

GOLDIS BERHAD

Interim Financial Report

For the financial period ended 31 July 2011

CONTENTS

Condensed Consolidated Income Statement

Condensed Consolidated Statement of Comprehensive Income

Condensed Consolidated Statement of Financial Position

Condensed Consolidated Statement of Changes in Equity

Condensed Consolidated Statement of Cash Flows

Part A

Compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting and Bursa Listing

- A1. Accounting Policies and Methods of Computation
- A2. Explanatory Comments about the Seasonality or Cyclicity of Interim Operations
- A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows
- A4. Material Changes in Estimates
- A5. Capital Management, Issuances, Repurchases, and Repayment of Debt and Equity Securities
- A6. Dividends Paid
- A7. Operating Segment Reporting
- A8. Material Events Subsequent to the End of the Interim Period
- A9. Effects of Changes in the Composition of the Group
- A10. Changes in Contingent Liabilities and Contingent Assets since the last annual balance sheet date
- A11. Capital Commitments

Part B

Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

- B1. Review of Performance
 - B2. Comparison with Preceding Quarter's Results
 - B3. Commentary on Prospects for the Remaining Period of the Current Financial Year
 - B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee
 - B5. Statement by Directors
 - B6. Taxation
 - B7. Profit or Losses on Sales of Unquoted Investments and Properties
 - B8. Quoted Securities
 - B9. Status of Corporate Proposals
 - B10. Details of Group Borrowings and Debt Securities
 - B11. Derivative Financial Instruments
 - B12. Changes in Material Litigations
 - B13. Proposed Dividends
 - B14. Earnings Per Share
 - B15. Realised and Unrealised Retained Earnings
 - B16. Audit Report Qualification and Status of Matters Raised
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GOLDIS BERHAD
Condensed Consolidated Income Statements
For the financial period ended 31 July 2011

	Current Year Quarter 31.07.11 RM'000	Preceding Year Quarter 31.07.10 RM'000	Current Year To-Date 31.07.11 RM'000	Preceding Year To-Date 31.07.10 RM'000
Revenue	90,277	64,471	171,338	118,612
Cost of sales	(59,947)	(39,876)	(112,052)	(75,091)
Gross profit	30,330	24,595	59,286	43,521
Other income	799	657	1,586	1,344
Selling and distribution expenses	(7,097)	(6,970)	(16,081)	(13,831)
Administration expenses	(13,653)	(17,306)	(31,409)	(33,115)
Operating loss	10,379	976	13,382	(2,081)
Finance income	338	138	573	183
Finance costs	(4,159)	(3,586)	(7,967)	(6,969)
Finance costs (net)	(3,821)	(3,448)	(7,394)	(6,786)
Share of results of an associate	14,991	14,123	30,620	25,693
Profit before taxation	21,549	11,651	36,608	16,826
Taxation	(2,230)	(4)	(4,073)	(41)
Profit for the financial period	19,319	11,647	32,535	16,785
Attributable to:				
Owners of the parent	17,810	10,212	30,045	14,454
Non-controlling interest	1,509	1,435	2,490	2,331
Profit for the financial period	19,319	11,647	32,535	16,785
Earnings per share attributable to equity holders of the Company				
Basic (sen)	2.92	1.68	4.93	2.37
Diluted (sen)	2.92	1.68	4.93	2.37

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD**Condensed Consolidated Statements of Comprehensive Income**

For the financial period ended 31 July 2011

	Current Year Quarter 31.07.11 RM'000	Preceding Year Quarter 31.07.10 RM'000	Current Year To-Date 31.07.11 RM'000	Preceding Year To-Date 31.07.10 RM'000
Profit for the period	19,319	11,647	32,535	16,785
Other comprehensive income				
Available-for-sale financial assets				
- Fair value gain	(660)	-	654	-
- Reclassification upon disposal	0	-	(533)	-
Currency translation differences	55	17	(1,794)	227
Other comprehensive income for the financial period, net of tax	(605)	17	(1,673)	227
Total comprehensive income for the financial period	18,714	11,664	30,862	17,012
Attributable to:				
Owners of the parent	17,143	10,193	28,611	14,838
Non-controlling interest	1,571	1,471	2,251	2,174
Total comprehensive income for the financial period	18,714	11,664	30,862	17,012

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD
Condensed Consolidated Statements of Financial Position
As at 31 July 2011

	31.07.11 RM'000	31.01.11 RM'000
Assets		
Non-Current Assets		
Property, plant and equipment	453,809	450,118
Investment properties	4,693	4,743
Intangible assets	4,251	4,737
Associate	978,426	957,419
Available-for-sale financial assets	1,279	1,245
Deferred tax assets	1,078	1,232
	1,443,536	1,419,494
Current Assets		
Inventories	19,293	25,006
Available-for-sale financial assets	9,674	10,635
Financial assets at fair value through profit or loss	3,589	3,029
Amount owing from an associate	76	62
Trade and other receivables	103,568	72,733
Tax recoverable	4,757	2,478
Deposits, cash and bank balances	76,078	65,256
	217,036	179,199
Total Assets	1,660,572	1,598,693
Equity and Liabilities		
Equity Attributable To Owners Of The Parent		
Share capital	609,825	609,681
Irredeemable Convertible Non-Cumulative Preference Shares	3,500	3,500
Share premium	169,387	169,344
Exchange fluctuation reserve	(479)	1,077
Share options reserve	79	117
Available-for-sale reserve	3,887	3,766
Retained earnings	409,252	386,829
	1,195,451	1,174,314
Non-controlling interests	20,745	18,581
Total Equity	1,216,196	1,192,895
Liabilities		
Non-Current Liabilities		
Deferred tax liabilities	142	144
Hire-purchase and finance lease payables	417	296
Interest-bearing bank borrowings	98,206	97,730
Deferred revenue	9,271	9,352
	108,036	107,522
Current Liabilities		
Trade and other payables	89,799	71,870
Deferred revenue	1,457	2,754
Current tax liabilities	4,306	2,084
Hire-purchase and finance lease payables	378	405
Interest-bearing bank borrowings	240,400	221,163
	336,340	298,276
Total Liabilities	444,376	405,798
Total Equity and Liabilities	1,660,572	1,598,693
Net assets per share attributable to ordinary equity holders of	1.96	1.93

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD
Condensed Consolidated Statements of Changes in Equity

For the financial period ended 31 July 2011

	Attributable to equity holders of the Parent								Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Irredeemable Convertible Non-Cumulative Preference Shares RM'000	Share Premium RM'000	Exchange Fluctuation Reserve RM'000	Available-for-sale reserve RM'000	Share Option Reserve RM'000	Retained Earnings RM'000	Total RM'000		
At 1 February 2011	609,681	3,500	169,344	1,077	3,766	117	386,829	1,174,314	18,581	1,192,895
<u>Comprehensive income</u>										
Profit for the financial period	-	-	-	-	-	-	30,045	30,045	2,489	32,534
<u>Other comprehensive income</u>										
Available-for-sale financial assets	-	-	-	-	121	-	-	121	-	121
Currency translation differences	-	-	-	(1,556)	-	-	-	(1,556)	(238)	(1,794)
Total other comprehensive income	-	-	-	(1,556)	121	-	-	(1,435)	(238)	(1,673)
Total comprehensive income for the period	-	-	-	(1,556)	121	-	30,045	28,610	2,251	30,861
<u>Transactions with owners</u>										
Issuance of shares - ESOS	144	-	43	-	-	(38)	-	149	-	149
Final dividend paid by Company	-	-	-	-	-	-	(7,622)	(7,622)	-	(7,622)
Final dividend paid by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(87)	(87)
Transactions with owners	144	-	43	-	-	(38)	(7,622)	(7,473)	(87)	(7,560)
At 31 July 2011	609,825	3,500	169,387	(479)	3,887	79	409,252	1,195,451	20,745	1,216,196
At 1 February 2010										
As previously reported	486,712	3,500	290,946	998	-	292	363,191	1,145,639	18,270	1,163,909
Effects of adoption of FRS139	-	-	-	-	-	-	597	597	-	597
As restated	486,712	3,500	290,946	998	-	292	363,788	1,146,236	18,270	1,164,506
<u>Comprehensive income</u>										
Profit for the financial period				384			14,455	14,839	2,174	17,013
Total comprehensive income for the financial period	486,712	3,500	290,946	1,382	-	292	378,243	1,161,075	20,444	1,181,519
<u>Transactions with owners</u>										
Issuance of shares - ESOS	107	-	5	-	-	163	-	275	-	275
Transactions with owners	107	-	5	-	-	163	-	275	-	275
At 31 July 2010	486,819	3,500	290,951	1,382	-	455	378,243	1,161,350	20,444	1,181,794

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD**Condensed Consolidated Statement of Cash Flows**

For the financial period ended 31 July 2011

	Current Year Quarter 31.07.11 RM'000	Preceding Year Quarter 31.07.10 RM'000
Operating Activities		
Cash receipts from customers	147,485	108,527
Cash paid to suppliers and employees	(127,303)	(112,791)
Cash generated from operations	20,182	(4,264)
Dividends received	10,039	10,039
Interests received	573	183
Interests paid	(7,967)	(6,969)
Income tax refunded	-	520
Taxation paid	(3,978)	(2,417)
Net cash flow from/(used in) operating activities	18,849	(2,908)
Investing Activities		
Purchase of investment property	-	(14,093)
Purchase of property, plant and equipments	(20,563)	(17,346)
Net repayment of advances to an associate	(14)	(18)
Additional investment in associate	(427)	-
Additional investment in quoted investment	(2,475)	-
Proceed from disposal of quoted investment	3,682	-
Net cash flow used in investing activities	(19,797)	(31,457)
Financing Activities		
Proceeds from issuance of shares arising from exercise of ESOS	149	112
Proceeds from bank borrowings	25,100	46,667
Repayment to bank borrowings	(5,751)	(8,731)
Deposits pledged as securities for bank borrowings	-	(201)
Proceeds of hire-purchase and finance lease liabilities (net)	94	1
Dividend paid by Company	(7,622)	-
Dividend paid by subsidiary to non-controlling interest	(87)	-
Net cash flow from financing activities	11,883	37,848
Net increase in cash and cash equivalents during the financial period	10,935	3,483
Currency translation differences	(119)	(748)
Cash and cash equivalents at beginning of the financial period	63,779	71,678
Cash and cash equivalents at end of the financial period	74,595	74,413
Cash and cash equivalents at end of the financial period comprise of the following:		
Deposits with licensed banks	15,116	20,720
Short term investments with licensed bank	144	7,619
Cash and bank balances	60,818	50,428
Deposits, cash and bank balances	76,078	78,767
Less: Bank overdrafts	(193)	(1)
	75,885	78,766
Less: Deposits pledged as securities for borrowings	(1,290)	(4,353)
Cash and cash equivalents at end of the financial period	74,595	74,413

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD

Notes to the Interim Financial Report

A. Compliance with Financial Reporting Standard (FRS) 134, Interim Financial

A1. Accounting Policies and Methods of Computation

The interim financial report are unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 January 2011. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31 January 2011, except for the followings:

- FRS 3 (revised) "Business Combinations"
- FRS 124 (revised) "Related Party Disclosures"
- FRS 127 (revised) "Consolidated and separate Financial Statements"
- Amendments to FRS 2 "Share-based Payment: Group Cash-settled Share-based Payment Transactions"
- Amendments to FRS 7 "Financial Instruments: Disclosures and Presentation" and FRS 1 "First-time Adoption of Financial Reporting"
- Amendments to FRS 132 "Financial Instruments: Presentation"
- IC Interpretation 4 "Determining whether an arrangement contains a lease"
- IC Interpretation 12 "Service Concession Arrangements"
- IC Interpretation 16 "Hedges of a Net Investment in a Foreign Operation"
- IC Interpretation 17 "Distribution of Non-cash Assets to Owners"
- IC Interpretation 18 "Transfers of Assets from Customers"
- IC Interpretation 19 "Extinguishing Financial Liabilities with Equity Instruments"
- Improvements to FRSs

The adoption of the other new and revised FRSs, IC Interpretations and Amendments has no significant impact to the Group's consolidated financial statements of the current quarter or the comparative consolidated financial statements of the prior financial year.

A2. Explanatory Comments about the Seasonality or Cyclicity of Interim Operations

The Group's operations were not materially affected by seasonal or cyclical factors.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows.

A4. Material Changes in Estimates

There were no changes in estimates that have had material effect in the current financial year result.

A5. Capital Management, Issuances, Repurchases, and Repayment of Debt and Equity Securities

The Group's objectives of managing capital are to safeguard the Group's ability to continue in operations as a going concern in order to provide fair returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain an optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary. For capital management purposes, the Group considers shareholders' equity, non-controlling interests and long term liabilities to be the key components in the group's capital structure. The Group monitors capital on the basis of the gearing ratio.

A6. Dividends Paid

No interim dividend on ordinary shares has been declared for the current financial period ended 31 July 2011. In respect of the financial year ended 31 January 2011, the first and final tax exempt dividend of 1.25 sen per share, on 609,824,806 ordinary shares, amounting to RM7,622,793, was paid on 22 July 2011.

GOLDIS BERHAD

Notes to the Interim Financial Report

A7. Operating Segment Reporting

The Group is organised into seven main business segments:-

- | | |
|--|---|
| (a) Pharma - Pharmaceutical | (e) Water - Waste water treatment services |
| (b) Property - Property investment and development | (f) Aqua - Aquaculture |
| (c) ICT - Information and communication technology | (g) Hotel |
| (d) Paper - Paper manufacturing | (h) Others - comprise primarily the other operations of the Group |

	Pharma RM'000	Property RM'000	ICT RM'000	Paper RM'000	Water RM'000	Aqua RM'000	Hotel RM'000	Others RM'000	Group RM'000
3 months ended 31 July 2011									
Total segment revenue	23,635	10,768	33,480	21,500	2,400	246	6,024	336	98,389
Inter-segment revenue	(504)	(4,636)	(2,179)	-	(755)	(38)	-	-	(8,112)
Revenue from external customer	<u>23,131</u>	<u>6,132</u>	<u>31,301</u>	<u>21,500</u>	<u>1,645</u>	<u>208</u>	<u>6,024</u>	<u>336</u>	<u>90,277</u>
Adjusted EBITDA	9,249	5,578	2,735	732	620	(553)	(395)	(170)	17,796
Depreciation & amortisation	(585)	(4,081)	(917)	(792)	(496)	(71)	(67)	(70)	(7,079)
Finance costs	(159)	(3,225)	(62)	(539)	(112)	(62)	-	-	(4,159)
Share of results of an associate	-	14,991	-	-	-	-	-	-	14,991
Profit before taxation	<u>8,505</u>	<u>13,263</u>	<u>1,756</u>	<u>(599)</u>	<u>12</u>	<u>(686)</u>	<u>(462)</u>	<u>(240)</u>	<u>21,549</u>
Tax									<u>(2,230)</u>
Profit after taxation									<u><u>19,319</u></u>
6 months ended 31 July 2011									
Total segment revenue	45,077	30,639	67,981	38,724	4,199	437	9,891	1,102	198,050
Inter-segment revenue	(965)	(18,683)	(5,562)	-	(948)	(48)	-	(506)	(26,712)
Revenue from external customer	<u>44,112</u>	<u>11,956</u>	<u>62,419</u>	<u>38,724</u>	<u>3,251</u>	<u>389</u>	<u>9,891</u>	<u>596</u>	<u>171,338</u>
Adjusted EBITDA	14,377	9,569	6,164	1,137	1,171	(1,063)	(1,781)	(317)	29,257
Depreciation & amortisation	(1,188)	(7,087)	(1,802)	(3,562)	(990)	(147)	(389)	(137)	(15,302)
Finance costs	(309)	(6,180)	(120)	(1,023)	(222)	(113)	-	-	(7,967)
Share of results of an associate	-	30,620	-	-	-	-	-	-	30,620
Profit before taxation	<u>12,880</u>	<u>26,922</u>	<u>4,242</u>	<u>(3,448)</u>	<u>(41)</u>	<u>(1,323)</u>	<u>(2,170)</u>	<u>(454)</u>	<u>36,608</u>
Tax									<u>(4,073)</u>
Profit after taxation									<u><u>32,535</u></u>

A8. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the interim period up to the date of this report except for as disclosed in note B9.

A9. Effects of Changes in the Composition of the Group

There were no changes in the composition of the Group to the end of the interim period up to the date of this report except for:

- (i) On 9 February 2011, the Board of Directors of Goldis Berhad ("Goldis") announced that Macro Kiosk Berhad and Macro Mobile Services Sdn Bhd, subsidiaries of Goldis have incorporated a new subsidiary named Macro Kiosk (India) Private Limited ("MKI") in India on 7 February 2011. The Certificate of Incorporation of MKI was received on 9 February 2011.
- (ii) On 8 June 2011, the Board of Directors of Goldis Berhad announced that GoldChina Pte Ltd, a subsidiary of Goldis has been struck-off by the Singapore Accounting and Corporate Regulatory Authority on 9 May 2011.

A10. Changes in Contingent Liabilities and Contingent Assets since the last annual balance sheet date

The contingent liabilities and contingent assets as at the end of the prior financial year ended 31 January 2011 have remained unchanged.

A11. Capital Commitments

Authorised capital commitments not recognised in the interim financial statements as at 31 July 2011 are as follows:

Approved and contracted for:	RM'000
- Property, plant and equipment	31,800
Approved but not contracted for:	
- Property, plant and equipment	2,600
	<u>34,400</u>

GOLDIS BERHAD

Notes to the Interim Financial Report

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of Performance

The Group revenue for the current quarter increased by 40% to RM90.3 million as compared to RM64.5 million in the preceding year corresponding quarter due to higher contribution from all segments particularly from the property, ICT, paper and hotel segment. The Group profit before taxation for the current quarter, increased to RM21.5 million as compared to RM11.7 million in the preceding year corresponding quarter. All segments have contributed to the increase particularly from healthcare segment.

The Group revenue for the quarter ended 31 July 2011 increased by 44% to RM171.3 million as compared to RM118.6 million in the preceding year corresponding quarter due to higher contribution from all segments except for healthcare segment. The Group profit before taxation for the quarter ended 31 July 2011 has increased from RM16.8 million to RM36.6 million. The increase is mainly from the healthcare and hotel segment and share of results of an associate.

B2. Comparison with Preceding Quarter's Results

The Group revenue for the current quarter of RM90.3 million, showed an improvement of 11% from RM81.1 million in the preceding quarter due to higher contribution from all segments. The Group profit before taxation for the current quarter increased to RM21.5 million as compared to RM13.2 million, in the preceding quarter due to higher contribution from all segments except for ICT segment.

B3. Current Year Prospects

The Board is of the opinion that the performance of the Group for financial year ending 31 January 2012 will be satisfactory.

B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial year.

B5. Statement by Directors

The Group did not disclose or announce any profit forecast or projection in a public document in the current quarter or prior financial year. In the Board of Directors' opinion, the internal targets set by management for the remaining period of the current financial year ending 31 January 2012 are likely to be achieved.

B6. Taxation

	Current Quarter	Current PTD
	RM'000	RM'000
Current tax:		
Malaysian tax	2,168	4,011
Foreign tax	62	62
	<u>2,230</u>	<u>4,073</u>
Deferred Tax	-	-
	<u>2,230</u>	<u>4,073</u>

The effective income tax expense of the Group for the current quarter is lower than the statutory tax rate is due to certain income not subject to tax, utilisation of unutilised tax losses brought forward, and unabsorbed capital allowances in certain subsidiaries.

B7. Profit or Losses on Sales of Unquoted Investments and Properties

There were no sales of unquoted investments and properties for the current quarter and financial year-to-date except for as disclosed in note B9.

B8. Quoted Securities

(a) The purchase, disposal and gains or losses of quoted securities for the current quarter and year-to-date are as follows:

	Current Quarter	Current PTD
	RM'000	RM'000
Total Purchase considerations	2,475	2,475
Total Proceed from disposal	1,954	3,682
Gain on disposal	72	718
Fair value loss recognised in income statement	(123)	(168)
Fair value (loss)/gain recognised in other comprehensive income	(660)	654
Reclassification fair value gains previously recognise in other comprehensive income, to profit or loss upon disposal	-	(533)

GOLDIS BERHAD

Notes to the Interim Financial Report

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

(b) The total investments in quoted securities as at 31 July are as follows:

	RM'000
At cost	9,408
At book value/carrying value	13,262
At fair value	13,262

B9. Status of Corporate Proposals

There were no corporate proposals announced except for:

On 7 April 2011, Goldis Berhad together with six individual shareholders of HOEPharma Holdings Sdn Bhd (collectively known as the "Vendors") entered into a conditional Sale and Purchase Agreement ("SPA") with Taisho Pharmaceutical Co. Ltd ("Taisho") to dispose Vendors' 8,000,000 ordinary shares of RM1.00 each in HOEPharma Holdings Sdn Bhd ("HPH"), to Taisho for a total cash consideration of RM370 million subject to the purchase price adjustment provisions as set out in the SPA. The proposed disposal had been completed on 1 August 2011 and HPH ceased to be a subsidiary of Goldis.

B10. Details of Group Borrowings and Debt Securities

The Groups' borrowings and debts securities as at 31 July 2011 are as follows:

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Current			
Revolving credits	189,810	13,500	203,310
Term loans	32,446	-	32,446
Trust receipts and Bankers' acceptances	-	4,451	4,451
Bank overdraft	-	193	193
	222,256	18,144	240,400
Non-current			
Term loans	98,206	-	98,206
Total	320,462	18,144	338,606

The currency exposure profile of bank borrowings is as follows:

	Local currency	RM equivalent
	(in '000)	(in '000)
Ringgit Malaysia	288,627	288,627
Chinese Renminbi	68,000	31,280
US Dollar	5,912	18,699
		338,606

B11. Derivative Financial Instruments

With the adoption of FRS 139, financial derivatives are recognised on their respective contract dates. The related accounting policies are disclosed in note A1 in the section on the Notes to the Interim Report. There are no off-balance sheet financial instruments.

B12. Changes in Material Litigations

As at the reporting date, there were no pending material litigations since the last financial year ended 31 January 2011 and up to the reporting date except for:

On 24 November 2009, the Kuala Lumpur High Court had struck off the Writ of Summons filed by Ecosem Technologies Sdn Bhd ("ETSB") against Goldis on the grounds that it was scandalous or vexatious and a blatant abuse of the process of the Court. On 20 June 2011, on appeal by ETSB, the Court of Appeal also struck off the appeal for not having a proper appeal to be considered and with costs.

GOLDIS BERHAD

Notes to the Interim Financial Report

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B13. Proposed Dividends

An interim tax exempt dividend of 1.25 sen per ordinary share in respect of the financial year ending 31 January 2012 has been declared by the Board of Directors. The entitlement date for the dividend payment is 18 October 2011 and will be paid on 11 November 2011.

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

- (i) shares transferred to the depositor's securities account before 4.00 pm on 18 October 2011 in respect of the transfers; and
- (ii) shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

B14. Earnings Per Share

(a) Basic Earnings Per Share

The basic earnings per share of the Group is calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

	Current Quarter	Current PTD
Net profit attributable to ordinary equity holders of the Company (RM'000)	17,810	30,045
Weighted average no. of ordinary shares in issue ('000)	609,764	609,758
Basic earnings per share (sen)	2.92	4.93

(b) Diluted Earnings Per Share

For diluted earnings per share of the Group, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares. The Group has dilutive potential ordinary shares from share options granted to employees.

	Current Quarter	Current PTD
Net profit attributable to ordinary equity holders of the Company (RM'000)	17,810	30,045
Weighted average no. of ordinary shares in issue ('000)	609,764	609,758
Adjustments for exercise of ESOS ('000)	269	269
Weighted average number of ordinary shares for diluted earnings per share ('000)	610,033	610,027
Diluted earnings per share (sen)	2.92	4.93

B15. Realised and Unrealised Retained Earnings

	As at 31.7.2011	As at 31.1.2011
	RM'000	RM'000
Total Retained Profits		
- Realised	54,822	63,766
- Unrealised	6,753	6,585
	61,575	70,351
Total Share of Retained Profits from Associate		
- Realised	377,281	338,822
- Unrealised	(30,311)	(22,472)
	408,545	386,701
Less: Condolidation Adjustments	707	128
Total Retained Profits	409,252	386,829

B16. Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the year ended 31 January 2011 did not contain any qualification.