

PETRA ENERGY BERHAD (Company No. 718388-H)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
THIRD FINANCIAL QUARTER ENDED 30 SEPTEMBER 2011

THE FIGURES HAVE NOT BEEN AUDITED

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2011 RM'000	Preceding Year Corresponding Quarter 30/09/2010 RM'000	Nine Months to 30/09/2011 RM'000	Nine Months to 30/09/2010 RM'000
Revenue	158,591	158,939	432,695	483,899
Cost of sales	(155,573)	(133,458)	(380,869)	(415,072)
Gross profit	3,018	25,481	51,826	68,827
Other income	581	865	2,969	2,578
Operating expenses	(17,870)	(14,931)	(51,828)	(41,748)
Finance costs	(2,704)	(4,003)	(7,075)	(10,753)
(Loss)/profit before taxation	(16,975)	7,412	(4,108)	18,904
Income tax expense	3,294	(2,779)	(634)	(8,410)
(Loss)/profit net of tax, represent total comprehensive income/(loss) for the period	(13,681)	4,633	(4,742)	10,494
Attributable to:				
Owners of the Parent	(13,684)	4,757	(4,559)	10,579
Minority interests	3	(124)	(183)	(85)
	(13,681)	4,633	(4,742)	10,494
Earnings per share of RM0.50 each (sen)				
- Basic /diluted	(7.02)	2.44	(2.34)	5.43

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2011 RM'000	Preceding Year Corresponding Quarter 30/09/2010 RM'000	Nine Months to 30/09/2011 RM'000	Nine Months to 30/09/2010 RM'000
(Loss)/profit for the period	(13,681)	4,633	(4,742)	10,494
Other comprehensive income/(loss)	-	-	-	-
Total comprehensive income/(loss) for the period	(13,681)	4,633	(4,742)	10,494
Total comprehensive income/(loss) attributable to:				
Owners of the Parent	(13,684)	4,757	(4,559)	10,579
Minority interests	3	(124)	(183)	(85)
	(13,681)	4,633	(4,742)	10,494

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

PETRA ENERGY BERHAD (Company No. 718388-H)
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at end of current quarter 30/09/2011 RM'000	Audited As at preceding financial year ended 31/12/2010 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	339,498	353,141
Deferred tax assets	1,084	1,084
	<u>340,582</u>	<u>354,225</u>
Current assets		
Inventories	15,345	10,600
Trade and other receivables	188,161	191,542
Amount due from customers	82,880	82,119
Tax recoverable	8,377	7,614
Fixed deposits with licensed banks	41,360	44,047
Cash and bank balances	31,501	19,659
	<u>367,624</u>	<u>355,581</u>
Total Assets	<u>708,206</u>	<u>709,806</u>
Equity and Liabilities		
Equity attributable to owners of the Parent		
Share capital	97,500	97,500
Reserves	203,200	208,733
	<u>300,700</u>	<u>306,233</u>
Minority interest	597	780
Total equity	<u>301,297</u>	<u>307,013</u>
Non-current liabilities		
Long term borrowings	65,257	108,518
Deferred taxation	28,137	28,745
	<u>93,394</u>	<u>137,263</u>
Current liabilities		
Trade and other payables	213,111	165,916
Amount due to customers	2,375	3,153
Borrowings	97,385	95,608
Provision for taxation	644	853
	<u>313,515</u>	<u>265,530</u>
Total liabilities	<u>406,909</u>	<u>402,793</u>
Total equity and liabilities	<u>708,206</u>	<u>709,806</u>
Net assets per share of RM0.50 each (RM)	<u>1.54</u>	<u>1.57</u>

(The condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Unaudited nine months to 30/09/2011 RM'000	Unaudited nine months to 30/09/2010 RM'000
Cash flow from operating activities		
(Loss)/profit before taxation	(4,108)	18,904
Adjustments for:		
Amortisation	-	97
Depreciation	17,908	18,937
(Doubtful debts recovered)/doubtful debts	(174)	1,740
(Gain)/loss on disposal of property, plant and equipment	(33)	48
Impairment of intangible assets	-	1,428
Interest expense	7,075	10,753
Interest income	(587)	(493)
Inventories written off	-	12
Property, plant and equipment written off	-	66
Retirement benefits	-	(101)
Operating cash flows before changes in working capital	20,081	51,391
Changes in working capital		
Increase in inventories	(4,744)	(6,107)
Decrease/(increase) in receivables	2,794	(24,815)
Increase/(decrease) in payables	46,417	(90,895)
Net cash generated from/(used) in operations	64,548	(70,426)
Tax paid	(2,215)	(6,659)
Net cash generated from/(used) in operating activities	<u>62,333</u>	<u>(77,085)</u>
Cash flow from investing activities		
Purchase of property, plant and equipment	(4,390)	(8,798)
Proceeds from disposal of property, plant and equipment	158	63
Interest income received	587	493
Net cash used in investing activities	<u>(3,645)</u>	<u>(8,242)</u>
Cash flow from financing activities		
Drawdown of revolving credit	4,700	-
Drawdown of term loan	-	77,246
Repayment of hire purchase loan	(60)	(163)
Repayment of term loan	(43,228)	(7,753)
Repayment of revolving credit	-	(1,650)
Interest paid	(7,075)	(10,753)
Dividend paid	(974)	(1,950)
Net cash (used in)/generated from financing activities	<u>(46,637)</u>	<u>54,977</u>
Net change in cash and cash equivalents	12,051	(30,350)
Cash & cash equivalents at beginning of period	60,810	66,425
Cash & cash equivalents at end of period	<u>72,861</u>	<u>36,075</u>
Cash and cash equivalents		
Cash in hand and at banks	31,501	1,312
Fixed deposits with licensed banks	41,360	34,763
	<u>72,861</u>	<u>36,075</u>
Less: Fixed deposits pledged as security	(278)	(278)
	<u>72,583</u>	<u>35,797</u>

(The Condensed Consolidated Statement Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Attributable to Equity Holders of the Company →				Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Retained Profits RM'000			
Financial Period Ended 30 September 2011 (Unaudited)							
As at 1 January 2011	97,500	62,062	(31,000)	177,671	306,233	780	307,013
Total comprehensive loss for the period	-	-	-	(4,559)	(4,559)	(183)	(4,742)
Dividend for the year ended 31 December 2010	-	-	-	(974)	(974)	-	(974)
Balance as at 30 September 2011	97,500	62,062	(31,000)	172,138	300,700	597	301,297
Financial Period Ended 30 September 2010 (Unaudited)							
As at 31 December 2009	97,500	62,062	(31,000)	175,400	303,962	684	304,646
Effect arising from adoption of FRS 139	-	-	-	1,636	1,636	-	1,636
As at 1 January 2010, as restated	97,500	62,062	(31,000)	177,036	305,598	684	306,282
Total comprehensive income	-	-	-	10,579	10,579	(85)	10,494
Dividend for the year ended 31 December 2009	-	-	-	(1,950)	(1,950)	-	(1,950)
Balance as at 30 September 2010	97,500	62,062	(31,000)	185,665	314,227	599	314,826

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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PART A: EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2010. The explanatory notes attached to the interim financial statements 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 year ended 31 December 2010.

2. Changes in Accounting Policies

The Group and the Company have adopted the new and revised FRS, Amendments to FRS and IC Interpretations which are mandatory for financial periods beginning on or after 1 January 2011. The adoption of these standards and interpretations did not give rise to any significant effects on the financial statements of the Group and the Company in the period of initial application.

3. Qualification of Financial Statements

The preceding annual financial statements of the Group were not subject to any qualification.

4. Seasonal or Cyclical Factors

Seasonal and cyclical factors do not have any material impact on the Group’s business operations.

5. Unusual and Extraordinary Items

There are no unusual and extraordinary items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year to-date.

6. Material Changes in Estimates

There are no material changes in the estimates of amounts reported in the current quarter and financial year to-date.

7. Issuance and Repayment of Debts and Equity Securities

On 27 October 2011, the Company has completed the Private Placement of 19,500,000 new ordinary shares of RM0.50 each following the listing of and quotation of the Placement Shares on the Main Market of Bursa Malaysia Securities Berhad.

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Save as disclosed above, there have been no cancellation, repurchase, resale and repayment of debts and issuance of equity securities in the current quarter and financial year to-date.

8. Dividends Paid

A final tax exempt (single-tier) dividend in respect of the financial year ended 31 December 2010, of 0.5 sen per ordinary share of RM0.50 each on 195,000,000 ordinary shares amounting to RM975,000.00 was paid on 18 July 2011.

9. Segmental Information

Business Segment – Quarter

Current Quarter Ended 30 September 2011	Integrated Brown Field Maintenance and Onshore Civil Engineering Services RM'000	Engineering Services RM'000	Marine Offshore Support Services RM'000	Design, Fabrication, Supply and Installation Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue							
External revenue	119,989	12,270	21,370	4,962	-	-	158,591
Inter-segment revenue	18,537	-	-	3,244	840	(22,621)	-
	<u>138,526</u>	<u>12,270</u>	<u>21,370</u>	<u>8,206</u>	<u>840</u>	<u>(22,621)</u>	<u>158,591</u>
Results							
Segment results	13,754	(27,592)	2,372	(2,918)	(737)	850	(14,271)
Finance cost	(2,664)	(96)	(28)	(56)	-	140	(2,704)
Profit/(loss) before taxation	<u>11,090</u>	<u>(27,688)</u>	<u>2,344</u>	<u>(2,974)</u>	<u>(737)</u>	<u>990</u>	<u>(16,975)</u>
Corresponding Quarter Ended 30 September 2010							
Revenue							
External revenue	109,680	17,390	27,774	4,095	-	-	158,939
Inter-segment revenue	14,802	-	-	6,990	840	(22,632)	-
	<u>124,482</u>	<u>17,390</u>	<u>27,774</u>	<u>11,085</u>	<u>840</u>	<u>(22,632)</u>	<u>158,939</u>
Results							
Segment results	14,349	(851)	1,521	(2,449)	(553)	(602)	11,415
Finance cost	(3,353)	-	-	(650)	(520)	520	(4,003)
Profit/(loss) before taxation	<u>10,996</u>	<u>(851)</u>	<u>1,521</u>	<u>(3,099)</u>	<u>(1,073)</u>	<u>(82)</u>	<u>7,412</u>

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9. Segmental Information (cont'd.)

Business Segment – Year-to-date

Year-to-date Ended 30 September 2011	Integrated Brown Field Maintenance and Engineering Services RM'000	Onshore Civil Engineering Services RM'000	Marine Offshore Support Services RM'000	Design, Fabrication, Supply and Installation Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue							
External revenue	310,523	20,472	75,712	25,988	-	-	432,695
Inter-segment revenue	62,682	-	-	8,255	2,520	(73,457)	-
	373,205	20,472	75,712	34,243	2,520	(73,457)	432,695
Results							
Segment results	36,981	(27,411)	4,196	(6,481)	(4,571)	253	2,967
Finance cost	(6,727)	(278)	(40)	(86)	-	56	(7,075)
Profit/(loss) before taxation	30,254	(27,689)	4,156	(6,567)	(4,571)	309	(4,108)

Corresponding Year-to-date Ended 30 September 2010	Integrated Brown Field Maintenance and Engineering Services RM'000	Onshore Civil Engineering Services RM'000	Marine Offshore Support Services RM'000	Design, Fabrication, Supply and Installation Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue							
External revenue	343,448	29,036	79,897	31,518	-	-	483,899
Inter-segment revenue	71,480	-	-	6,990	2,520	(80,990)	-
	414,928	29,036	79,897	38,508	2,520	(80,990)	483,899
Results							
Segment results	35,886	(3,407)	5,596	(5,433)	361	(3,346)	29,657
Finance cost	(10,072)	-	-	(684)	(2,298)	2,301	(10,753)
Profit/(loss) before taxation	25,814	(3,407)	5,596	(6,117)	(1,937)	(1,045)	18,904

10. Valuation of Property, Plant and Equipment

There is no valuation of property, plant and equipment during the current quarter and financial year to-date.

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11. Material Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the end of the interim period reported.

12. Changes in Composition of the Group

On 21 October 2011, the Company had acquired the remaining 49,000 ordinary shares of RM1.00 each fully paid up in the capital of Petra AWT Sdn Bhd, ("Petra AWT") from Advanced Well Technologies (Malaysia) Pty. Ltd. for a total consideration of RM49,000.00. Following the acquisition, Petra AWT is now a wholly-owned subsidiary of the Company.

Save as disclosed above, there was no changes in the composition of the Group during the current financial period including business combination, acquisition or disposal of subsidiary and long-term investment, restructuring and discontinuing operation.

13. Changes in Contingent Liabilities and Contingent Assets

As at 30 September 2011, the Company has given corporate guarantees amounting to approximately RM348.4 million to licensed financial institutions for facilities granted to subsidiary companies. Arising from this, the Company is contingently liable for the amount utilized by its subsidiary companies of approximately RM45.6 million. As at the said date, the amount of performance guarantees extended to third parties is approximately RM63.37 million.

14. Significant Related Party Transactions

a. Related Party Transactions

	Current Quarter Ended 30 September 2011 RM'000	Corresponding Quarter Ended 30 September 2010 RM'000
Charter hire fee paid to related companies of a corporate shareholder	23,740	25,788

The Directors of the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

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b. Compensation of key management personnel

The remuneration of Directors and other members of key management are as follows:

	Current Quarter Ended 30 September 2011 RM'000	Corresponding Quarter Ended 30 September 2010 RM'000
Directors and other members of key management	412	377

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

15. Review of Performance

For the current quarter, the Group recorded a turnover of RM158.6 million, a slight decrease by 0.2% compared with RM158.9 million reported in the third quarter of the financial year ended 2010. The decrease in turnover for the current quarter is due to lower revenue recorded by Marine Offshore Support Services, mainly as a result of a revision of the Daily Charter Rate for a vessel and lower activities for Onshore Civil Engineering Services due to completion of Kumang Project in the current quarter. The lower revenue is compensated by higher business activities of the Integrated Brown Field Maintenance and Engineering Services recorded in the current quarter.

The Group registered a loss before taxation of RM16.9 million in the current quarter, from a profit before taxation of RM7.4 million in the third quarter, 2010. The swing in the net result of RM24.3 million is mainly due to additional recognition of losses in the Onshore Civil Engineering Services on completion of the Kumang Project, against an improvement in the results of the other sectors by RM1.4 million.

16. Comparison with Immediate Preceding Quarter

The Group's turnover in the current quarter increased by 11.9% to RM158.6 million from RM141.8 million, reported in the preceding quarter mainly due to the increase in the business activities of the Integrated Brown Field Maintenance and Engineering Services.

The Group also registered a loss before taxation of RM16.9 million compared against profit before taxation of RM6.4 million recorded in the preceding quarter. The losses recorded this quarter are attributable to the losses recognized in the Onshore Civil Engineering Services on completion of Kumang Project despite higher contribution from other sectors.

17. Prospects

The prospects for the Group in the oil & gas industry are bright. Given the robust growth of the industry, which is attributed to the Government's Economic Transformation Programme (ETP) and PETRONAS' planned capex of RM300 billion in developing the offshore fields over the next five years, Petra Energy Berhad, an integrated oil & gas services provider, is expected to benefit in the medium to long term by the government's programme of enhanced oil recovery and the rejuvenation of marginal oilfields through the Risk Service Contract ("RSC").

Going forward the Group is optimistic of leveraging on its core competencies, in areas of brown field work, including offshore marine and fabrication services, to secure complex, integrated brown field contracts in the coming periods.

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18. Profit Forecast

No profit forecast or profit guarantee has been issued by the Group.

19. Taxation

	Current Quarter Ended 30 September 2011 RM'000	Corresponding Quarter Ended 30 September 2010 RM'000	Current Year-to-date Ended 30 September 2011 RM'000	Corresponding Year-to-date Ended 30 September 2010 RM'000
Current tax charge	(2,289)	2,608	1,244	5,630
Deferred taxation	(1,005)	171	(610)	2,780
Total	(3,294)	2,779	634	8,410

The effective tax rate of the Group for the current quarter and financial year-to-date is lower than the statutory tax rate principally due to utilization of deferred tax assets arising from tax losses and provisions that were not previously recognized.

20. Unquoted Investment and Properties

There were no purchases or disposals of unquoted investment and properties for the current quarter and financial year to-date.

21. Quoted Securities

There were no purchases or disposals of quoted securities for the current quarter and financial year to date and the Group did not hold any quoted securities as at the end of financial year to-date.

22. Corporate Proposals

On 13 June 2011, the Company announced a proposed private placement of up to 19,500,000 new ordinary shares of RM0.50 each in the Company, representing up to 10% of the existing issued and paid-up share capital of the Company ("Proposed Private Placement").

Bursa Malaysia Securities Berhad ("Bursa Securities") had, through its letter dated 7 July 2011 approved the listing of and quotation for up to 19,500,000 new ordinary shares of RM0.50 each in the Company to be issued pursuant to the Proposed Private Placement ("Placement Shares").

On 17 October 2011, the Board of Directors of the Company had resolved to fix the issue price per Placement Share at RM0.91 per share. The Private Placement was completed on 27 October 2011 following the listing of and quotation of the Placement Shares on the Main Market of Bursa Malaysia Securities Berhad.

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The status of the utilisation of proceeds of approximately RM17.745 million from the private placement as at 14 November 2011 are as follows:

Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Intended Timeframe for Utilisation
Part finance a proposed acquisition of an accommodation work barge	17,405	-	By January 2012
Expenses related to the Private Placement	340	227	By January 2012
Total	17,745	227	

23. Borrowings

a. Total Group's borrowings as at 30 September 2011 were as follows:

	As at 30 September 2011 RM'000
Secured borrowings	
Short term	97,385
Long term	65,257
Total	162,642

The above borrowings are denominated in Ringgit Malaysia.

24. Derivative Financial Instruments

There were no derivative financial instruments for the current financial quarter ended 30 September 2011.

25. Gains and Losses Arising from Fair Value Changes of Financial Liabilities

There were no financial liabilities measured at fair value through profit or loss for the current financial quarter ended 30 September 2011. All financial liabilities are measured at the amortised cost effective interest method. Hence, no gains or losses were recognised for changes in the fair values of these liabilities.

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26. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off-balance sheet risk as at the date of the announcement.

27. Changes in Material Litigation

The Group is not engaged in any material litigation as at 30 September 2011 except for the following:

- a. Petra Fabricators Sdn Bhd (“PFSB”), a wholly-owned subsidiary of PEB, received a Writ of Summons and Statement of Claims dated 4 September 2003 for a total sum of RM1,071,899 from Kencana Bestwide (“KBW”) for goods and services rendered.

PFSB filed a Defence and Counter-Claim dated 1 September 2003 for a sum of approximately RM2 million being the rectification cost incurred against KBW. On January 2010, the Judge decided to allow the Plaintiff’s claim and dismissed PFSB’s counter claim with costs. However, an appeal has been filed to the Court of Appeal against the whole of the decision of the High Court Judge on 19 February 2010.

The hearing for a stay execution of the High Court Judge’s decision on 29 January 2010 filed by PFSB with the High Court of Malaya at Kuala Lumpur was fixed on 2 September 2010 where the High Court has disallowed PFSB’s application for stay of execution. The PFSB’s record of appeal to the Court of Appeal has been filed on 8 September 2010 and the Company has been advised by its solicitors that the Solicitors is constantly sending reminder to the Court of Appeal to get a hearing date for the appeal.

Based on legal advice, the Board of Directors is of the opinion that the Group has a reasonably good prospect to avail in the proceedings.

- b. On or about 1 December 2009, Petra Boilers Sdn Bhd (“PBSB”), an ultimate subsidiary of PEB, was served a Request of Arbitration dated the same by United Palm Oil Industry Public Co. Ltd. (“UPOIC”), a company incorporated under the laws of Thailand, for a claim of THB371,525,040.04 (the equivalent of US\$11,258,334.55) for direct loss, damage and cost of rectification incurred by UPOIC as a direct consequence of PBSB’s failure to perform its obligation under a Contract dated 31 July 2006 (“the Contract”) together with interest, costs and such further or other relief as may be amended or added.

On 25 August 2010, UPOIC amended its Request for Arbitration increasing their claim to THB712,780,664.33 (approximately USD\$21,582,481.10) together with additional continuing loss of profits, interest, costs and such further or other relief as may be amended or added.

PBSB counter-claimed for a sum of US\$376,914.50 comprising of unpaid invoices for the balance 30% of the Contract Price.

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The arbitral hearing was fixed on the following dates:

- a) 21 to 27 May 2011;
- b) 2 to 6 July 2011;
- c) 20 to 21 October 2011.

The Board of Directors has been advised by its solicitors that UPOIC's claims were grossly inflated. The Contract limits PBSB's liability to 20% of the Contract value of US\$1,256,381.00 and excludes claims for loss of profits, loss of use, loss of production, loss of contract and any other indirect or consequential damage that may be suffered by UPOIC as a result of a breach of contract by PBSB.

The Company will announce further developments on the above matter as and when necessary.

28. Dividends

There is no dividend proposed in respect of the current quarter ended 30 September 2011.

29. Earnings Per Share

Weighted Average	Current Quarter Ended 30 September 2011 RM'000	Corresponding Quarter Ended 30 September 2010 RM'000	Current Year-to-date Ended 30 September 2011 RM'000	Corresponding Year-to-date Ended 30 September 2010 RM'000
Net (loss)/profit attributable to owners of the Parent	(13,684)	4,757	(4,559)	10,579
Number of ordinary shares in issue at the beginning of the period	195,000,000	195,000,000	195,000,000	195,000,000
Weighted average number of ordinary shares in issue	195,000,000	195,000,000	195,000,000	195,000,000
Basic/diluted earnings per ordinary share of RM0.50 each (sen)	(7.02)	2.44	(2.34)	5.43

PETRA ENERGY BERHAD (Company No: 718388-H)
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30. Disclosure of Realised and Unrealised Profits

On 25th March 2010, Bursa Securities issued a directive to all listed issuers pursuant to paragraphs 2.07 and 2.23 of the Bursa Securities Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits or losses.

On 20th December 2010, Malaysian Institute of Accountants (“MIA”) further issued guidance on the disclosure and the format required.

The breakdown of the retained profits of the Group as at 30 September 2011, into realised and unrealised profits, pursuant to the directive, is as follows:

	As at 30.9.2011 RM’000	As at 31.12.2010 RM’000
Total retained profits of the Company and its subsidiaries:		
- Realised	198,413	207,725
- Unrealised	<u>(23,646)</u>	<u>(26,816)</u>
	174,767	180,909
Less: Consolidated adjustments	<u>(2,629)</u>	<u>(3,238)</u>
Total retained earnings as per condensed consolidated statement of changes in equity	<u>172,138</u>	<u>177,671</u>

31. Authorisation For Issue

The condensed consolidated interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 21 November 2011.