

DAIMAN DEVELOPMENT BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Quarter Ended 31 March 2011

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR 3RD QTR FY2011 RM'000	PRECEDING YEAR CORRESPONDING 3RD QTR FY2010 RM'000	CURRENT YEAR CUM 3 QTRS FY2011 RM'000	PRECEDING YEAR CORRESPONDING CUM 3 QTRS FY2010 RM'000
<b>Continuing Operations</b>				
Revenue	33,466	28,042	123,548	95,700
Operating expenses	(26,750)	(25,727)	(93,663)	(78,945)
Other operating income	3,251	2,381	15,277	7,183
Profit from operations	9,967	4,696	45,162	23,938
Investing results	3,183	1,692	12,378	7,103
Profit before tax from continuing operations	13,150	6,388	57,540	31,041
Taxation	(4,066)	(1,192)	(12,110)	(5,807)
Net profit for the period from continuing operation	9,084	5,196	45,430	25,234
<b>Other Comprehensive Income:</b>				
Currency translation differences	(1,823)	-	(6,297)	-
<b>Other comprehensive income for the year</b>	(1,823)	-	(6,297)	-
<b>Total comprehensive income for the year</b>	7,261	-	39,133	-
<b>Profit attributable to:</b>				
Owners of the parent	9,093	5,102	45,443	25,061
Minority Interest	(9)	94	(13)	173
	9,084	5,196	45,430	25,234
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	7,279	5,102	39,026	25,061
Minority Interest	(18)	94	107	173
	7,261	5,196	39,133	25,234
Earning per share (sen)				
Basic	4.32	2.46	21.58	11.85
Diluted	4.32	2.46	21.58	11.85

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010 and the accompanying explanatory notes attached to the interim financial statements)

DAIMAN DEVELOPMENT BERHAD

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
As At 31 March 2011

	AS AT END OF CURRENT QUARTER 31/Mar/2011	AS AT PRECEDING FINANCIAL YEAR END 30/Jun/2010
	RM'000	RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	116,644	116,414
Investment properties	187,144	167,876
Land held for property development	317,242	309,822
Other investments	439	3,477
	621,469	597,589
<b>CURRENT ASSETS</b>		
Property development costs	76,544	99,152
Inventories	13,298	27,097
Trade receivables	65,951	24,057
Other receivables	4,614	4,045
Tax recoverable	1,788	2,921
Other investments	178,466	248,000
Fixed Deposits	87,198	26,977
Cash and bank balances	18,704	6,374
	446,563	438,623
<b>TOTAL ASSETS</b>	<b>1,068,032</b>	<b>1,036,212</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>		
Share capital	212,192	212,192
Reserves		
- Treasury shares	(2,464)	(2,455)
- Capital Redemption Reserve	23,064	23,064
- Revaluation reserve	116,830	117,090
- Foreign exchange reserve	(9,911)	(3,613)
- Retained earnings	625,810	591,094
	965,521	937,372
<b>MINORITY INTEREST</b>	863	1,194
<b>TOTAL EQUITY</b>	<b>966,384</b>	<b>938,566</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred Taxation	31,877	32,416
Retirement Benefit Obligations	945	1,927
	32,822	34,343
<b>CURRENT LIABILITIES</b>		
Trade payables	18,389	18,179
Other payables	5,593	6,295
Tax payable	44,844	38,829
	68,826	63,303
<b>TOTAL LIABILITIES</b>	101,648	97,646
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,068,032</b>	<b>1,036,212</b>
<u>Net assets per share</u>		
Net assets	965,521	937,372
Share capital (unit)		
Number of ordinary shares in issue	212,192	212,192
Less: Cumulative number of treasury shares	(1,605)	(1,600)
	210,587	210,592
Net assets per share (RM)	4.58	4.45

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010 and the accompanying explanatory notes attached to the interim financial statements)

**DAIMAN DEVELOPMENT BERHAD**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**For the 9 Months Period Ended 31 March 2011**

	Share Capital RM'000	Treasury Shares RM'000	Capital Redemption Reserve RM'000	Revaluation Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 July 2010	212,192	(2,455)	23,064	117,090	(3,613)	591,094	937,372	1,194	938,566
Effect of adopting FRS 139	-	-	-	-	-	4,807	4,807	-	4,807
	212,192	(2,455)	23,064	117,090	(3,613)	595,901	942,179	1,194	943,373
Total comprehensive income	-	-	-	(260)	(6,298)	45,703	39,145	(13)	39,132
Dividends paid	-	-	-	-	-	(15,794)	(15,794)	-	(15,794)
Issuance/(Redemption) of share capital	-	-	-	-	-	-	-	(318)	(318)
Acquisition of treasury shares	-	(9)	-	-	-	-	(9)	-	(9)
At 31 March 2011	212,192	(2,464)	23,064	116,830	(9,911)	625,810	965,521	863	966,384

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010 and the accompanying explanatory notes attached to the interim financial statements)

**DAIMAN DEVELOPMENT BERHAD****CONDENSED CONSOLIDATED CASH FLOW STATEMENTS****For the 9-Month Period Ended 31 March 2011**

	<b>31 March 2011</b>	<b>31 March 2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>Cash Flows from Operating Activities</u>		
Profit before tax	57,540	31,041
Adjustments for non-cash flow:		
Non-cash items	(14,235)	(1,645)
Interest income	(2,815)	(2,064)
Operating profit before changes in working capital	<u>40,490</u>	<u>27,332</u>
Changes in working capital:		
Net change in current assets	(19,885)	6,953
Net change in current liabilities	(494)	7,713
Cash generated from/(used in) operations	<u>20,111</u>	<u>41,998</u>
Payment of retirement benefits	(1,079)	-
Tax paid	(5,522)	(3,883)
Tax refund	1	1
Interest received	111	100
Net cash flows from/(used in) operating activities	<u>13,622</u>	<u>38,216</u>
<u>Cash Flows from Investing Activities</u>		
Equity investment	(8,987)	8,062
Other investing activities	90,334	(24,132)
Net cash generated from/(used in) investing activities	<u>81,347</u>	<u>(16,070)</u>
<u>Cash Flows from Financing Activities</u>		
Proceeds from shares issued	(318)	2,884
Acquisition of treasury shares	(9)	(1,787)
Dividends paid	(15,794)	(15,875)
Net cash generated from/(used in) financing activities	<u>(16,121)</u>	<u>(14,778)</u>
Net change in Cash & Cash Equivalents	78,848	7,368
Cash & Cash Equivalents at beginning of year	33,351	34,440
Effect of changes in foreign currency	(6,297)	(6,386)
Cash & Cash Equivalents at end of year	<u>105,902</u>	<u>35,422</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

## DAIMAN DEVELOPMENT BERHAD

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### PART A : EXPLANATORY NOTES PURSUANT TO FRS 134

##### 1. Basis of Preparation

The interim financial statements of the Company have been prepared on a historical cost basis, except for freehold land and buildings included under property, plant and equipment and investment properties that have been measured at their fair value.

The interim financial statements are unaudited and have been prepared in compliance with the requirements of FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2010. These explanatory notes attached to the interim financial statements explains the changes in the financial position and performance of the Group since the year ended 30 June 2010.

##### 2. Significant Accounting Policies

###### 2.1 Changes in accounting policy and effects arising from adoption of new FRS

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2010 except for the adoption of the following new Financial Reporting Standard ("FRS") effective for financial year beginning 1 July 2010:

- FRS 1: First-time Adoption of Financial Reporting Standards
- FRS 3: Business Combinations (revised)
- FRS 4: Insurance Contracts
- FRS 7: Financial Instruments Disclosures
- FRS 101: Presentation of Financial Statements
- FRS 123: Borrowing Costs
- FRS 127: Consolidated and Separate Financial Statements (amended)
- FRS 139: Financial Instruments: Recognition and Measurement
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
- Amendments to FRS 2: Share-based Payment: Vesting Conditions and Cancellations
- Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 132: Financial Instruments: Presentation (Paragraphs 11, 16, 95A, 97AA, 97AB and 97E)
- Amendments to FRS 138: Intangible Assets
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and IC Interpretation 9: Reassessment of Embedded Derivatives
- Amendments to FRSs 'Improvements to FRSs (2009)'
- Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 10: Interim Financial Reporting and Impairment
- IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions
- IC Interpretation 12: Service Concession Arrangements
- IC Interpretation 13: Customer Loyalty Programmes
- IC Interpretation 14: FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
- IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation
- IC Interpretation 17: Distributions of Non-cash Assets to Owners
- TR i-3: Presentation of Financial Statements of Islamic Financial Institutions

Adoption of the above standards and interpretations did not have any significant effect on the financial performance or position of the Group and the Company except for those discussed below:

**DAIMAN DEVELOPMENT BERHAD**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**PART A : EXPLANATORY NOTES PURSUANT TO FRS 134**

(i) FRS 101: Presentation of Financial Statements (revised)

The revised FRS 101 introduces changes in the presentation and disclosures of financial statements. The revised Standard separates owner and non-owner changes in equity. The Statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented as a single line. The Standard also introduces the statement of comprehensive income, presenting all items of income and expense recognised in income statement, together with all other items or recognised income and expense, either in one single statement, or in two linked statements. The Group and the Company have elected to present this statement as one single statement. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. This revised FRS does not have any impact on the financial position and results of the Group and the Company.

(ii) FRS 139: Financial Instruments: Recognition and Measurement

The new Standard on FRS139: Financial Instruments: Recognition and Measurement establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. The Group and the Company have adopted FRS 139 prospectively on 1 July 2010 in accordance with the transition provisions. The effect arising from the adoption of this Standard has been accounted for by adjusting the opening balance of retained earnings as at 1 July 2010. Comparatives are not restated. The details of the changes in accounting policies and the effects arising from the adoption of FRS 139 are discussed below:

- Equity instruments

Prior to 1 July 2010, the Group classified its investments in equity instruments which were held for trading purposes as marketable securities. Such investments were carried at cost less impairment losses. Upon the adoption of FRS 139, these investments are designated at 1 July 2010 as financial assets at fair value through profit or loss. The adjustments to their previous carrying amounts are recognised as adjustments to the opening balance of retained earnings as at 1 July 2010.

The following are effects arising from the above changes in accounting policies:

	As at 31/3/2011 RM'000	Group As at 1/7/2010 RM'000
<b>Statements of financial position</b>		
Investment securities(current) - held-for-trading investments	<u>11,120</u>	<u>4,807</u>
		Group Increase / (decrease) for 9-month period to 31-03-2011 RM'000
<b>Statements of comprehensive income</b>		
Investing results		6,313
Profit before tax from continuing operation		6,313
Net profit for the period from continuing operation		<u>6,313</u>
		Group Increase / (decrease) 2011 sen per share
Earning per share:		
Basic/ Diluted		<u>3.00</u>

## DAIMAN DEVELOPMENT BERHAD

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### PART A : EXPLANATORY NOTES PURSUANT TO FRS 134

##### 2.2 Standards and interpretations issued but not yet effective

The following new FRSs, Amendments to certain Standards and IC Interpretation were issued but not yet effective and have not been applied by the Group and the Company, which are effective for financial periods beginning on or after 1 January 2011:

- Amendment to FRS 1: First-time adoption of Financial Reporting Standards - Limited exemption for comparative FRS 7: Disclosures for First-time Adopters
- Amendment to FRS 7: Financial Instruments Disclosures - Improving disclosures about Financial Instruments
- Additional Exemptions for First-time Adopters (Amendments to FRS 1)
- IC Interpretation 4: Determining whether an Arrangement contains a Lease
- IC Interpretation 18: Transfers of Assets from Customers
- TR 3: Guidance on Disclosure of Transition to IFRSs
- TR i-4: Shariah Compliant Sale Contracts

The Group and the Company plan to adopt the above pronouncements when they become effective in the respective financial period. These pronouncements do not have significant impact to the financial statements of the Group and the Company upon their initial application.

##### 3. Nature and Amount of Unusual Items

There were no unusual items or transactions reported for the financial period ended 31 March 2011.

##### 4. Changes In Estimates

There were no material effects on changes in estimates in the current financial quarter under review.

##### 5. Seasonal or Cyclical Factors

The Group's core business comprises property developments and property investments which are not seasonal but cyclical in nature.

##### 6. Dividends Paid

<u>Dividend Number</u>	<u>Dividend Type</u>	<u>Dividend Rate</u>	<u>Financial Year</u>	<u>Date Paid</u>	<u>Dividend Amount (RM)</u>
No. 19	Final	10 sen less 25% tax	30-Jun-2010	7-Jan-2011	15,794,033
					-
					<u>15,794,033</u>

## DAIMAN DEVELOPMENT BERHAD

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### PART A : EXPLANATORY NOTES PURSUANT TO FRS 134

#### 7. Issuance and Repayment of Debts and Equity Securities

There were no issuances, repurchases, resale and repayments of debt and equity securities for the financial period ended 31 March 2011 except for the following:

##### Shares Buy-back

There were no shares buy-back by the Company from the open market during the current financial quarter under review.

5,000 ordinary shares were bought-back from the open market at an average price of RM1.81 per share during the 9-month financial period ended 31 March 2011. The total consideration paid for the purchase including transaction costs was RM9,066 and this was financed by internally generated funds.

The shares bought-back, other than those previously cancelled, are held as treasury shares in accordance with Section 67A of the Companies Act 1965.

#### 8. Segmental Reporting

Segment information for the 9-month financial period ended 31 March 2011 :-

	Revenue RM'000	Profit Before Taxation RM'000
Analysis by industry :		
Property development	97,716	44,445
Property investment	3,250	1,848
Non-property investment	798	10,070 *
Trading	16,983	1,176
Leisure and recreation	5,366	420
Others	2,493	577
	<u>126,606</u>	<u>58,536</u>
Eliminations	(3,058)	(996)
Consolidated	<u>123,548</u>	<u>57,540</u>

\* Profits from the Non-property Investment segment include unrealised gain on financial investments and foreign exchange gains.

#### 9. Valuation of Property, Plant & Equipment

There were no amendments to the valuation of property, plant and equipment brought forward from the previous annual financial statements.

#### 10. Subsequent Material Events

There were no material events subsequent to the end of the reporting quarter and at the date of this announcement.

#### 11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter ended 31 March 2011.

#### 12. Contingent Liabilities and Contingent Assets

The Group does not have any material contingent liabilities and contingent assets as at 31 March 2011.

## DAIMAN DEVELOPMENT BERHAD

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

#### PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BMSB

##### 1. Performance Review

###### Revenue Review

The revenue of the Group for the current financial quarter under review was RM33,466,000 compared to RM28,042,000 in the preceding year's corresponding financial quarter.

The higher revenue for the current financial quarter under review was mainly from property sales. The contribution was mainly from sales of double-storey terrace houses at Zone 2A1, Taman Daiman Jaya and sales at Zone 3C, Taman Gaya.

The revenue of the Group for the 9-month financial period ended 31 March 2011 was RM123,548,000 compared to RM95,700,000 in the corresponding preceding 9-month financial period ended 31 March 2010.

The higher revenues for the 9-month financial period under review was mainly from property sales. The higher revenue was derived from sales at Vila Bintang Indah which comprise of bungalow lots and completed bungalow units. Sales at Zone 3C of double-storey terrace house and Zone 1C of 3-storey shop office at Taman Gaya also contributed to higher revenue.

###### Profit Review

The profit before tax of the Group for the current financial quarter under review was RM13,150,000 compared to RM6,388,000 in the preceding year's corresponding financial quarter.

The profit before tax of the Group for the 9-month financial period ended 31 March 2011 was RM57,540,000 compared to RM31,041,000 in the corresponding preceding 9-month financial period ended 31 March 2010.

The increases for both periods were mainly from property sales, gain on disposal of financial investments and fair value gains on investment properties and financial investments.

##### 2. Comparison with Immediate Preceding Quarter's Profit Before Tax

The profit before tax of the Group for the current financial quarter under review was RM13,150,000 compared to RM30,057,000 in the immediate preceding financial quarter ended 31 December 2010.

The decrease was mainly due to lower property sales, fair value gain on investment properties and gain arising from disposal of financial investments as compared to the immediate preceding quarter.

##### 3. Commentary on Prospects

The Board is confident that, barring unforeseen circumstances, the financial results of the Group for the financial year ending 30 June 2011 is better than the previous financial year.

##### 4. Profit Forecast

Not applicable.

**DAIMAN DEVELOPMENT BERHAD****NOTES TO THE INTERIM FINANCIAL STATEMENTS****PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BMSB****5. Taxation**

	3RD QTR RM'000	FY2011 CUM 3 QTRS RM'000
Current year provision	4,162	12,840
Overprovision in prior years	(192)	(192)
Deferred taxation	96	(538)
	<u>4,066</u>	<u>12,110</u>

Domestic income tax is calculated at the Malaysian statutory tax rate of 25% on the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions. The lower effective tax rate is due to some non-taxable and foreign source incomes.

**6. Profit on Disposal of Unquoted Investments and/or Properties**

	3RD QTR RM'000	FY2011 CUM 3 QTRS RM'000
Profit/(loss) on disposal of unquoted investment	<u>(12)</u>	<u>(12)</u>
Profit on disposal of properties	<u>611</u>	<u>631</u>

**7. Purchase and Disposal of Quoted Securities**

- (a) Summary of the purchase and disposal of quoted securities for the current quarter and financial year-to-date is as follows:

	3RD QTR RM'000	FY2011 CUM 3 QTRS RM'000
Total purchases	<u>32,888</u>	<u>66,977</u>
Total proceeds on disposals	<u>2,752</u>	<u>164,601</u>
Total gain on disposals	<u>36</u>	<u>3,067</u>

- (b) At the end of the 9-month financial period ended 31 March 2011, the value of the quoted investments was as follows:

	RM'000
At cost	<u>100,931</u>
At carrying value	<u>101,029</u>
At market value	<u>101,029</u>

**8. Status of Corporate Proposals**

- (a) Status of Corporate Proposals

There is no announced corporate proposal which is not completed as at the date of this Quarterly Report.

- (b) Status of Utilisation of Proceeds

Not applicable.

**DAIMAN DEVELOPMENT BERHAD**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BMSB**

**9. Group Borrowings and Debt Securities**

There were no Group borrowings and debt securities as at the end of the financial year ended 31 March 2011.

**10. Off Balance Sheet Financial Instruments**

There is no financial instrument with off balance sheet risk as at the date of this Quarterly Report.

**11. Material Litigation**

There is no pending material litigation as at the date of this Quarterly Report.

**12. Dividend**

No dividend has been declared for the current financial quarter ended 31 March 2011.

**13. Earnings Per Share**

The basic and diluted earnings per share have been calculated based on the consolidated net profit after tax for the financial period by using the weighted average number of ordinary shares in issue during the financial period.

Net profit after tax	RM'000 <u>45,443</u>
Weighted average number of ordinary shares: Number used in calculation of basic & diluted earnings per share	<u>210,590</u>
Basic earnings per share (sen)	<u>21.58</u>
Diluted earnings per share (sen)	<u>21.58</u>

**PART C : DISCLOSURE OF REALISED AND UNREALISED PROFITS OR LOSSES**

Summary of the Realised and Unrealised Profits or Losses for the current quarter and immediate preceding quarter is as follows:

	3RD QTR RM'000	FY2011 2ND QTR RM'000
Total retained profits of the Group		
- Realised	558,617	566,200
- Unrealised	<u>131,158</u>	<u>129,890</u>
	689,775	696,090
Consolidation adjustments	<u>(63,965)</u>	<u>(63,665)</u>
Total group retained profits as per consolidated accounts	<u>625,810</u>	<u>632,425</u>

**By Order of the Board**  
**WOO MIN FONG (MS)**  
**Company Secretary**  
**Johor Bahru**  
**25 May 2011**