



PERWAJA HOLDINGS BERHAD
Company No.: 798513-D

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2010

PERWAJA HOLDINGS BERHAD (798513-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2010**

	Unaudited Quarter and year-to-date ended	
	31.03.2010 RM'000	31.03.2009 RM'000
Revenue	373,736	318,472
Cost of goods sold	<u>(309,743)</u>	<u>(341,651)</u>
Gross profit/(loss)	63,993	(23,179)
Other income	<u>1,768</u>	<u>954</u>
	65,761	(22,225)
Selling and distribution expenses	(3,487)	(3,894)
Administrative expenses	(21,741)	(21,480)
Finance costs	<u>(17,870)</u>	<u>(25,781)</u>
Profit/(Loss) before taxation	22,663	(73,380)
Taxation	<u>-</u>	<u>16,935</u>
Profit/(Loss) after taxation	22,663	(56,445)
Other comprehensive income, net of tax		
Available-for-sale (AFS) investment's fair value movements	<u>62</u>	<u>-</u>
Total comprehensive income/(loss)	<u>22,725</u>	<u>(56,445)</u>
Total comprehensive income/(loss) attributable to:		
Equity holders of the parent	22,725	(56,445)
Minority interests	<u>-</u>	<u>-</u>
	<u>22,725</u>	<u>(56,445)</u>
Earning/(Loss) per share (Note 26) :		
- Basic EPS (sen)	4.06	(10.08)
- Diluted EPS (sen)	<u>3.19</u>	<u>N/A</u>

The above condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

PERWAJA HOLDINGS BERHAD (798513-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2010**

	Unaudited As at 31.03.2010 RM'000	Audited As at 31.12.2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,427,806	1,441,279
Intangible assets	1,293	1,293
Other investment	3,547	4,000
Deferred tax assets	165,000	165,000
	<u>1,597,646</u>	<u>1,611,572</u>
Current assets		
Inventories	696,068	623,494
Receivables	149,388	183,277
Tax recoverable	103	103
Deposits with licensed banks	11,527	11,527
Cash and bank balances	10,971	7,794
	<u>868,057</u>	<u>826,195</u>
TOTAL ASSETS	<u><u>2,465,703</u></u>	<u><u>2,437,767</u></u>
EQUITY AND LIABILITIES		
Share capital	560,000	560,000
Irredeemable Convertible Unsecured Loan Stocks	10,748	10,748
Reserves	408,653	362,785
Total equity	<u>979,401</u>	<u>933,533</u>
Non-current liabilities		
Borrowings (Note 22)	369,278	408,985
Current liabilities		
Trade and other payables	654,244	593,188
Overdrafts and short term borrowings (Note 22)	462,780	502,061
	<u>1,117,024</u>	<u>1,095,249</u>
Total liabilities	<u>1,486,302</u>	<u>1,504,234</u>
TOTAL EQUITY AND LIABILITIES	<u><u>2,465,703</u></u>	<u><u>2,437,767</u></u>
Net assets per share attributable to equity holders of the parent (RM)	<u>1.75</u>	<u>1.67</u>

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

PERWAJA HOLDINGS BERHAD (798513-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR-TO-DATE ENDED 31 MARCH 2010**

	Attributable to Equity Holders of the Company						
	←	Non-distributable			→	Distributable (Accumulated Losses)/ Retained Profits	Total Equity
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Fair Value Reserve RM'000	ICULS RM'000	RM'000	RM'000
Balance at 1 January 2010	560,000	101,502	287,776	-	10,748	(26,493)	933,533
Effect arising from adoption of FRS 139	-	-	-	(515)	-	23,658	23,143
Balance at 1 January 2010, as restated	560,000	101,502	287,776	(515)	10,748	(2,835)	956,676
Comprehensive income for the period	-	-	-	-	-	22,663	22,663
Other comprehensive income for the period	-	-	-	62	-	-	62
Balance at 31 March 2010	<u>560,000</u>	<u>101,502</u>	<u>287,776</u>	<u>(453)</u>	<u>10,748</u>	<u>19,828</u>	<u>979,401</u>
Balance at 1 January 2009	560,000	101,502	287,776	-	10,748	90,097	1,050,123
Comprehensive loss for the period	-	-	-	-	-	(56,445)	(56,445)
Balance at 31 March 2009	<u>560,000</u>	<u>101,502</u>	<u>287,776</u>	<u>-</u>	<u>10,748</u>	<u>33,652</u>	<u>993,678</u>

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

PERWAJA HOLDINGS BERHAD (798513-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE YEAR-TO-DATE ENDED 31 MARCH 2010**

	Unaudited	
	Year-to-date ended	
	31.03.2010	31.03.2009
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit/(Loss) before taxation	22,663	(73,380)
Adjustments for non-cash flow :		
Depreciation	18,555	18,422
Non-cash items	17,537	13,481
Operating profit/(loss) before working capital changes	58,755	(41,477)
Changes in working capital	18,671	64,239
	77,426	22,762
Interest paid	(15,106)	(13,781)
Interest received	-	300
Net cash from operating activities	62,320	9,281
Cash Flows For Investing Activities		
Purchase of property, plant and equipment	(4,495)	(10,090)
Purchase of intangible assets	-	(1,293)
Net cash for investing activities	(4,495)	(11,383)
Cash Flows For Financing Activities		
Repayment of short term borrowings	(49,424)	(39,500)
Repayment of government loan	(300)	(100)
Repayment of hire purchase obligations	(980)	(1,446)
Net cash for financing activities	(50,704)	(41,046)
Net increase/(decrease) in cash and cash equivalents	7,121	(43,148)
Cash and cash equivalents at beginning of period	15,377	60,812
Cash and cash equivalents at end of period	22,498	17,664
Composition of cash and cash equivalents		
Deposits with licensed banks	11,527	2,500
Cash and bank balances	10,971	15,164
Cash and cash equivalents at end of period	22,498	17,664

The above condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2010

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of reporting preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirement of Financial Reporting Standards 134 (FRS134): “Interim Financial Reporting” and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statement should be read in conjunction with the audited financial statements for the year ended 31 December 2009. 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 year ended 31 December 2009.

The significant accounting policies adopted are in consistent with those of the audited financial statements for the year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations with effect from 1 January 2010:

FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101 (2009)	Presentation of Financial Statements
FRS 123 (2009)	Borrowing Costs
FRS 139 (2010)	Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127	Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 2	Vesting Conditions and Cancellations
Amendments to FRS 7, FRS 139 and IC Interpretation 9	Improvements to Accounting for Financial Instruments
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2: Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119: The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
Amendments to FRSs	Annual Improvements to FRS (2009)

The adoption of the above standards, amendments and interpretations do not have significant impact on the financial statements of the Group except as follows:

FRS 101, Presentation of Financial Statements (revised)

Prior to adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of a changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements.

FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. Comparative information, with exception of the requirements under FRS 139, had been re-presented so that it is also in conformity with the revised standard.

The adoption of this revised standard will only impact the form and content of the presentation of the Group's financial statements.

FRS 139, Financial Instruments: Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard, as at transitional date on 1 January 2010.

Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, loans and receivables, held to maturity investments, available-for-sale financial assets (AFS), or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group's financial assets include cash and short-term deposits, loans and receivables and AFS investments.

(i) Loans and receivables

Prior to 1 January 2010, loans and receivables were stated at gross receivables less provision for doubtful debts. Under FRS 139, loans and receivables are initially measured at fair value and subsequently at amortised cost using the effective interest rate (EIR) method. Gains and losses arising from the derecognition of the loans and receivables, EIR amortisation and impairment losses are recognised in the income statement.

(ii) AFS

Prior to 1 January 2010, AFS financial assets such as investments were accounted for at cost adjusted for amortisation of premium and accretion of discount less impairment or at the lower of cost and market value, determined on an aggregate basis. Under FRS 139, AFS financial asset is measured at fair value initially and subsequently with amortisation of premium with accretion of discount and other accrual of income recognised in income statement and with unrealised gains or losses recognised as other comprehensive income in the AFS reserve until the investment is derecognised, at which time the cumulative gain or loss is recognised in the income statement or determined to be impaired, at which time the cumulative loss is recognised in the income statement and removed from the AFS reserve.

Financial liabilities

Financial liabilities are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial liabilities include long term borrowings carried at amortised cost.

Impact on opening balances

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparatives as at 31 December 2009 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the balance sheet as at 1 January 2010:

RM'000	Previously reported	Effect of FRS 139	As restated
Assets:-			
Other investment	4,000	(515)	3,485
Receivables	183,277	(4,033)	179,244
Liabilities:-			
Long term borrowings	408,985	(27,691)	381,294
Equity:-			
Fair Value Reserve	-	515	515
Accumulated losses	26,493	(23,658)	2,835

In additions, these changes in accounting policies have the effect of decreasing the total comprehensive income for the current period by RM2.09 million as follow:

	RM'000
AFS investments	62
Receivables	333
Long term borrowings	(2,484)
Net decrease in total comprehensive income	<u>(2,089)</u>

FRS 117, Lease

FRS 117 clarifies that the default classification of the land element in a land and building lease is no longer an operating lease. As a result, leases of land should be classified as finance or operating, using the principles of FRS 117. The Group has reassessed and determined that all leasehold land of the Group are in substance finance leases and has reclassified the leasehold land to property, plant and equipment. This change in accounting policy has been made retrospectively in accordance with the transitional provisions of this FRS amendment. The following comparative figures have been restated following the adoption of the amendment to FRS 117:

RM'000	31 December 2009	
	Previously reported	As restated
Net Book Value		
Property, plant and equipment	1,414,551	1,441,279
Prepaid lease payment	26,728	-

Change of Accounting Policy

The Group changed the accounting policy for inventories from first-in-first-out basis to weighted average basis to be in compliance with the basis used by its holding company. The change in this accounting policy has no material impact on the prior year financial position and results of the Group. As a results, no adjustment has been made to prior year financial statement.

2. Auditors' report

The preceding audited annual financial statements were not qualified.

3. Seasonal or cyclical factors

The business operation of the Group is generally affected by the demand in construction sector, commodities market condition and global economy, as well as the fourth quarter and first quarter festive seasons.

4. Items of unusual nature and amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current quarter and financial year-to-date except for the effects arising from the adoption of FRS 139 as disclosed in Note 1.

5. Material changes in estimates

There were no changes in the estimates of amount relating to the prior financial years that have a material effect in the current quarter under review.

6. Debt and equity securities

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

7. Dividends paid

No dividend was paid during the financial year-to-date.

8. Segmental information

Segmental information is not provided as the Group's primary business segment is principally engaged in the manufacturing and trading in direct reduced iron, steel billets, beam blanks and blooms and its operation is principally located in Malaysia.

9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current period under review.

10. Capital commitments

The total capital commitments being approved and contracted for as at the end of current quarter and financial year-to-date are amounting to RM41.2 million.

11. Subsequent event

There was no material event subsequent to the current quarter.

12. Changes in the Composition of the Group

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

13. Contingent Liabilities and Contingent Assets

Save as disclosed in Note 24, there were no contingent liabilities or contingent assets, which upon becoming enforceable, may have a material effect on the net assets, profits or financial position of our Group.

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

14. Review of performance of the Company and its principal subsidiaries

For the current quarter under review, the Group recorded a 17.4% increase in revenue to RM373.7 million and a pre-tax profit of RM22.7 million, as compared to revenue of RM318.5 million and pre-tax loss of RM73.4 million respectively in the preceding year corresponding quarter.

The increase in revenue and pre-tax profit was mainly due to higher steel prices driven by stronger demand in the wake of global economic recovery.

15. Material changes in profit before tax for the current quarter results compared to the results of the preceding quarter

The Group's pre-tax profit of RM22.7 million represent an increase of approximately 80% or RM10.1 million, as compared to the preceding quarter's pre-tax profit of RM12.6 million. This improvement was mainly due to higher selling price and better efficiencies. The revenue of RM373.7 million was 9% lower as compared to the preceding quarter's revenue of RM410.8 million due to lower sales volume.

16. Prospects for the financial year 2010

Domestic steel consumption has been on the rise in tandem with the rebound in construction activities, both in the public and private sectors. The same trend can be seen regionally, and this which bodes well for the Group.

While prices of both iron ore and steel products have increased significantly since 2009, with the recent volatility in iron ore price, steel prices is expected to track the volatility accordingly. The Group will adopt a prudent approach by continually monitoring the price fluctuations and fine-tuning its inventory stocking strategy.

Barring unforeseen circumstances, the Group expects satisfactory results for the year 2010.

17. Variance between Actual Profit and Forecast Profit

The Group did not issue any profit forecast in a public document during the current financial period.

18. Taxation

The Group's effective tax rate for the current quarter and financial year to date is lower than the prevailing statutory tax rate of 25%, mainly due to the utilization of deferred tax assets not recognized in prior years.

19. Profit from sale of unquoted investments and/or properties

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

20. 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 the financial year-to-date.

21. Status of Corporate Proposal

There were no corporate proposals announced but not completed as at the reporting date.

22. Group borrowings and debt securities

The Group's borrowings as at 31 March 2010 were as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term borrowing:-</u>			
Trade Financing	337,896	-	337,896
Hire Purchases	4,027	-	4,027
Term Loan	50,000	-	50,000
ICULS	-	4,864	4,864
Related Party Loan	-	21,574	21,574
Government Loan	-	44,419	44,419
	<u>391,923</u>	<u>70,857</u>	<u>462,780</u>
<u>Long Term borrowings:-</u>			
Term Loan	210,000	40,000	250,000
Hire Purchase	7,141	-	7,141
Related Party Loan	-	52,691	52,691
Government Loan	-	59,446	59,446
	<u>217,141</u>	<u>152,137</u>	<u>369,278</u>
Total	<u>609,064</u>	<u>222,994</u>	<u>832,058</u>

23. Derivative Financial Instruments

There were no derivative financial instruments as at the reporting date.

24. Material Litigation

Save as disclosed below, as at 31 March 2010, neither our Company nor any of our subsidiaries is engaged in any material litigation and arbitration either as plaintiff or defendant, which has a material effect on the financial position of our Company or our subsidiaries and our Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of our Company or our subsidiaries.

**(i) Shah Alam High Court Civil Suit No. MT4-22-204-2002
Nesaga Technology Sdn Bhd (“Nesaga”) vs.
Perwaja Steel Sdn Bhd (“PSSB”)**

PSSB is alleged to have failed to adhere to 4 maintenance agreements in 1996 whereby Nesaga was to provide various services to PSSB. PSSB had entered into a settlement dated 28 June 1996 with various terms and conditions and PSSB allegedly agreed to all the terms in the settlement via a letter dated 1 July 1996.

On 22 March 2002, Nesaga filed a Writ of Summons and Statement of Claim at the High Court of Malaya at Shah Alam against PSSB. The claim was for LIRE356,996,800.00, RM404,180.00 and USD826,117.40 (approximate total claim is RM4,151,858.54 based on relevant conversion rate in year 2002) with interest calculated at the rate of 8% per annum from 1 July 1996 until date of judgment.

PSSB filed an application to amend its Defence and to include a Counter-claim which application was allowed on 10 December 2008 by the Registrar of the High Court. Nesaga filed an appeal on 16 December 2008 against the order dated 10 December 2008. The appeal was allowed on 7 January 2010 by the High Court Judge. PSSB then filed an appeal against the order dated 7 January 2010 at the Court of Appeal on 15 January 2010 and an application to stay the proceedings at the High Court pending appeal on 5 February 2010. The Court has fixed 21 June 2010 for mention for case management and decision for the application to stay the proceedings.

PSSB’s solicitors are of the view that PSSB stands a fair chance of defending the case.

**(ii) Kuala Lumpur High Court Civil Suit No. D1-22-785-2005
PSSB vs. Arus Zaman Sdn Bhd (formerly known as MK Farlin
Development Sdn Bhd) (“Arus Zaman”)**

The claim was filed by PSSB in 2005 whereby PSSB is claiming a sum of RM15.5 million together with damages, interest calculated at the rate of 8% from 15 July 1999 to date of judgment and interest calculated at 8% from the date of judgment to the date of full and final realisation and costs for construction works done under an agreement dated 20 October 1998 for the Multimedia University Campus Development in Cyberjaya.

Arus Zaman has filed a Counter-Claim against PSSB for the sum of RM69,014.13 for overpayment together with interest at the rate of 8% per annum from date of judgment until full realisation and costs. On 18 January 2006, the court allowed Arus Zaman’s application to amend their Defence and Counterclaim which claim is amended to RM400,227.52 together with interest at the rate of 8% per annum from date of judgment until full realisation and costs. PSSB has since filed an application to amend their Reply and Defence to Counterclaim and the application was allowed on 19 November 2008.

Nevertheless, the parties have amicably withdrawn their respective claims against each other with no order as to cost and filed a Notice of Discontinuance on 18 March 2010.

**(iii) Kuala Lumpur High Court Suit No. D8-22-1464-2007
Kuala Lumpur High Court Suit No. D2-22-1594-2007 (consolidated by the
Order of the Court of Appeal dated 17 January 2008)
Megasteel Sdn Bhd (“Megasteel”) vs PSSB**

Megasteel filed a Writ of Summons and Statement of Claim for the sum of RM36,079,860.33 (“Megasteel’s Claim”) as damages for an alleged breach of contract against PSSB. On 17 December 2007, PSSB in its defence argued, *inter-alia*, that Megasteel has continued to accept the delivery of the goods unconditionally after the alleged stipulated time, causing time to be at large hence time is no longer of the essence. In addition there were variations to the contract causing time to be at large as well. PSSB also filed a Counter-Claim against Megasteel on 17 December 2007 for *inter-alia*, the outstanding sum of RM3,390,509.03 (“Outstanding Sum”) as at 6 November 2007 for the DRI supplied to Megasteel.

Megasteel filed a summary judgment application on Megasteel’s Claim on 27 March 2008 and the same was dismissed on 14 January 2009. PSSB filed an application for judgment on admission of the Outstanding Sum on 30 March 2009 of which was dismissed on 26 October 2009. PSSB filed an appeal to the Court of Appeal against the dismissal of the application for judgment on admission on 20 November 2009. Meanwhile the matter is fixed for mediation on 24 June 2010.

The solicitors of PSSB are of the opinion that PSSB stands a fair chance of success of defending Megasteel’s claim and that Megasteel has no viable defence to the Outstanding Sum which Megasteel is seeking to set off the Outstanding Sum against Megasteel’s Claim.

**(iv) Kuala Lumpur High Court Suit No. D22-788-2009
Petroleum National Berhad (“Petronas”) vs PSSB**

On 12 May 2009, PSSB was served with a writ of summons dated 27 April 2009, taken out by Petronas claiming the sum of RM85,795,957.50, being the alleged balance of the unpaid purchase price for the supply of gas to PSSB together with interest, on various bases. Both Petronas and PSSB have exchanged their respective pleadings. PSSB is disputing the claim.

By its Defence and Counterclaim dated 15 June 2009, PSSB is defending the claim and is counterclaiming for either a sum of RM105,258,714.45 or alternatively RM99,831,484.28, depending on the rate applicable. As the pre-trial steps have not been completed yet, there is no date for trial of the suit. Petronas filed an application to strike out PSSB’s Defence and Counterclaim on 24 December 2009. The Court has fixed 9 June 2010 for mention for the parties to file their respective submissions.

As advised by PSSB’s solicitors, the Board is of the opinion that PSSB has reasonable prospects of success. Nevertheless, it is still open to both parties to reach a negotiated settlement for this dispute.

25. Proposed Dividend

There was no dividend proposed or declared for the current quarter and the financial year-to-date.

26. Earnings Per Share (“EPS”)

The basic EPS is calculated based on the Group's net profit attributable to equity holders of the Company for the period by the weighted average number of ordinary shares in issue during the current quarter and the financial year-to-date as follow:

	Current Quarter RM'000	Current Year-to-date RM'000
Net profit attributable to ordinary shareholders of the company	22,663	22,663
Weighted average number of ordinary shares in issue	560,000	560,000
Basic EPS (sen)	<u>4.05 sen</u>	<u>4.05 sen</u>

For the purpose of calculating the fully diluted EPS, the weighted average number of ordinary shares in issue have been adjusted for the dilutive effects of all potential conversion of ICULS issued during the current quarter and financial year-to-date.

	Current Quarter RM'000	Current Year-to-date RM'000
Net profit attributable to ordinary shareholders of the company	22,663	22,663
Interest saving on ICULS	<u>156</u>	<u>156</u>
Adjusted net profit attributable to ordinary shareholders of the company	<u>22,819</u>	<u>22,819</u>
Weighted average number of ordinary shares	560,000	560,000
Effect of conversion of ICULS to ordinary shares	<u>156,123</u>	<u>156,123</u>
Adjusted weighted average number of ordinary shares in issue and issuable	<u>716,123</u>	<u>716,123</u>
Fully Diluted EPS (sen)	<u>3.19 sen</u>	<u>3.19 sen</u>

By order of the Board,

Dato' Henry Pheng Chin Guan
Chief Executive Officer
Date: 25 May 2010