

MEDA INC. BERHAD (507785 – P)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

	As at 31/12/2013	Audited as at 31/12/2012 (Restated)
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	42,447	44,264
Investment properties	115,904	115,334
Land held for property development	41,934	43,872
Goodwill on consolidation	5,977	5,977
	206,262	209,447
CURRENT ASSETS		
Property development costs	93,644	79,830
Inventories	9,905	9,050
Trade receivables	55,420	42,019
Other receivables, deposits and prepayments	19,631	21,443
Tax recoverable	(49)	1
Deposits placed with licensed banks	128	126
Cash and bank balances	4,881	7,138
	183,560	159,607
TOTAL ASSETS	389,822	369,054
EQUITY AND LIABILITIES		
Share capital	237,695	228,425
Share premium	11,115	8,020
Treasury shares	(3,417)	(1,964)
Warrants reserve	9,007	11,993
Revaluation reserve	6,064	6,117
Accumulated losses	(31,443)	(42,347)
Equity attributable to equity holders of the Company	229,021	210,244
Non-controlling interests	2,266	3,688
TOTAL EQUITY	231,287	213,932
NON-CURRENT LIABILITIES		
Borrowings (interest bearing)	16,152	11,892
Deferred tax liabilities	14,134	13,903
	30,286	25,795
CURRENT LIABILITIES		
Trade payables	67,261	49,548
Other payables, accruals and deposits	34,857	30,607
Borrowings (interest bearing)	16,125	27,715
Tax payables	10,006	21,457
	128,249	129,327
TOTAL LIABILITIES	158,535	155,122
TOTAL EQUITY AND LIABILITIES	389,822	369,054
NET ASSETS PER SHARE (RM)	0.49	0.47

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

MEDA INC. BERHAD (507785 – P)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31/12/2013	31/12/2012 (Restated)	31/12/2013	31/12/2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Revenue	40,580	61,729	180,466	170,648
Cost of sales	(23,329)	(38,268)	(113,401)	(107,820)
Gross profit	17,251	23,461	67,065	62,828
Other income	215	17,117	510	18,757
Selling and distribution expenses	(601)	(984)	(4,279)	(7,534)
Administrative expenses	(13,647)	(15,575)	(37,407)	(35,931)
Operating profit	3,218	24,019	25,889	38,120
Finance cost	(406)	(630)	(2,157)	(2,820)
Profit before taxation	2,812	23,389	23,732	35,300
Taxation	112	(4,385)	(4,923)	(7,457)
Net profit for the period	2,924	19,004	18,809	27,843
Net profit / (loss) attributable to :				
Equity holders of the Company	4,223	19,056	20,231	28,019
Non-controlling interests	(1,299)	(52)	(1,422)	(176)
	2,924	19,004	18,809	27,843
Earnings per share ("EPS") attributable to equity holders of the Company (Sen):				
Basic EPS	0.93	4.27	4.40	6.18
Diluted EPS	0.93	4.26	4.01	5.74
Net profit for the financial period	2,924	19,004	18,809	27,843
Other comprehensive income				
Amortisation of revaluation reserve	13	(34)	53	53
Total comprehensive income for the period	2,937	18,970	18,862	27,896
Total comprehensive income / (loss) for the period attributable to :				
Equity holders of the Company	4,236	19,022	20,284	28,072
Non-controlling interests	(1,299)	(52)	(1,422)	(176)
	2,937	18,970	18,862	27,896

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

MEDA INC. BERHAD (507785 – P)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

← Attributable to equity holders of the Company →

	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Accumulated Losses RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 January 2012									
- as previously stated	223,470	6,325	13,688	(366)	6,170	(82,394)	166,893	-	166,893
- effect of change in accounting policies	-	-	-	-	-	11,975	11,975	3,864	15,839
At 1 January 2012, as restated	223,470	6,325	13,688	(366)	6,170	(70,419)	178,868	3,864	182,732
Exercise of Warrants	4,955	1,695	(1,695)	-	-	-	4,955	-	4,955
Arising from shares buy-back	-	-	-	(1,598)	-	-	(1,598)	-	(1,598)
Amortisation of revaluation reserve	-	-	-	-	(53)	-	(53)	-	(53)
Total comprehensive income for the period	-	-	-	-	-	28,072	28,072	(176)	27,896
At 31 December 2012	228,425	8,020	11,993	(1,964)	6,117	(42,347)	210,244	3,688	213,932
At 1 January 2013									
- as previously stated	228,425	8,020	11,993	(1,964)	6,117	(54,322)	198,269	-	198,269
- effect of change in accounting policies	-	-	-	-	-	11,975	11,975	3,688	15,663
At 1 January 2013, as restated	228,425	8,020	11,993	(1,964)	6,117	(42,347)	210,244	3,688	213,932
Exercise of Warrants	9,270	3,095	(2,986)	-	-	-	9,379	-	9,379
Arising from shares buy-back	-	-	-	(1,453)	-	-	(1,453)	-	(1,453)
Amortisation of revaluation reserve	-	-	-	-	(53)	-	(53)	-	(53)
Total comprehensive income for the period	-	-	-	-	-	20,284	20,284	(1,422)	18,862
Dividends paid	-	-	-	-	-	(9,380)	(9,380)	-	(9,380)
At 31 December 2013	237,695	11,115	9,007	(3,417)	6,064	(31,443)	229,021	2,266	231,287

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

MEDA INC. BERHAD (507785 – P)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

	12 months ended	
	31 December	
	2013	2012
		(Restated)
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES :		
Profit before taxation	23,732	35,300
Adjustments for :		
Allowance for impairment :		
- trade receivables and other receivables	1,835	5,391
Reversal of development right	1,939	-
Depreciation	1,857	1,465
Write-off of :		
- receivables	8	212
(Gain)/loss on disposal of :		
- property, plant and equipment	(76)	(1,058)
- investment properties	-	(133)
Impairment loss of :		
- property, plant and equipment	1,970	-
- inventories	1,622	-
Interest expense	2,157	2,820
Interest income	(214)	(63)
Waiver of amount due to contractors	-	(2)
Reversal of allowance no longer required :		
- receivables	-	(24)
- land held for development	-	(9,101)
- property development costs	-	(6,228)
- foreseeable losses	(3,361)	(816)
Operating cash flows before working capital changes	31,469	27,763
Changes in working capital :		
Property development costs	(10,453)	(3,479)
Balances with customers for contract works	-	3
Receivables	(13,098)	(2,326)
Inventories	(2,476)	(204)
Payables	21,965	12,405
	27,407	34,162
Interest paid	(84)	(49)
Interest received	214	63
Tax refund	-	114
Tax paid	(16,068)	(6,303)
Net Operating Cash Flows	11,469	27,987

MEDA INC. BERHAD (507785 – P)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013 (Continued)

	12 months ended	
	31 December	
	2013	2012
		(Restated)
	RM'ooo	RM'ooo
CASH FLOWS FROM INVESTING ACTIVITIES :		
Purchase of property, plant and equipment	(1,379)	(1,417)
Addition in investment properties	(570)	(4,931)
Proceeds from disposal of :		
- property, plant and equipment	-	1,353
Withdrawal of deposit held as security	1,831	(725)
Net Investing Cash Flows	<u>(118)</u>	<u>(5,720)</u>
CASH FLOWS FROM FINANCING ACTIVITIES :		
Repayment to :		
- bank loans	(15,405)	(31,530)
- hire purchase	(320)	(169)
Loan drawdown	7,585	8,704
Proceeds from issuance of shares via exercise of warrants	9,270	4,955
Purchase of treasury shares	(1,453)	(1,598)
Dividends paid	(9,380)	-
Interest paid	(2,073)	(2,771)
Net Financing Cash Flows	<u>(11,776)</u>	<u>(22,409)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(425)	(142)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	(11,116)	(10,974)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	<u>(11,541)</u>	<u>(11,116)</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS :		
Cash and bank balances	4,881	7,138
Deposits placed with licensed banks	128	126
Bank overdrafts - secured	(14,447)	(14,447)
	<u>(9,438)</u>	<u>(7,183)</u>
Less: Deposits held as security value	(128)	(126)
Less: Housing Development Accounts held as security value	(1,975)	(3,807)
	<u>(11,541)</u>	<u>(11,116)</u>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012.

1. Basis of Preparation

The interim financial report has been prepared in accordance with Financial Reporting Standard 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2012.

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 December 2012 except for the adoption of the following new/revised FRS and Amendments to FRS:-

(Effective for annual periods beginning on or after 1 January 2013)

- | | |
|------------------------|--|
| • FRS 10 | Consolidated Financial Statements |
| • FRS 12 | Disclosures of Interests in Other Entities |
| • FRS 13 | Fair Value Measurement |
| • Revised FRS 119 | Employee Benefits |
| • Revised FRS 127 | Separate Financial Statements |
| • Revised FRS 128 | Investments in Associates and Joint Ventures |
| • Amendment to FRS 1 | First-time Adoption of Financial Reporting Standards |
| • Amendments to FRS 7 | Financial Instruments: Disclosures |
| • Amendment to FRS 10 | Consolidated Financial Statements |
| • Amendment to FRS 12 | Disclosures of Interests in Other Entities |
| • Amendment to FRS 101 | Presentation of Items of Other Comprehensive Income |
| • Amendment to FRS 116 | Property, Plant and Equipment |
| • Amendment to FRS 132 | Financial Instruments: Presentation |
| • Amendment to FRS 134 | Interim Financial Reporting |

The adoption of the above revised FRS and Amendment to FRS did not have any material impact on the financial statements of the Group except for the adoption of FRS 10. The principal changes in accounting policies and effects resulting from the adoption of FRS 10 are discussed in Part A Note 13 Changes in Accounting Policies.

2. Seasonal or Cyclical Factors

The business operations of the Group during the financial period under review have not been materially affected by any significant seasonal or cyclical factors.

3. Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items materially affecting the assets, liabilities, equity, net income or cash flow of the Group during the interim financial period.

4. Material Changes In Estimates

There were no material changes in estimates that have had any material effect results of the financial period under review.

5. Changes in Debt and Equity Securities

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review ended 31 December 2013, except for the following:

a) Share capital

838,150 ordinary shares of RM0.50 each were issued pursuant to conversion of 727,500 Warrants 2011/2021 of RM0.50 nominal value each and 110,650 Warrants 2012/2022 of RM0.60 nominal value each for the quarter ended 31 December 2013.

As at 31 December 2013, a total of 28.449 million ordinary shares of RM0.50 each were issued pursuant to conversion of 27.360 million Warrants 2011/2021 of RM0.50 nominal value each and 1.089 million Warrants 2012/2022 of RM0.60 nominal value each.

b) Treasury shares

The Company had purchased a total of 42,000 of its own shares at an average price of RM0.73 per share totalling RM30,505.02 for the quarter ended 31 December 2013. All the purchased transactions were financed by internally generated funds.

As at 31 December 2013, a total of 5,072 million of shares purchased back were held as treasury shares with a total cost of RM3.416 million. None of the treasury shares held were resold or cancelled during the quarter under review and up to the date of this report.

6. Dividends Paid

The first interim dividend of 2 sen per ordinary share, totaling RM9, 379, 887.84 in respect of current financial year ended 31 December 2013 were paid on 27 August 2013.

7. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward, without amendment from the financial statements as at 31 December 2012.

8. Segment Reporting

Segmental information for the interim financial period is presented in respect of the Group's business segment.

	12 months ended 31 December			
	2013		2012	
	Revenue	Profit/(Loss) Before Tax	Revenue	Profit/(Loss) Before Tax (Restated)
	RM'000	RM'000	RM'000	RM'000
Property development	144,053	35,862	135,844	28,899
Property investment	2,978	(28)	2,151	1,018
Hotel operations	32,469	518	30,596	341
Others	966	(886)	2,057	961
	180,466	35,466	170,648	31,219
Unallocated corporate expenses		(4,219)		(4,228)
Gain on disposal of investment properties		-		133
Gain on disposal of property, plant and equipment		76		1,058
Reversal of impairment on land held for property development		-		9,101
Reversal of impairment on property development cost		-		6,228
Impairment of assets		(3,591)		-
Allowance for impairment of receivables		(1,835)		(5,391)
Write-off of receivables		(8)		-
Finance costs		(2,157)		(2,820)
	180,466	23,732	170,648	35,300

9. Material Events Subsequent to Reporting Date

There were no material events subsequent to the end of the current reporting quarter other than as disclosed under Note 10 of Part B to this current reporting quarter under the heading of Changes in Material Litigation.

10. Changes in the Composition of the Group

On 6 March 2013, the Company announced to Bursa Malaysia that the Company had acquired the entire issued and paid-up share capital of Purple Heights Sdn. Bhd. (“PHSB”) comprising 2 ordinary shares of RM1.00 each fully paid at par. PHSB was incorporated on 15 February 2013 and its intended principal activity is property investment.

11. Changes in Contingent Liabilities and Contingent Assets

The contingent liability has reduced mainly due to repayment of the loan, since the last annual balance sheet date as at 31 December 2012 as follows:

<u>Contingent Liability</u>	As at 31/12/2013 RM ‘000	As at 31/12/2012 RM ‘000
Guarantees given to financial institutions for credit facilities granted to an associate	1,792	1,945

12. Capital Commitments

	As at 31/12/2013 RM'000
Commitments to purchase development land - Contracted	73,696

13. Changes in Accounting Policies

The adoption of FRS10 gives rise to significant changes in accounting policies of the Group. Prior to adoption of FRS10, the Investment in Associate is accounted for in the consolidated financial statements using the equity method of accounting. The Associate, which Meda Inc. Berhad has 40% control through one of its wholly owned subsidiaries, meets the principle of control defined in FRS10.

The change in accounting policy has been accounted for retrospectively and has resulted in a reversal of impairment of amount due from Associate to the opening accumulated losses and a split of the Associate’s retained profits between the Group and non-controlling interest.

Upon adoption of FRS10, the Investment in Associate is accounted for in the consolidated financial statements using the consolidation method. All intra-group transactions, balances and unrealised gains on transactions are eliminated on consolidation.

1. Review of Performance

The Group's revenue for the current quarter at RM40.5 million is 34% lower than the corresponding quarter preceding year and the cost of sales is 39% lower mainly due to the construction works for The Arc@Cyberjaya project is reaching near completion in the current quarter, which resulted to lower revenue and cost of sales to be recognised.

The Group's profit before tax for the current quarter at RM2.8 million is 88% lower than the corresponding quarter preceding year.

Overall the Group's profit before tax for the current year to date at RM23.7 million is 33% lower than the preceding year of RM35.3 million. The lower profit before tax for the current year compared to preceding year is mainly due to the reversal of impairment on the land held for property development of RM15.3 million in the prior year.

2. Material Changes in Profit Before Taxation for the Current Quarter as compared with the Immediate Preceding Quarter

The Group recorded a profit before tax of RM2.8 million in the current quarter, compared to RM7.0 million in the immediate preceding quarter. Net profit for the current quarter is lower by RM2.4 million as compared to the immediate preceding quarter. The lower net profit for the current quarter is mainly due to provision for the allowance for impairment of receivable and asset, totalled RM5.4 million for the current quarter.

3. Prospects

In the year of 2014, the Group will continue to focus its efforts to deliver more affordable and quality properties to the domestic property market. The Group also will explore more opportunities in expanding its property development segment, which will generate long term and sustainable earnings to the Group.

4. Profit Forecast

Not applicable as no profit forecast was published.

5. Operating Profit

	Cumulative Quarter 12 months ended 31 December	
	2013	2012
	RM'000	RM'000
Interest income	214	63
Interest expense	(2,157)	(2,820)
Depreciation	(1,857)	(1,465)
Reversal of development right	(1,939)	-
Gain/(loss) on disposal of :		
- properties	-	133
- property, plant and equipment	76	1,058
Allowance for impairment of receivables :		
- other receivables	(375)	(5,391)
- trade receivables	(1,460)	-
Impairment of assets :		
- property, plant and equipment	(1,970)	-
- inventories	(1,622)	-
Waiver of debt	-	2
Write-off of :		
- receivables	(8)	(212)
Reversal of allowance no longer required :		
- receivables	-	24
- land held for development	-	9,101
- property development costs	-	6,228
- foreseeable losses	3,361	816

6. Taxation

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
	RM '000	RM '000	RM '000	RM '000
Current quarter/period:				
- Income tax	1,411	4,537	3,912	7,372
- Deferred tax	732	(596)	231	(359)
	2,143	3,941	4,143	7,013
Under/(Over) accrual of tax in prior year:				
- Income tax	(2,255)	418	780	418
- Deferred tax	-	26	-	26
	(2,255)	444	780	444
	(112)	4,385	4,923	7,457

6. Taxation (Cont'd)

The effective tax rate for the financial year-to-date is lower than the statutory tax rate mainly due to utilisation of previously unrecognised tax losses and capital allowances by certain subsidiaries.

Included in the other payables, accruals and deposits of the attached Condensed Consolidated Statements of Financial Position is an amount of RM4.03 million representing the outstanding tax penalties. As of the date of submission of this report, negotiation for a settlement plan on the reduction of tax penalties with the tax authority is still ongoing.

7. Status of Corporate Proposal

As announced on 15 July 2013, Purple Heights Sdn Bhd (“PHSB”) a wholly owned subsidiary company of Meda Inc. Berhad had entered into a conditional sale and purchase agreement (“SPA”) with Signature Cabinet Sdn Bhd (“SCSB”) for a proposed acquisition of two pieces of land located in Pekan Baru Sungai Buloh, District of Petaling State of Selangor measuring 13,506 square meters and 16,222 square meters for an aggregate consideration of RM75, 200,000.

In the current quarter, PHSB and SCSB have signed the SPA on 15 July 2013 and the earnest deposit amounted to RM1.504 million has been paid. The State Authority have consented to the transfer of the property from SCSB to PHSB vide their letter dated 4 September 2013. The land acquisition received approval from its shareholders through a special resolution passed in an Extraordinary General Meeting held on 2 December 2013.

Other than the above, there were no other corporate proposals announced but not completed as at 20 February 2014.

8. Group Borrowings and Debt Securities

The Group borrowings as at 31 December 2013 were as follows:

	RM ‘000
Short Term – Secured	16,125
Long Term – Secured	16,152
	<hr/>
	32,277 <hr/>

None of the Group borrowings is denominated in foreign currency.

9. Off Balance Sheet Financial Instruments

During the financial period under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

10. Changes in Material Litigation

i. Lembaga Hasil Dalam Negeri ("LHDN") vs. ZKP Development Sdn. Bhd. ("ZKP")

Writ of Summons were filed by LHDN against ZKP to claim a total sum of RM9,603,548/- in respect of outstanding tax assessments and tax penalties for the Years of Assessment from 1998 to 2001 on 2 November 2006. ZKP filed an application to strike out the writs and statement of claim at a hearing on 17 May 2010.

Subsequent to ZKP filing its Statement of Defence for two other matters amounting to RM391,733/- on 14 February 2007, LHDN applied for a Summary Judgement. One of which was brought up for hearing on 9 June 2010 whilst on the other matter, ZKP requested to strike out the Writ of Summons.

The High Court granted a summary judgment against ZKP on 21 October 2010 and ZKP filed in the Notice of Appeal to the Court of Appeal against the High Court's decision. The Court of Appeal fixed 4 May 2012 for hearing of ZKP's appeal.

The Court of Appeal allowed ZKP's appeal with cost and the matter had reverted to Shah Alam High Court for trial. LHDN vide their letter dated 8 February, 2013, had provided a settlement proposal to enable ZKP to settle the sum of RM9,610,544/- by way of installment payment for 24 months. ZKP is effecting payment to LHDN pursuant to LHDN's proposal.

The amount claim of RM9,610,544/- has been recognised as Group's liabilities, which included under the Group's tax payable and accrual as at 31 December 2012. The Group has paid RM686,890/- out of the settlement amount claimed by LHDN for the period up to the Fourth Quarter of the year.

ii. Lembaga Hasil Dalam Negeri ("LHDN") vs. Sri Lingga Sdn. Bhd. ("SL")

Writ of Summons were filed by LHDN against SL to claim the sum of RM7,281,718/- in respect of outstanding tax assessments and tax penalties for Years of Assessment 2002 and 2003.

SL appointed its solicitors to defend the claim and the said solicitors entered appearances and filed Statement of Defence on behalf of SL.

The High Court granted summary judgment against SL on 4 April 2011 and SL filed in the Notice of Appeal to the Court of Appeal against the High Court's decision. The Court fixed 14 May 2012 for decision of the above matter. On 27 July 2012, the Court of Appeal allowed the Plaintiff's Summary Judgment application and dismissed SL appeal.

LHDN vide their letter dated 8 February, 2013, had provided a settlement proposal to enable SL to settle the sum of RM6,942,389/- by way of installment payment for 24 months. SL is effecting payment to LHDN pursuant to LHDN's proposal.

The amount claim of RM6,942,389/- has been recognised as Group's liabilities, which included under the Group's tax payable and accrual as at 31 December 2012. The Group has paid RM1,932,719/- out of the settlement amount claimed by LHDN for the period up to the Fourth Quarter of the year.

10. Changes in Material Litigation (Cont'd)

iii. Lembaga Hasil Dalam Negeri ("LHDN") vs. Cemerlang Land Sdn. Bhd. ("CL")

A Writ of Summons was filed by LHDN against CL to claim the sum of RM3,591,236/- in respect of outstanding tax assessments and tax penalties for the Year of Assessment 2002 and 2003.

The High Court granted summary judgment against CL on 29 November 2011 and CL filed in the Notice of Appeal to the Court of Appeal against the High Court's decision and waiting for the Court of Appeal to fix hearing date.

LHDN vide their letter dated 8 February, 2013, had provided a settlement proposal to enable CL to settle the sum of RM3,363,234/- by way of installment payment for 12 months. CL is effecting payment to LHDN pursuant to LHDN's proposal.

The amount claim of RM3,363,234/- has been recognised as Group's liabilities, which included under the Group's tax payable and accrual as at 31 December 2012. The Group has paid RM1,316,391.12/- out of the settlement amount claimed by LHDN for the period up to the Fourth Quarter of the year.

11. Dividend

On 30 July 2013, the Company declared an interim single tier dividend of 2 sen per ordinary share of RM0.50 in respect of the financial year ending 31 December 2013 based on shareholders registered in the record of depositors as at 16 August 2013. The payment date is 27 August 2013.

A final single-tier dividend for the current financial year ended 31 December 2013 has been recommended by the Directors for approval by shareholders. The recommended final dividend, if approved will amount to 1 sen per ordinary share of RM0.50 each. The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date.

12. Earnings Per Share

The basic and diluted earnings/(loss) per share have been calculated based on the consolidated net profit attributable to equity holders of the parent for the interim for financial period and the weighted average number of ordinary shares outstanding during the period as follows:

i. Basic earnings per share

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
	RM '000	RM '000	RM '000	RM '000
Profit attributable to equity holders of the Company	<u>4,223</u>	<u>19,056</u>	<u>20,231</u>	<u>28,019</u>
Weighted average number of ordinary shares ('000)				
Issued ordinary shares at beginning of period	453,743	446,177	453,743	446,177
Effect of shares issued during the period	269	345	6,493	7,228
	<u>454,012</u>	<u>446,522</u>	<u>460,236</u>	<u>453,405</u>
Basic earnings per share (sen)	<u>0.93</u>	<u>4.27</u>	<u>4.40</u>	<u>6.18</u>

12. Earnings Per Share (Cont'd)

ii. Diluted earnings per share

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31/12/2013 RM '000	31/12/2012 RM '000	31/12/2013 RM '000	31/12/2012 RM '000
Profit attributable to equity holders of the Company	4,223	19,056	20,231	28,019
Weighted average number of ordinary shares ('000)				
Issued ordinary shares at beginning of period	453,743	446,177	453,743	446,177
Effect of shares issued during the period	269	345	6,493	7,228
	454,012	446,522	460,236	453,405
Effect on dilution of share warrants	240	346	43,810	34,530
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	454,252	446,868	504,046	487,935
Diluted earnings per share (sen)	0.93	4.26	4.01	5.74

13. Disclosure of realised and unrealised profits/(losses)

The amounts of realized and unrealized profits or losses included in the retained profits of the Group as at 31 December 2013 are as follows:-

	As at 31/12/2013 RM'000	As At 31/12/2012 (Restated) RM'000
Total retained profits of the Company and its subsidiaries:		
Realised	(39,399)	(50,983)
Unrealised	9,476	9,707
	<u>(29,923)</u>	<u>(41,276)</u>
Total share of retained profits from associated company:		
Realised	(1,520)	(1,071)
Unrealised	-	-
	<u>(1,520)</u>	<u>(1,071)</u>
Total Group retained profits as per consolidated accounts	<u>(31,443)</u>	<u>(42,347)</u>

14. Auditors' Report on Preceding Annual Financial Statements

The Auditors' Report on the preceding financial statements for the financial year ended 31 December 2012 was not qualified.

15. Authorization for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2014.

ON BEHALF OF THE BOARD

TEOH SENG KIAN
Managing Director
Selangor Darul Ehsan
26 February 2014