



Quarterly report on consolidated results for the fourth quarter ended  
31 December 2010

(a) Unaudited Condensed Consolidated Statements of Comprehensive Income

	Current Quarter Ended 31/12/2010 RM'000	Comparative Quarter Ended 31/12/2009 RM'000	12 months Cumulative Ended 31/12/2010 RM'000	12 months Cumulative Ended 31/12/2009 RM'000
Revenue	102,300	94,783	346,864	348,630
Other Operating Income	3,255	1,143	9,560	5,432
Changes in inventories of finished goods and work-in-progress	(8,962)	(42)	(3,092)	281
Raw materials and consumables used	(17,848)	(29,207)	(94,220)	(111,573)
Vendors' commissions	(11,754)	(10,974)	(45,227)	(43,969)
Transportation costs	(3,929)	(3,638)	(13,910)	(13,040)
Staff costs	(22,968)	(28,167)	(110,575)	(103,137)
Depreciation/amortisation/impairment	(9,570)	(6,894)	(29,228)	(28,062)
Other operating expenses	(14,094)	(11,409)	(50,814)	(44,253)
Finance Costs	(1,710)	(1,385)	(6,369)	(6,664)
Share of results of associates	732	1,335	1,781	3,607
Profit before taxation	15,452	5,545	4,770	7,252
Taxation /Zakat	(3,709)	(1,584)	(2,514)	(2,131)
<b>Net profit after taxation</b>	<b>11,743</b>	<b>3,961</b>	<b>2,256</b>	<b>5,121</b>
Other comprehensive income:				
- fair value adjustment for available for sale financial assets	395	-	1,896	-
- foreign currency translation	9	(67)	264	(575)
<b>Total comprehensive income</b>	<b>12,147</b>	<b>3,894</b>	<b>4,416</b>	<b>4,546</b>

**(a) Unaudited Condensed Consolidated Statements of Comprehensive Income (contd)**

	<b>Current Quarter Ended 31/12/2010 RM'000</b>	<b>Comparative Quarter Ended 31/12/2009 RM'000</b>	<b>12 months Cumulative Ended 31/12/2010 RM'000</b>	<b>12 months Cumulative Ended 31/12/2009 RM'000</b>
<b>Net profit after taxation attributable to:</b>				
<b>Equity holders of the parent</b>	11,743	3,961	2,256	5,121
<b>Total comprehensive income attributable to:</b>				
<b>Equity holders of the parents</b>	12,147	3,894	4,416	4,546
<b>Earnings per share attributable to equity holders of the parent :</b>				
Basic	10.60	3.58	2.04	4.62
Diluted	10.60	3.58	2.04	4.62

*(The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)*

**(b) Unaudited Condensed Consolidated Statement of Financial Position  
As At 31 December 2010**

	As at 31/12/10 RM'000	As at 31/12/09 RM'000
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	243,508	244,602
Investment properties	6,785	4,904
Intangible Assets	1,507	4,056
Goodwill	786	-
Investments in Associates	24,010	23,045
Marketable Securities available for sale	19,406	-
Other Investments	1,379	2,661
Long Term Receivables	449	458
Deferred Tax Assets	1,173	1,022
	<b>299,003</b>	<b>280,748</b>
<b>Current Assets</b>		
Inventories	73,848	62,092
Trade Debtors	76,855	54,544
Other Debtors	20,222	14,666
Marketable Securities held for trading	1,089	11,948
Cash & Cash Equivalents	48,518	58,747
	<b>220,532</b>	<b>201,997</b>
<b>TOTAL ASSETS</b>	<b>519,535</b>	<b>482,745</b>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	110,734	110,734
Reserves	179,681	174,126
	<b>290,415</b>	<b>284,860</b>
<b>Total equity</b>	<b>290,415</b>	<b>284,860</b>

**(b) Unaudited Condensed Consolidated Statement of Financial Position  
As At 31 December 2010 (contd)**

	As at 31/12/10 RM'000	As at 31/12/09 RM'000
<b>Non Current Liabilities</b>		
Retirement Benefits	5,436	6,089
Borrowings	78,671	91,511
Deferred Tax Liability	17,215	18,719
	<b>101,322</b>	<b>116,319</b>
<b>Current Liabilities</b>		
Retirement Benefits	703	788
Overdraft & Short Term Borrowings	60,668	34,796
Trade Payables	6,686	5,396
Other Payables	57,362	40,182
Taxation	2,379	404
	<b>127,798</b>	<b>81,566</b>
<b>Total liabilities</b>	<b>229,120</b>	<b>197,885</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>519,535</b>	<b>482,745</b>

*(The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)*

**(c) Unaudited Condensed Consolidated Statement of Cash Flow**

	<b>2010</b>	<b>2009</b>
	<b>12 months ended 31 Dec (RM'000)</b>	<b>12 months ended 31 Dec (RM'000)</b>
<b>Profit before tax</b>	4,770	7,252
<b>Adjustment for non-cash flow:-</b>		
Non-cash items	35,480	29,751
<b>Operating profit before changes in working capital</b>	<u>40,250</u>	<u>37,003</u>
<b>Changes in working capital</b>		
Net Change in Current Assets	(38,210)	(3,845)
Net Change in Current Liabilities	12,457	(555)
Tax paid/refund	(1,558)	(2,590)
RPGT paid	(112)	-
Interest paid	(5,579)	(6,098)
<b>Net cash flows from operating activities</b>	<u>7,248</u>	<u>23,915</u>
<b>Investing Activities</b>		
- Equity/Other Investments	(1,023)	(5,308)
- (Purchase)/Disposal of property, plant and equipment	(27,007)	(4,133)
- Net dividends received	560	789
	<u>(27,470)</u>	<u>(8,652)</u>
<b>Financing Activities</b>		
- Retirement Benefits	(1,813)	(1,555)
- Withdrawal/(Placement) of Pledged Fixed Deposit	454	(42)
- Drawdown/(Repayment) of Bank Borrowings	12,676	(14,065)
- Net dividends paid	-	(830)
	<u>11,317</u>	<u>(16,492)</u>
<b>Net Change in Cash &amp; Cash Equivalents</b>	<u>(8,905)</u>	<u>(1,229)</u>
Cash & Cash Equivalents at beginning of year	56,752	58,578
Effect of change in exchange rate	274	(597)
<b>Cash &amp; Cash Equivalents at end of year</b>	<u>48,121</u>	<u>56,752</u>

*(The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)*

**(d) Unaudited Condensed Consolidated Statement of Changes In Equity**

	<Attributable to Equity Holders of the Parent>				
	<Non-Distributable>			Retained Profits	Total Equity
	Share Capital	Share Premium	Other Reserves		
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>Financial Year Ended 31 December 2009</b>					
At 1 January 2009	110,734	50,703	7,117	112,591	281,145
Total comprehensive income for the period	-	-	(575)	5,121	4,546
Dividend paid	-	-	-	(831)	(831)
Forfeiture of share options granted under ESOS	-	-	(27)	27	-
Bonus issue of associate co	-	-	4,160	(4,160)	-
As at 31 Dec 2009	110,734	50,703	10,675	112,748	284,860
<b>Financial Year Ended 31 December 2010</b>					
At 1 January 2010	110,734	50,703	10,674	112,749	284,860
Effect of adopting FRS 139	-	-	701	438	1,139
At 1 January 2010 (As restated)	110,734	50,703	11,375	113,187	285,999
Total comprehensive income for the period	-	-	2,160	2,256	4,416
Forfeiture of share options granted under ESOS	-	-	(10)	10	-
As at 31 Dec 2010	110,734	50,703	13,525	115,453	290,415

*(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)*

## Notes to the accounts – 31 December 2010

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### A1. Basis of Preparation

The interim financial statements have been prepared in accordance with Financial Reporting Standards, the Companies Act, 1965 in Malaysia and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). At the beginning of the current financial year, the Group and the Company adopted new and revised FRS which are mandatory for financial periods beginning on or after 1 January 2010.

The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2009.

### A2. Changes in Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 January 2010, the Group and the Company adopted the following new and amended FRS and IC Interpretations mandatory for annual financial periods beginning on or after 1 January 2010.

- FRS 7 *Financial Instruments: Disclosures*
- FRS 8 *Operating Segments*
- FRS 101 *Presentation of Financial Statements (Revised)*
- FRS 123 *Borrowing Costs*
- 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 117 *Leases*
- Amendments to FRS 132 *Financial Instruments: Presentation*
- Amendments to FRS 139 *Financial Instruments: Recognition and Measurement*, FRS 7 *Financial Instruments: Disclosures* and IC Interpretation 9 *Reassessment of Embedded Derivatives*
- Improvements to FRS issued in 2009
- 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 13 *Customer Loyalty Programmes*
- IC Interpretation 14 *FRS119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*

## **Notes to the accounts – 31 December 2010**

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### **A2. Changes in Accounting Policies (Contd.)**

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

#### FRS 7 *Financial Instruments: Disclosures*

Prior to 1 January 2010, information about financial instruments was disclosed in accordance with the requirements of FRS 132 *Financial Instruments: Disclosure and Presentation*. FRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk, including sensitivity analysis to market risk. As this is a disclosure standard, there will be no impact on the financial position or results of the Group and Company for the period.

#### FRS 8 *Operating Segments*

FRS 8, which replaces FRS 114 *Segment Reporting*, specifies how an entity should report information about its operating segments, based on information about the components of the entity that is available to the chief operating decision maker for the purposes of allocating resources to the segments and assessing their performance. The Standard also requires the disclosure of information about the products and services provided by the segments, the geographical areas in which the Group operates, and revenue from the Group's major customers. The Group concluded that the reportable operating segments determined in accordance with FRS 8 are the same as the business segments previously identified under FRS 114. As this is a disclosure standard, there will be no impact on the financial position or results of the Group and Company for the period.

#### FRS 101 *Presentation of Financial Statements (Revised)*

The revised FRS 101 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 in the statement of comprehensive income. In addition, the standard introduces the statement of comprehensive income which presents income and expense recognised in the period. This statement may be presented in one single statement, or two linked statements. 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 Company.

#### FRS 117 *Leases*

The amendments require entity with existing leases of land and building to reassess the classification of land as finance or operating lease. Following the amendments, the Group has reclassified the existing leasehold land to property, plant and equipment, with no effect on reported profit or equity. However, as a result of the adoption of the amendments, comparative balances as at 31 December 2009 have been restated as follows:



**Notes to the accounts – 31 December 2010**

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**A2. Changes in Accounting Policies (Contd.)**

FRS 117 Leases (continued)

	<b>As previously reported</b>	<b>Effects of adopting amendments to FRS 117</b>	<b>As restated</b>
	RM'000	RM'000	RM'000
Property, plant and equipment	234,105	10,497	244,602
Prepaid lease payments	10,497	(10,497)	-

FRS 139 Financial Instruments: Recognition and Measurement

FRS 139 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 January 2010 in accordance with the transitional provisions. The effects arising from the adoption of this Standard had been accounted for by adjusting the opening balance of retained earnings as at 1 January 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:

a. Equity instruments

Prior to 1 January 2010, the Group classified its investments in equity instruments which were held for non-trading purposes as non-current investments. Such investments were carried at cost less impairment losses. Upon the adoption of FRS 139, these investments, whose fair value cannot be reliably measured at 1 January 2010 continued to be carried at cost less impairment losses.

Prior to 1 January 2010, the Group classified its investments in quoted equity instruments as marketable securities under current assets. Such investments were carried at the lower of cost and market value, determined on an aggregate basis. Upon the adoption of FRS 139, these investments at 1 January 2010 are reclassified under:

- Fair value through profit or loss  
these equity instruments are held for trading and reflected in the statement of financial position under current assets and are stated at their fair values, amounting to RM5,223,513.
- Available for sale  
these equity instruments are not held for trading and reflected in the statement of financial position under non current assets and are stated at their fair values, amounting to RM9,786,085.

The adjustments to the carrying amounts of both assets are reflected in the opening balance of retained earnings and other reserves as at 1 January 2010.

**Notes to the accounts – 31 December 2010**

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**A2. Changes in Accounting Policies (Contd.)**

FRS 139 Financial Instruments: Recognition and Measurement (continued)

b. Impairment of trade receivables

Prior to 1 January 2010, provision for doubtful debts was recognised when it was considered uncollectible. Upon the adoption of FRS 139, an impairment loss is recognised when there is objective evidence that an impairment loss has been incurred. The amount of the loss is measured as the difference between the receivable's carrying amount and the present value of the estimated future cash flows discounted at the receivable's original effective interest rate. As at 1 January 2010, the Group has remeasured the allowance for impairment losses as at that date in accordance with FRS 139 and the difference is recognised as adjustments to the opening balance of retained earnings as at that date.

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

	<b>Increase/(decrease)</b>
	<b>As at</b>
	<b>1 January 2010</b>
	<b>RM'000</b>
<b>Statements of financial position</b>	
<b>Group</b>	
Marketable Securities available for sale	9,786
Marketable Securities held for trading	(6,725)
Trade receivables	(422)
Cash/Bank balance	(1,500)
Retained earnings	(438)
Other reserves-fair value adjustment	(701)
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<b>Company</b>	
Marketable Securities available for sale	2,281
Marketable Securities held for trading	(2,281)
Trade receivables	(253)
Retained earnings	253
Other reserves-fair value adjustment	-
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**Notes to the accounts – 31 December 2010**

**A3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 31 December 2009 was not qualified.

**A4. Segmental Reporting**

<b>Segment Revenue</b>	<b>31/12/2010 RM'000</b>	<b>31/12/2009 RM'000</b>
Publishing, Distribution and Advertising	345,954	349,100
Printing	21,749	24,255
Investment Holdings & Mgt Services	2,366	2,148
Information Technology & Multimedia	3,344	2,505
Total revenue incl inter-segment sales	<u>373,413</u>	<u>378,008</u>
Elimination of inter-segment sales	<u>(26,549)</u>	<u>(29,378)</u>
Total	<u><u>346,864</u></u>	<u><u>348,630</u></u>
 <b>Segment Results</b>		
Publishing, Distribution and Advertising	(337)	(23,252)
Printing	(4,992)	(1,579)
Investment Holdings & Mgt Services	2,130	1,523
Information Technology & Multimedia	(1,024)	(755)
Share of results of associates	1,781	3,607
	<u>(2,442)</u>	<u>(20,456)</u>
Eliminations	<u>7,212</u>	<u>27,708</u>
Profit before tax	<u><u>4,770</u></u>	<u><u>7,252</u></u>

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the financial period under review.

**A6. Material Changes in Estimates**

There were no material changes in estimates for the financial period under review.

**A7. Seasonal and Cyclical Factors**

The Group was not significantly affected by any major seasonal or cyclical factors during the period under review.

**Notes to the accounts – 31 December 2010**

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**A8. Dividend**

The directors did not recommend any payment of dividend in respect of the financial year ended 31 December 2009.

**A9. Carrying Amount of Revalued Assets**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2009.

**A10. Issuance and Repayment of 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 for the financial period under review, other than as mentioned below:

**Executives' Share Options Scheme (ESOS)**

Details of share options movement during the period:

Options	Exercise price (RM)	Number of share (options)		
		As at 01/01/2010	lapsed/ forfeited	As at 31/12/2010
Option 1	2.13	908,900	-	908,900
Option 2	1.69	419,100	-	419,100
Option 3	1.00	6,946,800	(143,700)	6,803,100
Option 4	1.00	2,013,600	(52,800)	1,960,800
		10,288,400	(196,500)	10,091,900

**A11. Changes In The Composition Of The Group**

There were no changes in the composition of the Group in respect of business combination, acquisition or disposal of subsidiaries and long term investments, restructuring or discontinuing operations during the current financial period except for the following:

On 29 January 2010, the Board of directors of Utusan Melayu (Malaysia) Berhad had announced to Bursa Malaysia that the subsidiary, Juasa Holdings Sdn Bhd had entered into a Share Sale Agreement with Tan Sri Abdul Rashid Hussain for the acquisition of 250,000 ordinary shares of RM1.00 each representing 100% of the issued and paid up share capital of Arah Pendidikan Sdn Bhd for the purchase consideration of RM1.00.

The acquisition was completed on 28 February 2010 and effective from that date, Arah Pendidikan Sdn Bhd becomes a wholly owned subsidiary of the Group.

**Notes to the accounts – 31 December 2010**

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**A12. Commitments and Contingent Liabilities/Assets**

<b>(i) Commitments</b>	<b>As at 31/12/10 RM'000</b>
Capital Expenditure:-	
Approved and contracted for	4,849
Approved but not contracted for	77,718

**(ii) Contingent Liabilities/Assets**

There are no material changes to the contingent liabilities/assets since the last annual balance sheet date to the date of this announcement.

**A13. Material Events Subsequent To The End of The Period**

There are no material events as at the date of this announcement that will affect the financial results of the period under review.

## **ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**

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### **B1. Review Of Current Performance**

The Group registered slightly lower revenue of RM346.9 million for the year ended 31 December 2010 as compared with RM348.6 million for 2009 mainly due to a decline in contribution from advertising segment. This, coupled with lower contribution by associates resulted in a lower profit before taxation (PBT) of RM4.8 million as compared with PBT of RM7.3 million in 2009.

In the opinion of the Directors, the results of the period under review have not been affected by any transaction or event of a material or unusual in nature.

### **B2. Explanatory Comment On The Result of The Current Quarter Against The Preceding Quarter**

The Group registered higher revenue of RM102.3 million for the current quarter as compared with RM89.5 million in the preceding quarter ended 30 September 2010, contributed mainly by the advertising segment. Higher revenue and higher share of result of associate resulted in a higher PBT of RM15.5 million as compared with PBT of RM1.7 million for the preceding quarter.

### **B3. Current Year Prospects**

Intense competition for the market share of advertising expenditure (ADEX) is expected to continue in 2011. Nevertheless the expected positive growth in the Gross Domestic Product and the overall ADEX for 2011 would provide an opportunity for the Group to increase its advertising revenue. The Group's compact newspaper, Kosmo! which grew by 17 percent last year, is expected to increase its contribution to the Group's revenue and profitability in 2011.

### **B4. Variance from Profit Forecast or Profit Guarantee**

The Group has not provided any profit forecast in a public document.

**ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**

**B5. Taxation**

The taxation credit for the period comprise the following:

	Current Quarter		Year-to-date	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	RM'000	RM'000	RM'000	RM'000
Current/prior year taxation	(3,497)	1,344	(4,169)	(1,409)
Deferred Taxation	(212)	(2,928)	1,655	(722)
Zakat	-	(40)	-	(40)
<b>Total</b>	<b>(3,709)</b>	<b>(1,584)</b>	<b>(2,514)</b>	<b>(2,131)</b>

The effective tax rates are higher than statutory tax rate (2010: 25% and 2009: 25%) principally due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.

**B6. Sale of Unquoted Investments and Properties**

There was no sale of unquoted investments or properties for the period under review.

**B7. Quoted Securities (Non Current & Current)**

There was no purchase or disposal of quoted securities for the current period under review except for the following:

Marketable Securities held for trading - current	Current Quarter		Year-to-date	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	RM	RM	RM	RM
Purchase	7,800,000	-	7,800,000	-
Sale proceeds	250,776	-	4,673,790	-

The Group's investment in quoted securities as at the end of the reporting period was as follows:

	As at 31/12/2010		As at 31/12/2009	
	RM'000		RM'000	
	Non Current	Current	Non Current	Current
At cost	19,569	948	-	14,708
At book value	19,406	1,089	-	11,948
At market value	19,406	1,089	-	13,593

**ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**

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**B8. Status of Corporate Proposal**

There were no corporate proposals announced as at the date of this report.

**B9. Group Borrowings**

The Group's bank borrowings were as follows:

	<b>As at 31/12/2010 RM'000</b>	<b>As at 31/12/2009 RM'000</b>
<b>Short term borrowings</b>		
Secured	12,920	10,956
Unsecured	47,748	23,840
	<u>60,668</u>	<u>34,796</u>
<b>Long term borrowings</b>		
Secured	78,671	91,511
Unsecured	-	-
	<u>78,671</u>	<u>91,511</u>
	<u><u>139,339</u></u>	<u><u>126,307</u></u>

**B10. Off Balance Sheet Risk**

There were no financial instruments with off balance sheet risk as at the date of this report.

**B11. Changes in Material Litigations**

There are several libel suits which involve claims against the Group of which the outcome and compensation, if any, is currently indeterminable.

**B12. Proposed Dividend**

No interim ordinary dividend has been declared for the financial year ended 31 December 2010 (31 December 2009: Nil)



**ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**

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**B13. Realised and Unrealised Profits or Losses**

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

	<b>As at 31/12/2010 RM'000</b>
Total retained profits/(accumulated losses) of the Company and its subsidiaries	
- Realised	48,410
- Unrealised loss	(15,981)
	<u>32,429</u>
Total share of retained profits/(accumulated losses) from associated companies	
- Realised	21,309
- Unrealised loss	(22)
	<u>21,287</u>
	<u>53,716</u>
Less: Consolidation adjustments	(61,737)
Total group retained profits/(accumulated losses)	<u>115,453</u>

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements* issued by the Malaysian Institute of Accountants on 20 December 2010.

Accordingly, the unrealised retained profits of the Group as disclosed above exclude translation gains and losses on monetary items denominated in a currency other than the functional currency and foreign exchange contracts, as these translation gains and losses are incurred in the ordinary course of business of the Group, hence deemed as realised.

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

**ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS**

**B14. Earnings Per Share**

Basic earnings per share of the Group are calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

For the purpose of calculating diluted earnings per share, the net profit for the period and the weighted average number of ordinary shares in issue during the period have been adjusted for the effects of dilutive potential ordinary shares from ESOS.

	<b>Current quarter ended 31/12/2010 RM'000</b>	<b>Comparative quarter ended 31/12/2009 RM'000</b>	<b>12 months cumulative ended 31/12/2010 RM'000</b>	<b>12 months cumulative ended 31/12/2009 RM'000</b>
<b>a) Basic Earnings per share</b>				
Net profit for equity holder of the parent	11,743	3,961	2,256	5,121
Weighted average number of ordinary shares in issue ('000)	110,734	110,734	110,734	110,734
Basic earnings per share (sen)	10.60	3.58	2.04	4.62
<b>b) Diluted earnings per share</b>				
Net profit for equity holder of the parent	11,743	3,961	2,256	5,121
Weighted average number of ordinary shares in issue ('000)	110,734	110,734	110,734	110,734
Adjustment for assumed exercise of share option ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	110,734	110,734	110,734	110,734
Diluted earnings per share (sen)	10.60	3.58	2.04	4.62

**BY ORDER OF THE BOARD**

**Sharina Saidon**  
Company Secretary  
Date: 28 February 2011