

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2012

	AS AT END OF CURRENT QUARTER 30/4/2012 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31/1/2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,910,738	1,929,715
Investment property	181,070	179,961
Land held for property development	412,428	411,485
Prepaid land lease payments	219	220
Intangible assets	294,193	297,810
Land use rights	7,415	7,510
Associated companies	25,736	26,271
Jointly controlled operations	92,920	87,506
Investment securities	210,036	158,229
Financial receivables	277,855	266,648
Deferred tax assets	6,810	7,413
	<u>3,419,420</u>	<u>3,372,768</u>
Current assets		
Property development costs	33,355	35,078
Properties & land held for resale	39,627	39,627
Inventories	2,441	2,489
Financial receivables	127,704	99,480
Trade receivables	611,073	489,179
Other receivables	104,744	112,978
Investment securities	32,763	37,229
Short term funds	538,716	594,922
	<u>1,490,423</u>	<u>1,410,982</u>
TOTAL ASSETS	<u>4,909,843</u>	<u>4,783,750</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,711,910	1,711,910
Reserves	(98,264)	(113,311)
	<u>1,613,646</u>	<u>1,598,599</u>
Non-controlling interests	1,200,025	1,206,998
TOTAL EQUITY	<u>2,813,671</u>	<u>2,805,597</u>
Non-current liabilities		
Deferred tax liabilities	236,412	236,025
Borrowings	810,434	800,124
	<u>1,046,846</u>	<u>1,036,149</u>
Current liabilities		
Provision for liabilities	2,455	3,665
Borrowings	158,728	119,608
Trade payables	705,556	631,654
Other payables	168,855	175,328
Derivatives	2,387	1,736
Income tax payable	11,345	10,013
	<u>1,049,326</u>	<u>942,004</u>
TOTAL LIABILITIES	<u>2,096,172</u>	<u>1,978,153</u>
TOTAL EQUITY AND LIABILITIES	<u>4,909,843</u>	<u>4,783,750</u>
Net assets value per share (RM)	<u>0.94</u>	<u>0.93</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 January 2012)

TA ENTERPRISE BERHAD (194867-M)
CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2012

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/4/2012	30/4/2011	30/4/2012	30/4/2011
	RM'000	RM'000	RM'000	RM'000
Revenue	176,201	174,719	176,201	174,719
Other income	15,610	10,472	15,610	10,472
Other expenses	(152,730)	(123,576)	(152,730)	(123,576)
Profit from operations	39,081	61,615	39,081	61,615
Finance costs	(7,025)	(6,352)	(7,025)	(6,352)
Share of results of associated companies	(534)	22	(534)	22
Share of results of jointly controlled operations	-	-	-	-
Profit before tax	31,522	55,285	31,522	55,285
Income tax expense	(6,299)	(13,374)	(6,299)	(13,374)
Profit for the period	25,223	41,911	25,223	41,911
Profit attributable to:				
Equity holders of the Company	20,499	33,722	20,499	33,722
Non-controlling interests	4,724	8,189	4,724	8,189
	25,223	41,911	25,223	41,911
Earnings per share attributable to equity holders of the Company				
Basic (sen)	1.20	1.97	1.20	1.97
Fully diluted (sen)	1.20	1.97	1.20	1.97

AS AT END OF CURRENT QUARTER
AS AT PRECEDING FINANCIAL YEAR END

Net assets value per share (RM)

0.94

0.93

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 January 2012)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2012

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/4/2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/4/2011 RM'000	CURRENT YEAR TO DATE 30/4/2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/4/2011 RM'000
Profit for the period	25,223	41,911	25,223	41,911
Other comprehensive income/(loss):				
Foreign currency translation differences for foreign operation	(24,654)	48,461	(24,654)	48,461
Net gain/(loss) on fair value changes on available-for-sale financial assets	313	(912)	313	(912)
Income tax relating to components of other comprehensive income	219	29	219	29
Other comprehensive income/(loss) for the period, net of tax	(24,122)	47,578	(24,122)	47,578
Total comprehensive income/(loss) for the period	1,101	89,489	1,101	89,489
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	8,074	67,450	8,074	67,450
Non-controlling interests	(6,973)	22,039	(6,973)	22,039
	1,101	89,489	1,101	89,489

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 January 2012)

TA ENTERPRISE BERHAD (194867-M)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2012**

	Attributable to equity holders of the Company						Distributable		Total Equity RM'000		
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	General reserve RM'000	Available-for-sale reserve RM'000	Exchange translation reserve RM'000	Exchange difference recognised in equity RM'000	Retained profits/ (accumulated losses) RM'000		Total RM'000	Non-controlling interests RM'000
At 1 February 2011	1,711,910	63,208	10,267	-	2,086	171,818	27,832	(490,744)	1,496,377	1,176,974	2,673,351
Total comprehensive income/(loss) for the period	-	-	-	-	(874)	43,201	(8,599)	33,722	67,450	22,039	89,489
At 30 April 2011	1,711,910	63,208	10,267	-	1,212	215,019	19,233	(457,022)	1,563,827	1,199,013	2,762,840
At 1 February 2012	1,711,910	63,208	10,267	-	320	206,457	23,529	(417,092)	1,598,599	1,206,998	2,805,597
Total comprehensive income/(loss) for the period	-	-	-	-	640	(19,336)	13,244	20,499	15,047	(6,973)	8,074
At 30 April 2012	1,711,910	63,208	10,267	-	960	187,121	36,773	(396,593)	1,613,646	1,200,025	2,813,671

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2012)

TA ENTERPRISE BERHAD (194867-M)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2012**

	3 months ended	
	30/4/2012 RM'000	30/4/2011 RM'000
Operating Activities		
Profit before tax	31,522	55,285
Adjustments for:		
Non-cash items	16,478	24,462
Non-operating items	(4,845)	4,003
Operating profit before changes in working capital	43,155	83,750
Net change in assets	(97,314)	3,494
Net change in liabilities	66,219	36,419
Cash generated from operations	12,060	123,663
Interest (paid)/received	(67)	(715)
Taxes (paid)/refunded	1,677	(8,455)
Net cash generated from operating activities	13,670	114,493
Investing Activities		
Interest received	6,765	3,043
Acquisition of subsidiary	-	(118,949)
Dividend received	49	16
Investment in jointly controlled operations	(3,914)	(7,040)
Development cost on land held for development	(943)	(6,750)
Purchase of property, plant and equipment	(1,404)	(1,661)
Deposit paid for acquisition of subsidiary	(27,234)	-
Net (Purchase)/Disposal of investment securities	(39,640)	(7,729)
Other receipts/(payments)	157	(2)
Net cash used in investing activities	(66,163)	(139,072)
Financing Activities		
Interest paid	(7,025)	(6,353)
Net drawdown of borrowings	44,045	121,770
(Increase)/decrease in pledged deposits for financing facilities	37	729
Net cash generated from financing activities	37,058	116,146
Net (decrease)/increase in Cash & Cash Equivalents during the period	(15,435)	91,567
Cash & Cash Equivalents at beginning of year		
As previously reported	236,544	257,338
Effects of exchange rate changes	(643)	1,825
As restated	235,901	259,163
Cash & Cash Equivalents at end of current period which exclude monies held in trust, Housing Developer Accounts and fixed deposits pledged to financial institutions	220,466	350,730

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 January 2012)

TA ENTERPRISE BERHAD (194867-M)

Quarterly Report for the Period Ended 30 April 2012

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 2012.

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 2012, 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 124	Related Party Disclosures (Revised)	1 January 2012
Amendments to FRS 1	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters	1 January 2012
Amendments to FRS 7	Transfer of Financial Assets	1 January 2012
Amendments to FRS 112	Deferred Tax: Recovery of Underlying Assets	1 January 2012
Amendments to IC Interpretation 14	Prepayments of a Minimum Funding Requirement	1 July 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011

The adoption of the above revised standards, amendments/improvements to existing standards and IC Interpretations did not have any significant impact on the financial statements of the Group in the period of initial application.

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2013.

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements

A2 Changes in Accounting Policies (cont'd)

using the MFRS Framework in its first MFRS financial statements for the year ending 31 January 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group considers that it is achieving its scheduled milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 January 2014.

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 reporting 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 year 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	31,782	1,125	12,606	13,283	14,002	103,403	-	176,201
Inter-segment sales	-	24,720	1,379	7,343	-	-	(33,442)	-
Total revenue	<u>31,782</u>	<u>25,845</u>	<u>13,985</u>	<u>20,626</u>	<u>14,002</u>	<u>103,403</u>	<u>(33,442)</u>	<u>176,201</u>
Other income	8,149	1,582	2,541	557	1,198	1,583	-	15,610
Results								
Net segment results	11,957	152	7,669	4,527	2,655	22,448	-	49,408
Foreign exchange (losses)/gains	25	(4,525)	1,187	(3,316)	-	452	-	(6,177)
Unallocated costs								<u>(4,150)</u>
Profit from operations								39,081
Finance costs	(103)	(2,305)	(1,165)	(2,405)	-	(1,047)	-	(7,025)
Share of results of associated companies	-	-	-	(534)	-	-	-	<u>(534)</u>
Profit before tax								31,522
Income tax expense								<u>(6,299)</u>
Profit for the year								<u>25,223</u>
Attributable to:								
Equity holders of the Company								20,499
Non-controlling interests								<u>4,724</u>
								<u>25,223</u>

A10 Subsequent Events

There were no material events subsequent to the end of the current quarter except for the following:-

Acquisition of Kingdom 5-KR-194, Ltd. and Kingdom 5-KR-195, Ltd..

On 31 May 2012, Crystal Caliber Sdn Bhd, a subsidiary of the Group completed the acquisition of the hotel and business of Movenpick Karon Beach Resort in Phuket, Thailand via the purchase of the entire issued share capital of Kingdom 5-KR-194, Ltd. and Kingdom 5-KR-195, Ltd., for a total cash consideration of USD90,775,364, approximately RM288,302,556 equivalent.

The assets and liabilities arising from the acquisition (based on information made available to us*) were as follows:

	Fair value recognised on acquisition RM'000	Acquiree's carrying amount * RM'000
Property, plant and equipment	348,423	257,007
Deferred lease registration fee	294	216
Properties held for sale	1,056	1,056
Inventories	1,754	1,754
Trade and other receivables	7,256	7,256
Cash and bank balances	18,438	18,438
	<u>377,221</u>	<u>285,727</u>
Trade and other payables	47,282	47,282
Deferred tax liabilities	49,972	31,673
Deferred land lease revenue	9,962	9,962
	<u>107,216</u>	<u>88,917</u>
Fair value of net assets/Group's share of net assets	270,005	
Purchase goodwill	18,298	
Total cost of acquisition	<u>288,303</u>	

The effect of the acquisition on cash flows was as follows:

	RM'000
Purchase consideration satisfied by cash	288,303
Cash and cash equivalents of subsidiaries acquired	<u>(18,438)</u>
Net cash outflow for the Group	<u>269,865</u>

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

Acquisition of a subsidiary

On 3 February 2012, the Company announced that its wholly-owned subsidiary, TA Gemilang Trading Sdn Bhd had acquired 2 ordinary shares representing 100% equity interest in Crystal Caliber Sdn. Bhd., for a total cash consideration of RM2.00.

On 20 April 2012, TA Gemilang Sdn Bhd disposed its 2 ordinary shares representing 100% equity interest in Crystal Caliber Sdn Bhd to TA Global Bhd for a cash consideration of RM2.00.

Crystal Caliber was incorporated on 20 September 2011 as a private limited company in Malaysia pursuant to the Companies Act, 1965. The issued and paid-up capital of Crystal Caliber is RM2.00 divided into 2 shares of RM1.00 each. Crystal Caliber is an investment holding company.

As Crystal Caliber is inactive, it does not have material financial and operational effect on the Group.

A12 Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities since the last annual reporting date. The Group does not have any contingent assets.

A13 Commitments

The amount of capital commitments not provided for in the interim financial statements as at 30 April 2012 is as follow:

	<u>RM'000</u>
Approved and contracted for:-	
- Renovation	1,377
- Hotel property and business	247,752
- Jointly controlled operations	77,073
	<u>326,202</u>
Approved but not contracted for:-	
- Renovation	26,086
	<u>352,288</u>

Notes (in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad)

B1 Performance Analysis of the Group's Operating Segments

The Group reported a pre-tax profit of RM31.5million and a consolidated revenue of RM176.2million for the current first quarter, compared to pre-tax profit of RM55.3million and consolidated revenue of RM174.7million respectively achieved in the previous year's corresponding period. While TA Global Group registered increase in revenue mainly from hotel operations and credit and lending, all segments of the Group recorded a decline in pre-tax profits as compared with previous year's corresponding quarter.

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

	Current Year Quarter 30 April 2012 RM'000	Preceding Year Corresponding Quarter 30 April 2011 RM'000
Revenue	176,201	174,719
Other income		
- Interest income from overdue financial receivables	13	13
- Interest income from financial institutions	2,092	2,226
- Interest income from a joint venture in which the Group has 65% interest	618	318
- Interest income from investment securities	3,852	-
- Other interest income	123	102
- Gain on disposal of investments	5,126	3,889
- Rental income	1,235	1,165
- Others	2,551	2,759
	15,610	10,472
Other expenses		
- Amortisation and depreciation	(17,692)	(15,881)
- Cost of properties and building materials sold	(11,721)	(8,708)
- Remisiers', agents' and futures brokers' commissions	(8,468)	(8,815)
- Hotel operational expenses (include hotel personnel cost)	(69,821)	(65,363)
- Personnel and others	(31,520)	(31,807)
- Fair value gain/(loss) on revaluation of investments	578	(146)
- Fair value loss on derivatives	(621)	-
- Allowance for impairment loss on receivables	(7,288)	(818)
- Foreign exchange (loss)/gain	(6,177)	7,962
	(152,730)	(123,576)
Finance costs	(7,025)	(6,352)
Share of results of associated companies	(534)	22
Profit before tax	31,522	55,285

B1 Performance Analysis of the Group's Operating Segments (cont'd)

Broking and financial services

Pre-tax profit of the broking division slipped 24% to RM11.9million as compared to the corresponding period in FYE2012. Prolonged uncertainties and soft market sentiment led to lower trading turnover, resulting in a decrease in brokerage income. The broking division continued to be the second largest profit contributor to the Group.

Investment holding

Investment holding reported a pre-tax loss of RM6.7million in the current first quarter, owing to the increase in net foreign exchange translation losses predominantly resulted from the strengthening of the Singapore Dollar against the Malaysian Ringgit.

Credit and lending

Pre-tax profit of the credit and lending division fell 17% to RM7.7million. Revenue grew by 24%, driven by interest generated from financial receivables and investment in quoted bonds. The decline in profit was due to the higher impairment allowance on financial receivables and higher finance cost.

Property investment

Property investment division experienced a pre-tax loss of RM1.2million in the current first quarter, compared to last year's corresponding quarter of RM2.7million. The loss arose from foreign exchange translation losses and increase in finance cost.

Property development

Pre-tax profit of the property development division had decreased from RM3.8million to RM2.5million in the current first quarter against last year's corresponding quarter. The decrease in pre-tax profit is mainly due to the newly launched projects which are in the initial stage of development.

Hotel operations

Hotel operations remained as the top profit contributor with its pre-tax profit of RM21.9million, representing 60% 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 RM31.5million in the current first quarter as compared to RM28.1million in the preceding year's fourth quarter. Although revenue from property development dropped by approximately RM16.4million, and net foreign exchange translation losses as opposed to a net gain in the preceding quarter, the Group's results in the current first quarter was cushioned by lower impairment allowance on financial receivables.

B3 Prospects for the current financial year

The global economic growth remained slow since the start of the year and the ongoing Eurozone crisis may further deteriorate the global economic outlook for the year 2012. Despite the volatile external environment, domestically, the Malaysian economy has trended positively.

- *Broking and financial services*

In view of the softening economic growth outlook in the US and China together with the uncertainties in Europe, the capital market is expected to be volatile and competitive. With the higher operating costs and thin brokerage rates due to stiff competition, the division will continue to strive to improve our competitiveness.

- *Credit and Lending*

The Group's local credit and lending division will continue to gain business opportunities from the Initial Public Offers market this year. We expect the short term corporate lending to continue growing at its current moderate level in the coming quarters.

- *Property Investment*

The investment properties located in Malaysia, Canada and China will continue to provide a stable income to the Group.

- *Property development*

Due to the slowdown in the local property market, the Group expects a lower contribution from the property development division for this financial year.

- *Hotel Operations*

The hospitality division has contributed significantly to the Group's profits and we expect higher contributions from the expansion of hotel business in the Asian Region.

Barring any additional global economic developments, the Group is expected to perform satisfactorily for the year 2012.

B4 Variance between Actual Profit and Forecast Profit

Not applicable.

B5 Taxation

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

	Current quarter/ Year to date RM'000
Estimated tax charge for the period:	
- Malaysian income tax	4,860
- Foreign tax	451
Deferred tax	988
	<u>6,299</u>

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

	Current quarter/ Year to date RM'000
Profit before taxation	<u>28,035</u>
Taxation at the statutory income tax rate of 25%	7,009
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 purpose	<u>(710)</u>
Tax expense for the financial period	<u>6,299</u>

B6 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.

B7 Group Borrowings and Debt Securities

Total Group borrowings as at 30 April 2012 were as follows:-

	Secured RM'000	Unsecured RM'000
<i>Long term borrowings</i>		
Foreign currency loans	810,433	-
<i>Short term borrowings</i>		
Foreign currency loans	157,873	-
Bank overdraft	-	856
	968,306	856

Denomination of secured foreign currency loans:-

<i>Long-term borrowings</i>		
C\$	67,315,150	207,526
S\$	187,900,000	460,317
A\$	3,743,768	11,832
US\$	31,800,000	96,227
RMB	72,000,000	34,531
		810,433
<i>Short-term borrowings</i>		
C\$	4,335,478	13,366
S\$	6,800,000	16,659
A\$	21,348,526	67,472
US\$	16,782,621	50,784
RMB	20,000,000	9,592
		157,873

The secured foreign currency loans of the Group consist of the following:-

Loans denominated in C\$

- (a) A 15-year term loan totalling C\$31,026,108 which will mature on 1 December 2020.
- (b) A 20-year term loan totalling C\$38,919,446 which will mature on 1 June 2031.

The above term loans (a) & (b) are secured against a freehold land and building in Canada and the assignment of rentals and general security agreement over the aforesaid land and building.

- (c) Three 5-year term loans totalling C\$ 1,705,073 which will mature on 1 March 2015. The loans are secured by mortgage and general security agreements in respect of the 3 residential properties in Canada.

The above loans bear interest rates ranging from 2.9% to 4.79% per annum.

B7 Group Borrowings and Debt Securities (cont'd)

Loan denominated in S\$

A 5-year term loan totalling S\$194,700,000 which is scheduled for principal repayment of S\$1,700,000 at the end of each of the 3 months from 30 November 2009. The term loan will mature on 30 November 2014, bears floating interest rate ranging from 1.6% to 1.9%, and is secured by new first all-monies charge over the ordinary shares of a subsidiary and mortgage over a hotel in Singapore.

Loans denominated in A\$

- (a) A 3-year floating rate bill facility amounting to A\$3,743,768 which will mature on 28 February 2015. The loan is secured against a freehold hotel land and building in Australia.
- (b) Short-term loans amounting to A\$21,348,526 which are on rollover basis. The loans are secured against certain unquoted investment securities.

The above loans bear interest rates ranging from 4.7% to 6.0% per annum.

Loans denominated in US\$

- (a) 3-year loan totalling US\$31,800,000 which will mature on April 2014 is secured against a freehold hotel land and building in Australia.
- (b) Short-term loans amounting to US\$16,782,621 which are on rollover basis are secured against certain unquoted investment securities.

The above loans bear interest rates ranging from 0.7% to 2.1% per annum.

Loans denominated in RMB

Five term loans totalling RMB92,000,000 with maturities ranging from 20 December 2012 to 24 April 2016 with variable interest rate ranging from 5.6% to 6.5% are secured against a hotel building and land use rights in China.

B8 Material Litigation

As at 21 June 2012, there were no changes in material litigation since the last annual reporting date of 31 January 2012.

B9 Dividend

On 30 May 2012, based on the recommendation of the Board of Directors, a final dividend of 2% less 25% taxation (1.5 sen net per ordinary share) in respect of the financial year ended 31 January 2012 was declared. The final dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.

No further dividend is declared as at the date of this announcement other than as stated above.

B10 Disclosure of derivatives

The Group entered into bonus protection foreign currency forward to minimise its exposure to foreign currency risks as a result of specific transactions denominated in currency other than its functional currency. These transactions arose from normal business activities. Foreign currency forwards are entered into in accordance with the Group's risk management policies and are executed with credit-worthy financial institutions.

Bonus protection foreign currency forward is an agreement to buy or sell currencies at a future date for the specified series of FX contracts and enables partial protection of the total notional amount. This contract requires physical delivery and contains embedded foreign exchange derivatives which are sensitive to the change of market factors.

Types of derivatives/Maturity	Contract/Notional value	Fair value
Bonus protection foreign currency forward -Less than 1 year	RM90,780,000	(RM2,386,598)

These contracts are stated at fair values, using valuation technique with market observable inputs. Derivatives with positive market values are included under current assets and derivatives with negative market values are included under current liabilities. Any changes in fair values during the period are directly taken into the income statement.

B11 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.

B12 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 RM'000	As at the end of last financial year RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
-Realised	808,115	777,251
-Unrealised	(159,260)	(152,690)
	<u>648,855</u>	<u>624,561</u>
Total share of retained profits of associated companies:		
-Realised	3,388	3,922
-Unrealised	78	78
	<u>3,466</u>	<u>4,000</u>
Total share of accumulated losses from jointly controlled operations		
-Realised	(1,648)	(1,648)
	<u>650,673</u>	<u>626,913</u>
Less: Consolidation adjustments	<u>(1,047,266)</u>	<u>(1,044,005)</u>
Total (accumulated losses)/retained profits as per Statement of Financial Position	<u>(396,593)</u>	<u>(417,092)</u>

B13 Earnings Per Share (EPS) attributable to equity holders of the Company

	INDIVIDUAL/CUMULATIVE QUARTER	
	Current quarter/ Year to date 30 April 2012	Preceding quarter/ Year corresponding period 30 April 2011
Basic earnings per share		
Profit for the period (RM'000) - attributable to equity holders of the Company	20,499	33,722
Weighted average number of ordinary shares in issue ('000)	1,711,910	1,711,910
Basic earnings per share (sen)	<u>1.20</u>	<u>1.97</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 period 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
Chuah Wen Pin

Kuala Lumpur
28 June 2012