

**TASCO Berhad**  
**(Company No: 20218-T)**



**Condensed Consolidated Financial Statements**  
**For The Quarter And Year-To-Date Ended**  
**31 December 2012**



**Condensed Consolidated Statement of Comprehensive Income  
 For The Quarter And Year-To-Date Ended 31 December 2012**

	3 months ended		Cumulative 12 months ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
	Audited	Audited	Audited	Audited
Revenue	104,463	113,870	442,448	469,211
Cost of sales	(77,286)	(86,909)	(330,397)	(361,074)
<b>Gross profit</b>	<b>27,177</b>	<b>26,961</b>	<b>112,051</b>	<b>108,137</b>
Other operating income	848	510	2,171	1,864
General and administrative expenses	(20,902)	(17,597)	(77,880)	(71,792)
<b>Profit from operations</b>	<b>7,123</b>	<b>9,874</b>	<b>36,342</b>	<b>38,209</b>
Share of profits of associated companies	134	125	601	594
Finance costs	(374)	(427)	(1,628)	(1,439)
<b>Profit before taxation</b>	<b>6,883</b>	<b>9,572</b>	<b>35,315</b>	<b>37,364</b>
Tax expense	928	4,419	(6,339)	(2,688)
<b>Profit for the period</b>	<b>7,811</b>	<b>13,991</b>	<b>28,976</b>	<b>34,676</b>
<b>Profit attributable to:</b>				
Owners of the Company	7,789	13,963	28,889	34,590
Non-Controlling Interest	22	28	87	86
	<b>7,811</b>	<b>13,991</b>	<b>28,976</b>	<b>34,676</b>
Earnings per share (sen) -basic	7	.79	13.96	28.89
				34.59

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.



**Condensed Consolidated Statement of Comprehensive Income  
 For The Quarter And Year-To-Date Ended 31 December 2012**

	3 months ended		Cumulative 12 months ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
	Audited	Audited	Audited	Audited
<b>Profit for the period</b>	<b>7,811</b>	<b>13,991</b>	<b>28,976</b>	<b>34,676</b>
<b>Other Comprehensive Income:</b>				
Exchanged differences on translation of foreign operations	(143)	(2)	(43)	(40)
Fair Value adjustment on cash flow hedge	29	1,145	(70)	398
Other comprehensive income/(Loss) for the period, net of tax	(114)	1,143	(113)	358
<b>Total Comprehensive Income</b>	<b>7,697</b>	<b>15,134</b>	<b>28,863</b>	<b>35,034</b>
<b>Total Comprehensive Income attributable to:</b>				
Owners of the Company	7,675	15,106	28,776	34,948
Non-Controlling Interest	22	28	87	86
	<b>7,697</b>	<b>15,134</b>	<b>28,863</b>	<b>35,034</b>

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement of Financial Position as at 31 December 2012

	Asat 31.12.2012 RM'000 Audited	Asat 31.12.2011 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	196,237	194,305
Goodwill	- 865	
Investment in associated company	4,651	5,138
Available-for-sale investments	1,230	1,225
<b>Total non-current assets</b>	<b>202,118</b>	<b>201,533</b>
<b>Current assets</b>		
Inventories	102	241
Trade receivables	63,284	67,883
Other receivables, deposits and prepayments	9,268	4,413
Amounts owing by related companies	8,532	9,359
Amounts owing by associated company	54	-
Current tax asset	8,345	14,552
Fixed deposits with licensed bank	39,951	29,639
Cash and bank balances	12,748	19,641
<b>Total current assets</b>	<b>142,284</b>	<b>145,728</b>
<b>TOTAL ASSETS</b>	<b>344,402</b>	<b>347,261</b>

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 accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement of Financial Position as at 31 December 2012

	Asat 31.12.2012 RM'000 Audited	Asat 31.12.2011 RM'000 Audited
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent:</b>		
Share capital	100,000	100,000
Share premium	801	801
Revaluation reserve	1,400	1,400
Hedgereserve	(355)	(285)
Exchange translation reserve	(80)	(37)
Retained profits	153,719	138,835
	-----	-----
Equity attributable to owners of the Company	255,485	240,714
	-----	-----
Non-controlling interest	550	463
	-----	-----
<b>Totalequity</b>	<b>256,035</b>	<b>241,177</b>
	-----	-----
<b>Non-current liabilities</b>		
Hire purchase and finance lease liabilities	20	311
Long term bank loan	19,742	30,117
Deferred tax liabilities	8,730	13,105
	-----	-----
<b>Total non-current liabilities</b>	<b>28,492</b>	<b>43,533</b>
	-----	-----
<b>Current liabilities</b>		
Trade payables	26,178	27,341
Other payables, deposits and accruals	14,545	16,890
Amounts owing to related companies	5,994	5,442
Amounts owing to associated company	-	322
Hire purchase and finance lease liabilities	291	295
Bank term loan	12,800	12,200
Current tax liabilities	67	61
	-----	-----
<b>Total current liabilities</b>	<b>59,875</b>	<b>62,551</b>
	-----	-----
<b>Totalliabilities</b>	<b>88,367</b>	<b>106,084</b>
	-----	-----
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>344,402</b>	<b>347,261</b>
	=====	=====
<b>Net Assets per share (RM)</b>	<b>2.55</b>	<b>2.41</b>
	=====	=====

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 accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity for Year-To-Date Ended 31 December 2012

	Attributable to Owners of the Company		Attributable to Non-Discontrolling Interest		Attributable to Owners of the Company		Attributable to Non-Discontrolling Interest	
	Share premium	Revaluation reserve	Hedge reserve	Exchange translation reserve	Retained earnings	Total	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2011	1,400	1,400	3	112	242	213,763	377	214,140
Total comprehensive income for the period	-	398	(683)	(40)	34,948		86	35,034
Dividend paid on 07 July 2011					(7,997)		(7,997)	
Balance at 31 December 2011	1,400	1,400	(285)	138	835	240,714	463	241,177
Balance at 1 January 2012	1,400	1,400	(285)	138	835	240,714	463	241,177
Total comprehensive income for the period			(70)	2	8,889	28,776	87	28,863
Dividend paid on 12 July 2012					(10,000)		(10,000)	
Dividend paid on 21 December 2012					(4,005)		(4,005)	
Balance at 31 December 2012	1,400	1,400	(355)	153	719	255,485	550	256,035

The condensed consolidated statement of change in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Cash Flows For The Year-To-Date Ended 31 December 2012

	Year-To-Date Ended	
	31.12.2012 RM'000 Audited	31.12.2011 RM'000 Audited
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	35,315	37,364
Adjustments for:		
Bad debts written off	-	215
Reversal of allowance for doubtful debt	(155)	-
Depreciation	16,009	15,388
Gain on disposal of property, plant and equipment	(661)	(20)
Impairment of goodwill	865	-
Property, plant and equipment written off	-	(1)
Share of profits of associated company, net of tax	(601)	(594)
Interest income	(968)	(671)
Dividend income	(42)	(3)
Interest expense	1,629	1,439
Unrealised (gain)/loss on foreign exchange	94	(344)
<b>Operating profit before working capital changes</b>	<b>51,485</b>	<b>52,738</b>
Net changes in current assets	880	(5,553)
Net changes in current liabilities	(2,172)	3,408
Cash generated from operations		50,193
Tax paid	(4,501)	(8,490)
<b>Net cash generated from operating activities</b>	<b>45,692</b>	<b>42,103</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(18,236)	(48,727)
Proceeds from disposal of property, plant and equipment	779	50
Purchase of other investment	(5)	-
Interest received	968	672
Dividend received from other investment	42	3
<b>Net cash used in investing activities</b>	<b>(16,452)</b>	<b>(47,967)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of term loan	3,000	26,764
Repayment of term loan	(12,845)	(8,507)
Payment of hire purchase and finance lease liabilities	(295)	(561)
Interest paid	(1,629)	(1,439)
Dividend paid	(14,005)	(7,998)
<b>Net cash generated (used in) from financing activities</b>	<b>(25,774)</b>	<b>8,259</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>3,466</b>	<b>2,395</b>
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	49,280	46,927
EFFECT OF EXCHANGE RATE CHANGES	(47)	(4)
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<b>52,699</b>	<b>49,280</b>
<b>Represented by:</b>		
Fixed deposits with licensed bank	39,951	29,639
Cash and bank balances	12,748	19,641
	<b>52,699</b>	<b>49,280</b>

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 accompanying explanatory notes attached to the interim financial statements.



## Notes to the Interim Financial Report

Explanatory Notes in Compliance With Financial Reporting Standards (FRS) 134 Interim Financial Reporting

### A1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for financial derivative which are stated at fair value.

These interim financial statements are audited and have been prepared in accordance with the requirements of MFRS 134, interim Financial Reporting in Malaysia and with IAS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The figures for the period in the current quarter of 31 December 2012 have been audited.

The interim financial report should be read in conjunction with the Company's audited financial statements for the financial year ended (FYE) 31 December 2011. These 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 FYE 31 December 2011.

These are the Group's condensed consolidated financial statements for the period covered by the Group's first MFRS framework annual financial statements and MFRS 1, First-time Adoption of Malaysia Financial Reporting Standards has been applied. The transition to MFRS framework does not have any financial impact to the financial statements of the Group.

### A2. Adoption of Revised Financial Reporting Standards

The following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:-

MFRSs, Amendments to MFRSs and IC Interpretation	Effective for financial periods beginning on or after
MFRS 3 Business Combinations	1 January 2013
MFRS 9 Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
MFRS 10 Consolidated Financial Statements	1 January 2013
MFRS 11 Joint Arrangements	1 January 2013
MFRS 12 Disclosure of Interest in Other Entities	1 January 2013
MFRS 13 Fair Value Measurement	1 January 2013
MFRS 119 Employee Benefits (as amended in June 2011)	1 January 2013
MFRS 127 Separate Financial Statements (as amended by IAS BinM May 2011)	1 January 2013
MFRS 128 IAS Bin May 2011)	1 January 2013
Amendments to MFRS 1 First-time Adoption of MFRS - Government Loans	1 January 2013
Amendments to MFRS Annual Improvements to IFRS Interpretations and MFRSs 2009-2011 Cycle	1 January 2013
Amendments to MFRS 7 Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 10 Consolidated Financial Statements: Transition Guidance	1 January 2013
Amendments to MFRS 11 Joint Arrangements: Transition Guidance	1 January 2013
Amendments to MFRS 12 Disclosure of Interests in Other Entities: Transition Guidance	1 January 2013
Amendments to MFRS 101 Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
IC Interpretation 15 Agreements for the Construction of Real Estate	1 January 2014

### A3. Audit Report

The Audit Report of the Group's annual financial statements for the FYE 31 December 2011 was not subjected to any qualification.



**A4. Seasonal or Cyclical Factors**

The Group's operations are generally affected by festive seasons.

**A5. Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows in the current quarter under review.

**A6. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter under review.

**A7. Issuances, Cancellation, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuances, cancellation, repurchases, resale and repayments of debt and equity securities in the current quarter under review.

**A8. Dividends paid**

A tax exempt final dividend of 1.30 sen and franked dividend of 11.60 sen less 25% tax (8.70 sen net per ordinary share) for the financial year ended 31 December 2011, amounting to RM10,000,000 was approved by the shareholders in the Annual General Meeting on 13 June 2012 and paid on 12 July 2012.

In respect of the financial year ended 31 December 2012, an interim dividend of 5.34 sen less 25% income tax per ordinary share of RM1.00, amounting RM4,005,000 has been approved and declared by the directors on 22 November 2012 and paid on 21 December 2012.

**A9. Segmental Reporting**

	Segmental Revenue		Segmental Result (PBT)	
	12 months ended		12 months ended	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
<b>International Business Solutions</b>				
Air Freight Forwarding Division	130,540	159,777	2,577	3,600
Ocean Freight Forwarding Division	32,979	30,584	1,136	1,057
Origin Cargo Order & Vendor Management Division	2,438	2,439	110	164
	<b>165,957</b>	<b>192,800</b>	<b>3,823</b>	<b>4,821</b>
<b>Domestic Business Solutions</b>				
Contract Logistics Division	197,737	208,328	28,669	28,615
Trucking Division	78,754	68,083	2,823 <sup>a</sup>	3,928
	<b>276,491</b>	<b>276,411</b>	<b>31,492</b>	<b>32,543</b>
<b>Total</b>	<b>442,448</b>	<b>469,211</b>	<b>35,315</b>	<b>37,364</b>

Note (a): PBT of Trucking Division was after deduction of impairment of goodwill, amounted to RM864,854.



Explanatory Notes In Compliance With Financial Reporting Standards (FRS) 134 Interim Financial Reporting

**A10. Valuation of property, plant and equipment**

The Group did not carry out any valuation on its property, plant and equipment.

**A11. Subsequent Events**

There was no material event subsequent to the end of the current quarter.

**A12. Changes in Composition of the Group**

There were no changes in the composition of the Group in the current quarter under review.

**A13. Contingent Assets and Liabilities**

There was no material contingent assets and liabilities since the last annual balance sheet date to the date of this report.

**A14. Capital Commitment**

Authorised and contracted for  
- acquisition of property, plant and equipment

Asat 31.12.2012 RM'000	Asat 31.12.2011 RM'000
11,280	2,370
=====	=====

**A15. Related Party Disclosures****Transaction with subsidiary companies**

Rental of trucks paid and payable to subsidiary companies	434	474
Labour charges paid and payable to subsidiary companies	15,510	13,554
Maintenance charges paid and payable to subsidiary company	3,697	4,932
Handling fees paid and payable to subsidiary company	1,081	640
Handling fees received and receivable from subsidiary company	126	59
Related logistics services paid and payable to subsidiary company	6	6
Related logistics services received and receivable from subsidiary company	8,931	5,956
Rental of premises received from subsidiary company	304	3
Rental of trucks received and receivable from subsidiary company	253	253
Purchase of property, plant and equipment and prepayment from subsidiary companies	-	20
	=====	=====

**Transaction with related companies**

Related logistics services received and receivable	56,109	70,854
Related logistics services paid and payable	52,901	50,157
Management fees paid and payable	252	261
Consultancy fees paid and payable	547	455
Rental received	300	300
	=====	=====

**Transaction with associated company**

Rental of premises paid	1,129	1,129
Accounting fees received from an associated company	19	19
	=====	=====



**Disclosure Requirements Pursuant to Part A, Appendix 9 of Bursa Malaysia Securities Berhad Listing Requirements**

**B1. Performance Review (Year-to-date, 2012 vs Year-to-date 2011)**

The Group achieved revenue of RM442 million for the financial year ended ("FYE") 31 December 2012, as against RM469 million for the corresponding year in 2011, a decrease of 5.7% (RM26.8 million). The revenue from our International Business Solutions ("IBS") segment posted a 14% or RM26.8 million drop in revenue. Meanwhile, despite a difficult year caused by the generally unfavourable global economy, the revenue of the Domestic Business Solutions ("DBS") segment still managed to maintain the performance of the previous year by posting a revenue of RM276 million.

Within the IBS, the impact of the poor global economy is more strongly felt in the Air Freight Forwarding ("AFF") division, which registered a drop of 18% or RM29 million due to lower export shipments from major customers in the manufacturing sectors. However, this was mitigated by a 7.3% (RM2.4 million) increase in revenue registered by the Ocean Freight Forwarding ("OFF") division. Whereas within the DBS, the Contract Logistics ("CL") division posted a 5.1% (RM10.5 million) decrease in revenue which was due to a drop in the customs clearance and warehouse business segment. Nevertheless, this was offset by the 18% (RM5.3 million) revenue increase registered by the Auto CBU and Haulage business divisions. The Trucking division also contributed to better performance of DBS by posting a 15.6% (RM10.6 million) increase in revenue.

Profit before taxation ("PBT") for FYE 31 December 2012 decreased to RM35.3 million from RM37.4 million, a decrease of 5.6% (RM2.1 million), while profit for the year went down to RM28.9 million from RM34.7 million, a decrease of 16.7%. The poorer PBT was mainly due to the lower revenue posted as well as a one time write-off of goodwill on consolidation of RM0.9 million. The reduction in profit for the year is mainly due to the expiry of our Integrated Logistics Services investment tax incentives scheme enjoyed in 2011.

**B2. Comparison with Previous Year Corresponding Quarter's results (Quarter 4, 2012 vs Quarter 4, 2011)**

The Group's revenue for the 4th quarter ended 31 December 2012 ("4QFY12") was registered at RM104.4 million, against revenue of RM113.9 million for the 4th quarter ended 31 December 2011 ("4QFY11"). This represents a decrease of 8.3% (RM9.4 million). The decrease in revenue was due to lower revenue posted by both IBS and DBS, which recorded revenue decreases of 13.7% and 4.6% respectively. Within both these segments, the biggest drops were posted by AFF (18%) and Contract Logistics (12.6%). Nevertheless, this was partially offset by the better revenue growth of the Trucking division which registered an increase of 21%.

PBT for 4QFY12 decreased by 27.4% from RM9.5 million to RM6.9 million. Again, the reasons are lower revenue volume and one-time write-off of goodwill on consolidation.

**B3. Comparison with preceding Quarter's results (Quarter 4, 2012 vs Quarter 3, 2012)**

The Group revenue for 4th quarter ended 31 December 2012 ("4QFY12") was registered at RM104.4 million, as against revenue of RM112.2 million for the 3rd quarter ended 30 September 2012 ("3QFY12"). This represents a decrease of RM7.7 million or 6.9%. The decrease in revenue was due to lower revenue posted by DBS, which recorded revenue decrease of 12.5%. However, the better revenue growth of the IBS was able to slightly offset the poorer revenue posted by DBS which recorded an increase of 4.0%.

PBT for 4QFY12 decreased by 30.7% from RM9.9 million to RM6.9 million. It is mainly due to the IBS margin drop by 63.9% and DBS margin drop by 19.4%.

**B4. Prospects**

The Department of Statistics has released the official GDP figures for 4Q12, which showed that the economy expanded at a faster pace of 6.4 per cent as compared to 5.3 per cent in the preceding quarter. Nevertheless, exports remained sluggish at negative 1.5 per cent which is an improvement of negative 3 per cent over the preceding quarter. Imports experienced a marginal decline of 0.9 per cent, its lowest since 3Q2009.

For the whole year, the economy expanded by 5.6 per cent as compared to 5.1 per cent in 2011. In tandem with the slower pace of external demand in 2012, exports recorded a marginal 0.1 per cent growth for the year while imports registered 4.5 per cent.

Meanwhile the Malaysian Institute of Economic Research has made a forecast of 5.6 per cent GDP growth for 2013. This will again be on the premise that domestic demand will remain resilient and continue to pick up the slack of weak external demand.

The prospects of the Group's businesses are very much dependent on the performance of the Malaysian and world economies, as the health of the manufacturing and international trade are directly impacted by these factors. The Group has been achieving credible results over the last two years despite the unfavourable external economic demand, and going forward, we expect at least the first half of 2013 to be another challenging year in view of the uncertain global economic outlook. Nevertheless, the Group has managed to excel particularly in the Domestic Business Solutions segment (in particular in the Contract Logistics division), and will look to key growth areas on the domestic front to be the driver of growth in the immediate future. We will continue to maintain our strategies to remain focused on servicing our customers with innovative logistics solutions and to expand our logistics capacity where it is advantageous to do so, whilst enforcing a strict cost control regime.

**B5. Profit Forecast**

Not applicable as there is no forecast/profit guarantee.

**B6. Tax expense**

	3 months ended		Cumulative 12 months ended	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
Income tax				
- Current tax	(2,406)	1,619	(10,974)	(4,631)
- overprovision in prior years	261	6,199	261	6,199
	-			
Deferred tax				
- Current year	(548)	(609)	753	(1,466)
- overprovision in prior years	3,621	(2,790)	3,621	(2,790)
	928	4,419	(6,339)	(2,688)

The Group's effective tax rate for the year ended 31 December 2012 was below the statutory rate of 25% due to overprovision of deferred tax in prior years.

**B7. Corporate Proposals**

There were no new proposals made for the quarter under review.

**B8. Borrowing**

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
	Short term borrowing	
Hire purchase and finance lease liabilities	291	295
Bank loan (unsecured)	12,800	12,200
Long term borrowing		
Hire purchase and finance lease liabilities	20	311
Bank loan (unsecured)	19,742	30,117
	32,853	42,923

The borrowings are denominated in Ringgit Malaysia except for the bank term loan which is denominated in USD Dollar.

**B9. Litigation**

There was no material litigation pending since the last annual balance sheet date to the date of this report.

**B10. Dividend Payable**

At the forthcoming Annual General Meeting, a franked final dividend in respect of the financial year ended 31 December 2012, of 6.67 sen less 25% income tax per ordinary share of RM1.00, amounting to a dividend payable of approximately RM5,000,000 will be proposed for shareholders' approval.

**B11. Earnings per share**

	3 months ended		Cumulative 12 months ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
PAT after non-controlling interest (RM'000)	7,789	13,963	28,889	34,590
Weighted average number of ordinary shares in issue ('000)	100,000	100,000	100,000	100,000
Earnings per share (sen)	7.79	13.96	28.89	34.59

The Company does not have any dilutive potential ordinary shares outstanding as at 31 December 2012. Accordingly, no diluted earnings per share is presented.

**B12. Derivative Financial Instruments**

As at 31 December 2012, the Group has the following outstanding derivative financial instruments:

Derivatives	Contractor Notional Amount RM'000	Fair value net gains or (loses) RM'000	Purpose
1. Cross currency swap Contracts: - More than 3 years	32,542	0	For hedging currency risk in bank term loan
2. Forward currency contracts: - Less than 1 year	1,572	0	For hedging currency risk in payables

For the current quarter under review, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objective, policies and processes since the previous financial year end.



## B13. REALISED AND UNREALISED PROFITS/LOSSES DISCLOSURE

	Asat 31.12.2012 RM'000	Asat 31.12.2011 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:-		
-Realised	169,944	157,851
-Unrealised	(8,456)	(12,715)
	161,488	145,136
Total shares of retained profits/(accumulated losses) from associated companies:-		
-Realised	1,670	2,138
-Unrealised	-	-
	163,158	147,274
Less: Consolidation adjustments	(9,439)	(8,439)
<b>Total group retained profits/(accumulated losses) as per consolidated accounts</b>	<b>153,719</b>	<b>138,835</b>

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

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

## B14. PROFIT FOR THE PERIOD

	3 months ended		Cumulative 12 months ended	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
<b>Profit for the period as arrived after crediting :</b>				
Interest income	300	172	968	671
Other income	548	-	1,203	849
Foreign exchange gain	-	118	-	-
Unrealised foreign exchange gain	-	344	-	344
<b>and after charging:</b>				
Interest expenses	375	427	1,629	1,439
Depreciation	3,853	3,990	16,009	15,388
Provision for/write off receivables	-	215	-	215
Provision for/write off inventories	-	-	-	-
Foreign exchange loss	166	-	628	330
Unrealised foreign exchange loss	94	-	94	-
Impairment of goodwill	865	-	865	-
Other loss	-	6	-	6

There were no gain or loss on disposal of quoted or unquoted investment or real properties, gain or loss on derivatives or exceptional item for current quarter and financial year ended 31 December 2012 (31 December 2011: Nil)