

SHANGRI-LA HOTELS (MALAYSIA) BERHAD
(10889-U)
(Incorporated in Malaysia)

ANNOUNCEMENT OF AUDITED CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2011

The Board of Directors of Shangri-La Hotels (Malaysia) Berhad wishes to announce the following :-

AUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended		12 months ended	
	31.12.2011	31.12.2010	31.12.2011	31.12.2010
	RM'000	RM'000	RM'000	RM'000
Revenue	104,422	111,359	429,731	422,002
Operating profit before exceptional item	15,976	20,534	82,890	95,626
Exceptional item	-	-	-	-
Operating profit after exceptional item	15,976	20,534	82,890	95,626
Interest expense	(604)	(1,181)	(3,018)	(5,057)
Interest income	84	94	408	262
Share of results of an associated company	162	234	558	451
Profit before tax	15,618	19,681	80,838	91,282
Tax expense	(2,992)	(3,785)	(15,514)	(11,785)
Profit for the period	12,626	15,896	65,324	79,497
<u>Attributable to:</u>				
Shareholders of the Company	12,959	14,037	60,564	69,959
Minority interests	(333)	1,859	4,760	9,538
	12,626	15,896	65,324	79,497
Basic Earnings per Ordinary Share (sen)	2.95	3.19	13.76	15.90
Diluted Earnings per Ordinary Share (sen)	NA	NA	NA	NA

(The audited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010)

NA - not applicable

ANNOUNCEMENT OF AUDITED CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2011

AUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended		12 months ended	
	31.12.2011	31.12.2010	31.12.2011	31.12.2010
	RM'000	RM'000	RM'000	RM'000
Profit for the period/year	12,626	15,896	65,324	79,497
Other comprehensive income/(expense) for the period/year	-	-	-	-
Total comprehensive income for the period/year	12,626	15,896	65,324	79,497
<u>Attributable to:</u>				
Shareholders of the Company	12,959	14,037	60,564	69,959
Minority interests	(333)	1,859	4,760	9,538
	12,626	15,896	65,324	79,497

(The audited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010)

**ANNOUNCEMENT OF AUDITED CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2011**

AUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	As at 31.12.2011 RM'000	As at 31.12.2010 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	731,059	745,351
Investment properties	266,899	266,846
Interest in associates	16,723	10,291
Property development expenditure	12,286	12,240
	<u>1,026,967</u>	<u>1,034,728</u>
Current assets		
Inventories	8,809	8,754
Trade and other receivables, prepayments and deposits	23,938	24,796
Tax recoverable	1,765	3,246
Cash and cash equivalents	21,655	17,200
	<u>56,167</u>	<u>53,996</u>
Total assets	<u>1,083,134</u>	<u>1,088,724</u>
EQUITY		
Capital and reserves		
Share capital	440,000	440,000
Reserves	382,698	351,834
Total equity attributable to shareholders of the Company	<u>822,698</u>	<u>791,834</u>
Minority interests	82,530	78,610
Total equity	<u>905,228</u>	<u>870,444</u>
LIABILITIES		
Non-current liabilities		
Long-term borrowings	5,306	46,258
Retirement benefits	13,404	12,878
Deferred tax liabilities	18,664	16,845
	<u>37,374</u>	<u>75,981</u>
Current liabilities		
Trade and other payables and accruals	75,887	81,414
Short-term borrowings	63,892	59,952
Current tax liabilities	753	933
	<u>140,532</u>	<u>142,299</u>
Total liabilities	<u>177,906</u>	<u>218,280</u>
Total equity and liabilities	<u>1,083,134</u>	<u>1,088,724</u>
Net Assets per Ordinary Share (RM) Attributable to Shareholders of the Company	1.87	1.80

(The audited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010)

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(Incorporated in Malaysia)

ANNOUNCEMENT OF AUDITED CONSOLIDATED RESULTS
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AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2011

All figures in RM'000	Attributable to Shareholders of the Company			Total equity attributable to shareholders of the Company	Minority interests	Total equity
	Share capital	Share premium	Retained earnings			
	← Non-distributable →		← Distributable →			
Balance at 1 January 2010	440,000	104,501	203,774	748,275	69,632	817,907
Net profit for the year	-	-	69,959	69,959	9,538	79,497
Other comprehensive income/(expense) for the year	-	-	-	-	-	-
Total comprehensive income for the year	-	-	69,959	69,959	9,538	79,497
Dividends paid						
- Final dividend for the financial year ended 31.12.2009 paid on 29.6.2010	-	-	(16,500)	(16,500)	-	(16,500)
- Interim dividend for the financial year ended 31.12.2010 paid on 26.11.2010	-	-	(9,900)	(9,900)	-	(9,900)
Dividend paid to minority shareholder of a subsidiary	-	-	-	-	(560)	(560)
Balance at 31 December 2010	440,000	104,501	247,333	791,834	78,610	870,444
Balance at 1 January 2011	440,000	104,501	247,333	791,834	78,610	870,444
Net profit for the year	-	-	60,564	60,564	4,760	65,324
Other comprehensive income/(expense) for the year	-	-	-	-	-	-
Total comprehensive income for the year	-	-	60,564	60,564	4,760	65,324
Dividends						
- Final dividend for the financial year ended 31.12.2010 paid on 30.6.2011	-	-	(19,800)	(19,800)	-	(19,800)
- Interim dividend for the financial year ended 31.12.2011 paid on 23.11.2011	-	-	(9,900)	(9,900)	-	(9,900)
Dividend payable to minority shareholder of a subsidiary	-	-	-	-	(840)	(840)
Balance at 31 December 2011	440,000	104,501	278,197	822,698	82,530	905,228

(The audited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010)

ANNOUNCEMENT OF AUDITED CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2011

AUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the year ended 31 December 2011

	31.12.2011 RM'000	31.12.2010 RM'000
Profit before tax	80,838	91,282
Adjustments for non-cash flow:-		
Non-cash items	57,607	53,482
Non-operating items	2,610	4,795
Operating profit before changes in working capital	<u>141,055</u>	<u>149,559</u>
Changes in working capital		
Net change in current assets	890	4,872
Net change in current liabilities	(1,874)	(19,427)
Cash generated from operations	<u>140,071</u>	<u>135,004</u>
Income taxes paid	(12,394)	(919)
Retirement benefits paid	(1,305)	(844)
Net cash inflow from operating activities	<u>126,372</u>	<u>133,241</u>
Investing activities		
Interest income received	408	262
Purchase of property, plant and equipment	(46,118)	(22,235)
Additions to investment properties	(53)	-
Expenditure on property development	(46)	(25)
Net cash outflow from investing activities	<u>(45,809)</u>	<u>(21,998)</u>
Financing activities		
Dividends paid to shareholders of the Company	(29,700)	(26,400)
Dividends paid to minority shareholder of a subsidiary	-	(560)
Repayment of loans	(37,516)	(80,208)
Interest expense paid	(3,018)	(5,057)
Drawdown of loans to an associate	(5,874)	(952)
Net cash outflow from financing activities	<u>(76,108)</u>	<u>(113,177)</u>
Net increase/(decrease) in cash & cash equivalents	<u>4,455</u>	<u>(1,934)</u>
Cash & cash equivalents at beginning of the year	17,200	19,134
Cash & cash equivalents at end of financial year	<u>21,655</u>	<u>17,200</u>
Cash and cash equivalents at end of financial year	21,655	17,200
Bank overdraft at end of financial year	-	-
Cash & cash equivalents in the consolidated balance sheet	<u>21,655</u>	<u>17,200</u>

(The audited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010)

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NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134")

A1 Accounting Policies

The financial statements of the Group for the current reporting period have been prepared in accordance with FRS 134 - Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Malaysia"), and should be read in conjunction with the Group's financial statements for the year ended 31 December 2010.

Except as described below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements of the Group for the year ended 31 December 2010.

With effect from 1 January 2011, the Group adopted the following new or revised financial reporting standards ("FRS") and amendments to existing standards that are relevant to its operations. These FRSs became effective for financial periods beginning on or after 1 March 2010 or later periods.

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures and Additional Exemptions for First-time Adopters
Amendments to FRS 3	Business Combinations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 101	Presentation of Financial Statements
Amendments to FRS 121	The Effects of Changes in Foreign Exchange Rates
Amendments to FRS 128	Investments in Associates
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 139	Financial Instruments: Recognition & Measurement

The adoption of the above FRSs and amendments to existing standards did not result in any changes to the Group's accounting policies or have any significant impact on the financial statements of the Group.

Other New or Revised FRS and Amendments to Existing Standards Not Yet Adopted by the Group

The following new or revised FRS and amendments to existing standards issued by the Malaysian Accounting Standards Board ("MASB"), which are relevant to the Group's operations, have not yet been adopted by the Group. These revised FRS and amendments are effective for annual periods beginning on or after 1 January 2012 or later periods:-

FRS 9	Financial Instruments (November 2009 and October 2010)
FRS 10	Consolidated Financial Statements
FRS 13	Fair Value Measurement
FRS 119	Employee Benefits (November 2011)
FRS 124	Related Party Disclosures
FRS 127	Separate Financial Statements (November 2011)
FRS 128	Investments in Associates and Joint Ventures (November 2011)
Amendments to FRS 101	Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income

However, the Group will not be required to adopt the above new or revised FRS and amendments to existing standards as it will be adopting the new Malaysian Financial Reporting Standards ("MFRS") accounting framework effective from 1 January 2012.

Convergence of the FRSs with International Financial Reporting Standards

On 19 November 2011, the MASB issued a new MFRS accounting framework, consisting of accounting standards which are in line with the International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board ("IASB"). This MFRS accounting framework is effective for annual periods beginning on or after 1 January 2012.

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NOTES PURSUANT TO FRS 134

A2 Seasonal or Cyclical Factors

The business operations of the Group have not been materially affected by seasonal or cyclical factors during the financial year ended 31 December 2011.

A3 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 of the Group for the financial year ended 31 December 2011.

A4 Material Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods or changes in estimates of amounts reported in prior financial years, which have a material effect on the financial statements for the fourth quarter ended 31 December 2011.

A5 Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial year ended 31 December 2011.

A6 Dividends paid

A final dividend of 6% or 6 sen per share less tax at 25% for the financial year ended 31 December 2010 amounting to RM19.800 million was paid on 30 June 2011. An interim dividend of 3% or 3 sen per share less tax at 25% amounting to RM9.900 million for the year ended 31 December 2011 was paid on 23 November 2011.

A7 Segmental Reporting

The segmental analysis of the Group's results and assets are set out below.

For the year ended 31 December 2011 <i>(All figures in RM'000)</i>	Hotels & Resorts	Investment Properties	Others	Inter-segment Elimination	Consolidated Total
<u>Segment Revenue</u>					
Revenue from external customers	408,122	18,999	2,610	-	429,731
Inter-segment revenue	24,422	1,966	3,643	(30,031)	-
Total revenue	432,544	20,965	6,253	(30,031)	429,731
<u>Segment Results</u>					
Operating profit	98,546	11,439	(1,285)	(25,810)	82,890
Interest expense	(4,637)	-	(153)	1,772	(3,018)
Interest income	1,790	289	101	(1,772)	408
Share of results of an associated company	558	-	-	-	558
Profit before tax	96,257	11,728	(1,337)	(25,810)	80,838

As at 31 December 2011 <i>(All figures in RM'000)</i>	Hotels & Resorts	Investment Properties	Others	Inter-segment Elimination	Consolidated Total
Segment assets					
Segment assets	935,276	257,334	15,275	(141,474)	1,066,411
Interest in associates	16,723	-	-	-	16,723
Total assets	951,999	257,334	15,275	(141,474)	1,083,134

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NOTES PURSUANT TO FRS 134

A8 Material Events Subsequent to the End of the Current Financial Period

In the opinion of the Directors, there was no item or event of a material or unusual nature which has occurred between 31 December 2011 and the date of this report that would materially affect the results of the Group for the financial year ended 31 December 2011.

A9 Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial year ended 31 December 2011.

A10 Changes in Contingent Liabilities or Contingent Assets

There have been no changes in the contingent liabilities or assets of the Group since the last annual balance sheet date as at 31 December 2010 to the date of this report.

A11 Capital Commitments

Capital commitments for property, plant and equipment and investment properties not provided for as at 31 December 2011 are as follows:-

	RM'000
Authorised and contracted for	29,854
Authorised but not contracted for	43,069
	72,923

A12 Related Party Transactions

Year ended 31.12.2011

RM'000

Transactions with subsidiaries of the ultimate holding company

Payment of management, marketing and reservation fees to Shangri-La International Hotel Management Ltd and Shangri-La International Hotel Management Pte Ltd, wholly-owned subsidiaries of Shangri-La Asia Limited 12,761

Transaction with a corporation in which Mdm Kuok Oon Kwong, a Director of the Company, has direct or indirect financial interests

Payment of project management fees to PPB Hartabina Sdn Bhd 192

Transaction with an associate of the Group

Additional loans granted by Madarac Corporation, the Group's wholly-owned subsidiary incorporated in the British Virgin Islands to its associated company in Myanmar 5,874

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NOTES REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA – PART A OF
APPENDIX 9B

B1 Review of Group Results Full Year 2011 vs Full Year 2010

For the year to 31 December 2011, Group revenue increased by 2% to RM429.731 million from RM422.002 million in the year ended 31 December 2010. The increase came largely from Shangri-La Hotel Kuala Lumpur and Traders Hotel Penang, and helped offset the decline in revenue at Rasa Ria Resort due to major renovations to all its Garden Wing guestrooms during most of 2011.

Group profit before tax for the year was down by 11% to RM80.838 million compared with RM91.282 million in 2010. The Group's profit attributable to shareholders for 2011 was RM60.564 million, a decrease of 13% from RM69.959 million the previous year. The lower profitability of the Group was principally as a result of the significantly reduced profit contribution from Rasa Ria Resort, and the impact of a RM5.906 million charge for certain asset write-offs related to its major renovation programme. However, this was partly cushioned by a strong improvement in the profit contributions from Shangri-La Hotel Kuala Lumpur, Traders Hotel Penang and Golden Sands Resort.

In the year, Shangri-La Hotel Kuala Lumpur recorded revenue growth of 11% to RM161.867 million with improved business volumes in both rooms and food and beverage operations. Room occupancy at the hotel for 2011 was 71% against 59% in 2010. The hotel closed the year with a pre-tax profit of RM32.349 million compared to RM18.769 million in 2010.

Traders Hotel Penang benefited from buoyant corporate business, growing revenue by 17% to RM37.947 million, with pre-tax profit up by 62% to RM6.896 million from RM4.265 million in 2010. The hotel's occupancy for 2011 rose to 85% from 72% in 2010.

Golden Sands Resort also produced a good performance, helped by higher leisure demand. The resort achieved a growth of 8% in revenue to RM52.112 million and pre-tax profit increased by 26% from RM10.477 million in 2010 to RM13.238 million. Room occupancy at the resort was 69%, up from 65% in the prior year.

At Rasa Sayang Resort, revenue improved by 4% over 2010 to RM70.636 million boosted by a healthy increase in food and beverage business. The resort's occupancy for 2011 of 60% was at the same level as last year. Despite higher revenue, the resort made a lower operating profit of RM14.857 million against RM15.874 million for 2010. The 2010 result had benefited from a write-back of prior years' cost provisions for property assessments no longer required. Excluding this write-back, the resort's profit of RM14.857 million was 6% more than RM13.973 million in 2010.

Business levels at Rasa Ria Resort were negatively affected by the renovation programme of its guestrooms in the Garden Wing, which started in March 2011. Occupancy at the resort fell from 74% last year to 56%, and this led to an overall decline of 19% in revenue to RM81.101 million. The resort's pre-tax profit reduced sharply by 69% from RM34.421 million in 2010 to RM10.511 million, and included a significant charge of RM5.906 million to write-off certain fixed assets relating to the renovation programme.

The combined total rental revenue from the investment properties of the Group for 2011 dropped by 11% to RM20.965 million, whilst their pre-tax profit decreased to RM11.728 million from RM14.582 million the previous year. The lower results reflected weaker contributions from UBN Tower in response to lower occupancy rates.

For the year ended 31 December 2011, the Group's share of profit from Traders Hotel Yangon, its 23.53% associate hotel in Myanmar increased to RM0.558 million compared with RM0.451 million in 2010.

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NOTES REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA – PART A OF
APPENDIX 9B

B2 Comparison of Group Results 4th Quarter 2011 vs 3rd Quarter 2011

Group revenue for the fourth quarter ended 31 December 2011 was RM104.422 million, 6% below that of RM110.998 million in the third quarter ended 30 September 2011. Correspondingly, the Group's pre-tax profit for the fourth quarter of 2011 decreased to RM15.618 million from RM20.456 million in the third quarter of 2011.

These reductions primarily reflected the sharply lower performance of Rasa Ria Resort, where operations were disrupted by the ongoing major renovation work to all its Garden Wing guestrooms.

In the three-month period, Rasa Ria Resort saw its occupancy fall to 29% from 63% for the third quarter 2011, with revenue down by 55% to RM11.068 million. The resort suffered a loss of RM4.297 million in the fourth quarter as compared with a profit of RM3.392 million for the third quarter 2011. The overall revenue from Golden Sands Resort also showed a 2% reduction during the period to RM13.969 million in line with a lower occupancy of 70% against 77% for the three months to 30 September 2011.

In contrast, Shangri-La Hotel Kuala Lumpur posted a 10% rise in revenue to RM43.767 million on the back of higher occupancy and increased food and beverage business. Additionally, Traders Hotel Penang generated a growth of 14% in revenue to RM10.194 million compared with the third quarter 2011, lifted mainly by stronger food and beverage sales. At Rasa Sayang Resort, revenue rose by 9% over the third quarter 2011 to RM18.676 million, supported by a higher occupancy level of 63% versus 60% in the 2011 third quarter.

For the last three months of 2011, the investment properties of the Group reported a combined total rental revenue of RM5.429 million, up 3% from RM5.286 million in the third quarter 2011

B3 Prospects for 2012

Notwithstanding the current economic uncertainty, the prospects for the Group's hotel business in 2012 appear to be encouraging. The Group's hotels and resorts are well placed to benefit from some positive trends in business and leisure travel, particularly in their key regional markets. Nevertheless, the recovery in their major long haul travel markets in Europe, notably the UK is likely to remain sluggish amidst the ongoing challenging economic conditions in much of that region.

At Rasa Ria Resort, the second and final phase of the major renovation programme for its Garden Wing guestrooms is well underway with completion planned by end-May 2012. When fully completed, the improved room product will give the resort a stronger business platform for future growth.

For the Group's investment properties in Kuala Lumpur, trading conditions in the prime office rental market are expected to hold up relatively well through 2012, and this should help UBN Tower to see some improvement in occupancy levels. However, the occupancy and rental rates of UBN Apartments will remain under pressure due to growing supply.

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NOTES REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA – PART A OF
APPENDIX 9B

B4 Variance on Profit Forecast / Profit Guarantee

Not applicable.

B5 Taxation

The tax charge of the Group for the financial year under review is as follows:-

	3 months ended		12 months ended	
	31.12.2011 RM'000	31.12.2010 RM'000	31.12.2011 RM'000	31.12.2010 RM'000
Current taxation				
- Company and subsidiaries	1,724	2,032	14,318	11,000
Deferred taxation	1,807	4,752	2,413	5,418
Over provision in respect of prior years				
- Company and subsidiaries	(539)	(2,999)	(1,217)	(4,633)
	2,992	3,785	15,514	11,785

The Group's effective tax rate in 2011 was 19%. This rate is lower than the statutory tax rate of 25% due mainly to the availability of Investment Tax Allowance ("TTA") incentive in the Company, as well as in a subsidiary of the Group.

B6 Status of Corporate Proposals

There were no corporate proposals and unutilised proceeds raised from any corporate proposals as at the date of this report.

B7 Group Borrowings and Debt Securities

The Group borrowings as at 31 December 2011 comprise the following:-

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured	-	-	-
Unsecured	63,892*	5,306	69,198
	63,892*	5,306	69,198

* Amounts drawdown include HKD50.600 million from an offshore bank in Labuan.

There were no debt securities in the financial year ended 31 December 2011.

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**NOTES REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA – PART A OF
APPENDIX 9B**

B8 Financial Instruments

Derivatives

There were no outstanding derivative financial instruments as at 31 December 2011.

Gains/losses arising from fair value changes of financial liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the financial year ended 31 December 2011.

B9 Changes in Material Litigation

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

B10 Dividend

The Directors are recommending a final dividend of 6% or 6 sen per share less tax of 25% (2010: final dividend of 6% or 6 sen per share less tax of 25%) in respect of the financial year ended 31 December 2011 for approval by shareholders at the forthcoming Annual General Meeting of the Company to be held on Friday, 18 May 2012.

This proposed final dividend, together with the interim dividend of 3% or 3 sen per share less tax of 25% paid on 23 November 2011, will give a total dividend of 9% or 9 sen less tax, for the financial year ended 31 December 2011 (2010: 9% or 9 sen less tax). The proposed final dividend, if approved at the Annual General Meeting will be paid on Thursday, 28 June 2012.

NOTICE IS HEREBY GIVEN that the final dividend will be payable to shareholders whose names appear on the Record of Depositors on Wednesday, 30 May 2012.

A Depositor shall qualify for entitlement to the dividend only in respect of:-

- (i) Shares transferred into the Depositor's securities account before 4.00 p.m. on Wednesday, 30 May 2012 in respect of transfers.
- (ii) Shares bought on the Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of the Bursa Malaysia Securities Berhad.

B11 Earnings per Share

The basic earnings per ordinary share for the financial year ended 31 December 2011 has been calculated as follows:-

	3 months ended		12 months ended	
	31.12.2011	31.12.2010	31.12.2011	31.12.2010
Profit attributable to shareholders of the Company (RM'000)	12,959	14,037	60,564	69,959
No. of ordinary shares in issue ('000)	440,000	440,000	440,000	440,000
Basic Earnings Per Share (sen)	2.95	3.19	13.76	15.90

Diluted Earnings per Share

Not applicable.

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**NOTES REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA – PART A OF
APPENDIX 9B**

B12 Realised and Unrealised Profits/Losses

	As at 31.12.2011 RM'000	As at 31.12.2010 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	213,831	178,455
- Unrealised	58,940	58,702
	272,771	237,157
Total share of accumulated losses in an associated company		
- Realised	(53,509)	(54,067)
- Unrealised	-	-
	219,262	183,090
Add : Consolidated adjustments	58,935	64,243
Total Group retained profits	278,197	247,333

B13 Notes to the Statement of Comprehensive Income

	3 months ended		12 months ended	
	31.12.2011 RM'000	31.12.2010 RM'000	31.12.2011 RM'000	31.12.2010 RM'000
Net profit for the period/year is arrived at after charging:-				
Interest expense	(604)	(1,181)	(3,018)	(5,057)
Depreciation	(10,216)	(13,121)	(48,325)	(53,492)
Foreign exchange loss	(372)	-	-	(8,152)
Allowance of impairment loss on trade receivables & loans to associates	-	(201)	(2,473)	-
Inventories written-off	-	(28)	-	(28)
and after crediting:-				
Interest income	84	94	408	262
Write back of impairment loss on trade receivables & loans to associates	656	-	-	9,862
Foreign exchange gain	-	298	2,193	-

Other than the above which have been included in the statement of comprehensive income, there were no impairment of assets, gain or loss on disposal of quoted or unquoted investments or properties and exceptional items for the current quarter and financial year ended 31 December 2011.

B14 Audit Report of the Group's preceding annual Financial Statements

There was no qualification in the audit report of the Group's financial statements for the year ended 31 December 2010.

By Order of the Board
Datin Rozina Mohd Amin
Company Secretary

Kuala Lumpur
27 February 2012