

KUMPULAN PERANGSANG SELANGOR BERHAD

Company No. 23737-K
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER
ENDED 31 DECEMBER 2009**

A. NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

A1 Accounting policies and basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The unaudited interim financial statements have been prepared under the historical cost convention.

The unaudited interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2008.

The accounting policies, method of computation and basis of consolidation applied in the unaudited interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2008.

A2 Audit report of preceding annual financial statements

The audited financial statements for the financial year ended 31 December 2008 were not subject to any audit qualification.

A3 Seasonal or cyclical factors

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

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the period under review.

A5 Material changes in estimates

There were no material changes in estimates of amounts reported in prior interim period that have a material effect in the period under review.

A6 Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

A7 Dividend paid

There was no dividend paid during the current quarter.

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	3 months ended		12 months ended	
	31.12.2009 RM'000	31.12.2008 RM'000	31.12.2009 RM'000	31.12.2008 RM'000
Segment Revenue				
Revenue from continuing operations:				
Infrastructure and utilities	34,985	31,425	139,639	136,065
Property development and management	46,099	14,131	80,726	92,359
Trading	8,973	11,194	35,094	33,271
Hospitality	9,087	8,469	30,377	30,176
Golf club and recreational facilities	2,761	2,195	8,814	8,187
Investment holding	1,528	1,583	6,022	5,769
Total revenue	103,433	68,997	300,672	305,827
Segment Results				
Results from continuing operations:				
Infrastructure and utilities *	7,511	3,052	60,878	55,537
Property development and management	65,547	(68,223)	73,816	(48,101)
Trading	400	259	2,879	1,573
Hospitality	307	904	99	1,994
Golf club and recreational facilities	(923)	(558)	(295)	(320)
Investment holding	(7,798)	(8,557)	(21,671)	(14,830)
Profit before tax	65,044	(73,123)	115,706	(4,147)

* Included share of profits from associates involved in infrastructure and utilities activities.

There is no segmental information analysis by geographical location as the Group operates predominantly in Malaysia.

A9 Valuation of property, plant and equipment

The valuation of property, plant and equipment has been brought forward, without amendment from previous audited financial statements.

A10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the reporting period which is likely to substantially affect the results of the operations of the Group other than the matters as disclosed in Note B8 "Status of Corporate Proposals" and Note B11 "Material Litigation" to the unaudited interim financial statements.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

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A12 Capital Commitments

The amount of commitments for the purchase of property, plant and equipment not provided for in the unaudited interim financial statements as at 31 December 2009 is as follows:

	RM'000
Approved but not contracted for	<u>21,289</u>

A13 Contingent liabilities

The contingent liabilities as at 31 December 2009 are as follows:

	RM'000
a) Secured	
i) Guarantees to secure banking and other credit facilities of an and associated company	5,860
ii) Foreclosure proceedings taken by a financial institution in respect of a third party charge granted by a subsidiary company on a piece of land	39,676
b) Unsecured	
i) Performance guarantees to third parties	413
ii) Other claims filed against the Group	<u>7,852</u>
	<u>53,801</u>
c) A third party filed an action alleging that a subsidiary's termination of the joint venture agreement and the agreements ancillary thereto ("JVA") due to the third party's breach of four fundamental conditions of the JVA was wrongful and claimed for the transfer of the ownership of the said land to the third party, damages to be assessed and the loss of profits of approximately RM350 million. The subsidiary has filed its defence and made a counterclaim against the third party for the said four fundamental breaches of the JVA by the third party and claiming amongst others, for the return of vacant possession of the said land, damages in the sum totalling to approximately RM399 million and an indemnity against all claims in the foreclosure proceedings as stated in (a) (ii) above. Both parties have obtained an ex-parte injunction against each other in respect of the said land. The third party has filed an application to set aside the Ad-Interim injunction obtained in favour of the subsidiary until the disposal of the inter-parte hearing of the Injunction Applications. The case is now fixed for hearing for Enclosure 4, 11 and 16 on 24 February 2010 and case management for Enclosure 2 on 1 March 2010.	

A14 Employee Share Options Scheme ("ESOS")

(a) Kumpulan Perangsang Selangor Berhad's Employee Share Options Scheme ("KPS ESOS")

The Kumpulan Perangsang Selangor Berhad's Employee Share Options Scheme ("KPS ESOS") is governed by the amended by-laws approved by the shareholders at an Extraordinary General Meeting held

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on 15 June 2004. The KPS ESOS was implemented on 30 July 2003 and is for a period of 5 years from the date of implementation, subject however, to an extension at the discretion of the Option Committee for a period up to 5 years commencing from the date of expiration of the original 5 year period. Subsequently, on 16 July 2008, the Option Committee has approved the extension of KPS ESOS Scheme tenure for another 3 years commencing from 29 July 2008 until 29 July 2011.

The salient features of the KPS ESOS are as follows:

- (i) The total number of ordinary shares to be issued by the Company under the KPS ESOS shall not exceed 15% of the total issued and paid-up ordinary shares of the Company, such that not more than 50% of the shares available under the KPS ESOS is allocated, in aggregate, to directors and senior management.
- (ii) Not more than 10% of the shares available under KPS ESOS is allocate to any individual director or employee who, either singly or collectively through his/her associates, holds 20% or more in the issued and paid-up capital of the Company.
- (iii) Only staff and directors of the Company, Hydrovest Sdn. Bhd., Konsortium Abass Sdn. Bhd., Cash Band (M) Berhad, Perangsang Hotel and Properties Sdn. Bhd. and Brisdale International Hotel Sdn. Bhd. are eligible to participate in the scheme. Executive directors are those involved in the day-to-day management and on the payroll of the Company.
- (iv) The options price under the KPS ESOS is the average of the mean market quotation of the shares of the Company as quoted in the Daily Official List issued by Bursa Malaysia Securities Berhad for the five market days preceding the offer date, of the par value of the shares of the Company of RM1, whichever is higher.
- (v) All share options granted are exercisable from the date of grant until the expiry date of KPS ESOS.
- (vi) Share options granted under the KPS ESOS carry no dividend or voting rights. Upon exercise of the options, shares issued rank pari passu in all respects with existing ordinary shares of the Company.

The terms of shares options outstanding as at the date of this unaudited interim financial statements are as follows:

Grant date	Expiry date	Exercise price RM	-----Number of share options ----->				
			As at 1.1.2009 '000	Granted '000	Terminated '000	Exercised '000	As at 31.12.2009 '000
12 August 2003	29 July 2011	1.62	3,930	-	-	(150)	3,780
27 February 2007	29 July 2011	1.00	3,250	-	-	-	3,250
23 July 2007	29 July 2011	1.62	755	-	-	-	755
26 July 2007	29 July 2011	1.62	92	-	-	(10)	82
3 August 2007	29 July 2011	1.98	25	-	-	-	25
17 July 2008	29 July 2011	1.93	550	-	-	-	550
10 November 2008	29 July 2011	1.37	200	-	(200)	-	-
5 May 2009	29 July 2011	1.62	-	2,974	(223)	-	2,751
			<u>8,802</u>	<u>2,974</u>	<u>(423)</u>	<u>(160)</u>	<u>11,193</u>

No options were exercised during the current quarter.

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(b) Kumpulan Hartanah Selangor Berhad's Employee Share Options Scheme ("KHSB ESOS")

Kumpulan Hartanah Selangor Berhad ("KHSB"), a subsidiary company, implemented KHSB ESOS on 21 December 2005 for a period of 5 years. The KHSB ESOS is governed by the by-laws which were approved by the shareholders at the Extraordinary General Meeting on 15 June 2004.

The main features of the KHSB ESOS are as follows:

- (i) The total number of ordinary shares to be issued by KHSB under the KHSB ESOS shall not exceed 15% of the total issued and paid-up ordinary shares of KHSB, such that not more than 50% of the shares available under the KHSB ESOS is allocated, in aggregate, to directors and senior management.
- (ii) Not more than 10% of the shares available under the KHSB ESOS is allocated to any individual director or employee who, either singly or collectively through his/her associates, holds 20% or more in the issued and paid-up capital of KHSB.
- (iii) Any director (both executive and non-executive directors) of the KHSB Group (other than a company within the Group which is dormant) or an employee of the KHSB Group who is employed full time and is on the payroll of the KHSB Group (other than a company within the Group which is dormant), but does not include employees under probation, are eligible to participate in the scheme, subject to the final decision of the Options Committee.
- (iv) The option price under the KHSB ESOS is the average of the mean market quotation of the shares of the KHSB as quoted in the Daily Official List issued by Bursa Malaysia Securities Berhad, for the five market days preceding the offer date, or the par value of the shares of KHSB of RM1, whichever is the higher.
- (v) The options granted are exercisable from the date of grant and have a contractual option term of five years.
- (vi) Options granted under the KHSB ESOS carry no dividend or voting rights. Upon exercise of the options, shares issued rank pari passu in all respects with existing ordinary shares of KHSB.

The terms of shares options outstanding as at the date of this unaudited interim financial statements are as follows:

Grant date	Expiry date	Exercise price RM	<-----Number of share options ----->				
			As at 1.1.2009 '000	Granted '000	Terminated '000	As at 31.12.2009 '000	
28 Dec 2005	28 Dec 2010	1.00	38,085	-	(5,117)	-	32,968
05 Jan 2008	28 Dec 2010	1.00	2,347	-	(840)	-	1,507
			<u>40,432</u>	<u>-</u>	<u>(5,957)</u>	<u>-</u>	<u>34,475</u>

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B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**B1 Performance review**

For the current quarter ended 31 December 2009, the Group registered revenue of RM103.43 million as compared to RM69.00 million in the preceding year corresponding quarter 2008, representing an increase in revenue of 50% or RM34.43 million mainly due to higher revenue from property development sector.

The Group recorded a profit before tax of RM65.04 million for the current quarter as compared to a loss of RM73.12 million in the preceding year corresponding quarter 2008. The better performance was mainly due to the property development sector which recorded a profit of RM65.55 million as compared to a loss of RM68.22 million in the preceding year corresponding quarter.

B2 Comment on material change in profit before tax

The Group recorded a profit before tax of RM65.04 million for the current quarter ended 31 December 2009 as compared to a profit of RM13.62 million in the previous quarter ended 30 September 2009. The profit recorded was mainly due to the property and development sector which recorded a profit of RM65.55 million as compared to a profit of RM0.88 million for the previous quarter.

B3 Commentary on prospects

The Group expects that for the year 2010, the infrastructure and utilities sector continues to be the major contributor towards the Group's earnings. The Group also expects the year 2010 to remain challenging for its property development sector.

The Group will continue to strive on improving its operational efficiency in the property development sector. The Group current land bank will be continuously reviewed to contribute positively to the Group's overall performance and profitability.

B4 Profit forecast and profit guarantee

No profit forecast or profit guarantee was issued during the current quarter.

B5 Income tax and zakat expense

	3 months ended 31.12.2009 RM'000	12 months ended 31.12.2009 RM'000
Current tax position	(7,320)	(4,895)
Deferred tax transfer to balance sheet	(4,064)	(7,784)
Income tax expense	(11,384)	(12,679)
Zakat expense	(10)	399
Income tax and zakat expense	<u>(11,394)</u>	<u>(12,280)</u>

The effective tax rate for the Group for the current quarter is lower due to the utilisation of capital allowances as well as tax incentives available to certain subsidiary companies of the Group.

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B6 Sale of unquoted investment and properties

During the current quarter, there was no disposal of unquoted investments and properties.

B7 Quoted securities

As at 31 December 2009, the Group has the following quoted securities:

	Total RM'000
Total investment at cost	68,219
Carrying cost	63,945
Total investment at market value	37,092

B8 Status of corporate proposals

There were no changes in the status of corporate proposals of the Group at the date of this unaudited interim financial statements.

B9 Borrowings

The Group borrowings as at 31 December 2009 and all denominated in local currency are as follows:

	RM'000
Short term borrowings	
Secured	176,830
Unsecured	31,120
	<u>207,950</u>
Long term borrowings	
Secured	1,100,402
Unsecured	0
	<u>1,100,402</u>
Total Borrowings	<u>1,308,352</u>

B10 Off balance sheet financial instruments

There were no off balance sheet risks as at the date of this report that might materially affect the position or business of the Group.

B11 Material litigation

Save as disclosed below, neither the Company nor its subsidiary companies has been or are involved in any material litigation, claims or arbitration either as plaintiff or defendant and the Directors are not aware of any proceedings, pending or threatened, against the Company or its subsidiary companies or of any facts likely to give rise to any proceedings which might materially affect the financial position or business of the Company or its subsidiary companies.

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Part A - Kumpulan Hartanah Selangor Berhad (KHSB) and/or its group of companies as the Plaintiff(s)

1. SAP Holdings Berhad ("SAP") filed an action against PAG Mampu Jaya Sdn Bhd ("PAG") vide Kuala Lumpur High Court Summons No.D2-22-1075-05 claiming the sum of RM15.93 million together with general damages for loss of profit, interest and cost for breach of a Joint Venture Agreement between SAP and PAG. Judgment was obtained in favour of SAP and SAP filed a winding up proceeding. Pursuant to the winding up order, an OA was appointed as the liquidator. SAP filed proof of debt for a total amount of RM20,342,391.78 consisted of judgment sum of RM15,930,000 and interest of RM4,412,391.78.
2. Central Spectrum (M) Sdn Bhd ("CSSB") filed an appeal against Pentadbir Tanah Daerah Klang ("PTDK") decision in respect of quantum and measurement of land acquisition for Lots 74072, 74073, 74074 and 74075 (No Hakmilik: PN 7941, 7940, 7939 and 7938) vide Shah Alam High Court Summons No. MT3-15-686-2004 ("KTM 1").

CSSB filed another appeal against PTDK's decision in respect of quantum and measurement of land acquisition for Lots 74076, 74077, 74078, 74079 and 10490 (No Hakmilik: PN 7937, 7936, 7935, 7934 and 12229) vide Shah Alam High Court Summons No. RT-MT1-15-88-2006 ("KTM 2").

The Court has the hearing date for both KTM 1 and KTM 2 on 18 March 2010.

CSSB solicitors are of the opinion that the probable outcome of the case would be that the court will either maintain or increase the award of PTDK.

3. Central Spectrum (M) Sdn. Bhd. ("CSSB") filed an appeal against Pentadbir Tanah Daerah Klang ("PTDK") decision in respect of land acquisition for Lot 24082. Pajakan Negeri 7942 ("Marine") at the Shah Alam High Court Summons No. RT1-MT1-15-154-2006.

CSSB filed an appeal on the quantum and measurement awarded to CSSB. The court has fixed the hearing date on 20 April 2010.

4. Central Spectrum (M) Sdn. Bhd. ("CSSB") filed an action against Pentadbir Tanah Daerah Klang ("PTDK") decision in respect of land acquisition for South Klang Valley Express Way ("SKVE") for lots 74082, 74088, 74087 and PT 79492 (No. Hak Milik: PN 7942, PN 7925, PN 7926 and HSD 67045) at Shah Alam High Court Summons No. MT4-15-110-2009.

The court has fixed hearing date on 20 April 2010.

Part B – Konsortium ABASS Sdn. Bhd. ("ABASS") as the Plaintiff(s)

1. Konsortium ABASS Sdn Bhd ("ABASS") filed an Originating Summons on 5 October 2009 against Syarikat Bekalan Air Selangor Sdn Bhd ("SYABAS") whereby ABASS is seeking the following:-
 - i. A declaration that the Schedule of Bulk Supply Rates ("BSR") as set out in the Table of Appendix 1 of the First Supplemental Agreement dated 10 February 2001 ("First Supplemental Agreement") is to substitute the Schedule of BSR as set out in Table 1 at page 3 of Appendix 5 of the Privatisation Cum Concession Agreement dated 9 December 2000 ("PCCA");
 - ii. A declaration that save for the substitution above to Appendix 5 of the PCCA, the Principles on the Bulk Supply Charge Payment Mechanism ("BSC"), the formulas and calculations of BSC by taking

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into account of any variable costs of chemicals and electricity tariff and any additional costs as set out at pages 1 to 15 of Appendix 5 of the PCCA remain applicable and are valid, binding and effectual between the parties;

- iii. A declaration that the Addendum to the First Supplementary Agreement executed between the State Government of Selangor Darul Ehsan and Konsortium ABASS on 3 July 2008 is valid, binding and effectual between the parties;
- iv. A declaration that SYABAS is liable to pay to Konsortium ABASS the full amount of the invoices relating to electricity cost for the period from June 2006 until December 2008 and that judgement be entered for Konsortium ABASS for the total sum of RM7,410,113.25;
- v. A declaration that SYABAS is liable to pay to Konsortium ABASS the short payment for electricity cost and purchase of water invoices for the period from January 2009 to April 2009 and that judgement be entered for Konsortium ABASS for the total sum of RM55,691,717.73;
- vi. General damages, interest, costs and such further or other order as deemed fit by the Court.

The Kuala Lumpur High Court has adjourned the hearing date to 9 March 2010.

Part C - KHSB and/or its group of companies as the Defendant(s)

1. Upright Dignity Sdn Bhd ("UDSB") instituted an action for specific performance and other consequential relief and in the alternative, refund of all monies paid by UDSB to Desa Hilir Sdn Bhd ("DHSB") totalling RM7,228,000.00 with interest of 8% per annum, as well as damages for breach of contract against Perbadanan Kemajuan Pertanian Selangor ("PKPS"), SAP Holdings Berhad ("SAP") and DHSB [collectively referred as the Defendants] at the Shah Alam High Court vide Civil Suit No. MT4-21-60-2000 purportedly in relation to a sale and purchase agreement dated 24 April 2000 ("Purported SPA") entered into between DHSB (as attorney for PKPS and SAP) and UDSB in respect of a piece of land held under H.S.(D) 1426 P.T. No. 4466 Mukim Dengkil, Daerah Sepang, Selangor Darul Ehsan, measuring approximately 556.482 acres ("Dengkil Land") of which PKPS was the registered proprietor.

On 22 February 2010, the court dismissed UDSB claim against SAP with costs.

2. Menara Setia Sdn Bhd ("MSSB") initiated an action against SAP Ulu Yam Sdn Bhd ("SUY"), an indirect subsidiary of KHSB, vide Kuala Lumpur High Court Suit No. D3-22-2111-2002 claiming for the sum of RM1,893,200.14 together with all cost and interest thereon at the rate of eight (8%) per cent per annum from 22 April 1998 to the date of settlement for the amount allegedly due for the earthworks undertaken by MSSB for Ulu Yam Heights Development.

The court had on 28 October 2009 found that MSSB had not proven its claim and accordingly dismissed the same with costs. MSSB has filed notice of appeal but no hearing date has been fixed yet.

3. Mazli Mohamed, a former employee of Central Holdings Management Services Sdn Bhd ("CHMS") (a subsidiary company of SAP) who had resigned from CHMS instituted proceedings against SAP Holdings Berhad ("SAP") vide Industrial Court Suit No. 7/4-480/98 seeking reinstatement to his former job as a General Manager in CHMS or in the alternative, compensation for purported wrongful dismissal alleging that his resignation notice was an involuntary act.

CHMS solicitor is of a view that the Claimant's dismissal can be justified on grounds of criminal breach of trust. However, in the event that court awards judgment in favour of Claimant, the quantum of damages is estimated at RM300,000 excluding interests and cost.

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- CGE Construction Sdn Bhd ("CGE") has filed an action against SAP Air Hitam Properties Sdn Bhd ("SAP AHP") on 20 April 2006 vide Shah Alam Civil Suit No. MT4-22-434-2006 alleging SAP AHP owes CGE the sum of RM4,116,506.20 together with cost and interest at the rate of 8% per annum from 20 April 2006 to the date of realisation, purportedly being balance payment for work done at the project known as "Proposed site clearance, earthworks, drainage, main road works and final layer to internal roads and related works to the proposed residential commercial and recreational development at Lestari Perdana, Mukim Petaling, Daerah Petaling Selangor" (the Project).

SAP AHP filed a Stay Application at the court pending arbitration as provided under the Conditions of Contact for the Project and same was allowed by the Senior Assistant Registrar (SAR) and High Court. CGE has appealed to the Court of Appeal against the High Court decision.

- Joginder Singh & Co. ("JSC") filed an Originating Summons on 10 July 2007 against Kumpulan Hartanah Selangor Berhad ("KHSB"), Brisdale Holdings Berhad (BHB") and Brisdale Rasa Development Sdn Bhd (BRDSB") [hereinafter collectively referred to as "the Defendants"] vide Kuala Lumpur High Court Originating Summons No.S2-24-65-2007 for a declaration of liability to pay JSC the sum of RM2,262,500.00 purportedly being the outstanding legal fees and disbursements in respect of the case between Brisdale Rasa Development Sdn. Bhd. vs Silver Concept Sdn. Bhd.

On 14 September 2009, the court, in the main suit, has allowed JSC's claim with cost of RM30,000 in lieu of taxation. KHSB has appealed against the decision.

- AmFinance Berhad [now known as AmBank (M) Berhad] ("AMF") instituted foreclosure proceedings against SAP Holdings Berhad ("SAP") vide Shah Alam High Court Originating Summons No. MT1-24-1770-2002 in respect of a piece of land held under H.S.(D) 20034 PT No. 26549, Mukim Batu, Daerah Gombak ("Gombak Land").

SAP, the registered proprietor of the Gombak Land, created a third party charge over the Gombak Land in favour of AMF as security for the loan facility of RM17.0 million granted by AMF to Cergas Tegas Sdn Bhd

CTSB's application to intervene in the foreclosure proceeding was dismissed on 19 October 2009.

- Cergas Tegas Sdn. Bhd. ("CTSB") filed an action vide Kuala Lumpur High Court No. S2-22-185-2004 against SAP Holdings Berhad ("SAP") and Star Everest Sdn Bhd ("SESB") alleging unlawful termination by SAP of the joint venture agreement and the agreements ancillary thereto ("JVA") and seeking damages to be assessed and the purported loss of profits of approximately RM350.0 million.

SAP has filed its defence and made a counterclaim of RM399.0 million against CTSB and indemnity against all claims in the foreclosure proceedings.

The case is now fixed for hearing for Enclosure 4, 11 and 16 on 24 February 2010 and case management for Enclosure 2 on 1 March 2010.

- Pembinaan Juta Mekar Sdn Bhd ("PJM") filed an action against SAP Holdings Berhad ("SAP") and Templer Park Golf Resort Berhad ("TPGR") on 18 April 2008 vide Shah Alam Civil Suit No. MT3-22-617-2008 alleging that SAP and TPGR owe PJM the sum of RM10,270,351.28 purportedly being payment for the proposed construction and completion of townhouse for Phase 3A and proposed construction and completion of double storey terrace house for Phase 3B.

SAP's solicitors are of the opinion that PJM does not have a strong case against SAP and TPGR as there was no contractual relationship between PJM, SAP Holdings and TPGR.

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9. Muhammad Zailani and 124 others (“the Claimants”) instituted proceedings in the Labour Office against Central Holdings Management Services Sdn. Bhd. (“CHMS”). CHMS a wholly owned subsidiary of SAP Holdings Berhad which in turn is a wholly owned subsidiary of Kumpulan Hartanah Selangor Berhad.

Their claims are in respect of computation of wages which allegedly should include service charges. The labour office ordered CHMS to pay a sum of RM651,607.51 to the Claimants as part of the termination benefits.

The High Court allowed CHMS appeal and the case was remitted back to the Labour Court for assessment of the quantum of termination benefits and the eligibility of the Claimants. The Claimants are appealing to the Court of Appeal. During the case management on 19 January 2010, the hearing date for the case is fixed on 12 May 2010.

10. Roslan bin Mohad Hani and Others (collectively as “the Claimants”) instituted a legal proceeding against SAP Ulu Yam Sdn. Bhd. (“SUY”), SLP Perunding Sdn. Bhd., Yayasan Selangor, Majlis Daerah Hulu Selangor and Kerajaan Negeri Selangor (collectively be referred to as “the Defendants”) at the Shah Alam High Court Civil No: 21-212-2009 alleging inter alia that the Defendants collectively or individually through their negligent action(s) or omission(s) had failed to ensure that the property sold to the Defendant and its surrounding area is safe for occupation.

The pleading period is now closed.

B12 Dividends

No interim dividend has been recommended or declared for this financial period.

B13 Earnings per share

- (a) Basic earnings per share

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

- (b) Diluted earnings per share

The diluted earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the adjusted weighted average number of shares in issue. The weighted average number of shares in issue is adjusted for potential dilutive shares from the exercise of outstanding ESOS options of the Company.

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(a) Basic earnings per share				
Net profit attributable to equity holders of the Company (RM'000)	31,674	(49,698)	75,189	(3,160)
Weighted average number of shares in issue ('000)	475,824	475,664	475,744	474,582
Basic EPS (sen)	6.7	(10.4)	15.8	(0.7)
(b) Diluted earnings per share				
Net profit attributable to equity holders of the Company (RM'000)	31,674	(49,698)	75,189	(3,160)
Weighted average number of shares in issue ('000)	475,824	475,664	475,744	474,582
Effects of dilution from exercise of ESOS options ('000)	2,379	2,615	2,390	2,959
	478,203	478,279	478,134	477,541
Diluted EPS (sen)	6.6	(10.4)	15.7	(0.7)

BY ORDER OF THE BOARD**HASHIMAH MOHD ISA**
Company Secretary

Date: 25 February 2010