# GLOBALTEC FORMATION BERHAD

*(Formerly known as Temasek Formation Berhad)*

**(Incorporated in Malaysia)**

**Company No: 953031-A**

## QUARTERLY UNAUDITED FINANCIAL REPORT

## FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

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**Condensed unaudited consolidated statement of profit or loss and other comprehensive income for the financial period ended 30 September 2012**

| | Current quarter 30.9.2012 RM'000 | Preceding year corresponding quarter [(1)] 30.9.2011 RM'000 | Current period 30.9.2012 RM'000 | Preceding year corresponding period [(1)] 30.9.2011 RM'000 |
|---|---|---|---|---|
| **Revenue** | 102,273 | - | 102,273 | - |
| Cost of sales | (84,024) | - | (84,024) | - |
| **Gross profit** | 18,249 | - | 18,249 | - |
| Operating expenses | (14,885) | - | (14,885) | - |
| Other operating income | 1,719 | - | 1,719 | - |
| **Results from operating activities** | 5,083 | - | 5,083 | - |
| Finance income | 118 | - | 118 | - |
| Finance costs | (1,252) | - | (1,252) | - |
| **Profit from operations** | 3,949 | - | 3,949 | - |
| Share of loss of equity accounted investee, net of tax | (251) | - | (251) | - |
| **Profit before tax** | 3,698 | - | 3,698 | - |
| Tax expense | (1,455) | - | (1,455) | - |
| **Profit for the period** | 2,243 | - | 2,243 | - |
| **Other comprehensive loss, net of tax** | | | | |
| Foreign currency translation differences for foreign operations | (1,322) | - | (1,322) | - |
| **Total comprehensive income for the period** | 921 | - | 921 | - |
| **Profit attributable to:** | | | | |
| Owners of the Company | 2,237 | - | 2,237 | - |
| Non-controlling interests | 6 | - | 6 | - |
| **Profit for the period** | 2,243 | - | 2,243 | - |
| **Total comprehensive income/(loss) attributable to:** | | | | |
| Owners of the Company | 1,068 | - | 1,068 | - |
| Non-controlling interests | (147) | - | (147) | - |
| **Total comprehensive income for the period** | 921 | - | 921 | - |
| Basic earnings per ordinary share (sen) | 0.042 | - | 0.042 | - |
| Diluted earnings per ordinary share (sen) | 0.041 | - | 0.041 | - |

**Note:**
[(1)] Please refer Explanatory Note A1 (ii).

**(The condensed unaudited consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the Annual Financial Report for the period ended 30 June 2012)**

## Condensed unaudited consolidated statement of financial position as at 30 September 2012

| | 30.9.2012<br>RM'000 | Audited<br>30.6.2012<br>RM'000 |
|---|---|---|
| **Non current assets** | | |
| Property, plant and equipment | 226,612 | 231,426 |
| Biological assets | 38,020 | 38,020 |
| Investment property | 11,045 | 11,045 |
| Intangible assets | 117,914 | 118,117 |
| Investment in associate | 7,221 | 7,221 |
| Investment in jointly controlled entity | 395 | 646 |
| Deferred tax assets | 832 | 832 |
| **Total non current assets** | 402,039 | 407,307 |
| **Current assets** | | |
| Receivables, deposits and prepayments | 89,458 | 86,324 |
| Inventories | 50,996 | 50,772 |
| Other investments | 634 | 732 |
| Current tax assets | 6,604 | 5,539 |
| Cash and cash equivalents | 33,265 | 30,790 |
| **Total current assets** | 180,957 | 174,157 |
| **TOTAL ASSETS** | 582,996 | 581,464 |
| **Equity attributable to owners of the Company** | | |
| Share capital | 527,365 | 527,365 |
| Share premium | 105,473 | 105,473 |
| Business combination deficit | (157,064) | (157,064) |
| Reserves | (66,715) | (67,783) |
| | 409,059 | 407,991 |
| Non-controlling interests | 22,235 | 22,382 |
| **Total equity** | 431,294 | 430,373 |
| **Long term and deferred liabilities** | | |
| Borrowings | 37,869 | 35,398 |
| Government grant | 111 | 137 |
| Deferred tax liabilities | 17,325 | 17,346 |
| **Total long term and deferred liabilities** | 55,305 | 52,881 |
| **Current liabilities** | | |
| Payables and accruals | 59,622 | 60,583 |
| Government grant | 57 | 57 |
| Tax liabilities | 1,386 | 1,602 |
| Provision for warranties | 1,879 | 1,282 |
| Borrowings | 33,453 | 34,686 |
| **Total current liabilities** | 96,397 | 98,210 |
| **Total liabilities** | 151,702 | 151,091 |
| **TOTAL EQUITY AND LIABILITIES** | 582,996 | 581,464 |
| Net assets per share attributable to owners of the Company (RM) | 0.078 | 0.077 |

**(The condensed unaudited consolidated statement of financial position should be read in conjunction with the Annual Financial Report for the period ended 30 June 2012)**

## Condensed unaudited consolidated statement of changes in equity for the financial period ended 30 September 2012

| | Attributable to owners of the Company | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Share capital | Share premium | Capital reserve | Revaluation reserve | Foreign currency translation reserve | Fair value adjustment reserve | Business combinatinon deficit | Accumulated losses | Total | Non-controlling interests | Total equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| **At 1 July 2012** | | | | | | | | | | | |
| - As previously stated | 527,365 | 105,473 | 6,041 | 5,559 | 47 | (40,155) | (157,064) | (39,275) | 407,991 | 22,382 | 430,373 |
| - Reclass of revaluation reserves on application of 'Deemed Cost' exemption under MFRS 1 (*) | - | - | - | (5,559) | - | - | - | 5,559 | - | - | - |
| **At 1 July 2012, restated** | 527,365 | 105,473 | 6,041 | - | 47 | (40,155) | (157,064) | (33,716) | 407,991 | 22,382 | 430,373 |
| Total comprehensive income/(loss) for the period | - | - | - | - | (1,170) | - | - | 2,237 | 1,067 | (147) | 921 |
| **At 30 September 2012** | 527,365 | 105,473 | 6,041 | - | (1,123) | (40,155) | (157,064) | (31,479) | 409,058 | 22,236 | 431,294 |

**Notes:**

Comparative period : Please refer Explanatory Note A1 (ii).
* : Please refer Explanatory Note A2 (ii).

**(The condensed unaudited consolidated statement of changes in equity should be read in conjunction with the Annual Financial Report for the period ended 30 June 2012)**

## Condensed unaudited consolidated statement of cash flows for the financial period ended 30 September 2012

| | Current period 30.9.2012 RM'000 | Preceding year corresponding period (1) 30.9.2011 RM'000 |
|---|---|---|
| **Cash flows from operating activities** | | |
| Profit before tax | 3,698 | - |
| Adjustments for: | | |
| Amortisation of development costs | 237 | - |
| Amortisation of government grant | (26) | - |
| Change in fair value of other investment | 98 | - |
| Change in fair value of derivatives | (8) | - |
| Depreciation | 7,093 | - |
| Gain on disposal of property, plant and equipment | (9) | - |
| Finance costs | 1,252 | - |
| Finance income | (118) | - |
| Property, plant and equipment written off | 124 | - |
| Provision for warranties | 605 | - |
| Share of loss of equity accounted investee | 251 | - |
| Unrealised foreign exchange loss | 230 | - |
| Operating profit before working capital changes | 13,427 | - |
| Changes in working capital: | | |
| Inventories | (224) | - |
| Receivables, deposits and prepayments | (3,766) | - |
| Payables and accruals | (1,270) | - |
| Cash generated from operations | 8,167 | - |
| Warranties paid | (6) | - |
| Taxation paid | (2,209) | - |
| **Net cash generated from operating activities** | 5,952 | - |
| | | |
| **Cash flows from investing activities** | | |
| Purchase of property, plant and equipment | (4,034) | - |
| Development costs paid | (33) | - |
| Interest received | 118 | - |
| Proceeds from disposal of property, plant and equipment | 9 | - |
| **Net cash used in investing activities** | (3,940) | - |

**Condensed unaudited consolidated statement of cash flows for the financial period ended 30 September 2012** (continued)

| | Current period 30.9.2012 RM'000 | Preceding year corresponding period (1) 30.9.2011 RM'000 |
|---|---|---|
| **Cash flows from financing activities** | | |
| Repayment of finance lease arrangements | (1,252) | - |
| Increase in deposits pledged | 167 | - |
| Drawdown of bank borrowings – net | 1,662 | - |
| **Net cash generated from financing activities** | 577 | - |
| **Net increase in cash and cash equivalents** | 2,589 | - |
| Effect of foreign exchange fluctuation on cash and cash equivalents | (34) | - |
| Cash and cash equivalents at beginning of period | 24,262 | - |
| **Cash and cash equivalents at end of period** | 26,817 | - |
| **Cash and cash equivalents at end of period comprise:** | | |
| Cash and bank balances | 22,479 | - |
| Deposits with licensed banks | 10,786 | - |
| | 33,265 | - |
| Less: | | |
| Bank overdrafts | (2,458) | - |
| Deposits pledged as security | (3,990) | - |
| | 26,817 | - |

**Note:**

(1) Please refer Explanatory Note A1 (ii).

**(The condensed unaudited consolidated statement of cash flows should be read in conjunction with the Annual Financial Report for the period ended 30 June 2012)**

# NOTES TO THE INTERIM FINANCIAL REPORT

## A1. Basis of preparation

i) This interim financial report of Globaltec Formation Berhad ("GFB" or the "Company") and its subsidiaries ("Group") is unaudited, has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134, *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") ("Listing Requirements"), do not include all the information required for the full annual financial statements. The current financial year ending 30 June 2013 represents the first year the Group is applying MFRSs and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* has been applied.

In the previous year, the financial statements of the Group were prepared in accordance with Financial Reporting Standards ("FRSs"). The financial impact on transition to MFRSs is disclosed in Note A2 below.

ii) The Company was incorporated on 15 July 2011 and listed on 31 May 2012. As such there are no comparative financial information for the financial results and cash flows for the current quarter and current period ended 30 September 2012.

## A2. Significant Accounting Policies

Save as disclosed below, the significant accounting policies adopted and the basis of preparation of this interim financial report are consistent with those of the audited consolidated financial statements of the Company for the financial year ended 30 June 2012.

Significant changes in accounting policies are as below:

### i) Business combinations

***Acquisitions prior to 1 January 2011***

As part of its transition to MFRS, the Group elected not to restate those business combinations that occurred before the date of transition to MFRSs, ie 1 January 2011. Goodwill arising from acquisitions before 1 January 2011 has been carried forward from the previous FRS framework as at the date of transition.

### ii) Property, plant and equipment

Prior to 1 July 2012, the Group revalued its properties comprising land and building every 5 years and at shorter intervals whenever the fair value of the revalued assets is expected to differ materially from their carrying value. Any surplus arising from revaluation is dealt with in the revaluation reserve account. Any deficit arising is offset against the revaluation reserve to the extent of a previous increase for the same property. In all other cases, a decrease in carrying amount is charged to the profit or loss.

Commencing 1 July 2012 and upon transition to MFRSs:

a) the Group no longer revalues its properties; and

b) the Group elected to apply the optional exemption to use the previous revaluation as deemed cost under MFRSs.

The change in this accounting policy has the effects as shown in the consolidated unaudited statements of changes in equity.

The Group has not applied the following accounting standards that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group:

**MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013**

- MFRS 10, *Consolidated Financial Statements*
- MFRS 11, *Joint Arrangements*
- MFRS 12, *Disclosure of Interests in Other Entities*
- MFRS 13, *Fair Value Measurement*
- MFRS 119, *Employee Benefits* (2011)
- MFRS 127, *Separate Financial Statements* (2011)
- MFRS 128, *Investments in Associates and Joint Ventures* (2011)
- IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine*
- Amendments to MFRS 7, *Disclosures-Offsetting Financial Assets and Financial Liabilities*
- Amendments to MFRS 1, *First-time Adoption of Financial Reporting Standards – Government Loans*
- Amendments to MFRS 1, *First-time Adoption of Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 101, *Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 132, *Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 10, *Consolidated Financial Statements: Transition Guidance*
- Amendments to MFRS 11, *Joint Arrangements: Transition Guidance*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Transition Guidance*

**MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2014**

- Amendments to MFRS 132, *Offsetting Financial Assets and Financial Liabilities*

**MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2015**

- MFRS 9, *Financial Instruments* (2009)
- MFRS 9, *Financial Instruments* (2010)
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Mandatory Date of MFRS 9 and Transition Disclosures*

The Group plan to apply the abovementioned standards, amendments and interpretations:

- from the annual period beginning 1 July 2013 for those standards, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2013, except for IC Interpretation 20 which is not applicable to the Group;
- from the annual period beginning 1 July 2014 for those standards, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2014; and
- from the annual period beginning 1 July 2015 for those standards, amendments and interpretations that are effective for annual periods beginning on or after 1 January 2015.

The initial application of a standard which will be applied prospectively or which requires extended disclosures, is not expected to have any impacts to the current and prior periods financial statements upon their first adoption.

**A3. Qualified audit report**

The preceding annual audited financial statements of the Group were reported on without any qualification.

**A4. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter and financial period ended 30 September 2012.

**A5. Seasonal and cyclical factors**

There were no material seasonal or cyclical factors affecting the income and performance of the Group.

**A6. Changes in estimates**

There were no changes in the estimates of amounts which give a material effect for the current quarter and financial period ended 30 September 2012.

**A7. Dividends**

The Board does not recommend any dividend for the financial period ended 30 September 2012.

**A8. Valuation of property, plant and equipment**

As at 30 September 2012, the carrying value of the Group's land and buildings have been brought forward without amendments from the audited financial statements as at 30 June 2012.

**A9. Material events subsequent to the period end**

There were no material events subsequent to the financial period end.

**A10. Changes in composition of the Group**

There were no changes in the Group structure for the financial period and up to the date of this report.

**A11. Debt and equity securities**

There were no issuances, cancellations, share splits, repurchases and repayments of the Company's debt or equity securities for the financial period ended 30 September 2012.

As at 30 September 2012, there are 10.9 million redeemable convertible preference shares of AutoV Systems Sdn Bhd ("ASSB"), a wholly owned subsidiary ("ASSB RCPS"), which are convertible to ordinary shares of RM0.10 each in GFB ("GFB Shares") at a conversion ratio of 119 GFB Shares for every 6 ASSB RCPS held. The ASSB RCPS were issued as part of the consideration on the acquisition of Proreka (M) Sdn Bhd ("Proreka") by AutoV. The conversion period for the ASSB RCPS is up to 31 December 2013, upon inter-alia the profit guarantee from the vendors of Proreka being met. Any unconverted ASSB RCPS shall be automatically redeemed upon expiry of the conversion period.

## A12. Segmental information

Analysis by business segments being the primary basis of the Group's segmental reporting for the financial period ended 30 September 2012 is as follows:

| | Integrated manufacturing services RM'000 | Resources RM'000 | Investment holding RM'000 | Consolidation adjustments RM'000 | Consolidated RM'000 |
|---|---|---|---|---|---|
| **Segment revenue** | | | | | |
| Revenue from external customers | 100,020 | 2,251 | 2 | - | 102,273 |
| Inter-segment revenue | - | - | 216 | (216) | - |
| Total revenue | 100,020 | 2,251 | 218 | | 102,273 |
| **Segment profit/(loss)** | 4,394 | 627 | (1,324) | 1 | 3,698 |
| **Segment assets** | 373,563 | 69,082 | 23,702 | (40) | 466,307 |
| Goodwill on consolidation | | | | | 116,689 |
| Consolidated total assets | | | | | 582,996 |

## A13. Contingent liabilities/assets

As at 30 September 2012, the Company had executed corporate guarantees in favour of licensed financial institutions of up to a limit of RM23.4 million for credit facilities granted to subsidiaries and a jointly controlled entity. Out of the total banking facilities secured by corporate guarantees by the Company, a total of RM4.9 million was outstanding at the period end.

The corporate guarantee to the jointly controlled entity represents a form of provision of financial assistance by the Company in accordance to paragraph 8.23(1)(ii) of the Listing Requirements. Out of the total banking facilities granted to the jointly controlled entity and secured by a corporate guarantee by the Company, a total of RM3.3 million was outstanding at the period end.

## A14. Capital commitments

Capital commitments as at 30 September 2012 were as follows:

| | RM'000 |
|---|---|
| Purchase of plant and equipment: | |
| - Approved and contracted for | 1,992 |
| - Approved but not contracted for | - |
| Lease agreement ^ | 5,866 |
| Total | 7,858 |

*Note:*

^ *Based on the remaining lease obligation of a subsidiary with CIMB Islamic Trustee Berhad (formerly known as CIMB Trustee Berhad) (As Trustee for the Amanah Raya Real Estate Investment Trust) ("CIMB Trustee") to lease certain leasehold land and buildings from CIMB Trustee.*

**OTHER NOTES PURSUANT TO BURSA MALAYSIA'S MAIN MARKET LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A**

**B1. Review of performance**

The Integrated Manufacturing Services ("IMS") segment comprises the following divisions:

(i) precision stamping and tooling ("PST");
(ii) precision machining and automation ("PMA");
(iii) semiconductor; and
(iv) automotive components design and manufacturing ("Automotive").

The Resources segment is principally involved in the harvesting and selling of fresh fruit bunches of oil palm ("FFB").

The Group achieved a revenue of RM102.3 million for the current quarter with the IMS segment and Resources segment registering revenue of RM100.0 million and RM2.3 million, representing a revenue contribution of 97.8% and 2.2% respectively. The overall slowing manufacturing business condition, locally and abroad, continued to dampen the current quarter performance of the IMS segment. The revenue posted by the IMS segment for the current quarter of RM100.0 million was affected by the slowdown in the global economy and the worsening euro zone crisis which weighed down demand, particularly of the semiconductor and electronics and electrical industries. The current quarter's revenue of the Resources segment of RM2.3 million, however reflected improvement in the production output but was offset by the softening of FFB prices towards the end of the quarter.

For the current quarter, the Group earned a net profit of RM2.2 million. The net profits contributed by the IMS and Resources segments for the current quarter were RM3.1 million and RM0.4 million respectively. This was partly offset by the net loss incurred by the investment holdings segment of RM1.3 million.

**B2. Material changes from the preceding quarter**

Comparing quarter on quarter, the Group recorded an increase in its revenue from RM52.4 million to RM102.3 million and an increase in its profit before tax from RM0.8 million to RM3.7 million. Included in the profit before tax for the previous quarter was a fair value gain on other investment of RM1.9 million whereas included in the profit before tax of the current quarter was an insurance gain of RM1.4 million and foreign exchange losses of RM1.2 million. Excluding these items, the Group had registered a turnaround from a loss before tax of RM1.1 million in the previous quarter to a profit before tax of RM3.5 million for the current quarter. The improvement in the revenue and results of the Group was due to the results for the current quarter having included the full three months' performance compared to one month's results consolidated in the previous quarter for the PST and Automotive divisions and the Resources segment as these businesses were acquired at the end of May 2012.

Comparing the current quarter with the preceding quarter, the IMS segment posted an increase in revenue from RM51.5 million to RM100.0 million and an increase in profit before tax from RM1.7 million to RM4.4 million. Included in the profit before tax of the IMS segment for the current quarter was the abovementioned insurance gain of RM1.4 million and foreign exchange losses of RM1.2 million.

The Resources segment also recorded growth in revenue and profit before tax for quarter on quarter comparison. The revenue of the Resources segment improved from RM0.6 million to RM2.3 million whilst profit before tax increased from RM90,000 to RM0.6 million.

The loss before tax of the Investment Holding segment increased from RM1.0 million in the preceding quarter to RM1.3 million for the current quarter. Excluding the abovementioned fair value gain on other investment, the loss before tax of the Investment Holding segment had declined from RM2.9 million to RM1.3 million for the current quarter.

## B3. Prospects

The current outlook of slowing global economy growth and uncertainty in advanced economies continue to pose significant uncertainties and a challenging outlook to the business environment of both the IMS and Resources segments of the Group.

The Board is of the opinion that the Group's performance for the financial period ending 30 June 2013 shall grow, albeit at a slower rate, for the remaining period to the end of the financial year.

## B4. Profit forecast

Not applicable as no profit forecast was published.

## B5. Corporate proposals

There were no corporate proposals announced but not completed within 7 days from the date of issue of this report.

## B6. Taxation

The tax expense for the current quarter and financial period are as follows:

| | Current quarter 30.9.2012 RM'000 | Financial period 30.9.2012 RM'000 |
|---|---|---|
| **Current tax expense** | | |
| Malaysia | 1,403 | 1,403 |
| Overseas | 76 | 76 |
| **Deferred tax expense** | | |
| Malaysia | (24) | (24) |
| Total income tax expense | 1,455 | 1,455 |

The effective tax rate for both current quarter and financial period are higher than the statutory tax rate principally due to losses incurred by the semiconductor division, a division within the IMS segment, and the Investment Holding segment.

## B7. Borrowings

The Group's borrowings as at 30 September 2012, which were all secured, were as follows:

| | RM'000 |
|---|---|
| Current | 33,453 |
| Non-current | 37,869 |
| Total Group Borrowings | 71,322 |

The borrowings denominated in foreign currencies and RM as at 30 September 2012 were as follows:

| | RM'000 |
|---|---|
| Foreign Currencies: | |
| - [1] USD1,545,000 @ RM3.0641/USD1 | 4,734 |
| - [2] RMB10,500,000 @ RM0.4866/RMB1 | 5,110 |
| - [3] IDR25,861,645,000@ RM0.03196/IDR100 | 8,265 |
| RM | 53,213 |
| Total Group Borrowings | 71,322 |

**Currencies**

[1] USD United States of America Dollar
[2] RMB Renminbi of The People's Republic of China
[3] IDR Indonesian Rupiah of Indonesia

## B8. Material litigation

There is no material litigation as at the date of this report.

## B9. Notes to the statement of profit or loss and other comprehensive income

Other than interest income and finance costs, included in the statement of profit or loss and other comprehensive income are the following credits/(charges):

| | Current quarter 30.9.2012 RM'000 | Preceding year corresponding quarter 30.9.2011 RM'000 | Current period 30.9.2012 RM'000 | Preceding year corresponding period 30.9.2011 RM'000 |
|---|---|---|---|---|
| Amortisation of development costs | (237) | - | (237) | - |
| Amortisation of government grant | 26 | - | 26 | - |
| Changes in fair value of derivatives | 8 | - | 8 | - |
| Changes in fair value of other investment | (98) | - | (98) | - |
| Depreciation | (7,093) | - | (7,093) | - |
| Foreign exchange loss | (1,168) | - | (1,168) | - |
| Gain on disposal of property, plant and equipment | 9 | - | 9 | - |
| Property, plant and equipment written off | (124) | - | (124) | - |
| Provision for warranties | (605) | - | (605) | - |
| Rental income | 2 | - | 2 | - |

## B10. Realised and unrealised losses

The breakdown of accumulated losses of the Group into realised and unrealised losses are as follows:

| | As at 30.9.2012 RM'000 | As at 30.6.2012 RM'000 |
|---|---|---|
| Total accumulated losses of the Company and its subsidiaries | | |
| - Realised | (21,301) | (30,939) |
| - Unrealised | (9,600) | (8,135) |
| | (30,901) | (39,074) |
| The share of accumulated losses from a jointly controlled entity | | |
| - Realised | (330) | (79) |
| Consolidation adjustments | (248) | (122) |
| Total accumulated losses | (31,479) | (39,275) |

## B11. Earnings per share

Basic earnings per share

The basic earnings per share for the Group is computed as follows:

| | Current quarter 30.9.2012 | Financial period 30.9.2012 |
|---|---|---|
| Profit attributable to owners of the Company (RM'000) | 2,237 | 2,237 |
| Weighted average number of ordinary shares ('000) | 5,273,646 | 5,273,646 |
| Basic earnings per share (sen) | 0.042 | 0.042 |

Diluted earnings per share

The diluted earnings per share of the Group is arrived as follows:

| | Current quarter 30.9.2012 | Financial period 30.9.2012 |
|---|---|---|
| Profit attributable to owners of the Company (RM'000) | 2,237 | 2,237 |
| Weighted average number of ordinary shares (basic) ('000) | 5,273,646 | 5,273,646 |
| Effect of conversion of ASSB RCPS ('000) | 216,183 | 216,183 |
| Weighted average number of ordinary shares (diluted) ('000) | 5,489,829 | 5,489,829 |
| Diluted earnings per share (sen) | 0.041 | 0.041 |