

DELEUM BERHAD (715640-T)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

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DELEUM BERHAD (715640-T)
(Incorporated in Malaysia)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

RM'000	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 30/06/2011	QUARTER ENDED 30/06/2010	PERIOD ENDED 30/06/2011 Unaudited	PERIOD ENDED 30/06/2010 Unaudited
Revenue	80,594	82,886	209,037	160,926
Cost of sales	(57,929)	(64,801)	(170,975)	(126,224)
Gross profit	22,665	18,085	38,062	34,702
Other income	576	385	1,192	623
Selling and distribution costs	(1,021)	(1,108)	(1,563)	(1,832)
Administrative expenses	(10,994)	(11,416)	(21,197)	(19,800)
Other operating expenses	(1,596)	(1,001)	(2,227)	(2,627)
Profit from operation	9,630	4,945	14,267	11,066
Finance costs	(346)	(359)	(690)	(741)
Share of post tax profits of associates	2,436	2,827	6,112	5,275
Profit before tax	11,720	7,413	19,689	15,600
Income tax expense	(2,692)	(1,183)	(3,959)	(3,329)
Profit for the period	9,028	6,230	15,730	12,271
Other comprehensive income				
Currency translation differences	(65)	(305)	(504)	(1,601)
Total comprehensive income for the period	8,963	5,925	15,226	10,670
Profit attributable to:				
- Equity holders of the Company	7,377	4,120	13,086	8,824
- Non-controlling interest	1,651	2,110	2,644	3,447
	9,028	6,230	15,730	12,271
Total comprehensive income attributable to:				
- Equity holders of the Company	7,298	3,926	12,801	7,977
- Non-controlling interest	1,665	1,999	2,425	2,693
	8,963	5,925	15,226	10,670
Earnings per share (EPS) attributable to equity holders of the Company (sen)				
- Basic EPS	7.38	4.12	13.09	8.82

The above consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD (715640-T)
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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

RM'000	As at 30/06/2011	As at 31/12/2010
	Unaudited	Audited
ASSETS		
Property, plant and equipment	94,642	93,463
Investment properties	971	982
Intangible assets	552	740
Long term prepayment	-	318
Associates	38,063	41,436
Deferred tax assets	330	70
Non-current Assets	134,558	137,009
Inventories	7,653	9,046
Amounts due from associates	-	15
Trade and other receivables	105,162	142,605
Tax recoverable	5,240	4,880
Deposits with licensed banks	48,860	44,053
Cash and bank balances	19,129	13,556
Current Assets	186,044	214,155
TOTAL ASSETS	320,602	351,164
EQUITY AND LIABILITIES		
Share capital	100,000	100,000
Retained earnings	130,563	125,477
Merger deficit	(50,000)	(50,000)
Currency translation differences	(3,199)	(2,914)
Equity attributable to Equity Holders of the Company	177,364	172,563
Non-controlling interest	26,659	27,979
Total Equity	204,023	200,542
Borrowings	12,721	15,407
Deferred tax liabilities	5,799	5,087
Non-current Liabilities	18,520	20,494
Trade and other payables	92,362	123,748
Taxation	22	166
Borrowings	5,675	6,214
Current Liabilities	98,059	130,128
Total Liabilities	116,579	150,622
TOTAL EQUITY AND LIABILITIES	320,602	351,164
Net assets per share attributable to equity holders of the Company (RM)	1.77	1.73

The above consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD (715640-T)
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR-TO-DATE ENDED 30 JUNE 2011

RM'000	← Attributable to equity holders of the Company →				Non-controlling interest	Total equity	
	Share capital	Currency translation differences	Merger deficit	Retained earnings			
		-----Non-distributable-----	Distributable				
	Share capital	Currency translation differences	Merger deficit	Retained earnings	Total		
At 1 January 2010	100,000	(1,356)	(50,000)	112,741	161,385	27,537	188,922
Total comprehensive income for the period	-	(847)	-	8,824	7,977	2,693	10,670
Dividend	-	-	-	(7,000)	(7,000)	(2,792)	(9,792)
At 30 June 2010	<u>100,000</u>	<u>(2,203)</u>	<u>(50,000)</u>	<u>114,565</u>	<u>162,362</u>	<u>27,438</u>	<u>189,800</u>
At 1 January 2011	100,000	(2,914)	(50,000)	125,477	172,563	27,979	200,542
Total comprehensive income for the period	-	(285)	-	13,086	12,801	2,425	15,226
Dividend	-	-	-	(8,000)	(8,000)	(3,745)	(11,745)
At 30 June 2011	<u>100,000</u>	<u>(3,199)</u>	<u>(50,000)</u>	<u>130,563</u>	<u>177,364</u>	<u>26,659</u>	<u>204,023</u>

The above consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

DELEUM BERHAD (715640-T)
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CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE YEAR-TO-DATE ENDED 30 JUNE 2011

RM'000	Year-to-date ended	
	30/06/2011	30/06/2010
	Unaudited	Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the financial period	15,730	12,271
<u>Adjustments for:</u>		
Write-back of impairment for liquidated damages	(197)	-
Impairment for liquidated damages	30	459
Depreciation:		
- property, plant and equipment	6,036	5,679
- investment properties	11	12
Share of results of associates	(6,112)	(5,275)
Tax expense	3,959	3,329
Interest expense	690	741
Interest income	(571)	(487)
Gain on disposal of property, plant and equipment	(96)	-
Loss on revaluation of financial instruments	-	287
Amortisation of intangible assets	188	177
Unrealised foreign exchange (gain) / loss	(1,222)	255
Others	15	360
Operating profit before working capital changes	18,461	17,808
Decrease in inventories	1,378	466
Decrease / (Increase) in receivables	39,265	(6,860)
(Decrease) / Increase in payables	(31,555)	9,255
Cash generated from operation	27,549	20,669
Interest received	571	487
Tax paid	(4,011)	(3,780)
Interest paid	(641)	(669)
Net cash generated from operating activities	23,468	16,707
CASH FLOWS FROM INVESTING ACTIVITIES		
Amount due from associates	15	137
Property, plant and equipment		
- Purchases	(7,523)	(4,743)
- Proceeds from disposals	404	-
Dividends received from associate	9,090	6,684
Net cash generated from investing activities	1,986	2,078
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings:		
- Repayments	(3,274)	(1,539)
Dividends paid to:		
- Shareholders	(8,000)	(7,000)
- Non-controlling interest	(3,745)	(3,875)
Increase in cash held in trust for dividends	(16)	-
Net cash used in financing activities	(15,035)	(12,414)
Net increase in cash and cash equivalents	10,419	6,371
Effects of exchange rate changes	(55)	(102)
Cash and cash equivalents at beginning of period	57,098	60,978
Cash and cash equivalents at end of period	67,462	67,247
COMPOSITION OF CASH AND CASH EQUIVALENTS		
Short term deposits	48,860	52,341
Cash and bank balances	19,129	15,420
	67,989	67,761
Less: Cash held in trust for dividends	(26)	(13)
Cash held in trust in a designated account	(501)	(501)
Cash and cash equivalents at end of period	67,462	67,247

The above consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.