

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. BASIS OF PREPARATION**

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards No.134 – “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the attached explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012. The results of the associates are based on management accounts.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31 December 2012, together with the standards and amendments to published standards effective for financial year beginning on 1 January 2013 that are applicable and adopted by the Group as follows:

MFRS 10	Consolidated financial statements
MFRS 12	Disclosures of interests in other entities
MFRS 13	Fair value measurement
Revised MFRS 127	Separate financial statements
Revised MFRS 128	Investments in associates and joint ventures
Amendment to MFRS 101	Presentation of items of other comprehensive income
Amendment to MFRS 119	Employees benefits
Amendment to MFRS 7	Financial Instruments: Disclosures

The adoption of the above MFRSs and Amendments to MFRSs has no material impact to the Group.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A2. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's operation is not affected by any significant seasonal or cyclical factors in the financial period under review. It should be noted that the Group operates predominantly in the oil and gas sector in Malaysia. Accordingly, the level of the Group's business activities is closely co-related with that of the oil and gas operators and contractors in Malaysia. Any change in their level of activities will likewise have an impact on the Group.

**A3. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE, OR INCIDENCE**

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flows during the financial year-to-date.

**A4. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

The purchase price allocation on the acquisition of Deleum Primera Sdn. Bhd. ("DPSB") on 5 October 2012 was determined provisionally in the prior year. The fair value exercise and purchase price allocation in respect of the said acquisition was completed in the quarter ended 31 March 2013. The effect of the fair value adjustment during the quarter is as follows:

	Provisional 31/12/2012 RM'000	Final 31/03/2013 RM'000
Purchase consideration	3,180	3,088
Fair value of intangible assets which comprise of contracts and distributorship agreement	2,192	2,066
Deferred tax arising from fair valuation of intangible assets	(548)	(514)

The changes to the fair values of the intangible assets resulted in a net write back of amortisation charged to the Income Statement of RM312,634 for the quarter ended 31 March 2013.

Save as disclosed above, there were no other material changes to estimates that had any material effect on the financial year-to-date results of the Group.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A5. EQUITY AND DEBT SECURITIES**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year-to-date.

**A6. OUTSTANDING DERIVATIVES**

The Group had not entered into any new type of derivative in the current interim quarter that was not disclosed in the preceding year's annual financial statements. In addition, the Group did not have any outstanding derivative as at 31 March 2013.

**A7. FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

The Group did not have any financial liabilities measured at fair value through profit and loss as at 31 March 2013.

**A8. DIVIDEND PAID**

During the current quarter under review, the Company paid the following second interim single tier dividend of 10 sen per share of RM1.00 each on 150,000,000 ordinary shares, in respect of the financial year ended 31 December 2012.

	<b>RM'000</b>
Second interim single tier dividend of 10 sen per share on 150,000,000 ordinary shares, paid on 25 March 2013	<u>15,000</u>

**A9. SEGMENT INFORMATION**

The segments of the Group are as follows:

- Power and Machinery – Mainly consists of provision of gas turbine packages, supply of gas turbine parts, gas turbine overhaul, maintenance and technical services, combined heat and power plant, supply, repair, maintenance and installation of valves and flow regulators and other production related equipment and services.
- Oilfield Services – Mainly consists of provision of wireline equipment and services, integrated wellhead maintenance services, oilfield chemicals, drilling equipment and services and other oilfield products and technical services.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A9. SEGMENT INFORMATION (Cont'd)**

- Maintenance, Repair and Overhaul – Mainly consists of repair, servicing, maintenance and overhaul of motors, generators, transformers and pumps. Upon completion of the acquisition of DPSB on 5 October 2012, this segment has further expanded to include services in integrated corrosion, inspection and mitigation, primarily using Sponge Jet technology.

Tax expense is not allocated to the business segments as they are measured at the entity level.

Segmental information for the financial year-to-date ended 31 March 2013 is as follows:

	<b>Quarter and year-to-date ended</b>	
	<b>31/03/2013 RM'000</b>	<b>31/03/2012 RM'000</b>
<u>Segment Revenue</u>		
Power and Machinery		
External revenue	65,588	51,375
Power and Machinery	65,588	51,375
Oilfield Services		
External revenue	17,582	28,080
Oilfield Services	17,582	28,080
Maintenance, Repair and Overhaul		
External revenue	3,332	3,321
Maintenance, Repair and Overhaul	3,332	3,321
Total Group revenue	86,502	82,776

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A9. SEGMENT INFORMATION (Cont'd)**

	Quarter and year-to-date ended	
	31/03/2013 RM'000	31/03/2012 RM'000
<u>Segment Results</u>		
Power and Machinery	6,749	9,963
Oilfield Services	3,017	3,305
Maintenance, Repair and Overhaul	(161)	(111)
Segment results	9,605	13,157
Unallocated income ^	145	120
Unallocated corporate expenses #	(2,436)	(1,807)
Share of results of associates	3,830	3,805
Tax expense	(1,901)	(3,354)
<b>Profit for the financial period</b>	<b>9,243</b>	<b>11,921</b>

^ Unallocated income comprises interest earned by the Company.

# Unallocated corporate expenses represent the Company's corporate expenses including depreciation of property, plant and equipment of corporate assets that are not driven by business segments.

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

No property, plant and equipment were revalued as at 31 March 2013.

**A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING DATE**

There were no other material events that took place subsequent to the end of the reporting date.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A12. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the financial year-to-date.

**A13. CONTINGENT LIABILITIES / ASSETS**

As at 31 March 2013, the Group did not have any contingent liabilities or assets except for contingent liabilities for guarantees in respect of credit facilities from licensed financial institutions of RM23.1 million (31 December 2012: RM22.6 million) for guarantees given to third parties in relation to operating requirements, utilities and maintenance contracts.

**A14. COMMITMENTS**

Capital commitments for property, plant and equipment not provided for as at 31 March 2013 were as follows:

	<b>As at 31/03/2013 RM'000</b>	<b>As at 31/12/2012 RM'000</b>
Authorised but not contracted for	10,733	11,123
Authorised and contracted for	584	2,415
	11,317	13,538

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

**A15. RELATED PARTY TRANSACTIONS**

The following transactions were with a party related to a corporate shareholder of a subsidiary of the Group, Turboservices Sdn. Bhd.

	<b>Quarter and year-to-date ended</b>	
	<b>31/03/2013 RM'000</b>	<b>31/03/2012 RM'000</b>
Purchases and technical services from Solar Turbines International Company	72,518	26,733

The following transactions were with a corporate shareholder and affiliate companies of a corporate shareholder of a subsidiary of the Group, Penaga Dresser Sdn. Bhd.

	<b>Quarter and year-to-date ended</b>	
	<b>31/03/2013 RM'000</b>	<b>31/03/2012 RM'000</b>
Purchases from Dresser Italia S.R.L	213	204
Purchases from related parties of Dresser Italia S.R.L	4,259	2,710

The remuneration of the key management personnel during the quarter were as follows:

	<b>Quarter and year-to-date ended</b>	
	<b>31/03/2013 RM'000</b>	<b>31/03/2012 RM'000</b>
Directors' fees	232	188
Salaries, bonuses, allowances and other staff related expenses	1,846	1,228
Defined contribution plan	200	129
	2,278	1,545

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

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

**B1. PERFORMANCE REVIEW**

(A) Performance of the current quarter against the corresponding quarter and year to date

<b>Revenue</b>	Q1'13 RM'000	Q1'12 RM'000	Variance RM'000	Variance %
Power and Machinery	65,588	51,375	14,213	27.7
Oilfield Services	17,582	28,080	(10,498)	(37.4)
Maintenance, Repair and Overhaul	3,332	3,321	11	0.3
	<u>86,502</u>	<u>82,776</u>	<u>3,726</u>	<u>4.5</u>

The Group's revenue was primarily contributed by the Power and Machinery segment. Contributions from this segment increased by RM14.2 million compared to the corresponding quarter mainly attributable to the higher sales of exchange engines, gas turbine parts and services and deliveries of valves and flow regulators.

The Oilfield Services segment experienced a reduction in revenue of RM10.5 million in the current quarter largely due to lower wireline jobs and its related products. In addition, there was a one-off sale of critical spares under the wellhead maintenance contract of RM3.9 million in the corresponding quarter.

The revenue contribution from the Maintenance, Repair and Overhaul segment was consistent with the corresponding quarter and included contribution of RM2.4 million from DPSB, a subsidiary, acquired in the fourth quarter of 2012. The revenue contribution from Deleum Rotary Services Sdn. Bhd. ("DRSSB") declined from RM3.3 million to RM0.9 million due to lower activities during the quarter.



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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B1. PERFORMANCE REVIEW (Cont'd)**

(B) Profit before tax for the current quarter against the corresponding quarter and year to date

	Q1'13 RM'000	Q1'12 RM'000	Variance RM'000	Variance %
Power and Machinery	6,749	9,963	(3,214)	(32.3)
Oilfield Services	3,017	3,305	(288)	(8.7)
Maintenance, Repair and Overhaul Segment results	(161)	(111)	(50)	45.0
	<u>9,605</u>	<u>13,157</u>	<u>(3,552)</u>	<u>(27.0)</u>
Share of associates' results	3,830	3,805	25	0.7
Profit before tax	<u>11,144</u>	<u>15,275</u>	<u>(4,131)</u>	<u>(27.0)</u>

The reduction for the current quarter was due to the lower segment results, mainly attributed to Power and Machinery segment.

**Power and Machinery** segment recorded a result of RM6.7 million for the current quarter compared to RM10.0 million in the corresponding quarter. The lower result was mainly attributable to softer revenue from retrofit projects and the deferment of certain oil and gas projects to the next quarters. The reduction was mitigated by an increase in earnings from gas turbine parts and services and deliveries of valves and flow regulators in line with revenue expansion and lower operating expenses incurred in the quarter mainly due to foreign exchange gain of RM0.9 million.

**Oilfield Services** segment recorded a result of RM3.0 million for the current quarter compared to the corresponding quarter result of RM3.3 million. Gross margin increased marginally despite a reduction in revenue as the reduction consisted mainly of lower margin third party wireline product sales. The higher margin was offset by higher operating expenses, mainly attributable to an increase in foreign exchange loss by RM0.3million.

**Maintenance, Repair and Overhaul** segment recorded a higher loss of RM0.16 million for the current quarter as compared to a loss of RM0.11 million in the corresponding quarter on the back of higher operating expenses. The segment results included contribution of RM0.8 million from DPSB, a subsidiary acquired in the fourth quarter of 2012. The segment loss from DRSSB increased from RM0.1 million to RM1.0 million due to lower activities during the quarter.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B1. PERFORMANCE REVIEW (Cont'd)**

(B) Profit before tax for the current quarter against the corresponding quarter and year to date (Cont'd)

**Share of associates' results** was consistent with the corresponding quarter of RM3.8 million.

**B2. MATERIAL CHANGE IN THE PROFIT BEFORE TAX AS COMPARED WITH THE IMMEDIATE PRECEDING QUARTER PROFIT BEFORE TAX**

	Q1 '13 RM'000	Q4 '12 RM'000	Variance RM'000	Variance %
Power and Machinery	6,749	21,342	(14,593)	(68.4)
Oilfield Services	3,017	(1,459)	4,476	(306.8)
Maintenance, Repair and Overhaul	(161)	(628)	467	(74.4)
Segment results	<u>9,605</u>	<u>19,255</u>	<u>(9,650)</u>	<u>(50.1)</u>
Share of associates' results	3,830	3,588	242	6.7
Profit before tax	<u>11,144</u>	<u>19,310</u>	<u>(8,166)</u>	<u>(42.3)</u>

The segments recorded a lower result of RM9.6 million for the current quarter compared to RM19.3 million in the preceding quarter.

**Power and Machinery** segment recorded a lower result of RM6.7 million for the current quarter compared to RM21.3 million in the preceding quarter. The decrease of RM14.6 million was mainly attributable to higher retrofit projects completed and deliveries of valves and flow regulators in the preceding quarter. There were also lower overhaul activities and revenue from field service representatives in the current quarter under review. The contraction in revenue and margin was mitigated by lower operating expenses, mainly due to foreign exchange gain of RM0.9 million derived during the current quarter and an impairment of doubtful debts of RM1.0 million in the corresponding quarter.

**Oilfield Services** segment recorded a result of RM3.0 million for the current quarter compared to a loss of RM1.5 million in the preceding quarter. The increase was mainly attributable to higher deployment of wireline equipment and services, survey job, oilfield chemicals activities and wellhead maintenance services on the back of increased drilling and production activities. The higher segment result is also attributed to lower operating expenses in the current quarter due to lower personnel cost of RM0.7 million.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B2. MATERIAL CHANGE IN THE PROFIT BEFORE TAX AS COMPARED WITH THE IMMEDIATE  
PRECEDING QUARTER PROFIT BEFORE TAX (Cont'd)**

**Maintenance, Repair and Overhaul** segment recorded a lower loss of RM0.2 million for the current quarter against a loss of RM0.6 million recorded in the preceding quarter mainly attributable to lower operating expenses.

**Share of associates' results** had increased from RM3.6 million in the preceding quarter to RM3.8 million in the current quarter and was attributable to higher contribution from Malaysian Mud and Chemicals Sdn. Bhd.

**B3. PROSPECTS**

The Group's performance in the current quarter under review is in tandem with lower orders secured and the deferment of certain projects by oil and gas operators in Malaysia. However, the ongoing outlook for the Malaysian oil and gas industry is satisfactory with PSC s stepping up efforts to increase the recovery rate of producing fields and development of new fields. These developments are positive to the Group's prospects and we are well positioned to compete for the upcoming opportunities.

**B4. PROFIT FORECAST**

The Group has not issued any profit forecast for the current financial year and therefore no comparison is available.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B5. INCOME TAX EXPENSE**

	Quarter and year-to-date ended	
	31/03/2013 RM'000	31/03/2012 RM'000
Current tax	1,458	2,694
Over provision in prior year	0	(202)
Deferred tax – origination and reversal of temporary differences	443	862
<b>Total income tax expense</b>	<b>1,901</b>	<b>3,354</b>

Including the associates' results which are presented net of tax, the effective tax rate of the Group for the financial period ended 31 March 2013 is lower than the statutory tax rate as shown below.

	Quarter and year-to-date ended	
	31/03/2013 %	31/03/2012 %
Numerical reconciliation between the effective tax rate and the Malaysian tax rate		
Malaysian tax rate	25	25
<u>Tax effects of:</u>		
- Expenses not deductible for tax purposes	2	1
- Over provision in prior years	0	(1)
- Income not subject to tax	(1)	0
- Share of results of associates	(9)	(6)
- Deferred tax asset not recognised	0	3
<b>Effective tax rate</b>	<b>17</b>	<b>22</b>

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B6. PROFIT ON SALES OF UNQUOTED INVESTMENTS AND / OR PROPERTIES**

There were no sales of unquoted investments and / or properties during the financial year-to-date.

**B7. QUOTED SECURITIES**

There were no sales or purchases of quoted securities during the financial year-to-date.

**B8. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

There were no corporate proposals announced as of 15 May 2013 (being the latest practicable date which shall not be earlier than 7 days from the date of issue of this report).

**B9. GROUP BORROWINGS**

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

	<b>Short Term RM '000</b>	<b>Long Term RM '000</b>	<b>Total RM '000</b>
<b><u>31/03/2013</u></b>			
Borrowings - secured	5,792	2,033	7,825
- unsecured	9,800	0	9,800
	<u>15,592</u>	<u>2,033</u>	<u>17,625</u>
<b><u>31/12/2012</u></b>			
Borrowings - secured	5,792	3,368	9,160
- unsecured	9,800	0	9,800
	<u>15,592</u>	<u>3,368</u>	<u>18,960</u>

The borrowings were all denominated in Ringgit Malaysia.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no off balance sheet financial instruments as at 31 March 2013.

**B11. CHANGES IN MATERIAL LITIGATION**

There was no material litigation as at 15 May 2013 (being the latest practicable date which shall not be earlier than 7 days from the date of issue of this report).

**B12. DIVIDEND**

The Directors, on 26 February 2013 declared a second interim single tier dividend of 10 sen per share of RM1.00 each in respect of the financial year ended 31 December 2012, totaling RM15,000,000. The dividend was paid on 25 March 2013.

No dividend was declared during the quarter under review for the financial year ending 31 December 2013.

**B13. EARNINGS PER SHARE (“EPS”)**

The calculations of basic earnings per share for the reporting periods are computed as follows:

RM '000	Quarter and year-to-date ended	
	31/03/2013 RM'000	31/03/2012 RM'000
<b>Basic earnings per share</b>		
Profit attributable to equity holders of the Company	6,837	10,018
Weighted average number of ordinary shares	150,000	100,000
Basic earnings per share	4.56 sen	10.02 sen

The diluted earnings per share for the Group is not presented as there is no dilutive potential ordinary shares during the current financial year-to-date under review.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B14. REALISED AND UNREALISED PROFITS**

The breakdown of the retained profits of the Group into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

<b>RM'000</b>	<b>Cumulative Quarter Ended 31/03/2013</b>	<b>Cumulative Quarter Ended 31/12/2012</b>
Total retained profits of the Company and its subsidiaries:		
Realised	102,778	107,601
Unrealised	(6,418)	(5,915)
	96,360	101,686
Total share of retained profits from associated companies:		
Realised	42,613	45,010
Unrealised	(3,050)	(3,091)
	39,563	41,919
Less: Consolidation adjustments	(24,626)	(24,145)
Total Group's retained profits	111,297	119,460

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B15. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the financial year ended 31 December 2012 was unqualified.

**B16. AUTHORISATION OF ISSUE**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated on 22 May 2013.

By order of the Board

Lee Sew Bee (MAICSA no. 0791319)  
Lim Hooi Mooi (MAICSA no. 0799764)  
Company Secretaries  
Kuala Lumpur  
22 May 2013