

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

|  | Individual Quarter                                |  | Cumulative Quarter                                |   |
|--|---|--|---|---|
|  | Current Year<br>Quarter<br>30/09/2011<br>(RM'000) | Preceding Year<br>Corresponding<br>Quarter<br>30/09/2010<br>(RM'000) | Current Year<br>To Date<br>30/09/2011<br>(RM'000) | Preceding Year<br>Corresponding<br>Period<br>30/09/2010<br>(RM'000) |
| Revenue  | 147,126   | 116,275  | 414,861   | 370,700   |
| Operating expenses   | (141,626)   | (111,299)  | (393,218)   | (355,168)   |
| Other operating income   | 70  | 187  | 1,456   | 448   |
| Profit from operations   | 5,570   | 5,163  | 23,099  | 15,980  |
| Fair value (loss)/gain on derivative financial instruments                                     | -   | (52)   | 39  | 6   |
| Fair value gain on financial assets at fair value through profit or loss                       | 839   | 121  | 2,080   | 121   |
| Fair value loss on available-for-sale financial assets   | (884)   | -  | (1,608)   | (97)  |
| Income from other investments and finance  | 81  | 482  | 139   | 954   |
| Impairment of plant, property and equipment  | -   | -  | (1,820)   | (11,000)  |
| Severance payment  | -   | -  | (577)   | -   |
| Gain from liquidation of a subsidiary  | 4,119   | -  | 4,119   | -   |
| Profit before tax  | 9,725   | 5,714  | 25,471  | 5,964   |
| Taxation   | (1,457)   | (1,661)  | (5,443)   | (1,647)   |
| Net profit for the period  | <u>8,268</u>                                      | <u>4,053</u>   | <u>20,028</u>                                     | <u>4,317</u>  |
| Other comprehensive income after tax:  |   |  |   |   |
| Net currency translation differences from foreign subsidiaries and liquidation of a subsidiary | (4,061)   | 224  | (4,443)   | 292   |
| Net fair value (loss)/gain on available-for-sale financial assets                              | (1,176)   | 1,463  | 461   | 2,371   |
| Other comprehensive (loss)/income for the period, net of tax                                   | (5,237)   | 1,687  | (3,982)   | 2,663   |
| Total comprehensive income for the period  | <u>3,031</u>                                      | <u>5,740</u>   | <u>16,046</u>                                     | <u>6,980</u>  |
| Net profit attributable to:  |   |  |   |   |
| - Owners of the parent   | 8,270   | 4,052  | 20,022  | 4,316   |
| - Non-controlling interests  | (2)   | 1  | 6   | 1   |
|  | <u>8,268</u>                                      | <u>4,053</u>   | <u>20,028</u>                                     | <u>4,317</u>  |
| Total comprehensive income attributable to:  |   |  |   |   |
| - Owners of the parent   | 3,033   | 5,739  | 16,040  | 6,979   |
| - Non-controlling interests  | (2)   | 1  | 6   | 1   |
|  | <u>3,031</u>                                      | <u>5,740</u>   | <u>16,046</u>                                     | <u>6,980</u>  |
| Earnings per share (sen) for profit attributable to owners of the parent:                      |   |  |   |   |
| - basic/diluted  | <u>5.42</u>                                       | <u>2.65</u>  | <u>13.11</u>                                      | <u>2.83</u>   |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2011**

|  | <b>Unaudited<br/>as at 30/09/2011<br/>(RM'000)</b> | <b>Audited<br/>as at 31/12/2010<br/>(RM'000)</b> |
|--|--|--|
| <b>Non-current assets</b>  |  |  |
| Property, plant and equipment                                    | 57,576   | 58,310   |
| Investment properties  | 10,026   | 10,366   |
| Available-for-sale financial assets                              | 18,282   | 19,429   |
| Intangible asset   | 9,369  | 10,799   |
| Prepaid lease rental   | 4,982  | 5,126  |
| Deferred tax assets  | 994  | 1,461  |
|  | 101,229  | 105,491  |
| <b>Current assets</b>  |  |  |
| Inventories  | 76,097   | 73,316   |
| Trade receivables  | 89,106   | 65,602   |
| Amount due from immediate holding company                        | -  | 9,243  |
| Amounts due from related companies                               | 109  | 1,917  |
| Other receivables, deposits and prepayments                      | 25,946   | 23,164   |
| Derivative financial asset                                       | 39   | 17   |
| Tax recoverable  | 355  | 977  |
| Financial assets at fair value through profit or loss            | 70,600   | 48,521   |
| Deposits and cash balances                                       | 22,795   | 16,501   |
|  | 285,047  | 239,258  |
| Non-current assets held-for-sale                                 | 277  | -  |
|  | 285,324  | 239,258  |
| <b>Current liabilities</b>                                       |  |  |
| Trade payables   | 35,908   | 21,379   |
| Other payables and accrued expenses                              | 70,529   | 59,411   |
| Amount due to penultimate holding company                        | 51   | 1,535  |
| Amount due to immediate holding company                          | 11,524   | -  |
| Amounts due to related companies                                 | 2,865  | -  |
| Tax payable  | 2,611  | 1,864  |
|  | 123,488  | 84,189   |
| <b>Net current assets</b>  | 161,836  | 155,069  |
| <b>Non-current liabilities</b>                                   |  |  |
| Provision for retirement benefits                                | 5,403  | 5,313  |
| Deferred tax liabilities   | 1,530  | 1,416  |
|  | 6,933  | 6,729  |
| <b>Net assets</b>  | 256,132  | 253,831  |
| <b>Capital and reserves attributable to owners of the parent</b> |  |  |
| Share capital  | 153,548  | 153,548  |
| Reserves   | 104,207  | 101,910  |
| Treasury shares  | (1,855)  | (1,853)  |
|  | 255,900  | 253,605  |
| <b>Non-controlling interests</b>                                 | 232  | 226  |
| <b>Total equity</b>  | 256,132  | 253,831  |
| Net assets per share (RM) attributable to owners of the parent   | 1.68   | 1.66   |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

|  | ← <u>Attributable to owners of the parent</u> → |                        |                          |                             |                                   |                            |                          | Non-Controlling Interests (RM'000) | Total Equity (RM'000) |
|--|---|------------------------|--------------------------|-----------------------------|-----------------------------------|----------------------------|--------------------------|------------------------------------|-----------------------|
|  | Issued Share Capital (RM'000)                   | Share Premium (RM'000) | Capital Reserve (RM'000) | Fair Value Reserve (RM'000) | Foreign Exchange Reserve (RM'000) | Retained Earnings (RM'000) | Treasury Shares (RM'000) |                                    |                       |
| <b>9 months period ended 30 September 2011</b>   |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Balance as at 1 January 2011   | 153,548   | 34,445                 | 1                        | 6,956                       | 4,192                             | 56,316                     | (1,853)                  | 226                                | 253,831               |
| <u>Comprehensive income</u>  |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Net profit for the period  | -   | -                      | -                        | -                           | -                                 | 20,022                     | -                        | 6                                  | 20,028                |
| Fair value gain on available-for-sale financial assets                                     | -   | -                      | -                        | 461                         | -                                 | -                          | -                        | -                                  | 461                   |
| Currency translation differences from foreign subsidiaries and liquidation of a subsidiary | -   | -                      | -                        | -                           | (4,443)                           | -                          | -                        | -                                  | (4,443)               |
| Total comprehensive income/(loss) for the period   | -   | -                      | -                        | 461                         | (4,443)                           | 20,022                     | -                        | 6                                  | 16,046                |
| <u>Transactions with owners</u>  |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Treasury shares  | -   | -                      | -                        | -                           | -                                 | -                          | (2)                      | -                                  | (2)                   |
| Dividends (Final for 2010)   | -   | -                      | -                        | -                           | -                                 | (10,307)                   | -                        | -                                  | (10,307)              |
| Dividends (Interim for 2011)   | -   | -                      | -                        | -                           | -                                 | (3,436)                    | -                        | -                                  | (3,436)               |
| Total transactions with owners   | -   | -                      | -                        | -                           | -                                 | (13,743)                   | (2)                      | -                                  | (13,745)              |
| Balance as at 30 September 2011  | 153,548   | 34,445                 | 1                        | 7,417                       | (251)                             | 62,595                     | (1,855)                  | 232                                | 256,132               |
| <b>9 months period ended 30 September 2010</b>   |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Balance as at 1 January 2010   | 153,548   | 34,445                 | 1                        | 2,770                       | 2,265                             | 65,097                     | (1,850)                  | 225                                | 256,501               |
| <u>Comprehensive income</u>  |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Net profit for the period  | -   | -                      | -                        | -                           | -                                 | 4,316                      | -                        | 1                                  | 4,317                 |
| Fair value gain on available-for-sale financial assets                                     | -   | -                      | -                        | 2,371                       | -                                 | -                          | -                        | -                                  | 2,371                 |
| Currency translation differences   | -   | -                      | -                        | -                           | 292                               | -                          | -                        | -                                  | 292                   |
| Total comprehensive income for the period  | -   | -                      | -                        | 2,371                       | 292                               | 4,316                      | -                        | 1                                  | 6,980                 |
| <u>Transactions with owners</u>  |   |                        |                          |                             |                                   |                            |                          |                                    |                       |
| Treasury shares  | -   | -                      | -                        | -                           | -                                 | -                          | (1)                      | -                                  | (1)                   |
| Dividends (Final for 2009)   | -   | -                      | -                        | -                           | -                                 | (6,872)                    | -                        | -                                  | (6,872)               |
| Dividends (Interim for 2010)   | -   | -                      | -                        | -                           | -                                 | (5,727)                    | -                        | -                                  | (5,727)               |
| Total transactions with owners   | -   | -                      | -                        | -                           | -                                 | (12,599)                   | (1)                      | -                                  | (12,600)              |
| Balance as at 30 September 2010  | 153,548   | 34,445                 | 1                        | 5,141                       | 2,557                             | 56,814                     | (1,851)                  | 226                                | 250,881               |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

|  | <b>9 months<br/>ended<br/>30/09/2011<br/>(RM'000)</b> | <b>9 months<br/>ended<br/>30/09/2010<br/>(RM'000)</b> |
|--|---|---|
| <b>Cash flows from operating activities</b>          |   |   |
| Profit before tax                                    | 25,471  | 5,964   |
| Adjustments for non-cash items                       | <u>4,460</u>  | <u>25,625</u>   |
| Operating profit before working capital changes      | 29,931  | 31,589  |
| Net change in current assets                         | (17,927)  | 40,972  |
| Net change in current liabilities                    | <u>34,836</u>   | <u>(27,867)</u>                                       |
| Cash flows from operations                           | 46,840  | 44,694  |
| Other operating activities                           | <u>(3,969)</u>  | <u>(188)</u>  |
| Net cash flows from operating activities             | 42,871  | 44,506  |
| Net cash flows used in investing activities          | (26,623)  | (64,184)  |
| Net cash flows used in financing activities          | <u>(10,309)</u>                                       | <u>(6,873)</u>  |
| Net increase/(decrease) in cash and cash equivalents | 5,939   | (26,551)  |
| Cash and cash equivalents at beginning of year       | 16,501  | 41,893  |
| Effects of foreign exchange on opening balance       | 355   | (398)   |
| <b>Cash and cash equivalents at end of period</b>    | <u><b>22,795</b></u>                                  | <u><b>14,944</b></u>                                  |

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

## NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

### 1. Accounting Policies and Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year 31 December 2010 except for the adoption of the following which are applicable and expected to have no significant impact on the financial statement of the Group.

#### FRSs, Improvements or Amendments to FRSs and Interpretations

##### Effective for financial period beginning on or after 1 July 2010

|                                   |   |
|-----------------------------------|---|
| FRS 1 (revised)                   | First time adoption of Financial Reporting Standards        |
| FRS 3 (revised)                   | Business Combination  |
| FRS 127 (revised)                 | Consolidated and Separate Financial Statements              |
| Amendments to FRS 2               | Share-based Payment   |
| Amendments to FRS 5               | Non-current Assets Held for Sale and Discontinued Operation |
| Amendments to FRS 132             | Financial Instruments : Presentation                        |
| Amendments to FRS 138             | Intangible Assets   |
| Amendments to IC Interpretation 9 | Reassessment of Embedded Derivatives                        |
| IC Interpretation 16              | Hedges of a Net Investment in a Foreign Operation           |

##### Effective for financial period beginning on or after 1 January 2011

|                             |  |
|-----------------------------|--|
| Amendments to FRS 1         | Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters |
| Amendments to FRS 1         | Additional Exemptions for First-time Adopters                                |
| Amendments to FRS 2         | Group Cash-settled Share-based Payment Transactions                          |
| Amendments to FRS 7         | Improving Disclosure about Financial Instruments                             |
| IC Interpretation 4         | Determining whether an Arrangement contains a Lease                          |
| Improvements to FRSs (2010) |  |

### 2. Disclosure of Preceding Year Unqualified Audit Report

The preceding year's audit report for the year ended 31 December 2010 was unqualified.

### 3. Cyclicity of Operations

The operations were normally influenced by higher demand during festive periods.

### 4. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There was no unusual item affecting assets, liabilities, equity, net income or cash flow in the current reporting quarter.

## 5. Quarterly Estimations

There was no material change in the estimation methods used in this interim reporting quarter, which will have a material effect on the financial results.

## 6. Debt and Equity Securities

During the quarter, the Company did not purchase any of its own shares.

As at 30 September 2011, the total treasury shares purchased amounted to 844,900 ordinary shares of RM1.00 each at the average price of RM2.20 per share. These shares purchased are being held as treasury shares as allowed under Section 67A of the Company Act, 1965. None of these treasury shares have been sold or cancelled.

## 7. Segmental Reporting

| 9 months period ended<br>30 September 2011         | <u>Malaysia</u><br>(RM'000)              | <u>Indonesia</u><br>(RM'000)             | <u>Singapore &amp;<br/>others</u><br>(RM'000) | <u>Total</u><br>(RM'000) |
|--|--|--|---|--------------------------|
| Revenue  | 316,559                                  | 26,265                                   | 72,037  | 414,861                  |
| Profit before tax                                  | 22,176                                   | 1,086                                    | 2,209   | 25,471                   |
| <b>9 months period ended<br/>30 September 2010</b> |  |  |   |                          |
| Revenue  | 301,697                                  | 8,043                                    | 60,960  | 370,700                  |
| Profit/(loss) before tax                           | 6,760                                    | (1,584)                                  | 788   | 5,964                    |
| <b>Assets as at:</b>                               |  |  |   |                          |
|  | <u>Malaysia</u><br>(RM'000)              | <u>Indonesia</u><br>(RM'000)             | <u>Singapore &amp;<br/>others</u><br>(RM'000) | <u>Total</u><br>(RM'000) |
| 30 September 2011                                  | 337,070                                  | 29,852                                   | 18,282  | 385,204                  |
| 31 December 2010                                   | 310,769                                  | 11,617                                   | 19,925  | 342,311                  |
| <b>Assets Reconciliation</b>                       |  |  |   |                          |
|  | <u>As at<br/>30 Sep 2011</u><br>(RM'000) | <u>As at<br/>31 Dec 2010</u><br>(RM'000) |   |                          |
| Segment assets                                     | 385,204                                  | 342,311                                  |   |                          |
| Deferred tax assets                                | 994                                      | 1,461                                    |   |                          |
| Tax recoverable                                    | 355                                      | 977                                      |   |                          |
| Total assets                                       | <u>386,553</u>                           | <u>344,749</u>                           |   |                          |

## 8. Valuations of Property, Plant and Equipment

There was no amendment to the valuations of property, plant and equipment brought forward.

## 9. Significant Events

There was no significant event for the current reporting quarter.

**10. Subsequent Events**

There was no subsequent event for the current reporting quarter.

**11. Changes in the Composition of the Group**

There was no change in the composition of the Group for the current reporting quarter except for the liquidation of a Singapore based dormant subsidiary YHS Beverage (International) Pte. Ltd.

**12. Contingent Liabilities**

There was no change in the status of contingent liabilities since the financial year ended 31 December 2010 except as disclosed in Note 25 to the financial statements.

**13. Performance of the Group**

The Group recorded revenue of RM147.1 million for the current quarter under review, compared to RM116.3 million generated in the same quarter last year, an increase of 27%. Sales for Malaysia, Indonesia and Singapore/Export Market grew by 18%, 368% and 8% respectively during the quarter. The increase in sales is mainly due to more advertising and promotion activities undertaken during the Hari Raya festive period.

On a year-to-date basis, the Group recorded revenue of RM414.9 million, an increase of 12%. Yeo's brand sales in Malaysia grew by 12%, Indonesia sales grew by 227% and Singapore/Export sales grew by 18%.

In this quarter under review, the Group recorded an operating profit of RM5.6 million, an increase of 8%, as compared to RM5.2 million in the previous corresponding quarter. On a year-to-date basis, the Group recorded an operating profit of RM23.1 million, an increase of 45% compared to RM16.0 million in the previous corresponding year period. The improved profitability in the quarter and year-to-date was due to better sales, less bad debts write off and gain on disposal of machinery.

The Group recorded a pre-tax profit of RM9.7 million for the current quarter, an increase of 70%, against a pre-tax profit of RM5.7 million in the previous corresponding quarter. On a year-to-date basis, the Group recorded a pre-tax profit of RM25.5 million as compared to a pre-tax profit of RM6.0 million in the previous corresponding year period. The improvement is mainly due to better sales, lower impairment charges and gain from the liquidation of a subsidiary of RM4.1 million.

**14. Material Change in Profit Before Tax As Compared to the Immediate Preceding Quarter**

The Group recorded RM5.6 million and RM9.7 million for operating profit and pre-tax profit for the current quarter compared to RM5.2 million and RM5.5 million respectively in the immediate preceding quarter. This was due to higher festive season sales in the current quarter and gain from the liquidation of a subsidiary.

**15. Prospects of the Group**

The Group is positive on its prospect for the current year. It will continue to grow its operating profit through brand building, promotion efforts and cost management.

**16. Capital Commitment**

Authorised capital commitments not provided and not contracted for in the interim financial statements as at 30 September 2011 in respect of property, plant and equipment for the business operations consolidation amount to RM48.1 million.

**17. Variance from Profit Forecast**

Not applicable.

**18. Taxation**

The tax is as follows:

|   | <u>Current Quarter</u><br>(RM'000) | <u>YTD</u><br>(RM'000) |
|---|------------------------------------|------------------------|
| Income tax:                                       |                                    |                        |
| Current tax                                       | 1,389                              | 5,337                  |
| Over provision in prior year                      | (174)                              | (475)                  |
| Deferred tax:                                     |                                    |                        |
| Origination and reversal of temporary differences | 282                                | 714                    |
| Over provision in prior year                      | (40)                               | (133)                  |
|   | <u>1,457</u>                       | <u>5,443</u>           |

The Group's effective tax rate in the current quarter and current year to date ended 30 September 2011, was lower than the statutory tax rate of 25% mainly due to non-taxable income, availability of losses and allowance brought forward and over provision in prior year.

**19. Gain on Sale of Properties**

There was no sale of properties for the current reporting quarter.

**20. Quoted Securities**

a) During the quarter, the Company sold RM20 million of quoted securities, which are classified as financial assets at fair value through profit or loss.

b) Investments in quoted shares as at 30 September 2011 are as follows:

|                         | <u>Available-for sale</u><br><u>financial assets</u><br>(RM'000) | <u>Financial assets at fair value</u><br><u>through profit or loss</u><br>(RM'000) |
|-------------------------|--|--|
| At cost                 | <u>27,395</u>  | <u>68,000</u>  |
| Book value/market value | <u>18,282</u>  | <u>70,600</u>  |

**21. Corporate Proposals**

There was no corporate proposal announced but not completed as at the date of this report.

**22. Group Borrowings**

There was no borrowing as at the end of the reporting period.



### 23. Financial Instruments

#### a) Derivatives

The Group has entered into forward foreign exchange currencies contracts to hedge its exposure to fluctuations in foreign currency arising from sales and purchases.

The details of the open foreign exchange forward contracts are as follows:

|                  | Amount in<br>original<br>currency | Average<br>Contract<br>Rate | Contract Value | Fair Value<br>(favourable) |
|------------------|-----------------------------------|-----------------------------|----------------|----------------------------|
|                  | SGD million                       |                             | RM million     | RM million                 |
| Less than 1 year | 1.000                             | 2.48                        | 2.479          | 0.039                      |

The derivatives have been recorded on the Consolidated Statement of Financial Position for this reporting period in compliance with FRS 139.

The above instruments are executed with creditworthiness financial institutions in Malaysia and as such credit and counterparties risks are minimal. There are no transaction costs at the inception of these contracts. The Group is exposed to minimal cash flow risk in view of its healthy cash position.

#### b) Gains/(losses) arising from fair value changes in financial liabilities

There was no gain/(loss) arising from fair value changes in financial liabilities in this reporting period.

### 24. Supplementary information disclosed pursuant to Bursa Malaysia Securities Berhad Listing Requirements

The following analysis of realised and unrealised retained profits/(accumulated losses) at the legal entity level is prepared in accordance with Guidance on Special matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants whilst the disclosure at the group level is based on the prescribed format by the Bursa Malaysia Securities Berhad.

#### Realised and Unrealised Profits or Losses

|  | As at<br><u>30 Sep 2011</u> | As at<br><u>31 Dec 2010</u> |
|--|-----------------------------|-----------------------------|
|  | RM'000                      | RM'000                      |
| Total retained profits of Yeo Hiap Seng (M) Berhad and its subsidiaries: |                             |                             |
| - Realised   | 59,460                      | 52,211                      |
| - Unrealised   | 3,452                       | (605)                       |
|  | <u>62,912</u>               | <u>51,606</u>               |
| Add : Consolidation adjustments  | (317)                       | 4,710                       |
| Total Group retained profits as per consolidated accounts                | <u>62,595</u>               | <u>56,316</u>               |

### 25. Material Litigations

There was no change in material litigations since the last annual audited financial statements other than the following:

- (i) The Board of Directors announced on 2 February 2010 that the Jakarta High Court had decided in favour of the Company and its subsidiary, PT YHS Indonesia regarding a suit filed by PT Kharisma Inti Persada ("the Plaintiff"), claiming for approximately Rupiah219.9 billion (approximately RM77 million) for an alleged breach of an alleged agreement and an alleged distributor's appointment. The Company has on 23 March 2010 received a formal notification from the Central Jakarta District Court that the Plaintiff has filed an appeal against the Jakarta High Court's decision and the Company had, on 5 April 2010, filed a counter memorandum to the Court. The Company is still awaiting the Indonesia Supreme Court decision and there has been no change in status since the last quarter reporting.

(ii) The Board of Directors announced on 11 March 2010 that the High Court of Shah Alam has on 10 March 2010 vide the proceedings under Civil Suit no. MT3-22-936-2003 granted judgement against the Company in favour of F.Y. Sdn Bhd, for the alleged breach of an agreement. The High Court did not award the quantum of damages and ordered that damages be assessed before the Registrar of the High Court. Our lawyer has advised that we have a strong case to appeal and a memorandum of appeal has been filed with the Court on 28 June 2010. There has been no change in status since the last quarter reporting except the Registrar of the High Court has fixed for hearing on assessment of damages on 6 December 2011.

## 26. Dividend Proposed/Paid

- a) A final dividend of 9 sen per RM1.00 share less Malaysian corporate tax of 25% for financial year ended 31 December 2010 amounting to RM10.3 million was approved in the previous quarter and paid on 8 July 2011.
- b) An interim dividend of 3 sen per RM1.00 share less Malaysian corporate tax of 25% for financial year ended 31 December 2011 amounting to RM3.44 million was declared and approved in the current quarter and paid on 12 October 2011.

## 27. Earnings Per Share

|   | <b>Current Year<br/>Quarter</b> | <b>Preceding Year<br/>Corresponding<br/>Quarter</b> | <b>Current Year<br/>To Date</b> | <b>Preceding Year<br/>Corresponding<br/>Year</b> |
|---|---------------------------------|---|---------------------------------|--|
|   | <b>30/09/2011</b>               | <b>30/09/2010</b>                                   | <b>30/09/2011</b>               | <b>30/09/2010</b>                                |
| Net profit attributable to owners of the parent (RM'000)    | 8,270                           | 4,052   | 20,022                          | 4,316  |
| Weighted average number of ordinary shares in issue (units) | 152,702,369                     | 152,704,369   | 152,702,801                     | 152,704,816                                      |
| Earnings per share:   |                                 |   |                                 |  |
| - Basic/diluted (sen)                                       | <u>5.42</u>                     | <u>2.65</u>   | <u>13.11</u>                    | <u>2.83</u>                                      |

The diluted earnings per share is the same as the basic earnings per share as the Group did not have any financial instrument in this reporting period, which may entitle its holder to ordinary shares of the Company and therefore dilute the basic earnings per share.

**By Order of the Board**  
**SAU EAN NEE**  
**Company Secretary**  
**3 November 2011**  
**Petaling Jaya**