

SUNWAY BERHAD (Company No : 921551-D)
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012
 THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/9/2012	PRECEDING YEAR CORRESPONDING QUARTER 30/9/2011	CURRENT YEAR TO DATE 30/9/2012	PRECEDING YEAR CORRESPONDING PERIOD 30/9/2011
	RM'000	RM'000	RM'000	RM'000
REVENUE	866,979	934,031	2,677,833	2,770,307
OPERATING EXPENSES	(785,995)	(897,859)	(2,474,304)	(2,672,598)
OTHER OPERATING INCOME	25,108	27,982	67,168	67,625
PROFIT FROM OPERATIONS	<u>106,092</u>	<u>64,154</u>	<u>270,697</u>	<u>165,334</u>
(LOSS) / GAIN ON DERIVATIVES	(300)	(11,859)	110	(8,301)
FINANCE INCOME	10,464	7,352	22,977	20,231
FINANCE COSTS	(29,911)	(25,567)	(83,793)	(57,956)
SHARE OF PROFIT FROM ASSOCIATES	18,919	16,751	139,310	90,817
SHARE OF PROFIT FROM JOINTLY CONTROLLED ENTITIES	37,149	39,905	71,158	106,837
PROFIT BEFORE TAX	<u>142,413</u>	<u>90,736</u>	<u>420,459</u>	<u>316,962</u>
INCOME TAX EXPENSE	(32,399)	(18,723)	(81,234)	(39,711)
PROFIT FOR THE PERIOD	<u>110,014</u>	<u>72,013</u>	<u>339,225</u>	<u>277,251</u>
ATTRIBUTABLE TO:				
- OWNERS OF THE PARENT	94,273	69,224	313,055	245,928
- NON-CONTROLLING INTERESTS	15,741	2,789	26,170	31,323
	<u>110,014</u>	<u>72,013</u>	<u>339,225</u>	<u>277,251</u>
EARNINGS PER SHARE				
(i) BASIC (sen)	<u>7.29</u>	<u>5.36</u>	<u>24.22</u>	<u>19.03</u>
(ii) DILUTED (sen)	<u>7.29</u>	<u>5.36</u>	<u>24.22</u>	<u>19.03</u>

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/9/2012	PRECEDING YEAR CORRESPONDING QUARTER 30/9/2011	CURRENT YEAR TO DATE 30/9/2012	PRECEDING YEAR CORRESPONDING PERIOD 30/9/2011
	RM'000	RM'000	RM'000	RM'000
PROFIT FOR THE PERIOD	110,014	72,013	339,225	277,251
FOREIGN CURRENCY TRANSLATION DIFFERENCES FOR FOREIGN OPERATION	(27,159)	1,726	(40,490)	5,137
CASH FLOW HEDGE RESERVE - FAIR VALUE GAINS				
- FAIR VALUE OF DERIVATIVES	(33,335)	30,652	(20,858)	30,652
- AMOUNT RECYCLED TO PROFIT OR LOSS	39,198	(49,863)	28,665	(49,863)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF INCOME TAX	(21,296)	(17,485)	(32,683)	(14,074)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	88,718	54,528	306,542	263,177
ATTRIBUTABLE TO:				
- OWNERS OF THE PARENT	83,248	49,419	294,292	231,559
- NON-CONTROLLING INTERESTS	5,470	5,109	12,250	31,618
	88,718	54,528	306,542	263,177

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

SUNWAY BERHAD (Company No : 921551-D)
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012
 THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012

	AS AT END OF CURRENT QUARTER 30/9/2012	AS AT PRECEDING FINANCIAL PERIOD END 31/12/2011 (Restated)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	954,367	960,567
Biological assets	529	416
Investment properties	1,046,148	888,896
Rock reserves	7,678	8,379
Land held for property development	847,681	1,017,292
Investment in associates	1,095,454	1,015,303
Investment in jointly controlled entities	526,081	265,896
Other investments	1,761	1,849
Derivative assets	12,742	33,600
Receivables	636	7,013
Goodwill	326,491	326,497
Other intangible assets	3,046	-
Deferred tax assets	34,153	33,308
	4,856,767	4,559,016
Current assets		
Properties development costs	787,678	669,334
Inventories	619,108	451,840
Receivables, deposits & prepayments	1,497,592	1,319,145
Deposits, bank & cash balances	711,930	776,705
Tax recoverable	80,378	67,588
	3,696,686	3,284,612
TOTAL ASSETS	8,553,453	7,843,628
EQUITY AND LIABILITIES		
Current liabilities		
Payables, accruals & other current liabilities	2,023,304	2,005,566
Bank borrowings	602,396	319,222
Taxation	25,307	27,098
Derivative liabilities	216	1,554
	2,651,223	2,353,440
Non-current liabilities		
Long term bank borrowings	2,001,919	1,934,472
Other long term liabilities	225,581	154,686
Derivative liabilities	509	182
Deferred taxation	51,407	47,914
	2,279,416	2,137,254
Total liabilities	4,930,639	4,490,694
Equity attributable to Owners of the Parent		
Share capital	1,292,505	1,292,505
Share premium	2,326,509	2,326,509
Equity Contribution from non-controlling interests	35,376	35,376
Negative merger reserve	(1,192,040)	(1,192,040)
Retained profits	748,237	440,801
Other reserves	106,094	121,820
	3,316,681	3,024,971
NON-CONTROLLING INTERESTS	306,133	327,963
Total equity	3,622,814	3,352,934
TOTAL EQUITY AND LIABILITIES	8,553,453	7,843,628
Net Assets Per Share	2.57	2.34

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	ATTRIBUTABLE TO OWNERS OF THE PARENT														DISTRIBUTABLE		NON-CONTROLLING INTERESTS	TOTAL EQUITY	
	EQUITY CONTRIBUTION FROM NON-CONTROLLING INTERESTS					NON-DISTRIBUTABLE									RETAINED PROFITS	TOTAL	RM'000	RM'000	
	SHARE CAPITAL	SHARE PREMIUM	NEGATIVE MERGER RESERVE	OTHER RESERVES, TOTAL	CAPITAL RESERVE	CAPITAL REDEMPTION RESERVE	FOREIGN EXCHANGE RESERVE	FAIR VALUE RESERVE	STATUTORY RESERVE	REVALUATION RESERVE	SHARE OPTION RESERVE	CASH FLOW HEDGE RESERVE	FURNITURE & FITTINGS RESERVE						
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
PERIOD ENDED 30 SEPTEMBER 2011																			
At 1 January 2011 (as previously stated)	1,292,505	2,326,509	-	(1,173,563)	176,800	109,312	203	(8,002)	49,967	618	22,501	2,201	-	-	-	2,622,251	385,837	3,008,088	
Effects of adopting Amendments to FRS112	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	31,331	31,331	55	31,386
At 1 January 2011 (as restated)	1,292,505	2,326,509	-	(1,173,563)	176,800	109,312	203	(8,002)	49,967	618	22,501	2,201	-	-	-	31,331	2,653,582	385,892	3,039,474
Total comprehensive income	-	-	-	-	(14,369)	-	-	4,842	-	-	-	-	(19,211)	-	-	245,928	231,559	31,618	263,177
Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Issue of ordinary shares by subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,200	6,200
Issue of preference shares by subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,100	2,100
New ESOS granted	-	-	-	-	704	-	-	-	-	-	-	704	-	-	-	-	704	-	704
Redemption of redeemable preference shares	-	-	-	-	143	-	143	-	-	-	-	-	-	-	-	(143)	-	-	-
Dilution of equity interest in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,217	4,217	312	4,529
Effect of FRS 139	-	-	-	-	(1,604)	(11)	-	-	(1,593)	-	-	-	-	-	-	(39,542)	(41,146)	(1,898)	(43,044)
Dividends paid by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,352)	(4,352)
Disposal of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13,430	13,430
Acquisition of interest from non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(8,023)	(8,023)
Transfer to statutory reserve	-	-	-	-	260	-	-	-	-	260	-	-	-	-	-	(260)	-	-	-
Transfer to furniture & fittings reserve	-	-	-	-	686	-	-	-	-	-	-	-	-	686	-	(686)	-	-	-
Share of depreciation transfer on land, net of tax by an associated company	-	-	-	-	(144)	-	-	-	-	-	(144)	-	-	-	-	193	49	-	49
At 30 September 2011 (as restated)	1,292,505	2,326,509	-	(1,173,563)	162,476	109,301	346	(3,160)	48,374	878	22,357	2,905	(19,211)	686	-	241,038	2,848,965	425,279	3,274,244
PERIOD ENDED 30 SEPTEMBER 2012																			
At 1 January 2012 (as previously stated)	1,292,505	2,326,509	35,376	(1,192,040)	121,820	34,137	75,521	(24,156)	21,643	879	22,357	3,170	(13,780)	2,049	-	401,263	2,985,433	326,366	3,311,799
Effects of adopting Amendments to FRS112	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	39,538	39,538	1,597	41,135
At 1 January 2012 (as restated)	1,292,505	2,326,509	35,376	(1,192,040)	121,820	34,137	75,521	(24,156)	21,643	879	22,357	3,170	(13,780)	2,049	-	440,801	3,024,971	327,963	3,352,934
Total comprehensive income	-	-	-	-	(18,743)	-	-	(26,570)	-	-	-	-	7,807	-	-	313,055	294,292	12,250	306,542
Effect of FRS 139	-	-	-	-	2,702	-	-	-	2,702	-	-	-	-	-	-	33	2,735	1,755	4,490
Dividends paid by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(15,783)	(15,783)
Acquisition of equity interest from non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,077)	(5,077)	(20,052)	(25,129)
Transfer to furniture & fittings reserve	-	-	-	-	575	-	-	-	-	-	-	-	-	575	-	(575)	-	-	-
Utilisation of furniture & fittings reserve	-	-	-	-	(240)	-	-	-	-	-	-	-	-	(240)	-	-	(240)	-	(240)
At 30 September 2012	1,292,505	2,326,509	35,376	(1,192,040)	106,094	34,137	75,521	(50,726)	24,345	879	22,357	3,170	(5,973)	2,384	-	748,237	3,316,681	306,133	3,622,814

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	FOR THE 9 MONTHS PERIOD ENDED 30/9/2012	FOR THE 9 MONTHS PERIOD ENDED 30/9/2011
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from operations	2,689,584	3,098,471
Payment to suppliers and contractors	(1,676,005)	(2,184,377)
Payment of operating expenses	(836,176)	(643,724)
Interest received	21,351	26,147
Dividend received from associate and jointly controlled entity	59,239	50,940
Cash generated from operations	257,993	347,457
Taxes refunded	9,423	6,416
Taxes paid	(102,591)	(77,681)
Net cash generated from operating activities	164,825	276,192
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant & equipment	10,495	6,084
Proceeds from other investment	17	(7,371)
Deposit paid on additional investment in subsidiary	(9,247)	-
Acquisition of land	(38,530)	(77,008)
Acquisition of property, plant and equipment	(69,647)	(43,638)
Acquisition and additional investment in subsidiaries	(8,000)	(14,266)
Acquisition and subsequent expenditure of investment properties	(140,196)	(21,918)
Investment in associates	(8,559)	(4,696)
Repayment from/ (advances to) associates, jointly controlled entity and joint venture partners	(15,853)	72,440
Investment in jointly controlled entities	(203,348)	(726)
Net cash used in investing activities	(482,868)	(91,099)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net bank and other borrowings	279,079	817,839
Issue of ordinary shares to minority shareholders of subsidiary	-	300
Issue of preference shares to minority shareholders of subsidiary	-	2,100
Interest paid	(83,199)	(45,207)
Redemption of preference shares by a subsidiary	-	-
Redemption of preference share in other investments	-	10,853
Redemption of preference share in jointly controlled entities	-	9,500
Capital repayment to shareholders	-	(904,753)
Dividend paid to non-controlling interests of subsidiaries	(13,472)	(2,747)
Net cash generated from/(used in) financing activities	182,408	(112,115)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(135,635)	72,978
EFFECTS OF EXCHANGE RATE CHANGES	(4,112)	8,060
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	776,705	856,193
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	636,958	937,231
Cash and cash equivalents at end of financial period comprise the following :		
Deposits, bank & cash balances	711,930	953,739
Bank overdrafts	(74,972)	(16,508)
	636,958	937,231

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO FINANCIAL STATEMENTS :

A1 Accounting Policies and Basis of Preparation

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities, inter alia, that are within the scope of IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called "Transitioning Entities").

The Group falls within the scope of Transitioning Entities. Transitioning Entities are allowed to defer the adoption of the new MFRS Framework for an additional two years. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2014. For the financial years ending 31 December 2012 and 31 December 2013, the Group will continue to prepare financial statements using the Financial Reporting Standards ("FRS").

The interim financial report is unaudited and is prepared in accordance with FRS134 " Interim Financial Reporting " and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 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 year ended 31 December 2011.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 31 December 2011 except for the adoption of the following new FRSs, amendments to FRSs and IC Interpretations that are effective for financial statements effective from 1 January 2012, as disclosed below:

IC Interpretation 19
Amendments to IC Interpretation 14
Amendments to FRS 1

Amendments to FRS 7
Amendments to FRS 112
FRS 124

Extinguishing Financial Liabilities with Equity Instruments
Prepayments of a Minimum Funding Requirement
Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Disclosures - Transfers of Financial Assets
Deferred Tax - Recovery of Underlying Assets
Related Party Disclosures

The adoption of the above pronouncements does not have significant impact to the Group, except as described below:

Amendments to FRS 112: Deferred Tax - Recovery of Underlying Assets

The amendments clarified the determination of deferred tax on investment property measured at fair value. The amendment introduces a rebuttable presumption that deferred tax on investment property measured using the fair value model in FRS 140: Investment Property should be determined on the basis that its carrying amount will be recovered through sale. Furthermore, it introduces the requirement that deferred tax on non-depreciable assets that are measured using the revaluation model in FRS 116: Property, Plant and Equipment to be always measured on a sale basis of that asset.

The effects on adoption of Amendments to FRS 112 on the opening reserves of the Group and other items of the consolidated statements of financial position as at 1 January 2012 are as follows:

Balance Sheet as at 1 January 2012	Before the adoption of Amendments to FRS 112 RM'000	Effects on adoption of Amendments to FRS 112 RM'000	After the adoption of Amendments to FRS 112 RM'000
Retained profits	401,263	39,538	440,801
Deferred taxation	89,049	(41,135)	47,914
Non-controlling interests	326,366	1,597	327,963

A2 Report of the Auditors

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

A3 Seasonal or Cyclical Factors

The results for the current quarter under review were not materially affected by seasonal or cyclical factors except for the leisure and hospitality segments which normally peaks during major festive seasons and holidays.

A4 Unusual Items

There were no material unusual items affecting the amounts reported for the current quarter ended 30 September 2012 except for the following:

a) Current and preceding year corresponding quarter

	30/09/12 RM'million	30/09/11 RM'million
Profit before tax as reported	142.4	90.7
Loss/(Gain) on derivatives ¹	0.3	11.9
Listing and merger expenses ³	-	12.9
Profit before tax excluding unusual items	142.7	115.5
Profit after tax and non-controlling interests as reported	94.3	69.2
Loss/(Gain) on derivatives ¹	0.3	11.9
Listing and merger expenses ³	-	12.9
Profit after tax and non-controlling interests excluding unusual items	94.6	94.0

b) Cumulative current and preceding year to date

	30/09/12 RM'million	30/09/11 RM'million
Profit before tax as reported	420.5	317.0
(Gain)/Loss on derivatives ¹	(0.1)	8.3
Fair value gain ²	(85.0)	(41.6)
Listing and merger expenses ³	-	20.4
Profit before tax excluding unusual items	335.3	304.1
Profit after tax and non-controlling interests as reported	313.1	245.9
(Gain)/Loss on derivatives ¹	(0.1)	8.3
Fair value gain ²	(76.5)	(31.1)
Listing and merger expenses ³	-	20.4
Reversal of taxation ⁴	-	(17.2)
Profit after tax and non-controlling interests excluding unusual items	236.4	226.3

Notes:

¹ The Group suffered RM0.3 million (loss before and after tax and non-controlling interests) and RM0.1 million in gain on derivatives for the current quarter ended 30 September 2012 and for the 9 months ended 30 September 2012 respectively as a result of the effects of FRS 139: Financial Instruments: Recognition and Measurement. For the corresponding quarter ended 30 September 2011 and 9 months ended 30 September 2011, the Group suffered RM11.9 million (loss before and after tax and non-controlling interests) and RM8.3 million in loss on derivatives respectively.

² The Group recognised RM85.0 million (profit before tax) and RM76.5 million (profit after tax and non-controlling interests) as share of fair value gain from Sunway Real Estate Investment Trust ("Sunway REIT"), a 36.9% associate of the Group following Sunway REIT's fair value gain amounting to RM230.2 million in the quarter ended 30 June 2012. For the corresponding quarter ended 30 June 2011, the Group recognised RM41.6 million (profit before tax) and RM31.1 million (profit after tax and non-controlling interests) as share of fair value gain from Sunway REIT.

³ The Group incurred listing expenses of RM12.9 million (profit before and after tax and non-controlling interests) and RM20.4 million in the corresponding quarter ended 30 September 2011 and the 9 months ended 30 September 2012 respectively in relation to the merger exercise.

⁴ During the corresponding 1st quarter ended 31 March 2011, the Group reversed RM17.2 million (profit after tax and non-controlling interest) of taxation provided following a successful tax treatment appeal to the Australian Tax Office.

A5 Changes in Estimates

There were no changes in estimates that have a material effect on the amounts reported for the current quarter ended 30 September 2012.

A6 Issuances, Cancellations, Repurchases, Resale and Repayments of Debts and Equity Securities

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current period under review.

A7 Dividend Paid

There was no dividend paid during the financial period ended 30 September 2012.

A8 Segmental Reporting

Segmental results for the financial period ended 30 September 2012 are as follows:

	Property Development	Property Investment Division	Construction	Trading and Manufacturing	Quarry	Investment Holdings	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
BY BUSINESS SEGMENTS									
REVENUE AND EXPENSES									
Revenue									
External sales	525,361	422,441	914,562	436,000	139,701	686	239,082	-	2,677,833
Inter-segment sales	51	57,903	108,610	85,976	3,888	63,778	41,641	(361,847)	-
Total Revenue	525,412	480,344	1,023,172	521,976	143,589	64,464	280,723	(361,847)	2,677,833
Results									
Operating segment results	98,910	78,017	43,316	36,683	7,196	(11,910)	18,485	-	270,697
Gain on derivatives	-	-	(200)	-	-	310	-	-	110
Finance income	8,637	5,077	6,010	499	348	-	2,406	-	22,977
Finance costs	(9,051)	(58,003)	(2,284)	(3,288)	(401)	(6,352)	(4,414)	-	(83,793)
Share of results of associated companies	4	139,409	-	-	-	-	(103)	-	139,310
jointly controlled entities	70,046	-	1,112	-	-	-	-	-	71,158
Profit before taxation	168,546	164,500	47,954	33,894	7,143	(17,952)	16,374	-	420,459
Taxation	(36,202)	(21,796)	(8,636)	(5,979)	(6,898)	2,156	(3,879)	-	(81,234)
Profit for the period	132,344	142,704	39,318	27,915	245	(15,796)	12,495	-	339,225
Non controlling interests	(22,110)	(547)	(3,830)	(472)	-	1,147	(358)	-	(26,170)
Attributable to owners of the parent	110,234	142,157	35,488	27,443	245	(14,649)	12,137	-	313,055

	Revenue	Profit before tax	Profit after tax	Attributable to owners of the parent
	RM'000	RM'000	RM'000	RM'000
BY GEOGRAPHICAL SEGMENTS				
Malaysia	2,242,217	318,456	253,267	227,970
Singapore	171,468	78,799	74,955	74,935
China	112,471	(11,135)	(11,039)	(8,230)
India	-	(6,691)	(6,690)	(7,390)
Australia	57,208	18,834	10,739	6,508
Abu Dhabi	12,369	(2,409)	(2,409)	(1,409)
Other Countries	82,100	24,605	20,402	20,671
	2,677,833	420,459	339,225	313,055

Core segmental results (excluding unusual items as per Note A4) for the financial period ended 30 September 2012 are as follows:

	Property Development	Property Investment Division	Construction	Trading and Manufacturing	Quarry	Investment Holdings	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
BY BUSINESS SEGMENTS									
REVENUE AND EXPENSES									
Revenue									
External sales	525,364	422,441	914,562	436,000	139,701	686	239,079	-	2,677,833
Inter-segment sales	51	57,903	108,610	85,976	3,888	63,778	41,641	(361,847)	-
Total Revenue	525,415	480,344	1,023,172	521,976	143,589	64,464	280,720	(361,847)	2,677,833
Results									
Operating segment results	98,910	78,017	43,316	36,683	7,196	(11,910)	18,481	-	270,693
Finance income	8,638	5,077	6,010	499	348	-	2,405	-	22,977
Finance costs	(9,051)	(58,003)	(2,284)	(3,288)	(401)	(6,352)	(4,414)	-	(83,793)
Share of results of associated companies	4	54,391	-	-	-	-	(104)	-	54,291
jointly controlled entities	70,046	-	1,112	-	-	-	-	-	71,158
Profit before taxation	168,547	79,482	48,154	33,894	7,143	(18,262)	16,368	-	335,326
Taxation	(36,202)	(13,295)	(8,636)	(5,979)	(6,898)	2,156	(3,877)	-	(72,731)
Profit for the period	132,345	66,187	39,518	27,915	245	(16,106)	12,491	-	262,595
Non controlling interests	(22,110)	(547)	(3,830)	(472)	-	1,147	(358)	-	(26,170)
Attributable to owners of the parent	110,235	65,640	35,688	27,443	245	(14,959)	12,133	-	236,425

	Revenue	Profit before tax	Profit after tax	Attributable to owners of the parent
	RM'000	RM'000	RM'000	RM'000
BY GEOGRAPHICAL SEGMENTS				
Malaysia	2,242,217	233,323	176,637	151,340
Singapore	171,468	78,799	74,955	74,935
China	112,471	(11,135)	(11,039)	(8,230)
India	-	(6,691)	(6,690)	(7,390)
Australia	57,208	18,834	10,739	6,508
Abu Dhabi	12,369	(2,409)	(2,409)	(1,409)
Other Countries	82,100	24,605	20,402	20,671
	2,677,833	335,326	262,595	236,425

A9 Valuation of Property, Plant and Equipment and Investment Properties

The Group adopts the fair value model for its investment properties. There is no significant and indicative change in value of the said investment properties since the last balance sheet date.

A10 Material events

There were no material events subsequent to the current quarter ended 30 September 2012.

A11 Changes in the Composition of the Group

There were no material changes in the composition of the Group for the current quarter ended 30 September 2012 except for the following:

- (a) on 12 July 2012, Sunway Global Limited, a subsidiary of Sunway Holdings Sdn Bhd which in turn is a wholly-owned subsidiary of the Company, had entered into an Equity Sale and Purchase Agreement with Mr. Yu De Mao ("Purchaser") for the disposal of 60% equity interest in Sunway GD Foundation Engineering Co. Ltd ("Sunway GD") as well as its group of subsidiaries, to the Purchaser for a nominal consideration after the Purchaser has discharged the liabilities of Sunway GD of RMB12,071,872 and HKD35,850,430 in 6 instalments and all accrued interest over the liabilities up to the date of payment of each of the instalments ("Liabilities"). The Proposed Disposal is conditional upon, amongst others, the Purchaser having discharge the Liabilities within a period of 22 months from the payment of the first instalment of the liabilities. Upon completion, Sunway GD and its group of subsidiaries will cease to subsidiaries of the Company.

A12 Contingent Liabilities and Assets

Details of contingent liabilities of the Group as at the date of issue of the report are as follows:

	30/9/2012 RM'000	31/12/2011 RM'000
Guarantees given to third parties in respect of contracts and trade performance	3,050,514	2,275,002

There were no other material changes in contingent liabilities since the last annual reporting date.
There were no contingent assets.

A13 Commitments

- (a) Capital commitment not provided for in the financial year as at 30 September 2012 is as follows:

	30/9/2012 RM'000	31/12/2011 RM'000
Amount authorised and contracted for	58,501	39,043
Amount authorised but not contracted for	1,065,153	1,094,913
	<u>1,123,654</u>	<u>1,133,956</u>

(b) Operating lease commitment not provided for in the financial year as at 30 September 2012 is as follows:

	30/9/2012 RM'000	31/12/2011 RM'000
Future minimum lease payment:		
- not later than 1 year	50,524	62,217
- later than 1 year and not later than 5 years	184,912	186,367
- later than 5 years	127,225	143,818
	<u>362,661</u>	<u>392,402</u>
Future minimum lease receipts:		
- not later than 1 year	47,352	29,753
- later than 1 year and not later than 5 years	245,975	126,863
- later than 5 years	140,199	323,313
	<u>433,526</u>	<u>479,929</u>

B1 Review of Performance

For the quarter

The Group recorded revenue of RM867.0 million and profit before tax of RM142.7 million (after excluding unusual items as per Note A4) for the current quarter ended 30 September 2012 as compared to revenue of RM934.0 million and profit before tax of RM115.5 million (see Note A4) for the corresponding quarter ended 30 September 2011. The lower Group's current quarter revenue was due to lower property sales and lower construction turnover after the elimination of intra-group construction billings due to in-house construction services deployed for some of the Group's property development projects. Notwithstanding this, the Group managed to register a higher current quarter profit before tax. This was mainly contributed by the stronger profit recognition from the property development segment.

The property development segment reported revenue of RM176.6 million and profit before tax of RM89.2 million in the current quarter as compared to revenue of RM229.6 million and profit before tax of RM61.6 million in the corresponding quarter in the previous financial year. The lower revenue recorded in the current quarter was mainly due to lower sales achieved in Malaysia and China. Despite the lower revenue recorded in the current quarter, profit before tax nevertheless increased by about 45% due to stronger profit recognition from property developments in Malaysia and higher profit contribution from Australia and Singapore.

The property investment segment reported revenue of RM148.2 million and profit before tax of RM20.7 million for the current quarter as compared to revenue of RM133.9 million and profit before tax of RM36.3 million in the corresponding quarter in the previous financial year. The lower current quarter profit was mainly due to higher interest costs incurred and provision of doubtful debts.

The construction segment registered revenue of RM267.3 million and profit before tax of RM19.4 million during the current quarter as compared to revenue of RM305.1 million and profit before tax of RM24.4 million in the corresponding quarter in the previous financial year. Besides the elimination of intra-group construction billings mentioned earlier, there was also a corresponding elimination of intra-group construction profit associated with the unsold development properties. The timing difference between recognition of construction profit and the sale of the development properties would occur when in-house construction services are deployed.

The trading and manufacturing segment reported a current quarter revenue of RM143.3 million and profit before tax of RM10.5 million as compared to the revenue of RM143.5 million and profit before tax of RM10.4 million in the corresponding quarter in the previous financial year. The performance of this segment was still stable despite the challenging trading environment due to the economic uncertainty.

The quarry segment reported a current quarter revenue of RM53.8 million and profit before tax of RM3.6 million as compared to revenue of RM47.5 million and profit before tax of RM3.4 million in the corresponding quarter in the previous financial year. In tandem with the higher revenue reported this current quarter, the profit before tax was also higher.

The other segment reported a current quarter revenue of RM77.3 million and profit before tax of RM6.2 million as compared to revenue of RM74.4 million and loss before tax of RM6.9 million in the corresponding quarter in the previous financial year. In the current quarter, the healthcare and building material units continued to perform satisfactorily while the others also performed within expectation. The loss in the previous year corresponding quarter was mainly due to the poor result in the building material unit.

For the 9 month period

The Group recorded revenue of RM2,677.8 million and profit before tax of RM335.3 million (after excluding unusual items as per Note A4) for the current 9 months ended 30 September 2012 as compared to revenue of RM2,770.3 million and profit before tax of RM304.1 million (see Note A4) for the corresponding 9 months ended 30 September 2011 with major contribution from its property development, property investment and construction segments.

The property development segment reported revenue of RM525.4 million and profit before tax of RM168.5 million for the 9 month period ended September 2012 as compared to the revenue of RM669.3 million and profit before tax of RM139.9 million reported for the 9 month period ended September 2011. The lower revenue was mainly due to lower sales achieved in Malaysia and China. Although the current 9 month revenue is lower, the profit before tax, nevertheless, increased by approximately 20% from the previous year corresponding period. The better profit performance was mainly due to stronger profit recognition from property developments in Malaysia and higher profit contribution from Singapore.

The property investment segment reported revenue of RM422.4 million and profit before tax of RM79.5 million for the 9 month period ended September 2012 as compared to the revenue of RM359.3 million and profit before tax of RM107.9 million reported for the 9 month period ended September 2011. The higher revenue was mainly contributed by Sunway Putra Hotel which was acquired late last year. However, the profit before tax was lower due to higher interest costs incurred and provision of doubtful debts.

The construction segment reported revenue of RM914.6 million and profit before tax of RM48.2 million for the 9 month period ended September 2012 as compared to the revenue of RM968.7 million and profit before tax of RM60.3 million reported for the 9 month period ended September 2011. The lower revenue recorded for the current 9 month period was due to slower progress billings and higher elimination of intra-group construction billings. Besides the lower revenue, the current profit was also affected by the lower margin from some of the local projects.

The trading and manufacturing segment reported revenue of RM436.0 million and profit before tax of RM33.9 million for the current 9 month period as compared to the revenue of RM416.7 million and profit before tax of RM34.1 million for the corresponding period in the previous financial year. This segment continued to deliver steady performance despite the uncertain economic environment.

The quarry segment reported revenue of RM139.7 million and profit before tax of RM7.1 million for the current 9 month period as compared to revenue of RM135.8 million and profit before tax of RM6.7 million for the corresponding period in the previous financial year. In tandem with the increased in revenue for the current 9 month period, the profit before tax for the 9 month period also improved.

The other segment reported revenue of RM239.1 million and profit before tax of RM16.4 million for the current 9 month period as compared to revenue of RM216.8 million and profit before tax of RM5.0 million for the corresponding period in the previous financial year. The improved performance was mainly due to the turnaround in the healthcare unit from a loss of RM2.1 mil in the previous year to a current year profit before tax of RM6.1 million and the improvement in the building material unit from a previous year loss of RM9.9 million to profitability in the current year.

B2 Material Changes in the Quarterly Results

The Group recorded revenue of RM867.0 million and profit before tax of RM142.7 million for the current quarter ended 30 September 2012 as compared to revenue of RM996.1 million and profit before tax of RM107.9 million achieved in the preceding quarter. The lower current quarter revenue was due to lower property sales and lower construction turnover due to the elimination of intra-group construction billings. However, the current quarter profit before tax was significantly higher due to stronger profit recognition from the property development segment.

The property development segment reported revenue of RM176.6 million and profit before tax of RM89.2 million in the current quarter as compared to revenue of RM188.6 million and profit before tax of RM37.9 million in the immediate preceding quarter. The current quarter profit was significantly higher due to stronger profit recognition from the development properties in Malaysia and higher profit contribution from property projects in Australia and Singapore.

The property investment segment reported revenue of RM148.2 million and profit before tax of RM20.7 million for the current quarter as compared to revenue of RM143.7 million and profit before tax of RM35.4 million in the immediate preceding quarter. Although the current quarter revenue was marginally higher, the current quarter profit was much lower. The lower profit was mainly due to the subdued performance of the hotel division, which was impacted by the fasting month and the refurbishment activities of some of the hotels and the provision of doubtful debts in the leisure division.

The construction segment reported revenue of RM267.3 million and profit before tax of RM19.4 million in the current quarter as compared to revenue of RM388.3 million and profit before tax of RM20.3 million in the immediate preceding quarter. The lower current revenue was mainly due to the higher elimination of intra-group construction billings. Although there was a corresponding elimination of intra-group construction profit, the current quarter profit was comparable to the preceding quarter profit due to better operating margin and writeback of previous provisions.

The trading and manufacturing segment reported revenue of RM143.3 million and profit before tax of RM10.5 million in the current quarter as compared to the revenue of RM145.0 million and profit before tax of RM11.9 million in the immediate preceding quarter. This segment continued to deliver stable performance.

The quarry segment reported a current quarter revenue of RM53.8 million and profit before tax of RM3.6 million as compared to revenue of RM48.5 million and profit before tax of RM2.7 million in the preceding quarter. In tandem with the higher revenue, the current profit before tax was higher due to improved performance from its local operation.

The other segment reported a current quarter revenue of RM77.3 million and profit before tax of RM6.2 million as compared to revenue of RM81.7 million and profit before tax of RM6.1 million in the immediate preceding quarter. Basically, both the healthcare and building materials units continued to perform within expectation.

B3 Prospects

Although the Malaysian economy managed to grow at a moderate pace of between 4% to 5% this year, the business environment will continue to remain challenging in view of the economic difficulties currently faced by most of the advanced economies which could dampen future growth. In view of such concern, the Group will continue to strengthen its resilience by pursuing further synergistic collaboration between its construction and property divisions to improve the cost structure and operational efficiencies.

Notwithstanding the challenges ahead, the Group's performance for the last quarter of this year is expected to be satisfactory. Such expectation is underpinned by its healthy unbilled property sales of RM2.3 billion and construction total order book of RM3.2 billion.

B4 Variance of Actual Profit from Profit Forecast

The Company did not issue any profit forecast or profit guarantee during the current year under review.

B5 Taxation

The effective tax rate for the current quarter is 22.7%. The lower effective tax rate was mainly due to the following:

- (a) the recognition of share of profit from certain jointly controlled entities which shares result on a profit after tax basis; and
- (b) the utilisation of unutilised capital allowances of certain subsidiaries of the Group.

	Current Quarter Ended 30/9/2012 RM'000	Cumulative Year To Date 30/9/2012 RM'000
Current taxation	(32,097)	(80,422)
Deferred taxation	(302)	(812)
	(32,399)	(81,234)

B6 Profit/(Loss) before Taxation

The following amounts have been included in arriving at profit/ (loss) before taxation:

	Current Quarter Ended 30/9/2012 RM'000	Cumulative Year To Date 30/9/2012 RM'000
Depreciation and amortisation	(23,028)	(70,080)
Provision for:		
Trade Receivables	3,587	(1,304)
Write off:		
- Trade Receivables	134	(493)
- Inventories	(323)	(367)
- Property, plant and equipment	(572)	(827)
Gain/(loss) on disposal of:		
- property, plant and equipment	1,123	2,387
Foreign exchange gain/(loss):		
- Others	(4,685)	(5,769)
- Unrealised for hedged items	39,198	28,665
Cash flow hedge reserve recycled to profit or loss	(39,198)	(28,665)

B7 Status of Corporate Proposal Announced

There were no new corporate proposals announced but not completed as at the date of this report, except for the following:

Proposed Acquisition of 48% Equity Interest in Sunway Pyramid Sdn Bhd ("SPSB")

On 12 July 2010, SCB entered into a Share Sale Agreement ("SSA") with Reco Pyramid (M) Sdn Bhd ("RPSB") to acquire 48 million ordinary shares of RM1.00 each in SPSB ("SPSB Sale Shares") representing 48% equity interest in SPSB for the SPSB Consideration as per following:

Salient terms and conditions of the SPSB SSA

Completion of the Proposed Acquisition of SPSB will occur on the last business day of the month immediately following the month (or such other date as the Company and RPSB may mutually agree in writing) in which:

- (i) the condition precedent, namely the completion of the Proposed Acquisition of Sunway Leisure Sdn Bhd (formerly known as Mega Capacity Sdn Bhd), is fulfilled; and
- (ii) all the pre-closing events are completed.

The Proposed Acquisition is yet to be completed.

Proposed Disposal by Sunway Medical Centre Berhad ("SMC")

RHB Investment Bank Berhad, on behalf of the Board of Directors, announced that SMC, a subsidiary of the Company had on 9 October 2012 entered into a conditional sale and purchase agreement with OSK Trustee Berhad ("Trustee"), the trustee of Sunway Real Estate Investment Trust ("Sunway REIT"), for the disposal of the land and building of SMC together with SMC's plant and machinery, services infrastructure and all fixtures and fittings affixed or located or used in SMC ("SunMed Property") for a total cash consideration of RM310 million.

In addition, SMC had on even date entered into a conditional hospital master lease agreement with the Trustee and Sunway REIT Management Sdn Bhd, the manager of Sunway REIT, for the lease of the SunMed Property from the Trustee.

The proposals are conditional upon the following approvals being obtained:

- 1 the approval or no objection from the state authority for the transfer of the SunMed Property from SMC to the Trustee and for the lease of the SunMed Property by the Trustee to SMC;
- 2 the Securities Commission Malaysia for the valuation of the SunMed Property;
- 3 the unitholders of Sunway REIT for the Proposed Disposal at the unitholders' meeting to be convened; and
- 4 any other relevant authority and/or party, if required.

B8 Group Borrowings and Debt Securities

The Group borrowings as at 30 September 2012 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Borrowings:			
- Current	375,573	226,823	602,396
- Non-current	1,584,486	417,433	2,001,919
	1,960,059	644,256	2,604,315

Included in the above are borrowings which are denominated in a foreign currency as follows:

<u>Secured</u>	Foreign currency		RM'000	
	<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
US Dollar (USD'000)	-	330,000	-	1,015,410
Singapore Dollar (SGD'000)	10,539	12,772	26,385	31,975
Trinidad & Tobago Dollar (TTD'000)	8,940	-	4,333	-
Chinese Renminbi (RMB'000)	56,860	69,908	27,856	34,248
Indonesian Rupiah (RP'000)	12,242,630	-	3,942	-
Australia Dollar (AUD'000)	1,670	50	5,326	159
<u>Unsecured</u>				
Singapore Dollar (SGD'000)	4,877	68	12,208	170

B9 Derivative Financial Instruments

The Group's outstanding derivatives as at 30 September 2012 were as follows:

Type of Derivatives	Contract/ Notional RM'000	Fair Value RM'000	Gains/(Losses) Fair Value for the period RM'000
Foreign currency forward contracts			
- Less than 1 year	15,638	(215)	(200)
Interest rate swap contracts			
- Less than 1 year	100,000	(248)	
- 1 year to 3 year	21,816	(261)	
	121,816	(509)	311
Total losses on derivatives as per Note A4			110
Cross currency swap contracts			
- 1 year to 3 year	996,693	12,741	7,807
Total derivatives		12,017	7,917

Foreign currency forward contracts

The Group entered into foreign currency forward contracts to minimise its exposure to foreign currency risks as a results of transactions denominated in currencies other than its functional currency, arising from normal business activities. These are done in accordance with the Group's foreign currency hedging policy and are executed with credit-worthy financial institutions which are governed by appropriate policies and procedures.

The derivatives arising from the foreign currency forward contracts are stated at fair value, using the prevailing market rates. Derivatives with positive market values are included under current assets and derivatives with negative market values are included under current liabilities. Any changes in fair value of derivatives during the period are taken directly to the income statement.

Interest rate swap contracts

The Group entered into interest rate swap contracts to manage its interest rate risk arising primarily from interest-bearing borrowings. Borrowings at floating rate expose the Group to fair value interest rates and the hedging contract minimises the fluctuation of cash flow due to changes in the market interest rates. The above interest rate hedging contracts are executed with credit-worthy financial institutions which are governed by appropriate policies and procedures.

The derivatives arising from the interest rate swap contracts are computed using the present value of the difference between the floating rates and fixed rates applied to the principal amounts over the duration of swap expiring subsequent to period end. Any changes in fair value of derivatives during the period are taken directly to the income statement.

Cross currency swap contracts

The Group entered into cross currency swap contracts to manage its exposure in foreign currency risk arising from foreign currency borrowings which was entered to minimise the interest cost. The Group uses cash flow hedges to mitigate the risk of variability of future cash flows attributable to foreign currency and interest rate fluctuations over the hedging period on the foreign currency borrowings. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on remeasuring the fair value of the hedging instrument are recognised directly in other comprehensive income until such time as the hedged item affects profit or loss, then the gains or losses are transferred to the income statement. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the income statement.

B10 Changes in Material Litigation

Except for the following claims, there was no pending material litigation.

- (a) A suit was filed by Affin Bank Berhad (“Affin”) against, inter alia, Yap Yee Ping and Ng Kam Hung (“Plaintiffs”) for payment of an amount of RM27.7 million and/or any other amount to Affin. The Plaintiffs are seeking, inter alia, certain declarations and also an order that SunwayMas Sdn Bhd (“SunwayMas”), a wholly-owned subsidiary of the Group, indemnifies the Plaintiffs for all claims brought against them by Affin in relation to a tripartite agreement executed amongst Cindai Unggul Sdn Bhd (“Employer”), SunwayMas and BSN Commercial Bank Bhd (now vested in Affin) on 2 May 2000. SunwayMas was appointed as a Project Manager to revive, manage and coordinate the development and construction of the Employer on a piece of land in the Mukim of Pulau, District of Johor Bahru, Johor.

Arising from this suit, the Plaintiffs have filed a counterclaim action against Affin and SunwayMas as the second defendant on 9 May 2008. SunwayMas intended to defend this counterclaim and on the advice of their solicitors, an application to strike out the counter claim against SunwayMas was filed on 4 December 2008. The application was heard and disposed of on 5.2.2010 wherein the counterclaim against SunwayMas was struck out with costs. The Plaintiffs filed an appeal against the decision on 2 March 2010. The Court of Appeal had dismissed with costs the appeal filed by the Plaintiffs. The Court of Appeal did not grant any leave to the Plaintiffs to appeal to the Federal Court.

The Directors are of the opinion, after taking appropriate legal advice, that no provisions for the abovementioned claims is necessary.

- (b) On 4 September 2008, the solicitors of Sunway Construction Sdn Bhd (“SunCon”) had been served with a Statement of Claim (“Statement of Claim”) by Shristi Infrastructure Development Corporation Ltd (“Claimant”). The Statement of Claim was received by SunCon’s office in Malaysia on 8 September 2008.

Pursuant to an agreement signed between SunCon and the National Highway Authority of India for the rehabilitation and upgrading of NH-25 to a four-lane configuration in the state of Uttar Pradesh being a part of the East-West Corridor Project, SunCon had entered into a work order with the Claimant for the upgrading and rehabilitation of the stretch of NH-25 from 143.6 km to 170.0 km, of which the Claimant has provided two bank guarantees (“Bank Guarantees”) to SunCon.

The Claimant has failed to carry out its obligations under the work order and SunCon has terminated the work order and cashed the Bank Guarantees. The Claimant had filed an application in the Supreme Court of India for the appointment of an arbitrator to arbitrate upon the disputes between the parties. The Supreme Court had appointed a sole arbitrator and two preliminary sittings have been held to date. The Claimant then filed its Statement of Claim on 4 September 2008.

The Statement of Claim was raised in respect of various claims (including claiming the refund of the amount cashed on the Bank Guarantees) and the total amount claimed is Rs891.5 million (approximately equivalent to RM70 million).

At the hearing on 2 February 2009, the arbitrator recorded SunCon's filing of the Statement of Defence and Counterclaim. In the counterclaim, SunCon is seeking for Rs78,13,94,628.61 (approximately equivalent to RM60 million) for inter alia, additional costs incurred by SunCon to complete the works, recovery of mobilisation advance and interest charges, loss of reputation and loss of profits.

On 5 January 2011, Shristi did not produce its Witness Statement and has been directed to file it by 7 February 2011. The hearing was then adjourned to 11 March 2011 for compliance and finalizing the bundles, etc. The cross examination dates are 28 and 29 March 2011, to be followed on 11 and 12 April 2011. Shristi has to submit a statement of its assets as at 31 December 2010 supported by an affidavit before the next date of the hearing.

On 28 March 2011, the Arbitrator had directed the following:

- (i) Admission or denial by Shristi or SunCon of each other's documents to be completed by 4 April 2011.
- (ii) Further documents to be filed by both parties by 12 April 2011.
- (iii) List of witnesses and Supplemental Affidavit to be filed by Shristi by 12 April 2011 and Shristi's witness to be present on 12 April 2011.

On the 12 April 2011 hearing, both sides were allowed to file further documents, if any, within the next 3 weeks, as the final submission. The next hearing date was 16 May 2011 for noting compliance of directions and thereafter, cross-examination of their first witness was on 1 and 2 July 2011. However, Shristi and their solicitor did not show up for the hearing on 1 July 2011 but they showed up for the hearing on 28 and 29 July 2011. The hearing continued on 15 and 16 September 2011 and 20 September 2011 for the cross examination of Shristi's 1st witness. The hearings scheduled in October and November 2011 was subsequently postponed to 13 till 15 December 2011 and was duly held. The procedural hearing was held on 5 December 2011 for noting compliance and subsequent hearings were held on 15 and 16 February 2012.

On 9 May 2012, the Arbitrator held a further procedural hearing. Further hearings were held on 10, 12, 24 to 25 July 2012 and 7 August 2012. The hearings scheduled for 13 July 2012, 8 and 22 August 2012 were cancelled.

Hearings on 7 September 2012, 11 to 12 September 2012, 22 October 2012, 25 to 26 October 2012 were held while hearings on 6 September 2012 and 31 October 2012 were vacated. The next hearing dates are fixed from 3 to 6 December 2012.

The Directors are of the opinion, after taking appropriate legal advice, that no provision for the abovementioned claims is necessary.

B11 Realised and Unrealised Profits

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

	30/9/2012 RM'000	30/9/2011 RM'000
Total retained profit of the Group:-		
Realised	302,965	203,764
Unrealised	35,818	-
Total share of retained profits from associated companies:		
Realised	46,183	33,111
Unrealised	168,348	41,665
Total share of retained profits from Jointly Controlled Entities:		
Realised	169,108	92,902
Unrealised	-	-
Less: Consolidation adjustments	26,064	(161,736)
Total Group's retained profits as per consolidated accounts	<u>748,487</u>	<u>209,706</u>

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

B12 Dividend

No dividend has been proposed by the Board of Directors for the financial period ended 30 September 2012.

B13 Earnings per share

The calculation of the earnings per share for the Group is based on profit after taxation and non-controlling interests on the weighted average number of ordinary shares in issue during the period.

	Current Quarter Ended 30/9/2012 RM'000	Cumulative Year To Date 30/9/2012 RM'000
<u>Basic earnings per share</u>		
Profit attributable to members of the Company	94,273	313,055
Weighted Average Number of Ordinary Shares	1,292,505	1,292,505
Earnings per share (Basic) (sen)	7.29	24.22
<u>Diluted earnings per share</u>		
Profit attributable to members of the Company	94,273	313,055
Weighted Average Number of Ordinary Shares	1,292,505	1,292,505
Earnings per share (Diluted) (sen)	7.29	24.22

By Order of the Board

**Tan Kim Aun
Lee Suan Choo
Secretaries**