM'000
EQUITY AND LIABILITIES			
Share Capital*		268,513	268,513
Reserves		642,854	629,580
Equity attributable to owners of the Company		911,367	898,093
Non-controlling interest		835	-
TOTAL EQUITY		912,202	898,093
NON-CURRENT LIABILITIES			
Hire purchase liabilities		-	15
Deferred tax liabilities		26,664	17,804
		26,664	17,819
CURRENT LIABILITIES			
Trade and other payables		485,672	564,621
Current tax liabilities		1,084	17,538
Hire purchase liabilities	19	9	5
		486,765	582,164
TOTAL LIABILITIES		513,429	599,983
TOTAL EQUITY AND LIABILITIES		1,425,631	1,498,076
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)		1.70	1.67

* Based on 537,026,085 ordinary shares in issue.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial period ended 31 March 2012 and the explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued and fully paid ordinary shares		Non-distributable		Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non-controlling Interest RM'000	Total RM'000
	Number of shares '000	Nominal value RM'000	Share Premium RM'000	Revaluation Reserves RM'000				
Balance at beginning of the financial year 1.4.2012	537,026	268,513	385	1,144	628,051	898,093	-	898,093
Total comprehensive income for the financial period	-	-	-	-	118,980	118,980	(165)	118,815
Final dividend paid in respect of financial period ended 31 March 2012	-	-	-	-	(70,485)	(70,485)	-	(70,485)
Interim dividend paid in respect of financial period ended 31 March 2013	-	-	-	-	(35,221)	(35,221)	-	(35,221)
Subscription of shares in a subsidiary company by non-controlling interest	-	-	-	-	-	-	1,000	1,000
Balance as at 31.12.2012	537,026	268,513	385	1,144	641,325	911,367	835	912,202

	Issued and fully paid ordinary shares		Non-distributable	Retained Earnings RM'000	Total Equity attributable to owners of the Company RM'000	Total RM'000
	Number of shares '000	Nominal value RM'000	Share Premium RM'000			
Balance at beginning of the financial year 1.4.2011	537,026	268,513	385	597,955	866,853	866,853
Final dividend paid in respect of financial year ended 31 December 2010	-	-	-	(70,485)	(70,485)	(70,485)
Total comprehensive income for the financial period	-	-	-	73,744	73,744	73,744
Balance as at 31.12.2011	537,026	268,513	385	601,214	870,112	870,112

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial period ended 31 March 2012 and the explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 Months Ended 31.12.2012 RM'000	9 Months Ended 31.12.2011 RM'000
Net profit for the financial period	118,815	73,744
Adjustments:		
- Depreciation of property, plant and equipment	65,239	49,931
- Finance cost	-	1,528
- Taxation	22,964	33,418
- Others	(20,839)	(7,552)
Operating profit before working capital changes	186,179	151,069
Changes in working capital:		
Net increase in current assets	(725)	(9,272)
Net decrease in current liabilities	(60,917)	11,039
Net cash generated operations	124,537	152,836
Tax paid	(31,825)	(35,853)
Zakat paid	(4,300)	-
Net cash inflow from operating activities	88,412	116,983
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	9,002	1,641
Proceeds from disposal of investments and redemption of held-to-maturity securities	7,078	100,000
Purchase of property, plant and equipment	(51,000)	(104,164)
Acquisition of other investments	-	(35,890)
Subscription of shares by non-controlling interest in a subsidiary company	1,000	-
Interest received	12,135	11,270
Net cash outflow from investing activities	(21,785)	(27,143)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2012 and the explanatory notes attached to the interim financial report.

	9 Months Ended 31.12.2012 RM'000	9 Months Ended 31.12.2011* RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest expense	-	(1,528)
Repayment of bank borrowing/ hire purchase	(11)	(40,724)
Dividend paid to shareholders	(105,706)	(70,485)
Net cash outflow from financing activities	(105,717)	(112,737)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(39,090)	(22,897)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE FINANCIAL PERIOD	409,937	330,648
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL PERIOD	370,847	307,751
Cash and cash equivalents as at end of the financial period comprise the followings:		
Bank balances and cash	164,960	107,782
Deposits	328,130	343,500
	493,090	451,282
Less: collections held on behalf of agencies**	(122,243)	(143,531)
	370,847	307,751

* The Group has changed its financial year end from 31 December to 31 March. Comparatives for cumulative quarters consist of 9 months beginning 1 April 2011 to 31 December 2011.

** The amount of cash held on behalf of agencies is included under Trade and Other Payables in the Statement of Financial Position.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The Group has adopted the Malaysian Financial Reporting Standards (MFRS) framework and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* for the first time in these condensed interim financial statements. The condensed financial statements are unaudited and have been prepared in accordance with MFRS 134, *Interim Financial Reporting* and Part A Appendix 9B of Bursa Malaysia Securities Berhad's Main Market Listing Requirements. The interim financial statements should also be read in conjunction with the audited financial statements of the Group for the 15-month period ended 31 March 2012 and the accompanying notes attached to the unaudited condensed consolidated financial statements.

Paragraph 20 of MFRS 134 requires the comparative statements to be presented from the comparable interim period (current and period-to-date) of immediate preceding financial year. Save for statement of financial position and, the comparatives disclosed in these condensed financial statements are for the 9-month period from 1 April 2011 to 31 December 2011, not from the beginning of the preceding financial period of 1 January 2011, as the Group changed its financial year end from 31 December 2011 to 31 March 2012.

First-time adoption of MFRS

The interim financial statements for the financial period ended 31 December 2012 represent the Group's first time application of MFRS. The transition from FRS to MFRS has not had any material impact to the financial performance and financial position of the Group.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the 15-month period ended 31 March 2012.

The adoption of the MFRS framework did not result in any substantial change to the Group's accounting policies, nor any significant impact on the financial statements as the accounting policies adopted by the Group under the previous FRS framework are consistent with the MFRS framework.

3. SEASONALITY OR CYCLICALITY OF OPERATIONS

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

4. ITEMS OF UNUSUAL NATURE, SIZE OR INCIDENCE

There was no item of an unusual nature, size or incidence affecting the assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2012.

5. CHANGES IN ESTIMATES

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

6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

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

7. DIVIDENDS PAID

- The Group paid the final dividend of 17.5 sen per ordinary shares less tax at 25% totaling RM70,485,000 (13.1 sen net per ordinary shares) in respect of the financial year ended 31 March 2012 on 10 September 2012.
- The Group paid the interim dividend of 8.7 sen per ordinary shares less tax at 25% totaling RM35,221,000 (6.5 sen net per ordinary shares) in respect of the financial year ending 31 March 2013 on 31 December 2012.

8. SEGMENTAL INFORMATION

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. For each of the strategic business units, the Group's Chief Executive Officer (the chief operating decision maker) and the Board of Directors review internal management reports at least on a quarterly basis. 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 customized solutions such as Mailroom Management and Direct Mail.
- Courier – Includes the 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 the current reporting period.

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 2.

8. SEGMENTAL INFORMATION (CONTINUED)

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 a negotiated basis.

The information of each of the Group's business segments for the financial period ended 31 December 2012 is as follows:

	Mail RM'000	Courier RM'000	Retail RM'000	Other RM'000	Elimination RM'000	Group RM'000
Revenue						
Total revenue	524,687	236,919	128,095	35,324	-	925,025
Inter-segment revenue	10,438	(7,117)	37,418	-	(40,739)	-
External revenue	535,125	229,802	165,513	35,324	(40,739)	925,025
Results						
Segment profit	83,248	55,430	(33,604)	12,341	-	117,415
Unallocated income						12,624
Interest income						11,740
Profit before taxation						141,779
Taxation						(22,964)
Net profit for the financial period						118,815
Attributable to:						
Owners of the Company						118,980
Non-controlling interest						(165)

9. PROPERTY, PLANT AND EQUIPMENT

There is no revaluation of property, plant and equipment from the previous audited annual financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

10. SUBSEQUENT EVENT

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

11. CHANGES IN THE COMPOSITION OF THE GROUP

On 25 June 2012, the Company and Bank Muamalat Malaysia Berhad entered into collaboration through the execution of a Shareholders' Agreement to jointly participate via a joint venture company known as Pos Ar-Rahnu Sdn. Bhd., to undertake the Islamic pawn broking business (Ar-Rahnu). The Company and Bank Muamalat Malaysia Berhad have an equity interest of 80% and 20% respectively in the above company.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

13. PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging / (crediting) the following:

	3 Months Ended		9 Months Ended	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
Depreciation of property, plant and equipment	20,124	20,818	64,821*	49,931
Finance cost	-	451	-	1,529
Impairment loss of available-for-sale investment	-	-	-	2,834
Fair value gain of securities designated as fair value through profit or loss	19	(736)	365	(388)
Property, plant and equipment written off	5	-	760	-
Doubtful debts (net of write backs)	509	322	2,160	2,453
Gain on disposal of:				
- investment securities: fair value through profit or loss	-	-	(134)	-
- assets held-for-sale	-	-	(7,027)	-
- property, plant and equipment	(44)	(465)	(74)	(1,134)
Fair value adjustment on investment properties	-	-	(537)	-
Interest income on:				
-short term deposits	(2,467)	(1,945)	(8,712)	(5,890)
-investment securities: held-to-maturity investment	(739)	(1,372)	(3,028)	(5,296)
Net foreign exchange differences	(541)	(533)	(866)	(1,371)

* Depreciation has been netted off against other income as the assets were purchased in relation to government grant received by the Group and Company

14. REVIEW OF GROUP PERFORMANCE

14.1 Group Performance

The Group registered a growth of 18.7% in profit from operations of RM117.4 million (31.12.2011: RM98.9 million) for the period ended 31 December 2012 supported with higher revenue of RM55.9 million; an increase of 6.4% from RM869.1 million despite higher expenses by RM37.4 million in the preceding period.

The results of the major business segments are as follows:-

	PERIOD TO DATE	
	31.12.2012 RM'000	31.12.2011 RM'000
Mail	83,248	88,165
Courier	55,430	27,584
Retail	(33,604)	(29,227)
Others	12,341	12,360
Profit from operations	117,415	98,882
Other income	22,356	15,967
Other expense	1,836	(3,715)
Fair value adjustment for financial asset designated as FVTPL	(365)	389
Change in fair value adjustment of investment property	537	-
Impairment losses for financial asset designated as AFS	-	(2,833)
Finance cost	-	(1,528)
Profit before taxation	141,779	107,162

Mail Segment

Mail segment shown lower operating profits by RM4.9 million or 5.6% due to higher depreciation and amortization and staff costs coupled with dropped in revenue for prepaid, franking, ordinary mail and registered mail by 1.8%, 3.9%, 9.0% and 7.2% respectively despite increase in direct mail, international mail and corporate mail.

Courier Segment

Courier segment shown higher operating profits by RM27.8 million or >100.0% due to increase in on-demand customers revenue by 31.1%, contract customers by 11.4% and parcels by 75.6% mainly as a result of higher online transactions for business and extended service counter hours at certain PosLaju centers in Klang Valley, in addition to parcels during Hajj / pilgrimage seasons.

14. REVIEW OF GROUP PERFORMANCE (CONTINUED)

14.1 Group Performance (continued)

Retail Segment

Retail segment shown higher operating loss by RM4.4 million principally due to higher operating expenses incurred, impacted by salary increment and higher depreciation and amortization despite higher commissions received by 9.0% and philately by 80.0%.

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit decreased slightly by RM0.02 million or 0.2%.

Group Operating Profit

Profit from operation increased by 18.7% as compared to last year due to higher revenue despite increase in expenses. Operating expenses increased by 4.9% due to increase in staff costs by 6.1% as a result of salary adjustment and annual increment and higher depreciation and amortization charges by 14.9% on renovation for Pos Malaysia Headquarters cushioned by lower transportation costs by 8.4% as a result of reversal of prior years' overprovision of international air transportation charges by RM5.0 million.

Group Profit Before Tax

For the financial period ended 31 December 2012, the Group achieved a higher pre-tax profit of RM141.8 million, higher than last year by RM34.6 million or 32.3% due to higher profit from operation by RM18.5 million or 18.7% coupled with other income by RM9.0 million or 66.6%. Last year, the Group recorded an impairment loss on investment in Transmile Group Berhad ("TGB") of RM2.8 million but no further impairment recorded for current financial period.

14. REVIEW OF GROUP PERFORMANCE (CONTINUED)

14.2 Comparison between the current quarter and the preceding year corresponding quarter.

	3 MONTHS ENDED	
	31.12.2012	31.12.2011
	RM'000	RM000
Mail	24,476	27,267
Courier	21,903	7,600
Retail	(11,960)	(17,938)
Others	2,743	7,926
Profit from operations	37,162	24,855
Other income	4,782	5,544
Other expense	3,722	(3,377)
Fair value adjustment for financial asset designated as FVTPL	(20)	736
Finance cost	-	(450)
Profit before taxation	45,646	27,308

Mail Segment

Mail segment shown lower operating profits by RM2.8 million or 10.2% as a result of higher operating expenses incurred mainly on staff costs, transportation costs and raw materials and consumables by 13.1%, 42.7% and >100.0% respectively despite slight increase in mail revenue by RM0.7 million or 0.4%.

Courier Segment

Courier segment shown higher operating profits by RM14.3 million or >100.0% as a result of higher revenue generated from on demand, contract customers and parcels by 35.1%, 9.0% and >100.0% respectively, in line with the increase in volume mainly due to higher online transactions for business and extended service counter hours at certain PosLaju centres in Klang Valley, in addition to parcels during Hajj / pilgrimage seasons.

Retail Segment

Retail segment shown lower operating loss by RM6.0 million or 33.3% principally due to higher commissions earned from agencies by RM1.3 million or 3.7% and philately by RM1.3 million or 71.7% combined with lower operating expenses.

14. REVIEW OF GROUP PERFORMANCE (CONTINUED)

14.2 Comparison between the current quarter and the preceding year corresponding quarter (continued)

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit decreased by RM5.2 million or 65.4% due to higher operating expenses mainly from raw materials and consumables coupled with higher maintenance and supplies.

Group Operating Profit

The Group posted a profit from operations of RM37.2 million, compared to the RM24.9 million profit in the preceding year corresponding quarter. The increase in profit by RM12.3 million or 49.5% was due to the increase in revenue by RM23.6 million despite higher operating expenses by RM11.3 million.

Group Profit Before Tax

For the financial period ended 31 December 2012, the Group achieved a higher pre-tax profit of RM45.6 million, higher than preceding year corresponding quarter by RM18.3 million or 67.2% due to higher profit from operation by RM12.3 million or 49.5% combined with lower other expense by RM7.1 million or >100.0%.

14.3 Comparison between the current quarter and the immediate preceding quarter

	3 MONTHS ENDED	
	31.12.2012	30.09.2012
	RM'000	RM'000
Mail	24,476	28,769
Courier	21,903	17,393
Retail	(11,960)	(11,395)
Others	2,743	3,157
Profit from operations	37,162	37,924
Other income	4,782	6,481
Other expense	3,722	(547)
Fair value adjustment for financial asset designated as FVTPL	(20)	(34)
Change in fair value adjustment of investment property	-	(95)
Profit before taxation	45,646	43,729

14. REVIEW OF GROUP PERFORMANCE (CONTINUED)

- 14.3 Comparison between the current quarter and the immediate preceding quarter (continued)

Mail Segment

Mail segment shown lower operating profits by RM4.3 million or 14.9% due to higher operating expenditures incurred mainly on staff costs by 2.6% and transportation costs by 53.7% despite higher mail revenue by RM2.7 million or 1.6%.

Courier Segment

Courier segment shown higher operating profits by RM4.5 million or 25.9% as a result of higher revenue generated from on demand customers, contract customers, parcels and express mail by 6.9%, 4.5%, >100.0% and 1.0%.

Retail Segment

Retail segment shown slightly higher operating loss by RM0.6 million or 5.0% principally due to lower commissions earned from agencies by RM4.3 million or 10.4% and philately by RM0.6 million or 16.1% despite lower operating expenses from depreciation and amortization.

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit decreased by RM0.4 million or 13.1% due to higher operating expenses mainly from raw materials and consumables coupled with higher maintenance and supplies.

Group Operating Profit

The Group posted a profit from operations of RM37.2 million, compared to the RM37.9 million profit in the immediate preceding quarter. The slight decrease in profit by RM0.7 million or 2.0% was due to the increase in operating expenses by RM13.6 million despite increase in revenue by RM12.8 million.

Group Profit Before Tax

For the financial period ended 31 December 2012, the Group achieved a higher pre-tax profit of RM45.6 million, higher than immediate preceding quarter by RM1.9 million or 4.4% due to lower other expense by RM4.3 million or >100.0% despite lower profit from operation by RM0.7 million or 2.0%

15. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 MARCH 2013

In the fourth quarter of 2012 (4Q 2012), the Malaysian economy persisted on its robust growth of 6.4% (year on year) amid uncertain global economic outlook. Growth in domestic demand was driven primarily by private investments and boosted by private consumption. This is further backed by strong expansion in the services and construction sectors of 6.3% and 18.1% respectively. For the year, the Malaysian economy grew 5.6%, higher than 5.1% recorded a year ago, underpinned by the government's Economic Transformation Program and other stimulus measures.

The continued robust expansion in the broad economy has led to higher demand for Pos Malaysia offerings, in particular the courier segment where volume increased and accordingly, its contribution to the Group. Going forward the Group will continue to explore further enhancement in productivity via new strategic initiatives and implement cost optimisation for its relevant business units for future growth. Hence, the outlook of the Group's financial year ending 31 March 2013 remains positive.

16. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee for the current financial period in a public document.

17. TAXATION

Taxation comprises the following:

	3 Months Ended		Period to Date	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
Current taxation	(17,883)	3,690	14,104	31,647
Deferred taxation	11,927	(1,450)	8,860	1,771
Total	(5,956)	2,240	22,964	33,418

The Group's effective tax rate for the 3-months ended 31 December 2012 and financial period ended 31 December 2012 is (13.0%) and 16.2% differed with statutory tax rate of 25% principally due to overprovision of income tax in prior years.

18. STATUS OF CORPORATE PROPOSALS

There is no corporate proposal made by the Group in the current period.

19. GROUP BORROWINGS

Total Group borrowings (hire purchase) are as follows:

	As at 31.12.2012 RM'000
Hire Purchase – due within 12 months	9
Total	9

20. MATERIAL LITIGATION

There is no material litigation pending as at the date of this report.

21. EARNINGS PER SHARE

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

	3 Months Ended		Period to Date	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
Net profit attributable to owners of the Company (RM'000)	51,746	25,068	118,980	73,744
Number of ordinary shares in issue ('000)	537,026	537,026	537,026	537,026
Basic earnings per share (sen)	9.64	4.67	22.16	13.73

23. DISCLOSURE OF REALISED AND UNREALISED PROFITS / LOSSES

The retained profits of the Group as at 31 December 2012 are analysed as follows:

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
Total retained profits of the Company and subsidiaries:		
- Realised	681,108	544,331
- Unrealised	(27,047)	(13,766)
	654,061	530,565
Total share of retained profits from associated companies (Realised):	(7,650)	(7,650)
Add: Consolidation adjustments	(5,086)	78,299
Total Group retained profits as per consolidated financial statements	641,325	601,214

24. AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the Group's preceding audited annual financial statements was not subject to any qualification.

BY ORDER OF THE BOARD

DATO' SABRINA ALBAKRI BT. ABU BAKAR
COMPANY SECRETARY

Kuala Lumpur
21 February 2013