

TA ENTERPRISE BERHAD (194867-M)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2011

	AS AT END OF CURRENT QUARTER 31/1/2011 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31/1/2010 RM'000 (Restated)	AS AT BEGINNING OF PRECEDING FINANCIAL YEAR END 31/1/2009 RM'000 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment	1,724,890	1,750,020	556,287
Investment property	185,747	190,955	180,509
Land held for property development	410,033	428,938	427,883
Prepaid land lease payments	227	234	241
Intangible assets	269,538	264,467	110
Associated companies	14,874	15,013	15,056
Jointly controlled operations	46,419	37,199	-
Investments available-for-sale	23,164	21,592	9,989
Financial receivables	165,390	-	-
Deferred tax assets	9,163	7,624	6,910
	<u>2,849,445</u>	<u>2,716,042</u>	<u>1,196,985</u>
Current assets			
Property development costs	36,893	18,575	38,106
Properties & land held for resale	23,567	29,352	6,961
Inventories	1,815	1,721	463
Financial receivables	178,490	190,500	133,077
Trade receivables	673,226	656,995	348,690
Other receivables	95,324	117,779	174,559
Investments held-for-trading	5,903	3,288	2,757
Short term funds	577,757	611,326	767,582
	<u>1,592,975</u>	<u>1,629,536</u>	<u>1,472,195</u>
Assets classified as held for sale	43	-	-
	<u>1,593,018</u>	<u>1,629,536</u>	<u>1,472,195</u>
TOTAL ASSETS	<u>4,442,463</u>	<u>4,345,578</u>	<u>2,669,180</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital	1,711,910	1,711,910	1,427,405
Reserves	(214,904)	(178,599)	637,748
	<u>1,497,006</u>	<u>1,533,311</u>	<u>2,065,153</u>
Minority interests	<u>1,172,825</u>	<u>1,085,744</u>	<u>9,091</u>
TOTAL EQUITY	<u>2,669,831</u>	<u>2,619,055</u>	<u>2,074,244</u>
Non-current liabilities			
Deferred tax liabilities	213,635	216,752	17,262
Term loans	711,661	624,726	109,480
	<u>925,296</u>	<u>841,478</u>	<u>126,742</u>
Current liabilities			
Provision for liabilities	3,235	1,676	1,171
Short term borrowings	58,877	78,073	7,481
Trade payables	599,587	633,098	338,437
Other payables	176,653	166,315	108,239
Income tax payable	8,984	5,883	12,866
	<u>847,336</u>	<u>885,045</u>	<u>468,194</u>
TOTAL LIABILITIES	<u>1,772,632</u>	<u>1,726,523</u>	<u>594,936</u>
TOTAL EQUITY AND LIABILITIES	<u>4,442,463</u>	<u>4,345,578</u>	<u>2,669,180</u>
Net assets value per share (RM)	<u>0.87</u>	<u>0.90</u>	<u>1.45</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010)

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2011

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/1/2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/1/2010 RM'000	CURRENT YEAR TO DATE 31/1/2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/1/2010 RM'000
Revenue	167,741	124,450	606,937	437,287
Other income	11,645	16,524	41,483	53,500
Other expenses	(121,389)	(93,633)	(487,740)	(328,205)
Profit from operations	57,997	47,341	160,680	162,582
Finance costs	(7,598)	(7,433)	(24,579)	(17,541)
Share of profits/(losses) of associated companies, net of tax	15	(66)	1	(43)
Profit before tax	50,414	39,842	136,102	144,998
Income tax expense	(14,789)	(6,048)	(33,110)	(31,247)
Profit for the period	35,625	33,794	102,992	113,751
Profit attributable to:				
Equity holders of the parent	29,138	15,134	78,243	95,026
Minority interests	6,487	18,660	24,749	18,725
	35,625	33,794	102,992	113,751
Earnings per share attributable to equity holders of the parent				
Basic (sen)	1.70	0.88	4.57	5.94
Fully diluted (sen)	1.70	0.88	4.57	5.94
	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END		
Net assets value per share (RM)	0.87	0.90		

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010)

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2011

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/1/2011	31/1/2010	31/1/2011	31/1/2010
	RM'000	RM'000	RM'000	RM'000
Profit for the period	35,625	33,794	102,992	113,751
Other comprehensive income/(loss):				
Foreign currency translation differences for foreign operation	(1,757)	148,325	(23,942)	174,132
Net gain on fair value changes on available-for-sale financial assets	165	-	613	-
Income tax relating to components of other comprehensive income	238	-	(47)	-
Other comprehensive income/(loss) for the period, net of tax	(1,354)	148,325	(23,376)	174,132
Total comprehensive income for the period	34,271	182,119	79,616	287,883
Total comprehensive income attributable to:				
Equity holders of the parent	27,146	132,732	59,308	238,375
Minority interests	7,125	49,387	20,308	49,508
	34,271	182,119	79,616	287,883

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010)

TA ENTERPRISE BERHAD (194867-M)
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2011**

	Attributable to equity holders of the parent							Distributable		Minority interests	Total Equity
	Non-distributable							Retained profits/ (accumulated losses)	Total		
	Share capital	Share premium	Capital reserve	General reserve	Available-for-sale reserve	Translation reserve	Exchange difference recognised in equity				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 February 2009	1,427,405	63,208	10,324	290	-	31,687	43,389	488,850	2,065,153	9,091	2,074,244
Total comprehensive income for the period	-	-	-	-	-	154,383	19,166	95,026	268,575	49,508	318,083
Distribution in specie	-	-	-	-	-	-	-	(1,027,145)	(1,027,145)	1,027,145	-
Dividend	-	-	-	-	-	-	-	(57,777)	(57,777)	-	(57,777)
Issuance of ordinary shares pursuant to exercise of Warrants 1999/2009	284,505	-	-	-	-	-	-	-	284,505	-	284,505
At 31 January 2010	1,711,910	63,208	10,324	290	-	186,070	62,555	(501,046)	1,533,311	1,085,744	2,619,055
At 1 February 2010, as previously reported	1,711,910	63,208	10,324	290	-	186,070	62,555	(501,046)	1,533,311	1,085,744	2,619,055
Effects of adopting FRS 139 (Note A2)	-	-	-	-	1,629	-	-	3,191	4,820	73	4,893
At 1 February 2010, as restated	1,711,910	63,208	10,324	290	1,629	186,070	62,555	(497,855)	1,538,131	1,085,817	2,623,948
Total comprehensive income for the period	-	-	-	-	510	18,024	(37,469)	78,243	59,308	20,308	79,616
Dividend	-	-	-	-	-	-	-	(32,098)	(32,098)	-	(32,098)
Dividend to minority interests	-	-	-	-	-	-	-	-	-	(1,635)	(1,635)
Effect of dilution in effective interests in subsidiaries that does not result in a loss of control	-	-	(57)	-	-	(29,376)	-	(38,902)	(68,335)	68,335	-
At 31 January 2011	1,711,910	63,208	10,267	290	2,139	174,718	25,086	(490,612)	1,497,006	1,172,825	2,669,831

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010)

TA ENTERPRISE BERHAD (194867-M)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2011**

	12 months ended	
	31/1/2011 RM'000	31/1/2010 RM'000
Operating Activities		
Profit before tax	136,102	144,998
Adjustments for:		
Non-cash items	49,048	7,601
Non-operating items	14,894	(36,188)
Operating profit before changes in working capital	<u>200,045</u>	<u>116,411</u>
Net change in assets	(25,390)	(497,057)
Net change in liabilities	<u>(21,614)</u>	<u>351,493</u>
Cash generated from/(used in) operations	153,041	(29,153)
Interest (paid)/received	749	8,370
Taxes (paid)/refunded	(32,694)	52,424
Net cash generated from operating activities	<u>121,096</u>	<u>31,641</u>
Investing Activities		
Equity investments	8,054	(234,389)
Non-equity investments	(71,169)	(673,114)
Net cash used in investing activities	<u>(63,115)</u>	<u>(907,503)</u>
Financing Activities		
Transactions with shareholders (see Note)	(32,098)	(57,777)
Equity financing and borrowings	(110,453)	872,376
Decrease/(Increase) in pledged deposits for financing facilities	1,796	(2,011)
Net cash (used in)/generated from financing activities	<u>(140,755)</u>	<u>812,588</u>
Net decrease in Cash & Cash Equivalents during the period	(82,774)	(63,274)
Cash & Cash Equivalents at beginning of year		
As previously reported	337,066	397,522
Effects of exchange rate changes	(6,216)	2,818
As restated	330,850	400,340
Cash & Cash Equivalents at end of current period which exclude monies held in trust, Housing Developer Accounts and fixed deposits pledged to financial institutions	<u>248,076</u>	<u>337,066</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010)

Note: Dividends paid to shareholders

TA ENTERPRISE BERHAD (194867-M)

Quarterly Report for the Period Ended 31 January 2011

Notes (in compliance with FRS 134)

A1 Basis of Preparation

The quarterly financial statements are unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The quarterly financial statements should be read in conjunction with the Group's audited financial statements for the year ended 31 January 2010.

A2 Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the year ended 31 January 2010, except for the adoption of the following new and revised Financial Reporting Standards (FRSs), Amendments to FRSs and IC interpretations.

		Effective for financial periods beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 101	Presentation of Financial Statements (revised)	1 January 2010
FRS 123	Borrowing Costs	1 January 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 2	Share-based Payment: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 117	Leases	1 January 2010
Amendments to FRS 132	Financial Instruments: Presentation	1 January 2010
Amendments to FRS 139, FRS 7 and IC Interpretation 9	Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives	1 January 2010
Improvements to FRSs	Improvements to FRSs (2009)	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
TR I - 3	Presentation of Financial Statements of Islamic Financial Institutions	1 January 2010

Other than for the application of FRS 8, FRS 101, Amendments to FRS 117 and FRS 139, the application of the above FRSs, Amendments to FRSs and IC Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

(a) FRS 8: Operating Segments

FRS 8 requires identification and reporting of operating segments based on internal reports that are regularly reviewed by the entity's chief operating decision maker in order to allocate resources to the segment and to assess its performance.

The Group presents its segment information based on its business segments for its internal reporting purposes and the format, the basis of measurement of segment results, segment assets and segment liabilities are the same as that for external reporting purposes.

As this is a disclosure standard, there is no impact on the financial position or financial performance of the Group.

(b) FRS 101: Presentation of Financial Statements (revised)

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the consolidated statement of changes in equity will now only include details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income.

The standard also introduces the statement of comprehensive income; presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, either in one single statement, or in two linked statements. The Group has elected to present in two linked statements. In addition, the adoption of the standard has resulted in consolidated balance sheet now renamed as consolidated statement of financial position.

There is no impact on the results of the Group since these changes affects only the presentation of items of income and expenses.

(c) Amendments to FRS 117: Leases 'Improvements to FRSs (2009)'

The Amendment clarifies the classification of leases of land and requires entities with leases of land to reassess the classification of leasehold land as finance lease or operating lease based on the extent of risks and rewards associated with the land. Leasehold land which in substance is a finance lease will be reclassified to property, plant and equipment. The adoption of this Amendment has resulted in a change in accounting policy which is applied retrospectively in accordance with the transitional provisions.

The effects of the reclassification on the consolidated statement of financial position as at 31 January 2010 are as follows:-

	Consolidated Balance Sheet (as previously reported) RM'000	Effects of adoption of Amendment to FRS 117 RM'000	Consolidated Statement of Financial Position (as restated) RM'000
Property, plant and equipment	1,378,869	371,151	1,750,020
Prepaid land lease payments	371,385	(371,151)	234

(d) FRS 139: Financial Instruments – Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the reporting date reflects the designation of the financial instruments.

Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, loans and receivables, held to maturity investments, available-for-sale ("AFS") financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial assets include short term funds, financial, trade and other receivables, investments available-for-sale and investments held-for-trading.

i) Financial, trade and other receivables

Prior to the adoption of FRS 139, financial, trade and other receivables were stated at gross receivables less provision for doubtful debts. Under FRS 139, these receivables are initially measured at fair value plus transaction costs and subsequently at amortised cost using effective interest rate (EIR) method. Gains and losses arising from the derecognition of the receivables, EIR amortisation and impairment losses are recognised in the income statements.

ii) Investments available-for-sale

Prior to the adoption of FRS 139, non-current investments were accounted for at cost adjusted for amortisation of premium and accretion of discount less impairment or at the lower of cost and market value. Under FRS 139, investments available-for-sale are measured at fair value plus transaction costs initially and subsequently, at fair value. Equity investments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost. Changes in fair values of equity investment of which fair value can be reliably measured are recognised in other comprehensive income, together with the related currency translation differences, until the investments are disposed of or until the investments are determined to be impaired, at which time the cumulative gain or loss previously reported in other comprehensive income are included in the income statement.

Investment in available-for-sale debt securities are initially measured at fair value plus transaction costs and subsequently at amortised cost using EIR method. Gains and losses arising from the derecognition of the investment, EIR amortisation and impairment losses are recognised in the income statement.

iii) Investments held-for-trading

Prior to the adoption of FRS 139, quoted securities intended for short term investments were accounted for at cost less impairment or at the lower of cost and market value. Under FRS 139, all short term quoted investments with fair valuation readily available were marked to market, using the latest market bid price. Changes in fair values are recognised in the income statements.

Financial liabilities

Financial liabilities are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial liabilities include trade and other payables and borrowings. Under FRS 139, these financial liabilities are to be carried at amortised cost using EIR method.

Financial Impact

In accordance with the transitional provisions for first time adoption of FRS 139, the above changes are applied prospectively and the comparatives as at 31 January 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the statement of financial position as at 1 February 2010.

	As Previously reported RM'000	Effects of adoption of FRS 139 RM'000	As restated RM'000
Investments available-for-sale	-	23,590	23,590
Investments held-for-trading	-	6,310	6,310
Other investments	21,592	(21,592)	-
Short term investments	3,288	(3,288)	-
Financial receivables	190,500	243	190,743
Deferred tax liabilities	216,752	369	217,121
Accumulated losses	(501,046)	3,191	(497,855)
Available-for-sale reserve	-	1,629	1,629
Minority interests	1,085,744	73	1,085,817

In addition, these changes in accounting policies have the effect of decreasing the profit before tax for the current quarter and year-to-date by RM0.9million and RM5.1million respectively, as stated below:-

	Current quarter RM'000	Year to date RM'000
Gain/(loss) arising from financial receivables	20	(2,652)
Loss arising from investments held-for-trading	(404)	(1,858)
Net loss	(941)	(5,067)

A3 Auditors' Report of Previous Annual Financial Statements

The auditors' report of the preceding annual financial statements was not qualified.

A4 Seasonal or Cyclical Factors

The Group's operations are not affected by any seasonal or cyclical factors other than the volatility in the trading volume and share prices on the Bursa Malaysia and the seasonal factors that affect the occupancy and room rates of the Group's hotel operations.

A5 Unusual Items Affecting the Financial Statements

There were no items affecting assets, liabilities, equity, net income or cash flows during the financial period under review that were unusual because of their nature, size or incidence.

A6 Changes in Accounting Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities since the last annual balance sheet date.

A8 Dividends Paid

No dividend has been paid during the current financial quarter.

A9 Segmental Information

Segment revenue and segment results for the current financial period to date:

	Broking and financial services	Investment holding and Others	Credit and lending	Property investment	Property development	Hotel operations	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue								
External sales	136,591	10,410	7,391	48,277	88,276	315,992	-	606,937
Inter-segment sales	88	103,466	(55)	39,634	-	76,596	(219,729)	-
Total revenue	136,679	113,876	7,336	87,911	88,276	392,588	(219,729)	606,937
Other income								
	20,436	7,097	5,843	1,521	249	6,337	-	41,483
Results								
Operating results	40,820	116,982	10,724	38,142	29,365	129,727	-	365,760
Elimination	12,376	(109,241)	(680)	(17,804)	(1,659)	(70,186)	-	(187,194)
Net segment results	53,196	7,741	10,044	20,338	27,706	59,541	-	178,566
Foreign exchange (losses)/gains	1,933	(6,747)	-	(237)	-	2,506	-	(2,545)
Unallocated costs								(15,341)
Profit from operations								160,680
Finance costs	(92)	(9,078)	-	(5,221)	-	(10,188)	-	(24,579)
Share of results of associated companies, net of tax	-	-	-	1	-	-	-	1
Profit before tax								136,102
Income tax expense								(33,110)
Profit for the year								102,992
Attributable to:								
Equity holders of the Parent								78,243
Minority Interests								24,749
								102,992

A10 Subsequent Events

There were no material events subsequent to the end of the current quarter except as follows:-

On 28 January 2011, Swiss Liberty Sdn Bhd, a subsidiary of the Company entered into a Sale and Purchase of Shares Agreement with Kingdom Hotel Investments to acquire the hotel and business of Swissotel Kunshan in Kunshan, China via the purchase of the entire issued shares of Kingdom Kunshan, Ltd. (Company No.175384), a Cayman Islands incorporated company, comprising 4,031.30 shares of USD1 each for a cash consideration of USD60,750,000.

The purchase consideration of USD60,750,000 is equivalent to RM185,500,125 at exchange rate of RM3.0535 to USD1. The transaction has not been completed as at the date of this report.

A11 Changes in the Composition of the Group during the financial quarter

- a) On 8 November 2010, TA Global Berhad acquired the entire issued shares of Quaywest Limited (“QW”), a company incorporated in Mauritius, comprising 100 ordinary shares of USD\$ 1.00 each for cash consideration of USD\$ 100.00. The principal activity of QW is investment holding.
- b) On 1 December 2010, QW acquired the entire issued shares of Merchant Court Pte Ltd (“MC”), a company incorporated in Singapore, comprising 1 ordinary share of S\$ 1.00 each for cash consideration of S\$ 1.00. The principal activity of MC is operating hotel with restaurant.
- c) On 15 December 2010, TA Developments One (Canada) Trust (“TADOCT”) and TA Developments One (Barbados) Trust (“TADOBT”), trusts of which TA Global Berhad (“TAG”) is the 100% ultimate beneficiary had been dissolved. They were previously incorporated in Canada and Barbados respectively.

The distributions of all remaining assets in the trusts were paid on 15 December 2010 to their immediate beneficiary, Parallel Legion Sdn Bhd, a wholly-owned subsidiary of TAG.

As both TADOCT and TADOBT are inactive, their dissolutions will have no material financial and operational effect on TAG.

- d) On 26 January 2011, TA Global Berhad acquired 2 ordinary shares of RM1.00 each representing 100% equity interest in Swiss Liberty Sdn Bhd, for a total cash consideration of RM2.00.

Swiss Liberty Sdn Bhd was incorporated on 29 December 2010 as a private limited company in Malaysia (Company No. 927650-T) pursuant to the Companies Act, 1965. The authorised share capital of Swiss Liberty Sdn Bhd is RM100,000.00 divided into 100,000 ordinary shares of RM1.00 each. The current issued and paid-up capital of Swiss Liberty Sdn Bhd is RM2.00. The principal activity of Swiss Liberty Sdn Bhd is an investment holding.

A12 Changes in Contingent Liabilities or Contingent Assets

There were no material changes in contingent liabilities or contingent assets since the last audited financial statements of the Group.

A13 Commitments

The amount of capital commitments not provided for in the interim financial statements as at 31 January 2011 is as follow:

	RM'000
Approved and contracted for:	
- Computer software	500
- Hotel acquisition	166,578
	<hr/>
	167,078
	<hr/>

B1 Review of Performance of the Company and its Principal Subsidiaries

The Group reported a pre-tax profit of RM50.4million and a consolidated revenue of RM167.7million for the current fourth quarter, compared to pre-tax profit of RM39.8million and consolidated revenue of RM124.5million respectively achieved in the previous year's corresponding period. The Group recorded higher revenue and pre-tax profit in current quarter mainly due to higher contribution from the Stockbroking Division and TA Global Group as compared to the previous year's corresponding period. The contribution from the TA Global Group was higher because the Group had higher number of hotels in operation subsequent to the Group's hotel acquisition exercises.

Analysis of the profit before tax for the current and preceding year's fourth quarter:

	Preceding Year Corresponding Quarter 31 January 2010 RM'000	Current Year Quarter 31 January 2011 RM'000	Current Year To Date 31 January 2011 RM'000
Revenue	124,450	167,741	606,937
Other income			
- Write-back of provision for financial receivables	4	101	749
- Interest income from financial institutions	2,172	2,197	8,075
- Other interest income	924	615	974
- Gain on disposal of investments	3,160	4,844	14,915
- Rental income	814	1,411	4,866
- Share of profit with Beringin Terrace	3,885	315	315
- Gain on disposal of land sold to Beringin Terrace	1,725	-	-
- Bad debt recovered	611	-	-
- Others	3,229	2,162	11,589
	16,524	11,645	41,483
Other expenses			
- Amortisation and depreciation	(12,188)	(15,933)	(65,735)
- Cost of properties sold	(12,187)	(23,491)	(57,028)
- Contract cost	(2,088)	(50)	(53)
- Remisiers', agents' and futures brokers' commissions	(3,800)	(10,936)	(31,246)
- Hotel operational expenses (include hotel personnel cost)	(44,325)	(50,901)	(213,723)
- Personnel and others	(23,969)	(23,127)	(111,040)
- Fair value loss on revaluation of investments	(4,492)	(404)	(1,858)
- Writeback/(Provision) for impairment loss on receivables	6,117	1,808	(4,512)
- Foreign exchange gain/(loss)	3,299	1,645	(2,545)
	(93,633)	(121,389)	(487,740)
Finance costs	(7,433)	(7,598)	(24,579)
Share of results of associated companies, net of tax	(66)	15	1
Profit before tax	39,842	50,414	136,102

Profit in the current financial period to date was contributed by the business segments of stockbroking, hotel operation and property activities of TA Global Group. Stockbroking and TA Global Group's hotel operation were the main contributors to the Group's profit, leading at approximately 40% and 38% respectively of the Group's pre-tax profit.

B2 Material Changes in Pre-tax Profit for the Current Quarter Compared with the Preceding Quarter

The Group registered a pre-tax profit of RM50.4 million in the current fourth quarter as compared with a pre-tax profit of RM36.5 million in the preceding third quarter. The increase in the Group's profit was mainly due to the increase in contribution from stockbroking and TA Global Group's hotel division.

B3 Prospects for the next financial year

The Malaysian stock market had a strong rally before the recent Chinese New Year and the Stockbroking Division has benefited from it. As the local economy has been growing steadily and there is ample liquidity in the financial system, it is expected that FBM KLCI will rise for the coming year. The Stockbroking Division should benefit from such favourable circumstances.

TA Global Group will benefit from the buoyant local property market. Its hotel operations located outside Malaysia have shown improvement in revenue lately.

Nonetheless, the Group is concerned about the uncertainties caused by the political unrest in Northern Africa and Middle East.

Barring unforeseen circumstances, the Group expects to perform satisfactorily for the next financial year.

B4 Variance between Actual Profit and Forecast Profit

Not applicable.

B5 Taxation

a) Taxation for the current financial period is as follows:

	Current quarter RM'000	Year to date RM'000
Estimated tax charge for the period		
Malaysian income tax	6,694	27,310
Foreign tax	5,372	8,182
Deferred tax	(524)	(4,187)
Under-provision in prior year	3,247	1,805
	14,789	33,110

B5 Taxation (Cont'd.)

b) A reconciliation between the statutory and effective tax rate:

	Current quarter RM'000	Year to date RM'000
Profit before taxation	50,414	136,102
Taxation at the statutory income tax rate of 25%	12,604	34,026
Adjustments mainly due to the utilisation of previously unabsorbed tax losses and capital allowances, certain income not subject to tax net of certain expenses not deductible for tax purposes	(1,062)	(2,721)
Under-provision in prior year	3,247	1,805
Tax expense for the financial period	14,789	33,110

B6 Sale of Unquoted Investments and/or Properties

There were no sale of unquoted investments and properties for the financial year-to-date except for the disposal of a leasehold property which resulted in a gain on disposal of RM189,536.

B7 Quoted Securities

a) Details of purchases and disposals of quoted securities held by the Group for the current financial period are as follows:-

	Current quarter RM'000	Year to date RM'000
Total purchases	-	290
Total sales	2,587	14,893
Gain on sale of quoted securities	86	179

b) Total investments in quoted securities held by the Group as at 31 January 2011 are as follows:-

	Local Stockbroking Subsidiary RM'000	Others RM'000	Total RM'000
Quoted securities, at cost	7,545	39,015	46,560
Less : Provision for impairment losses	(3,018)	(20,483)	(23,501)
Add/(less) : Fair value adjustment	(409)	3,758	3,349
Quoted securities, at book value/market value	4,118	22,290	26,408

B8 Corporate Proposals

Status of Corporate Proposals

All corporate proposals announced have been completed at the date of this quarterly report except for the following:-

- a) partially completed Special Bumiputra Issue first implemented in 1997;
- b) On 21 March 2003, TA Securities Holdings Berhad (“TASH”) submitted an application for Universal Broker (“UB”) status to the Securities Commission (“SC”). On 11 August 2003, TASH received approval from the SC subject to the fulfillment of certain conditions imposed on TASH.

An appeal seeking exemption/waiver of the aforesaid conditions was made by TASH and on 18 March 2004, SC varied the earlier conditional approval by retaining all the conditions previously imposed, except the condition that TASH, instead of Datuk Tiah Thee Kian (“Datuk”), would now provide a written declaration to the SC on the effective beneficial shareholding of Datuk in the Company.

Following the 18 March 2004 letter from SC and pursuant to the various appeals made by TASH to the SC on the same subject matter, the SC on 18 October 2004, consented to the following:

- (i) That Datuk and persons connected with him shall assign the voting rights of the shares in excess of 20% of their collective shareholding in the Company (“the excess shares”) to a firm of independent trustees before TASH is given the status of UB; and
 - (ii) That Datuk shall have full discretion to dispose the excess shares in the Company as he deems fit to persons other than himself, his nominees and persons connected with him within two years from the date of TASH being given the UB status.
- c) In the AGM held on 31 July 2009, the shareholders of the Company approved the establishment of a new employees’ share option scheme (“ESOS”) for the granting of option(s) to the eligible employees including Directors of the Company and its subsidiaries who fulfil the eligibility criteria to subscribe for new ordinary share(s) of RM1.00 each in the Company of up to 5% of the issued and paid-up share capital of the Company.

The ESOS is currently pending implementation and no options have been granted to any eligible employees.

B9 Group Borrowings and Debt Securities

Total Group borrowings as at 31 January 2011 were as follows:-

	Secured RM'000
<i>Long Term Borrowings</i>	
Foreign currency loans	711,661
<i>Short Term Borrowings</i>	
Foreign currency loan	24,971
Revolving credit	25,011
Bank overdraft	8,894
	<hr/> <hr/> 770,537
Denomination of secured foreign currency loan: -	
<i>Long Term Loan</i>	
A\$ 46,500,000	141,235
C\$ 33,409,230	102,032
S\$ 196,400,000	468,394
<i>Short Term Borrowings</i>	
C\$ 2,866,370	8,754
S\$ 6,800,000	16,217

The secured foreign currency loan denominated in C\$ of the Group consist of the following:-

(a) A 15-year term loan (C\$34,540,713) which will mature on 1 December 2020. The fixed interest rate of 4.79% per annum on the loan is compounded semi-annually and payable monthly together with principal amount. The term loan is secured against a freehold land and building in Canada and the assignment of rentals and general security agreement over the aforesaid land and building.

(b) Three 5-year term loans (total of C\$ 1,734,887) which will mature on 1 March 2015. The loans are subject to a variable interest rate of prime rate minus 0.1%. The term loans are secured by mortgage and general security agreements in respect of the 3 residential properties in Canada.

The secured foreign currency loan denominated in S\$ of the Group consist of a 5-Year term loan with a scheduled principal repayment S\$1,700,000 at the end of each of the 3 months from 30 November 2009. The interest applicable on the loan is the aggregate of the margin rate of 1.5%p.a and the SWAP rate. The term loan is secured by new first all-monies charge over the ordinary shares of a subsidiary and mortgage over a hotel in Singapore.

The secured foreign currency loan denominated in A\$ of the Group is a 3-year Multi-Option (floating and/or fixed rate) Bill Facility which will mature on 28 February 2012. The loan is secured against a freehold hotel land and building in Australia.

B10 Material Litigation

As at 18 March 2011, there were no changes in material litigation since the last annual reporting date of 31 January 2010.

B11 Dividend

No dividend has been declared as at the date of this announcement.

B12 Disclosure of derivatives

There were no outstanding derivatives as at 18 March 2011.

B13 Disclosure of gains/losses arising from fair value changes of financial liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the current financial quarter.

B14 Disclosure of realised and unrealised profits/(losses)

Bursa Malaysia Securities Berhad (“Bursa Malaysia”) has, on 25 March 2010 and 20 December 2010, issued directives requiring all listed corporations to disclose the breakdown of retained profits or accumulated losses into realised and unrealised in quarterly reports and annual audited financial statements.

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits are as follows:

	Current quarter/ financial year RM'000	As at the end of last financial year RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	689,128	
- Unrealised	(167,818)	
	<hr/>	
	521,310	
Total retained profits from associated companies:		
- Realised	3,275	
- Unrealised	78	
Total share of retained profits/(accumulated losses) from jointly controlled entities:		
- Realised	-	
- Unrealised	-	
Less: Consolidation adjustments	(1,015,275)	
Total group accumulated losses as per consolidated accounts	<hr/>	
	(490,612)	
	<hr/> <hr/>	

*Note: Comparative
figures are not
required in the first
financial year of
complying with the
Realised and
Unrealised
Profits/(Losses)
Disclosure*

B15 Earnings Per Share (EPS) attributable to the equity holders of the parent

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31 January 2011	Preceding year corresponding quarter 31 January 2010	Current year to date 31 January 2011	Preceding year corresponding period 31 January 2010
Basic earnings per share				
Profit for the period (RM'000) - attributable to equity holders	29,138	15,134	78,243	95,026
Weighted average number of ordinary shares in issue ('000)	1,711,910	1,711,910	1,711,910	1,600,099
Basic earnings per share (sen)	<u>1.70</u>	<u>0.88</u>	<u>4.57</u>	<u>5.94</u>

Basic earnings per share was calculated based on the Group's profit attributable to equity holders of the Company divided by the weighted average number of ordinary shares outstanding during the reporting period.

Diluted earnings per share were not computed for the current and preceding year as the Company does not have any dilutive potential ordinary shares in issue as at the end of the reporting period.

BY ORDER OF THE BOARD
Yong Kim Kiong

Kuala Lumpur
25 March 2011