

QUARTERLY REPORT

This is a quarterly report on consolidated results for the period ended 31 March 2012
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2012

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 31 MARCH 2012 RM '000	PRECEDING YEAR CORRESPONDING QUARTER 31 MARCH 2011 RM '000	CURRENT YEAR TO DATE 31 MARCH 2012 RM '000	PRECEDING YEAR TO DATE 31 MARCH 2011 RM '000
Revenue	665,267	923,294	665,267	923,294
Other operating income	22,211	19,485	22,211	19,485
Operating profit	85,747	90,504	85,747	90,504
Finance costs	(738)	(4)	(738)	(4)
Share of profit of jointly controlled entities	1,743	23,580	1,743	23,580
Profit before taxation	86,752	114,080	86,752	114,080
Taxation	(8,679)	14,433	(8,679)	14,433
Profit after taxation	78,073	128,513	78,073	128,513
Other comprehensive income:				
Fair value gain on cash flow hedges	3,218	-	3,218	-
Total comprehensive income for the period	81,291	128,513	81,291	128,513
Profit attributable to:				
Equity holders of the Company	78,267	128,641	78,267	128,641
Non-controlling interests	(194)	(128)	(194)	(128)
	78,073	128,513	78,073	128,513
Total comprehensive income attributable to:				
Equity holders of the Company	81,485	128,641	81,485	128,641
Non-controlling interests	(194)	(128)	(194)	(128)
	81,291	128,513	81,291	128,513
Earnings per share attributable to equity holders of the Company:				
(i) Basic (sen)	4.9	8.0	4.9	8.0
(ii) Dilutive (sen)	4.9	8.0	4.9	8.0

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012

	AS AT END OF CURRENT QUARTER 31 MARCH 2012 RM '000	AS AT PRECEDING FINANCIAL YEAR END 31 DECEMBER 2011 RM '000
Non-Current Assets		
<i>Property, Plant and Equipment</i>	1,123,745	1,090,619
<i>Prepaid Land Lease Payments</i>	65,054	65,569
<i>Investment in Jointly Controlled Entities</i>	62,780	61,037
<i>Other Investment</i>	15	15
<i>Deferred Tax Assets</i>	57	57
	<u>1,251,651</u>	<u>1,217,297</u>
Current Assets		
<i>Inventories</i>	26,382	25,593
<i>Trade & Other Receivables</i>	1,598,439	1,131,267
<i>Derivatives</i>	152	-
<i>Tax Recoverable</i>	787	2,724
<i>Cash and Bank Balances</i>	1,798,738	2,085,585
	<u>3,424,498</u>	<u>3,245,169</u>
Current Liabilities		
<i>Trade & Other Payables</i>	2,056,086	1,926,504
<i>Derivatives</i>	-	2,328
<i>Provisions</i>	61,625	61,625
<i>Provision for Taxation</i>	25,406	21,122
	<u>2,143,117</u>	<u>2,011,579</u>
Net Current Assets	<u>1,281,381</u>	<u>1,233,590</u>
	<u>2,533,032</u>	<u>2,450,887</u>
Equity attributable to equity holders of the Company		
<i>Share Capital</i>	800,000	800,000
<i>Share Premium</i>	818,263	818,263
<i>Cash Flow Hedge Reserve</i>	(189)	(3,407)
<i>Retained Earnings</i>	883,995	805,728
	<u>2,502,069</u>	<u>2,420,584</u>
Non-controlling interests	<u>3,434</u>	<u>3,628</u>
Total equity	<u>2,505,503</u>	<u>2,424,212</u>
Non-Current Liabilities		
<i>Deferred Tax Liabilities</i>	27,529	26,675
	<u>2,533,032</u>	<u>2,450,887</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statement for the period ended 31 December 2011)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MARCH 2012

	CUMULATIVE	
	CURRENT YEAR TO DATE 31 MARCH 2012 RM '000	PRECEDING YEAR TO DATE 31 MARCH 2011 RM '000
Profit before taxation	86,752	114,080
Adjustments for:		
Property, plant and equipment		
- depreciation	11,031	11,292
- write off	6	315
Amortisation of land use rights	515	514
Interest expense	738	4
Reversal of provision for warranty	-	(445)
Provision for liquidated ascertained damages	-	11,553
Impairment loss on trade receivables	-	874
Interest income	(14,789)	(17,087)
Net unrealised foreign exchange (gain)/loss	(3,884)	1,970
Inventories written off	-	1,812
Share of profit of jointly controlled entities	(1,743)	(23,580)
Operating profit before working capital changes	<u>78,626</u>	<u>101,302</u>
Inventories	(789)	(106)
Trade and other receivables	(466,308)	197,511
Trade and other payables	<u>128,989</u>	<u>(583,535)</u>
Cash used in from operations	(259,482)	(284,828)
Interest paid	-	(2,701)
Tax paid	(3,541)	(7,521)
Net Cash Flow used in Operating Activities	<u>(263,023)</u>	<u>(295,050)</u>
Purchase of property, plant and equipment	(44,163)	(47,524)
Interest received	<u>20,339</u>	<u>5,106</u>
Net Cash Flow used in Investing Activities	<u>(23,824)</u>	<u>(42,418)</u>
Share issuance expenses	-	(6,615)
Net repayment of borrowings	-	(650)
Net Cash Flow used in Financing Activities	<u>-</u>	<u>(7,265)</u>
Net Change in Cash & Cash Equivalents	(286,847)	(344,733)
Cash & Cash Equivalents at the beginning of the year	2,085,585	1,792,855
Cash & Cash Equivalents at the end of the period	<u><u>1,798,738</u></u>	<u><u>1,448,122</u></u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the period ended 31 December 2011)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2012

	<----Equity attributable to equity holders of the Company---->						Total Equity RM '000
	Share Capital RM '000	Share Premium RM '000	Distributable Retained Earnings RM '000	Cash flow hedge reserve RM '000	Total Non-controlling interests RM '000	Total RM '000	
3 MONTHS ENDED 31 MARCH 2012							
At 1 January 2012	800,000	818,263	805,728	(3,407)	2,420,584	3,628	2,424,212
Total comprehensive income	-	-	78,267	3,218	81,485	(194)	81,291
At 31 March 2012	800,000	818,263	883,995	(189)	2,502,069	3,434	2,505,503
3 MONTHS ENDED 31 MARCH 2011							
At 1 January 2011	800,000	824,878	551,486	-	2,176,364	3,430	2,179,794
Total comprehensive income	-	-	128,641	-	128,641	(128)	128,513
Transaction with equity holders of the Company							
Issuance of ordinary shares	-	24,902	-	-	24,902	-	24,902
Share issuance expenses	-	(31,517)	-	-	(31,517)	-	(31,517)
Total transactions with equity holders of the Company	-	(6,615)	-	-	(6,615)	-	(6,615)
At 31 March 2011	800,000	818,263	680,127	-	2,298,390	3,302	2,301,692

NOTES TO THE CONDENSED FINANCIAL REPORT

The figures have not been audited.

A1. CORPORATE INFORMATION

Malaysia Marine and Heavy Engineering Holdings Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 9 May 2012.

A2. FIRST-TIME ADOPTION OF MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS")

A2.1 Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 31 March 2012 have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

For the periods up to and including the period ended 31 December 2011, the Group prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

The consolidated financial statements of the Group for the period ended 31 December 2011 which were prepared under FRS are available upon request from the Company's registered office at Level 31, Menara Dayabumi, Jalan Sultan Hishamuddin, 50050 Kuala Lumpur.

These condensed consolidated interim financial statements are the Group's first MFRS condensed consolidated interim financial statements for part of the period covered by the Group's first MFRS annual financial statement for the year ending 31 December 2012. MFRS 1 First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1") has been applied.

The explanatory notes attached to these condensed consolidated 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 period ended 31 December 2011.

In preparing its opening MFRS Statement of Financial Position as at 1 April 2011 (which is also the date of transition), the Group has considered the transition from FRS to MFRS and no adjustments were required to be made to the amounts previously reported in financial statements prepared in accordance with FRS. The transition from FRS to MFRS also, has not resulted in a material impact on the condensed consolidated statement of financial position, condensed consolidated statement of comprehensive income and condensed consolidated statement of cash flows.

A2.2 Comparative Information

During the financial period ended 31 December 2011, the Group changed its year end from 31 March to 31 December so as to be coterminous with the year end of its holding company. The date of transition to MFRS is 1 April 2011. Comparative amounts (i.e. for the three months period ended 31 March 2011) presented for the statement of comprehensive income, statement of changes in equity, statement of cash flows and the related notes:

- (i) are not for the comparable interim periods (current and year-to-date) of the immediately preceding financial year as required by MFRS 134; and
- (ii) represents amounts prepared under FRS, prior to the date of transition to MFRS.

Accordingly, these comparative amounts are not comparable to the amounts presented in MFRS for the three months period ended 31 March 2012. The above departure from the requirement of MFRS 134 is unavoidable due to the fact that the Group has changed its year end.

A2. FIRST-TIME ADOPTION OF MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") (cont'd)

A2.2 Comparative Information (cont'd)

The comparative amounts for these three months period ended 31 March 2011 were used to provide the relevant unambiguous comparative information to enable fair assessment of the Group's performance given the nature of the Group's business.

The above departure from the requirements of MFRS 134 is primarily due to the Group's change of its year end. However, the impact on the comparatives is temporary and would be resolved by the quarter ended 31 March 2013.

A3. SIGNIFICANT ACCOUNTING POLICIES AND APPLICATION OF MFRS 1

The audited financial statements of the Group for the period ended 31 December 2011 were prepared in accordance with FRS. Except for certain differences, the requirements under FRS and MFRS are similar. The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the period ended 31 December 2011 except as discussed below:

(a) Business combination

MFRS 1 provides the option to apply MFRS 3 Business Combinations, prospectively from the date of transition or from a specific date of transition or from a specific date prior to the date of transition. This provides relief from full retrospective application of MFRS 3 which would require restatement of all business combinations prior to the date of transition.

Acquisition before date of transition

The Group has elected to apply MFRS 3 prospectively from the date of transition. In respect of acquisitions prior to the date of transition,

- (i) The classification of former business combination under FRS is maintained;
- (ii) There is no re-measurement of original fair values determined at the time of business combination (date of acquisition); and
- (iii) The carrying amount of goodwill recognised under FRS is not adjusted.

(b) Estimates

The estimates at 1 April 2011 and at 31 December 2011 were consistent with those made for the same dates in accordance with FRS. The estimates used by the Group to present these amounts in accordance with MFRS reflect conditions at 1 April 2011, the date of transition to MFRS and as of 31 December 2011.

A4. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the period ended 31 December 2011 was not qualified.

A5. SEASONALITY OR CYCLICALITY OF OPERATIONS

The businesses of the Group are subject to fluctuations in level of activities in the oil and gas and shipping industries.

A6. EXCEPTIONAL ITEMS

There were no exceptional items during the quarter ended 31 March 2012.

A7. CHANGES IN ESTIMATES

There were no material changes in estimates reported in the current period or prior financial period.

A8. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellation or shares held as treasury shares and resale of treasury shares during the quarter ended 31 March 2012.

A9. DIVIDEND PAID

There were no dividend payments in the current financial period to date.

A10. SEGMENT REPORT

Segmental analysis for the current financial period to date is as follows:

	Engineering and Construction	Marine Conversion and Repair	Others	Eliminations	Total
REVENUE AND RESULT	RM '000	RM '000	RM '000	RM '000	RM '000
Revenue					
Total Revenue - External	516,637	148,610	20	-	665,267
Inter-Segment	-	3,228	-	(3,228) *	-
	<u>516,637</u>	<u>151,838</u>	<u>20</u>	<u>(3,228)</u>	<u>665,267</u>
Result					
Operating profit	<u>65,786</u>	<u>10,256</u>	<u>9,705</u> **	<u>-</u> *	85,747
Finance cost					(738)
Share of profit of jointly controlled entities					1,743
Profit before taxation					<u>86,752</u>

* Inter-segment revenue and transactions are eliminated on consolidation.

** Comprise of net foreign exchange gains and interest income.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

A11. VALUATION OF PROPERTY

The valuations of land and buildings have been brought forward without any amendments from the most recent annual audited financial statements as no revaluation has been carried out since 31 December 2011.

A12. SUBSEQUENT MATERIAL EVENT

There was no material event subsequent to the current financial quarter to date except for the matters mentioned in Note B6.

A13. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group.

A14. CONTINGENT LIABILITIES

Contingent liabilities of the Group comprise the following :-

	31 Mar 2012	31 Dec 2011
	RM '000	RM '000
Unsecured		
Bank guarantees extended to third parties	15,088	8,073

A15. CAPITAL COMMITMENTS

	31 Mar 2012	31 Dec 2011
	RM '000	RM '000
Approved and contracted for	111,214	143,658
Approved but not contracted for	<u>323,131</u>	<u>162,783</u>
	<u>434,345</u>	<u>306,441</u>

The outstanding capital commitments relate to the infrastructure upgrading works under the Yard Optimisation Programme and other investment projects.

A16. FAIR VALUE HIERARCHY

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 - Input that are based on observable market data, either directly or indirectly

Level 3 - Input that are not based on observable market data

The derivatives of the Group amounting to RM152,000 (31.12.2011: RM2,328,000 in credit) are measured at Level 2 hierarchy.

B1. REVIEW OF PERFORMANCE

	Individual Quarter Ended		Cumulative Period Ended	
	31 Mar 2012 RM '000	31 Mar 2011 RM '000	31 Mar 2012 RM '000	31 Mar 2011 RM '000
Revenue				
Engineering and Construction	516,637	884,883	516,637	884,883
Marine Conversion and Repair	151,838	50,850	151,838	50,850
Others	20	324	20	324
Eliminations/Adjustments	(3,228) *	(12,763) *	(3,228) *	(12,763) *
	<u>665,267</u>	<u>923,294</u>	<u>665,267</u>	<u>923,294</u>
Operating Profit				
Engineering and Construction	65,786	98,246	65,786	98,246
Marine Conversion and Repair	10,256	(14,147)	10,256	(14,147)
Others	9,705	5,487	9,705	5,487
Eliminations/Adjustments	- *	918 *	- *	918 *
	<u>85,747</u>	<u>90,504</u>	<u>85,747</u>	<u>90,504</u>

* Inter-segment revenue and transactions are eliminated on consolidation.

Performance of current quarter against the corresponding quarter

The Group's operating profit of RM85.7 million was lower against the corresponding quarter's operating profit of RM90.5 million. Detailed analysis by each segment is as follows:

Engineering and Construction

Revenue reduction in Engineering and Construction from RM884.9 million to RM516.6 million was mainly due to no further recognition of revenue from EPCIC Turkmenistan Block 1, Phase 1 project in the current quarter as compared to the corresponding quarter. The project contract was novated to a jointly controlled entity, MMHE-TPGM Sdn Bhd with effect from 1 January 2011 and has since completed. The lower revenue was compensated by the contribution from the progress achieved on other contracts in hand. As a result, the operating profit has decreased from RM98.2 million to RM65.8 million due to the above. The profit from EPCIC Turkmenistan Block 1, Phase 1 project is currently reflected in the share of profit of jointly controlled entities. The higher operating profit registered from other contracts in hand compensated for the reduction of revenue from the EPCIC Turkmenistan Block 1, Phase 1.

Marine Conversion and Repair

Revenue of Marine Conversion and Repair improved from RM50.9 million to RM151.8 million mainly attributed to progress achieved for two conversion contracts, and higher rigs and support vessel repair works secured during the quarter as compared to the corresponding quarter. The operating profit for Marine Conversion and Repair improved during the quarter amounting to RM10.3 million as compared to loss of RM14.1 million in the corresponding quarter.

The Group profit before tax for the quarter of RM86.8 million was lower against the corresponding quarter of RM114.1 million due to the above reduction in operating profits of the main segments.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group's profit before taxation of RM86.8 million was higher against the preceding quarter of RM54.1 million. The increase was due to higher progress registered from projects in hand especially from Engineering and Construction segment.

B3. CURRENT YEAR PROSPECTS

The renewed focus on domestic Exploration and Production ("E&P") development and enhance oil recovery initiatives, has created buoyant E&P activities as more projects are expected to be put into development phase.

Our Engineering and Construction segment is expected to perform favourably through successful execution of projects-in-hand. With the acquisition of Pasir Gudang fabrication yard as mentioned in Note B6 and the novation of Keabangan project from Sime Darby Engineering Sdn Bhd, it is expected to contribute positively to Engineering and Construction's earnings. The performance for Marine Repair and Conversion segment is expected to remain satisfactory.

B4. VARIANCE OF ACTUAL RESULTS COMPARED WITH FORECASTED AND SHORTFALL IN PROFIT GUARANTEE

The Company did not provide any profit forecast or profit guarantee in any public document.

B5. TAXATION

	31 March 2012 RM '000	31 March 2011 RM '000
Taxation for the period comprises the following charge:		
Income tax charge		
- current period	6,819	25,828
- prior year	-	(1,382)
Deferred taxation	<u>1,860</u>	<u>(38,879)</u>
	<u>8,679</u>	<u>(14,433)</u>

Domestic income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

B6. STATUS OF CORPORATE PROPOSALS

- a) The status of utilisation of proceeds raised from corporate proposals as at 3 May 2012 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

Purpose	Proposed Utilisation RM '000	Revised Utilisation of Proceeds RM '000	Actual Utilisation To Date RM '000	Intended Timeframe for Utilisation	Deviation Amount RM '000
Yard Optimisation Programme	833,780	445,830	-	Within 48 months upon listing	-
Capital expenditure in Turkmenistan	110,000	110,000	-	Within 48 months upon listing	-
Acquisition of PG Yard from SDE	-	393,433	393,433	Immediate	-
Listing expenses	37,000	31,517	31,517	Within 3 months upon listing	-
Total	<u>980,780</u>	<u>980,780</u>	<u>424,950</u>		<u>-</u>

The actual utilisation amount for the listing expenses was lower than the budgeted amount. Hence, the unutilised balance of RM5.483 million will be utilised for the Yard Optimisation Programme as per disclosure in the Company's Prospectus dated 6 October 2010.

The Board has given approval for the purchase consideration amounting to RM393.433 million in respect of the acquisition of the Pasir Gudang fabrication yard ("PG Yard") from Sime Darby Engineering Sdn Bhd by its wholly owned subsidiary, Malaysia Marine and Heavy Engineering Sdn Bhd, utilising from the proceeds as it forms part and parcel of the Yard Optimisation Programme as announced to Bursa on 4 April 2012.

- b) With reference to the condition imposed by the Securities Commission ("SC") for MHB to obtain the Certificates of Completion and Compliance for structures with temporary permits as disclosed in the listing prospectus ("Subject Properties") within 12 months from the date of the SC's approval on 30 August 2010 ("Outstanding Condition") and SC's subsequent approval for the extension of time until 31 December 2012 for MHB to comply with the Outstanding Condition, the status of compliance and remedial actions taken by MHB as of 31 December 2011 are as follows:
- (i) The Certificates of Fitness for Occupation ("CF") were issued for 58 out of 71 Subject Properties. MHB's management is in the process of obtaining the CF for the remaining 13 Subject Properties ("Outstanding Subject Properties").
 - (ii) The management is in the process of obtaining the letter of support from Jabatan Bomba dan Penyelamat Malaysia, Negeri Johor ("BOMBA") for the remaining 13 Outstanding Subject Properties. The CF application for these remaining 13 Outstanding Subject Properties will be made as soon as the letter of support from BOMBA is obtained.

B7. GROUP BORROWINGS

There were no borrowings as at 31 March 2012.

B8. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments for the quarter ended 31 March 2012.

B9. CHANGES IN MATERIAL LITIGATION

There were no material litigation involving the Group as at 31 March 2012.

B10. DIVIDEND PROPOSED

No dividends had been proposed for the quarter ended 31 March 2012.

B11. DERIVATIVES

The Group entered into forward foreign currency contracts to manage the exposure to foreign exchange risk when it enters into transactions that are not denominated in their functional currencies.

Details of the Group's derivative financial instruments outstanding as at 31 March 2012 are as follows:

	Contract/ Notional Amount as at 31 March 2012 (in RM '000)	Fair Value (in RM '000)
Forward foreign currency contracts		
- Less than 1 year	33,516	152

During the period, the Group has recognised a net loss of RM3,218,000 in its statement of comprehensive income mainly due to settlement of the forward foreign currency contracts in the current quarter and period, and a net unrealised loss of RM189,000 in its equity in relation to fair value of the spot component of the hedged instrument.

B12. EARNINGS PER SHARE

In respect of earnings per share :-

- i) The amount used as numerator for the calculation of basic earnings per share is RM78.3 million for the first quarter ended 31 March 2012 which is the same as the profit attributable to the equity holders of the Company as shown in the condensed consolidated statement of comprehensive income.
- ii) The weighted average number of ordinary shares used as the denominator in calculating the basic earnings per share and dilutive earnings per share for the first quarter ended 31 March 2012 is 1,600.0 million.

The Group does not have any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.

B13. REALISED AND UNREALISED PROFITS

The breakdown of the retained profits of the Group as at 31 March 2012 and 31 December 2011 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, prepared in accordance with *Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits and Losses* in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by Malaysian Institute of Accountants.

	31 March 2012 RM '000	31 December 2011 RM '000
Total retained profits of the Company and its subsidiaries:		
- Realised	735,104	662,921
- Unrealised	<u>(64,915)</u>	<u>(67,207)</u>
	670,189	595,714
Total share of retained profits from jointly controlled entities:		
- Realised	48,180	44,751
- Unrealised	<u>227</u>	<u>1,914</u>
	718,596	642,379
Add: Consolidation adjustments	<u>165,399</u>	<u>163,349</u>
Total Group retained profits as per consolidated accounts	<u><u>883,995</u></u>	<u><u>805,728</u></u>

All retained profits for the Company level are realised profits.

B14. PROFIT FOR THE PERIOD

	Individual Quarter Ended		Cumulative Period Ended	
	31 Mar 2012 RM '000	31 Mar 2011 RM '000	31 Mar 2012 RM '000	31 Mar 2011 RM '000
Profit for the period is arrived at after charging:				
Depreciation and amortisation	11,546	11,806	11,546	11,806
Impairment loss of receivables	-	874	-	874
Finance costs	738	4	738	4
Net foreign exchange loss	-	1,970	-	1,970
Provision for and write off of inventories	-	1,812	-	1,812
and after crediting:				
Interest income	14,789	17,087	14,789	17,087
Rental income	107	382	107	382
Net foreign exchange gain	3,884	-	3,884	-
Other income	2,519	2,015	2,519	2,015