

CNI HOLDINGS BERHAD
(Company No : 181758-A)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR FIRST QUARTER ENDED 31 MARCH 2012**

	Note	Individual period		Cumulative Period	
		31-Mar-12 Unaudited RM '000	31-Mar-11 Unaudited RM '000	31-Mar-12 Unaudited RM '000	31-Mar-11 Unaudited RM '000
Continuing Operations					
Operating revenue		29,262	32,412	29,262	32,412
Direct operating costs		(19,012)	(20,262)	(19,012)	(20,262)
Gross profit		10,250	12,150	10,250	12,150
Other operating revenue	B4	458	461	458	461
Other operating costs		(9,653)	(10,327)	(9,653)	(10,327)
Financing costs		(5)	(5)	(5)	(5)
Depreciation & amortisation		(673)	(720)	(673)	(720)
Profit before taxation		377	1,559	377	1,559
Taxation		(113)	(292)	(113)	(292)
Profit net of taxation		264	1,267	264	1,267
Other comprehensive income					
Foreign currency translation		(1)	(1)	(1)	(1)
Total comprehensive income for the period		263	1,266	263	1,266
Profit attributable to :					
Equity holders of the Company		248	1,256	248	1,256
Non-controlling interest		16	11	16	11
		264	1,267	264	1,267
Total comprehensive income attributable to :					
Equity holders of the Company		247	1,254	247	1,254
Non-controlling interest		16	11	16	11
		263	1,266	263	1,266
Earnings per share (sen)					
Basic		0.03	0.18	0.03	0.18
Diluted		NA	NA	NA	NA

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the explanatory notes attached to the interim financial statements.

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2012

	Unaudited As at 31.03.2012 RM '000	Audited As at 31.12.2011 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	45,063	44,502
Investment properties	5,800	8,400
Investment in associate company	54	38
Investment in unquoted shares	2,000	2,000
Other intangible assets	2,336	2,777
Goodwill	725	725
Other receivables, deposits and prepayments	-	16
Deferred tax assets	3,765	3,848
	59,743	62,306
Current assets		
Inventories	21,543	21,079
Trade receivables	7,678	8,330
Other receivables, deposits and prepayments	4,008	2,960
Investments	26,301	21,845
Tax assets	2,421	2,142
Cash and bank balances	11,941	16,143
	73,892	72,499
Non current assets held for sale	2,865	1,165
	136,500	135,970
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	72,000	72,000
Treasury shares	(1,351)	(1,335)
Retained earnings	31,878	33,778
Other reserves	(101)	(101)
	102,426	104,342
Non-controlling interest	866	850
Total Equity	103,292	105,192

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2012 (Continued)

	Unaudited As at 31-Mar-12 RM '000	Audited As at 31-Dec-11 RM '000
	<hr/>	<hr/>
Non-current liabilities		
Borrowings	94	73
Retirement benefits	15,644	15,483
Deferred tax liabilities	2,046	2,046
	<hr/>	<hr/>
	17,784	17,602
	<hr/>	<hr/>
Current liabilities		
Trade payables	3,085	2,709
Other payables, deposits and accruals	9,778	10,031
Provision for taxation	304	185
Provision and contingent liabilities	76	221
Borrowings	3	30
Bank overdraft	30	-
	<hr/>	<hr/>
	15,424	13,176
	<hr/>	<hr/>
Total liabilities	33,208	30,778
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITES	136,500	135,970
	<hr/>	<hr/>
Net Assets	103,292	105,192
Net Assets per share (RM)	0.14	0.15

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the explanatory notes attached to the interim financial statements.

CNI HOLDINGS BERHAD

(Company No : 181758-A)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

	← Non Distributable →				Distributable		Total Equity
	Share Capital	Treasury Shares	Translation Reserve	Fair Value Adjustment Reserve	Retained Earnings	Non-controlling Interest	
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
As at 1 January 2011	72,000	(1,302)	(3)	(13)	35,044	342	106,068
Comprehensive income							
Profit for the year	-	-	-	-	2,010	21	2,031
Other comprehensive income							
Foreign currency translation	-	-	(85)	-	-	-	(85)
Total comprehensive income for the year	-	-	(85)	-	2,010	21	1,946
Transactions with owners							
Purchase of Treasury Shares	-	(33)	-	-	-	-	(33)
Acquisition of subsidiary companies	-	-	-	-	-	487	487
Interim dividends	-	-	-	-	(3,276)	-	(3,276)
Total transactions with owners	-	(33)	-	-	(3,276)	487	(2,822)
As at 31 December 2011	72,000	(1,335)	(88)	(13)	33,778	850	105,192

CNI HOLDINGS BERHAD

(Company No : 181758-A)

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2012

	← Non Distributable →				Distributable		Total Equity RM '000
	Share Capital	Treasury Shares	Translation Reserve	Fair Value Adjustment Reserve	Retained Earnings	Non-controlling Interest	
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
As at 1 January 2012	72,000	(1,335)	(88)	(13)	33,778	850	105,192
Comprehensive income							
Profit for the year	-	-	-	-	248	16	264
Other comprehensive income							
Foreign currency translation	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	248	16	264
Transactions with owners							
Purchase of Treasury Shares	-	(16)	-	-	-	-	(16)
Acquisition of subsidiary companies	-	-	-	-	-	-	-
Interim dividends	-	-	-	-	(2,148)	-	(2,148)
Total transactions with owners	-	(16)	-	-	(2,148)	-	(2,164)
As at 31 March 2012	72,000	(1,351)	(88)	(13)	31,878	866	103,292

The condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the explanatory notes attached to the interim financial statements

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	31.03.2012	31.03.2011
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows from Operating Activities		
Profit before taxation	377	1,559
Adjustments for:-		
Bad debts written off	9	-
Amortisation of intangible assets	142	105
Depreciation of property, plant and equipment	959	1,042
Unrealised (gain)/loss on foreign exchange	55	(1)
Loss on disposal of property, plant and equipment	170	-
Property, plant and equipment written off	100	-
Inventories written off	(43)	-
Retirement benefits expense	161	234
Provision for employee benefits	11	(8)
Interest expenses	5	5
Investment income	(221)	(26)
Interest revenue	(29)	(33)
Operating profit before working capital changes	<u>1,696</u>	<u>2,877</u>
Increase in inventories	(422)	(1,510)
Decrease in receivables	(390)	(480)
Decrease in payables	(86)	1,188
Cash generated from operations	<u>798</u>	<u>2,075</u>
Cash Flows from Operating Activities		
Interest paid	(5)	(5)
Interest received	29	33
Tax paid	(189)	(614)
Net cash generated from operating activities	<u>633</u>	<u>1,489</u>

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	31.03.2012	31.03.2011
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows from Investing Activities		
Investment income	221	26
Purchase of property, plant and equipment	(1,513)	(1,814)
Purchase of intangible assets	(14)	(114)
Proceeds from disposal of property, plant and equipment	32	-
Proceeds from disposal of investment property	900	-
Investment in associate companies	(16)	-
Net cash used in investing activities	<u>(390)</u>	<u>(1,902)</u>
Cash Flows from Financing Activities		
Repayment of term loans	(23)	(7)
Purchase of treasury shares	(16)	(18)
Repayment of hire purchase liabilities	15	89
Net cash used in financing activities	<u>(24)</u>	<u>64</u>
Effect of exchange rate changes	4	10
Net increase/(decrease) in cash and cash equivalent	223	(339)
Cash and cash equivalent at beginning of the financial period	37,989	40,086
Cash and cash equivalent at end of the financial period	<u><u>38,212</u></u>	<u><u>39,747</u></u>

The condensed Consolidated Statement of Cash Flows should be *read in conjunction with the audited financial statements for the year ended 31 December 2011 and the explanatory notes attached to the interim financial statement*

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. For the periods up to and including the year ended 31 December 2011, the Group prepared its financial statements in accordance with Financial Reporting Standards (FRSs).

The interim financial statements are the Group’s first MFRS compliant interim financial statements and hence MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards (MFRS 1) has been adopted.

The date of transition to the MFRS framework is 1 January 2011. At that transition date, the Group reviewed its accounting policies and considered the transactional opportunities under MFRS 1. The impact of the transition from FRS and MFRS is described in Note A2 below.

A2. Significant Accounting Policies

Application of MFRS 1

The audited financial statements of the Group for the year ended 31 December 2011 were prepared in accordance with FRS. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing the interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2011.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

A2. Significant Accounting Policies (Cont'd)

MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective

At the date of authorisation of these interim financial, the following MFRSs, Amendments to MFRSs and Issues Committee (“IC”) Interpretations were issued but not yet effective and have not been applied by the Group:

	For financial periods beginning on or after
Presentations of Items of Other Comprehensive Income (Amendments to MFRS 101)	1 July 2012
MFRS 10 Consolidated Financial Statements	1 January 2013
MFRS 11 Join arrangements	1 January 2013
MFRS 12 Disclosure of Interests in Other Entities	1 January 2013
MFRS 13 Fair Value Measurement	1 January 2013
MFRS 119 Employee Benefits (as amended in November 2011)	1 January 2013
MFRS 127 Separate Financial Statements (as amended in November 2011)	1 January 2013
MFRS 128 Investments in Associates and Joint Venture (as amended in November 2011)	1 January 2013
Amendments to MFRS 7 Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities	1 January 2014
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015

A3. Comments about Seasonal or Cyclical Factors

The Group’s performance is affected by seasonal or cyclical factors on quarter-to-quarter basis; the demand may be skewed towards the major festivities such as Hari Raya Puasa and Chinese New Year. This pattern is in line with the forecast and expectation of the Group.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

A4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 31 March 2012.

A5. Changes in Estimates

There were no material changes in estimates that have had any material effect on the quarter ended 31 March 2012.

A6. Debts and Equity Securities

Save as disclosed below, there were no issuances, repurchases and repayments of debt and equity securities during the quarter ended 31 March 2012:

The Company bought back from the open market, 100,000 ordinary shares of RM0.10 each of the Company (“CNI Shares”) at an average buy-back price of RM0.16 per share. The total consideration paid, including transaction costs, was RM16,116.80 and it was financed by internally generated funds. The CNI Shares bought back were being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

As at 31 March 2012, the number of treasury shares held was 4,141,600 CNI Shares.

A7. Fair Value Changes of Financial Liabilities

As at 31 March 2012, the Group does not have any financial liabilities measured at fair value through profit or loss.

A8. Dividends Paid

There were no dividends declared and paid during the quarter ended 31 March 2012.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

A9. Segmental Information

The segmental information of the Group for the current quarter and financial year-to-date was summarised as below:

Business Segment	Current quarter		Year to-date	
	Revenue 31.03.12	Result 31.03.12	Revenue 31.03.12	Result 31.03.12
	RM'000	RM'000	RM'000	RM'000
Marketing and trading	27,587	1,935	27,587	1,935
Manufacturing	9,491	(408)	9,491	(408)
Investment holding	1,154	(71)	1,154	(71)
Retail - Food and beverage	813	(370)	813	(370)
Inter-segment elimination	(9,783)	(709)	(9,783)	(709)
	<u>29,262</u>	<u>377</u>	<u>29,262</u>	<u>377</u>
Taxation		(113)		(113)
Non-controlling interest		(16)		(16)
Profit for the period		<u>248</u>		<u>248</u>

Business Segment	Previous Year Corresponding Quarter		Previous Year to-date	
	Revenue 31.03.2011	Result 31.03.2011	Revenue 31.03.2011	Result 31.03.2011
	RM'000	RM'000	RM'000	RM'000
Marketing and trading	29,187	1,290	29,187	1,290
Manufacturing	10,134	485	10,134	485
Investment holding	1,339	(24)	1,339	(24)
Retail - Food and beverage	1,529	(420)	1,529	(420)
Inter-segment elimination	(9,777)	228	(9,777)	228
	<u>32,412</u>	<u>1,559</u>	<u>32,412</u>	<u>1,559</u>
Taxation		(292)		(292)
Non-controlling interest		(11)		(11)
Profit for the period		<u>1,256</u>		<u>1,256</u>

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

A10. Valuation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, have been brought forward without amendments from the audited financial statement for the financial year ended 31 December 2011.

Investment properties are stated at fair value as at 31 March 2012. Fair value is arrived at by reference to market evidence of transaction prices for similar properties and is performed by registered independent valuers having appropriate recognised professional qualification and recent experience in the location and category of the properties being valued.

A11. Material Subsequent Events

There were no material events subsequent to the current quarter up to 25 May 2012 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

A12. Changes in Composition of the Group

There were no material changes in the composition of the Group including business combination, acquisition or disposal of subsidiaries and long-term investment, restructuring & discontinuing operations during the current quarter.

A13. Contingent Assets and Contingent Liabilities

There were no material contingent assets and no changes in the contingent liabilities since 31 March 2012.

A14. Capital Commitments

The outstanding capital commitments as at the end of the financial period were as follows:

	As at 31.03.2012 RM '000
Capital expenditure approved and contracted for:	
Purchase of property, plant and equipment	32
Acquisition of computer software	8
	<hr/>
	40
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CNI Holdings Berhad (Company No.: 181758-A)Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

A15. Related Party Disclosures

Related party transactions are as follows:

	Current quarter RM '000	Cumulative period RM '000
<u>CNI Corporation Sdn Bhd</u>		
Rental revenue received and receivable	38	38
Management fee paid and payable	74	74
IT and eCommerce related service	122	122
<u>CNI Venture Sdn Bhd</u>		
Rental revenue received and receivable	29	29
Research and development expenditure paid and payable	100	100
<u>Citra Nusa Insancemerlang Investment Co.</u>		
Patent fee paid and payable	19	19
<u>PC Marketing Sdn Bhd</u>		
Rental charge paid and payable	21	21
<u>Leader Regent Inc</u>		
Sales received and receivable	1,033	1,033
<u>CNI IPHC</u>		
Trademark fee paid and payable	47	47
<u>CNI (China) Co.Ltd.</u>		
Purchase of goods and raw material	185	185
<u>Sepang Goldcoast Sdn Bhd</u>		
Sales received and receivable	13	13
<u>Fortune Venture Inc</u>		
Sales received and receivable	97	97
<u>Golden Palm Tree Resort & Spa Sdn Bhd</u>		
Sales received and receivable	9	9
Purchase of hotels and related services	7	7

These transactions have been entered into in the normal course of business and have been established on commercial terms.

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Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Operating Segment Review

(a) Results for First Quarter

The Group recorded revenue of RM29.2 million for the current quarter ended 31 March 2012 as compared to RM32.4 million in the previous year corresponding quarter, showed a decrease of 10%. As approximately 70% of the revenue is contributed by marketing and trading segment, the decrease of revenue in this segment has a direct impact on the sales revenue.

Business Segment	Quarter Ended				Increase/(Decrease)			
	Revenue		Result		Revenue		Result	
	31.03.12	31.03.11	31.03.12	31.03.11	Revenue	%	Result	%
Marketing and trading	RM'000	RM'000	RM'000	RM'000	RM'000	%	RM'000	%
	27,587	29,187	1,935	1,290	(1,600)	-5%	645	50%
Manufacturing	9,491	10,134	(408)	485	(643)	-6%	(893)	-184%
Investment holding	1,154	1,339	(71)	(24)	(185)	-14%	(47)	-196%
Retail - Food and beverage	813	1,529	(370)	(420)	(716)	-47%	50	12%

The decrease in sales revenue from the marketing and trading segment mainly resulted from the weaker consumer demand due to the uncertain world economy. Although the sales revenue has decreased by RM1.6 million, the marketing and trading segment was still managed to achieve a better result as certain cost saving initiatives were in place as well as slight improvement in gross profit margin from the marketing and trading segment.

On the other hand, the manufacturing segment has turned into loss position compared to the profitable position in the corresponding quarter last year. The main reason being decrease in sales revenue by 6%, the decline of gross profit margin and aggressive spending on advertising and promotion expenses on new products. The manufacturing segment is expected to be benefited from the increase in sales demand for this new product.

Sales revenue from retail – food and beverages segment also decreased in line with the closure of several outlets in year 2011 and 2012. The losses have narrowed in line with the closure of outlets.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

B2 Material Change in Profit Before Taxation of Current Quarter Compared with Preceding Quarter

The Group's profit before tax ("PBT") for the current quarter was RM0.38 million, a decrease of 7% from RM0.41 million in the quarter ended 31 December 2011. The changes in PBT was due to the losses from manufacturing segment although there are mitigating effects from the marketing and trading segment as well as retail - food & beverage segment.

B3 Commentary on Prospects and Targets

Direct selling remains one of the Group's core businesses. CNI would be rapidly expanding its business by leveraging on its extensive network and strategic positioning as a provider of high quality products through its unique network marketing system.

The Group is preparing to penetrate the Thailand direct selling market. This new market, when fully operational, will further drive the Group's business and strengthen the Group' financial performance.

Our manufacturing arm is confident of its export and external contracts favourable increase; which will result in the optimization of its manufacturing capacity.

Barring any unforeseen circumstances, the Board expects the Group's financial performance to remain resilient for the remainder of the year 2012.

B4. Other Operating Income

	Current Quarter 31.03.2012 RM '000	Previous Year Corresponding Quarter 31.03.2011 RM '000
Interest income	20	33
Forex gains/(losses)	2	(51)
Other income	427	461
	<hr/>	<hr/>
	449	443
	<hr/>	<hr/>

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

B5. Realised and Unrealised Profits

	As at 31.03.2012 RM '000	As at 31.12.2011 RM '000
Total retained profits of the group		
- Realised profits	55,828	52,720
- Unrealised losses	1,834	3,800
	<hr/> 57,662	<hr/> 56,520
Less: Consolidation adjustments	(25,784)	(22,742)
	<hr/> (25,784)	<hr/> (22,742)
Total retained profits as per statement of financial position	<hr/> 31,878	<hr/> 33,778

B6. Income Tax Expenses

The breakdown of tax charge for the current quarter and financial year-to-date were as follows:

	Current quarter RM '000	Year to-date RM '000
Current quarter/ year to-date	113	113
	<hr/> 113	<hr/> 113

B7. Corporate Proposals

Save as disclosed below, there were no corporate proposals announced but not completed as at 25 May 2011 (the latest practicable date which is not earlier than 7 days from the date of this quarterly report):-

On 27 April 2012, the Board had announced that the Company proposes to seek approval from its shareholders at the forthcoming Annual General Meeting on the following:-

- (a) Proposed Renewal of Shareholder Mandate and New Shareholder Mandate for recurrent related party transactions of a revenue or trading nature;
- (b) Proposed Renewal of Share Buy-back Authority; and
- (c) Proposed Amendments to the Articles of Association of the Company.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

B8. Group Borrowings and Debt Securities

The details of the Group borrowings as at the end of the financial period were as follow:

	As at 31.03.2012 RM '000
<u>Secured</u>	
Short term borrowings	33
Long term borrowings	94
	<hr/> 127 <hr/>

B9. Material Litigation

There were no material litigation against the Group as at the reporting date.

B10. Proposed Dividend

During the financial quarter ended 31 March 2012, the Board had declared an interim dividend of 0.40 sen per share less 25% income tax in respect of the financial year ended 31 December 2011, amounting to RM2,147,575 which has been paid on 19 April 2012.

B11. Earnings Per Share

(a) Earnings per share

The basic earnings per share for the current quarter and financial year-to-date are computed as follow:

	Current quarter 31.03.2012	Year to Date 31.03.2012
Profit attributable to the equity holders of the parent (RM'000)	248	248
Weighted average number of ordinary share ('000)	715,985	715,985
Basic earnings per ordinary share (sen)	<hr/> 0.03 <hr/>	<hr/> 0.03 <hr/>

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for the First Quarter Ended 31 March 2012

B11. Earnings/Loss Per Share (Cont'd)

(b) Diluted earnings per share

There were no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period.

B12. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2011 was unqualified.

B13. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 31 May 2012.