



**EVERSEND AI CORPORATION BERHAD**

(Company No : 614060-A)  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED  
INTERIM FINANCIAL REPORT  
FOR THE FINANCIAL YEAR 2011  
THIRD QUARTER ENDED  
30 SEPTEMBER 2011**

*DATED 10 NOVEMBER 2011*

**EVERSENDAI CORPORATION BERHAD (614060-A)**  
(Incorporated in Malaysia)

**SUMMARY OF KEY FINANCIAL INFORMATION**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

	Individual Period ended		Cumulative Period ended	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
1 Revenue	254,413	-	720,408	-
2 Profit/(loss) before tax	31,879	-	100,689	-
3 Profit/(loss) for the period	30,716	-	97,036	-
4 Profit/(loss) attributable to ordinary equity holders of the parent	26,438	-	83,031	-
5 Basic earnings/(loss) per share (sen)	4.13	-	12.98	-
6 Proposed/Declared dividend per share (sen)	-	-	-	-
		<b>As at 30 September 2011 (Unaudited) RM'000</b>		<b>As at 31 December 2010 (Audited) RM'000</b>
7 Net assets per share attributable to ordinary equity holders of the parent (RM)		1.07		0.49

**CURRENCY: - MALAYSIAN RINGGIT (RM)**

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.

Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011

	Individual Period ended		Cumulative Period ended	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Revenue	254,413	-	720,408	-
Cost of Sales	(204,577)	-	(568,302)	-
Gross profit	49,836	-	152,106	-
Interest income	1,630	-	1,942	-
Other income	5,474	-	12,585	-
Operating and administrative expenses	(21,125)	-	(51,181)	-
Finance costs	(3,936)	-	(14,763)	-
<b>Profit before taxation</b>	31,879	-	100,689	-
Taxation	(1,163)	-	(3,653)	-
Profit for the period	30,716	-	97,036	-
<b>Other comprehensive income</b>				
Foreign currency translation	15,526	-	12,957	-
Total comprehensive income	46,242	-	109,993	-
<b>Profit attributable to :</b>				
Equity holders of the Company	26,438	-	83,031	-
Minority interests	4,278	-	14,005	-
	30,716	-	97,036	-
<b>Total comprehensive income attributable to :</b>				
Equity holders of the Company	41,228	-	95,364	-
Minority interests	5,014	-	14,629	-
	46,242	-	109,993	-
<b>Basic earnings per share attributable to equity holders of the company (sen)</b>	4.13	-	12.98	-

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial statement for the year ended 31 December 2010 as disclosed in the Prospectus of Eversendai Corporation Berhad ("the Company") dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**(Incorporated in Malaysia)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2011**

	As at 30 September 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	210,324	184,051
Goodwill	9,920	9,920
Deferred tax assets	216	133
Deposits with financial institutions	50,742	51,962
<b>Total non-current assets</b>	<b>271,202</b>	<b>246,066</b>
<b>Current assets</b>		
Inventories	179,512	251,685
Amount due from customers on construction contracts	225,150	93,146
Trade contract receivables	476,872	280,882
Other receivables and deposits	29,407	24,973
Cash and bank balances	330,252	142,346
<b>Total current assets</b>	<b>1,241,193</b>	<b>793,032</b>
<b>Total Assets</b>	<b>1,512,395</b>	<b>1,039,098</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	387,000	28,000
Foreign currency translation reserve	(16,292)	(29,249)
Capital Reserves	307	307
Share Premium	191,515	-
Other Reserve	(275,985)	-
Retained earnings	399,343	316,312
	685,888	315,370
Minority interests	10,143	2,568
<b>Total Equity</b>	<b>696,031</b>	<b>317,938</b>

The Unaudited Condensed Statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

**EVERSENDAI CORPORATION BERHAD (614060-A)**  
**(Incorporated in Malaysia)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2011**

	As at 30 September 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
<b>Non-current liabilities</b>		
Hire purchase payables	3,926	3,560
Bank borrowings	13,415	10,253
Other payables	-	782
Employees' service benefits	15,158	12,622
Deferred tax liabilities	1,954	1,986
<b>Total Non-current liabilities</b>	<b>34,453</b>	<b>29,203</b>
<b>Current liabilities</b>		
Trade payables	84,092	44,680
Other payables	175,914	137,897
Amount due to directors	11,821	14,690
Hire purchase payables	2,496	3,167
Bank borrowings	282,325	377,592
Amount due to customers on construction contracts	219,193	109,479
Provision for taxation	6,070	4,452
<b>Total Current liabilities</b>	<b>781,911</b>	<b>691,957</b>
<b>Total liabilities</b>	<b>816,364</b>	<b>721,160</b>
<b>Total equity and liabilities</b>	<b>1,512,395</b>	<b>1,039,098</b>
<b>Net asset per share attributable to ordinary equity holders of the Company (RM)</b>	<b>1.07</b>	<b>0.49</b>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2011**

	← Attributable to equity holders of the Company →						Total	Minority Interests	Total Equity
	Share Capital	Capital Reserve	Foreign Currency Translation Reserve	Share Premium	Other reserve	Distributable Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2011	28,000	307	(29,249)	-	-	316,312	315,370	2,568	317,938
New share issue	2,665	-	-	-	-	-	2,665	-	2,665
Bonus issue **	275,985	-	-	-	(275,985)	-	-	-	-
New share issue	80,350	-	-	191,515	-	-	271,865	-	271,865
Dividend ^^	-	-	-	-	-	-	-	(7,054)	(7,054)
Total Comprehensive income for the period	-	-	12,957	-	-	83,031	95,988	14,629	110,617
Balance as at 30 September 2011	387,000	307	(16,292)	191,515	(275,985)	399,343	685,888	10,143	696,031

\*\* - The Bonus Issue was effected by way of capitalising RM275,985,000 from our Company's revaluation reserves of RM333,500,000 based on our Company's latest audited financial statements as at 31 December 2010.

^^ - This related to Dividend declared by Eversendai Engineering Qatar, W.L.L.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2011**

	<b>Current year to date 30 September 2011 RM'000</b>	<b>Preceding year to date 30 September 2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	100,689	-
Adjustments for:		
Depreciation	16,779	-
Employees' service benefits	3,294	-
Gain on disposal of property, plant and equipment	3	-
Interest income	(1,942)	-
Interest expense	14,763	-
Operating profit before working capital changes	133,586	-
Working capital changes:-		
Net changes in current assets	(261,640)	-
Net changes in current liabilities	182,751	-
Cash generated from operations	54,697	-
Employees' service benefits paid	(1,271)	-
Taxes paid	(2,184)	-
Interest expense paid	(14,763)	-
Net cash generated from operating activities	36,479	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(38,992)	-
Proceeds from disposal of property, plant and equipment	32	-
Fixed deposits pledged	1,220	-
Interest received	1,942	-
Net cash used in investing activities	(35,798)	-

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

**EVERSENDAI CORPORATION BERHAD (614060-A)**  
**(Incorporated in Malaysia)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2011**

	<b>Current year to date 30 September 2011 RM'000</b>	<b>Preceding year to date 30 September 2010 RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of bank borrowings	(100,817)	-
Repayment of hire purchase payables	(305)	-
Amount due to directors	(204)	-
New share capital	271,865	-
Dividend paid	(3,446)	-
Net cash generated from financing activities	167,093	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
Effect of foreign exchange rate changes	11,419	-
Cash and cash equivalents at 31 December 2010	141,852	-
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER 2011</b>	<b>321,045</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER 2011 COMPRISES :</b>		
Cash and Bank Balance	79,715	-
less : Bank Overdraft	(9,206)	-
add : Deposit pledged to banks	250,536	-
	<b>321,045</b>	<b>-</b>

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



**EVERSENDI CORPORATION BERHAD (614060-A)  
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

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**EXPLANATORY NOTES TO THE QUARTERLY REPORT FOR THE NINE MONTHS ENDED 30  
SEPTEMBER 2011**

**A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (“FRS”) 134,  
INTERIM FINANCIAL REPORTING**

**A1. BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in compliance with Financial Reporting Standards (“FRS”) 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants’ Report for the year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to this interim report.

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 Company and its subsidiaries (“the Group”) since the year ended 31 December 2010.

The unaudited condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with FRS.

**A2. CHANGES IN ACCOUNTING POLICIES**

The significant accounting policies adopted in the interim financial report are consistent with those adopted in the most recent available annual audited financial statements for the year ended 31 December 2010 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Issue Committee Interpretations (“IC Interpretation”).

Effective for annual periods beginning on or after 1 March 2010

- Amendments to FRS 132: Classification of Rights Issues

Effective for annual periods beginning on or after 1 July 2010

- FRS 1: First-time Adoption of Financial Reporting Standards
- FRS 3: Business Combinations (revised)
- Amendments to FRS 2: Share-based Payment
- Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 7: Improving Disclosures about Financial Instruments
- Amendments to FRS 127: Consolidated and Separate Financial Statements
- Amendments to FRS 138: Intangible Assets
- Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 12: Service Concession Arrangements
- IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation

**EVERSENDAI CORPORATION BERHAD (614060-A)  
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

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**A2. CHANGES IN ACCOUNTING POLICIES (CONTINUED)**

Effective for annual periods beginning on or after 1 July 2010

- IC Interpretation 17: Distributions of Non-cash Assets to Owners

Effective for annual periods beginning on or after 1 January 2011

- Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
- Amendments to FRS 1: Additional Exemptions for First-time Adopters
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards
- Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 3: Business Combinations
- Amendments to FRS 7: Financial Instruments: Disclosures
- Amendments to FRS 101: Presentation of Financial Statements
- Amendments to FRS 121: The Effects of Changes in Foreign Exchange Rates
- Amendments to FRS 128: Investments in Associates
- Amendments to FRS 131: Interests in Joint Ventures
- Amendments to FRS 134: Interim Financial Reporting
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement
- IC Interpretation 4: Determining Whether an Arrangement Contains a Lease
- IC Interpretation 18: Transfers of Assets from Customers
- Amendments to IC Interpretation 13: Customer Loyalty Programmes
- TR 3: Guidance on Disclosures of Transition to IFRSs
- TR i-4: Shariah Compliant Sale Contracts

The directors do not expect that the adoption of the standards and interpretations above will have any material impact on the financial statements of the Group and the Company in the period of initial application.

**A3. COMPARATIVE FIGURES**

This is the first financial year in which interim financial reports are prepared by the Company in compliance with the Listing Requirements of Bursa Securities and consequently, there are no comparative figures presented in this report.

**A4. AUDIT QUALIFICATION OF FINANCIAL STATEMENTS**

The auditors' report of the preceding annual statutory financial statements was not subject to any qualification.

**A5. COMMENT ON SEASONAL OR CYCLICAL FACTORS**

The business operations of the Group are not materially affected by any significant seasonal or cyclical factors.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**A6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

**A7. SIGNIFICANT ESTIMATE AND CHANGES IN ESTIMATES**

There was no material changes in estimates of amounts reported previously that have any material effect in the financial period under review.

**A8. CHANGES IN DEBTS AND EQUITY SECURITIES**

As at 30 September 2011, the issued and paid up share capital of the Company was RM387,000,000. The movements during the financial period were as follows:-

	<b>Ordinary shares of RM0.50 each</b>	
	<b>Quantity '000</b>	<b>Value RM'000</b>
Issued and paid up share capital		
As at 31 December 2010	28,000	28,000
Issued during the financial period	2,665	2,665
Bonus Issue	275,985	275,985
Rights Issue	306,650	-
New Share issued	160,700	80,350
	774,000	387,000

**A9. DIVIDEND PAID**

There were no dividends paid by the Company during the current quarter under review.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**A10. SEGMENTAL REVENUE AND RESULTS**

The Group is organised into operating segments based on their demographic, which are managed by the respective segment managers.

<b>30 September 2011</b>	<b>Middle East RM'000</b>	<b>India RM'000</b>	<b>Malaysia RM'000</b>	<b>Others RM'000</b>	<b>Total RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
Revenue							
External	637,755	35,747	46,906	-	720,408	-	720,408
Internal	192,083	10,922	13,029	-	216,034	(216,034)	-
	829,838	46,669	59,935	-	936,442	(216,034)	720,408
Gross profit	139,350	7,139	5,617	-	152,106	-	152,106
Interest income							1,942
Other income							12,585
Other expenses							(51,181)
Finance costs							(14,763)
Profit before tax							100,689
Taxation							(3,653)
Profit for the financial period							97,036

**EVERSENDI CORPORATION BERHAD (614060-A)  
 NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
 FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

There were no material events subsequent to the end of the interim period up to the date of this report.

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

A new subsidiary, Eversendai Engineering Saudi L.L.C., was incorporated on 4 April 2011, in the Kingdom of Saudi Arabia. The Group owns 95% of this company whilst 5% is being held in trust by Dato' Nathan a/l Elumalay on behalf of Eversendai Construction (S) Pte. Ltd., a subsidiary of the Group.

**A13. COMMITMENT AND CONTINGENCIES**

**(a) Capital expenditure commitments**

Capital expenditure commitments not provided for in the interim financial statements as at the end of the financial period are as follows:-

	<b>30 September 2011 Approved and contracted for RM'000</b>	<b>30 September 2011 Approved but not contracted for RM'000</b>
Factory building	38,512	-
Others	939	-
	<b>39,451</b>	<b>-</b>

**(b) Operating lease commitments**

Operating lease commitments not provided for in the interim financial statements as at the end of the financial period are as follows:-

	<b>30 September 2011 RM'000</b>
Future minimum lease payments:	
- not later than 1 year	9,070
- later than 1 year and not later that 5 years	6,064
- later than 5 years	1,466
	<b>16,600</b>

**EVERSENDAI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**A13. COMMITMENT AND CONTINGENCIES (CONTINUED)**

**(c) Corporate guarantees**

The Company has provided corporate guarantees for banking facilities to the following subsidiaries as at 30 September 2011:-

	<b>30 September 2011 RM'000</b>
Eversendai Engineering L.L.C.	1,066,974
Eversendai Engineering FZE	385,003
EVS Construction L.L.C.	8,350
Eversendai Engineering Qatar W.L.L.	414,863
Eversendai Construction Private Limited	81,480
Shineversendai Engineering (M) Sdn. Bhd.	43,365
Grand Total	<b>2,000,035</b>

**A14. RELATED PARTY TRANSACTIONS**

Related parties includes subsidiaries, key management personnel of the Company and companies of which they are principal owners. Pricing policies and terms of these transactions are approved by the Company's management.

**(a) Transactions with related parties**

The directors are of the opinion that all the following transactions have been entered into in the normal course of business and have been established on negotiated and mutually agreed terms.

	<b>30 September 2011 RM'000</b>
(i) Transaction with certain directors and key management personnel of the Group.	
Personal guarantee provided by a director	1,619,786
Personal guarantee provided by a director and a key management of the Company	660
Rental of premises	200
Sale of motor vehicle by a Director to a subsidiary	136
(ii) Transaction with a foreign partner of the Group	
Lease of labour quarters	1,426

**EVERSENDAI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

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

**B1. REVIEW OF PERFORMANCE**

For the quarter ended 30 September 2011, the Group reported a revenue and profit after tax of RM254.41 million and RM30.72 million respectively. Revenue and profit after tax of the Group for the nine months ended 30 September 2011 was RM720.41 million and RM97.04 million respectively.

88.5% of the Group's revenue was from its Middle East operations in UAE, Saudi Arabia and Qatar. The current major projects of the Group in the Middle East include the New Doha International Airport and Doha Convention Center & Tower in Qatar, King Abdullah Petroleum Studies & Research Center (KAPSARC) and CMA Towers in Saudi Arabia. The Group's India and Malaysia operations contributed 5.0% and 6.5% respectively to the Group Revenue.

The current profit for the financial period was arrived at after expensing RM51.18 million of operating and administration expenses and RM14.76 million of finance cost. Total expenditure for the financial period was mainly from staff related expenses and lease rental of RM20.42 million and RM7.67 million respectively.

**B2. MATERIAL COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

For the quarter ended 30 September 2011, the Group reported revenue of RM254.41 million and a pre-tax profit of RM31.88 million as compared to revenue of RM258.15 million and a pre-tax profit of RM42.48 million in the quarter ended 30 June 2011. The higher pre-tax profit in Q2 2011 was mainly due to project revenue recognised in Q2 from projects that are in completion phase. Q3 2011 pre-tax profit is lower compared to Q2 2011 is also partly due to IPO expenses written off amounting to RM3.8 million

**B3. PROSPECTS**

The Group is optimistic on its prospects based on the order book in excess of RM1 billion in hand. With the diverse and strong order book, the Group is strategically positioned to perform well in FY 2011 and going forward.

The wide geographical spread, number of projects and large client base of the current order book minimizes the risk profile of the Group substantially as it is not dependent solely on any specific sector and or client.

With a profitable head start achieved in the first and second quarter of 2011 and continued sustained profitability in the third quarter of 2011, the Group is confident of continued excellent performance in FY 2011 and going forward.

**B4. VARIANCE FROM PROFIT FORECAST AND PROFIT GUARANTEE**

This is not applicable to the Group as the Group had not issued any profit forecast or profit guarantee in this period.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**B5. CORPORATION TAX EXPENSE**

	Individual Period ended		Cumulative Period ended	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Current taxation expense for the period	1,163	-	3,653	-

The Group's effective tax rate for the current financial period is lower than the Malaysian statutory tax rate as our subsidiaries in the UAE are not subject to any taxation and the subsidiary in Qatar has a flat taxation rate of 10% applicable on our portion of 70% of its taxable profits.

**B6. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND PROPERTIES**

There were no sale of unquoted investments and properties during the current quarter.

**B7. QUOTED SECURITIES**

There were no purchases or disposals of quoted securities during the current quarter.

**B8. STATUS OF CORPORATE PROPOSALS**

**(a) Listing**

The entire enlarged issued and paid-up share capital of RM387,000,000 comprising 774,000,000 ordinary shares of the Company of RM0.50 each was listed on the Main Market of Bursa Securities on 1 July 2011.

**(b) Status of utilisation proceeds raised from IPO**

Purpose	Proposed utilisation RM' m	Actual utilisation RM' m	Intended Timeframe for utilisation Within	Deviation RM' m	Explanations
Capital Expenditure	126.00	23.38	24 months	-	-
Business Expansion	80.00	-	24 months	-	-
Working Capital	58.39	6.00	12 months	-	-
Listing Expenses	8.80	6.49	1 month	2.31	Excess to be used for working capital purposes
	<u>273.19</u>	<u>35.87</u>			



**EVERSENDI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**B9. GROUP BORROWINGS AND DEBT SECURITIES**

The Group does not have any debt securities. The Group's borrowings as at the end of the 30 September 2011 are as follows:

	<b>Current liabilities RM'000</b>	<b>Non-current liabilities RM'000</b>	<b>Total RM'000</b>
Overdraft	9,206	-	9,206
Hire purchase	2,496	3,926	6,422
Bank borrowings	273,119	13,415	286,534
	<u>284,821</u>	<u>17,341</u>	<u>302,162</u>

Borrowings denominated in foreign currency

	<b>Foreign Currency '000</b>	<b>Malaysian Currency RM'000</b>
United Arab Emirates Dirhams (AED)	187,483	162,436
Qatari Riyal (QR)	119,689	104,569
Malaysian Ringgit (RM)	15,069	15,069
Indian Rupees (INR)	313,941	20,088
		<u>302,162</u>

**B10. DERIVATIVE FINANCIAL INSTRUMENTS**

The Group does not have any derivative financial instruments as at the date of this report.

**B11. FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

The Group does not have any financial liabilities that are measured at fair value at the date of this report.

**B12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements. The property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

**EVERSENDI CORPORATION BERHAD (614060-A)**  
**NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2011**

**B13. REALISED AND UNREALISED PROFITS / (LOSSES)**

Bursa Securities had on 25 March 2010 and 20 December 2010, issued directives requiring corporation to disclose the breakdown of unappropriated profits or accumulated losses into realised and unrealised in quarterly reports and annual audited financial statements.

The breakdown of retained profits of the Group as at the reporting date into realised and unrealised profits are as follows

	<b>30 September 2011 RM'000</b>
Total profits / (losses) of the Company and its subsidiaries:-	
Realised	447,936
Unrealised	2,083
Less	
Consolidation adjustments	(50,676)
Total Group profits as per consolidated accounts	<u>399,343</u>

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

**B14. MATERIAL LITIGATIONS**

A subsidiary, Shineversendai (M) Sdn Bhd had issued a writ of summons against a sub-contractor Jati Fabricator Sdn Bhd ("the defendant") in 2006 for a total amount of RM3.22 million in respect of a breach in a subcontract. The defendant had countered claimed against the Company for an amount RM2.84 million being disputed progress claim and other costs.

The High Court had fixed a date for mediation on 22 April 2011 and it had been subsequently postponed to 1 July 2011. This matter is now fixed for a final case management on 14 December 2011 and the case is fixed to be heard on 16 to 18 January 2012.

**B15. DIVIDENDS**

The directors do not recommend any dividend for the current quarter under review.

**EVERSENDI CORPORATION BERHAD (614060-A)  
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**B16. EARNINGS PER SHARE**

- (a) The basic earnings per share (“EPS”) is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual Period ended		Cumulative Period ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
Net profit attributable to equity holders of the Company (RM'000)	26,438	-	83,031	-
Weighted average number of ordinary shares in issue ('000)	639,732	-	639,732	-
Basic earnings per ordinary share for profit for the period (sen)	4.13	-	12.98	-

- (b) The Company does not have any diluted earnings per share.

**B17. CHANGES IN GROUP'S COMPOSITION**

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

**AUTHORISATION FOR ISSUE**

The interim financial statements were authorized for issue in accordance with the resolution passed at the Board of Directors' Meeting held on 10 November 2011.

**BY ORDER OF THE BOARD**

**DATO' NATHAN A/L ELUMALAY  
EXECUTIVE CHAIRMAN / GROUP MANAGING DIRECTOR  
EVERSENDI CORPORATION BERHAD  
10 NOVEMBER 2011**