

**Berjaya Media Berhad**  
(formerly known as Nexnews Berhad)  
(Company No: 290601-T)

Date: 24 November 2008

Subject: **UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD  
ENDED 30 SEPTEMBER 2008**

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**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.09.2008</b>	30.09.2007	<b>30.09.2008</b>	30.09.2007
	<b>RM'000</b>	RM'000	<b>RM'000</b>	RM'000
Revenue	<b>15,614</b>	29,126	<b>52,730</b>	75,323
Operating expenses	<b>(16,552)</b>	(27,888)	<b>(50,421)</b>	(73,947)
Other operating income	<b>1,277</b>	561	<b>2,268</b>	1,472
Profit from operations	<b>339</b>	1,799	<b>4,577</b>	2,848
Results arising from investing activities *	<b>36,958</b>	-	<b>36,958</b>	-
Finance costs	<b>(5)</b>	(9)	<b>(20)</b>	(25)
Share of associate's profit	<b>-</b>	-	<b>978</b>	-
Profit before tax	<b>37,292</b>	1,790	<b>42,493</b>	2,823
Taxation	<b>75</b>	(1,197)	<b>(227)</b>	(2,459)
Profit after tax	<b>37,367</b>	593	<b>42,266</b>	364
Attributable to:				
Equity holders of the Company	<b>37,367</b>	(477)	<b>42,021</b>	(2,066)
Minority interests	<b>-</b>	1,070	<b>245</b>	2,430
Net profit for the period	<b>37,367</b>	593	<b>42,266</b>	364
Earnings/(loss) per ordinary share				
- Basic (Note B13)	<b>16.07</b>	(0.25)	<b>18.07</b>	(1.46)
- Diluted (Note B13)	<b>15.92</b>	N/A	<b>17.91</b>	N/A

\* Results arising from investing activities comprise of investment related income less investment related expenses.

**The accompanying notes form an integral part of this interim financial report.**

**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008  
CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>Group</b>	
	<b>As At 30.09.2008 RM'000</b>	<b>As At 31.12.2007 RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	4,199	6,637
Intangible assets	113,705	120,000
Other investments - unquoted investments	4,200	4,200
	122,104	130,837
<b>Current Assets</b>		
Inventories	15,426	9,359
Other investments	54,400	-
Trade receivables	15,507	25,502
Other receivables and prepaid expenses	2,657	1,664
Fixed deposits with licensed banks	4,315	21,001
Cash and bank balances	4,736	7,996
	97,041	65,522
<b>TOTAL ASSETS</b>	219,145	196,359
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Ordinary share capital	232,353	231,915
Irredeemable Convertible Preference Shares ("ICPS")	241	295
Share premium	37,470	37,854
Accumulated loss	(65,693)	(107,714)
<b>Equity funds</b>	204,371	162,350
<b>Minority interests</b>	-	9,879
<b>Total equity</b>	204,371	172,229
<b>Non-Current Liabilities</b>		
Hire-purchase payables (non-current portion)	35	139
<b>Current Liabilities</b>		
Trade payables	1,757	2,686
Other payables and accrued expenses	12,908	19,891
Hire-purchase payables (current portion)	35	163
Tax liabilities	39	1,251
	14,739	23,991
<b>Total liabilities</b>	14,774	24,130
<b>TOTAL EQUITY AND LIABILITIES</b>	219,145	196,359
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>	0.88	0.70

The accompanying notes form an integral part of this interim financial report.

**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<b>Attributable to Equity Holders of the Company</b>							
	<b>Issued capital</b>		<b>Non-distributable reserves</b>			<b>Equity Funds</b>	<b>Minority Interests</b>	<b>Total Equity</b>
	<b>Share capital</b>	<b>ICPS</b>	<b>Share premium</b>	<b>Accumulated loss</b>	<b>RM'000</b>			
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
<b>At 1 January 2008</b>	231,915	295	37,854	(107,714)	<b>162,350</b>	9,879	<b>172,229</b>	
Net profit for the 9 months period representing total recognised income and expense for the period	-	-	-	42,021	<b>42,021</b>	245	<b>42,266</b>	
Arising from deconsolidation of a subsidiary	-	-	-	-	-	(10,124)	<b>(10,124)</b>	
Arising from conversion of ICPS	438	(54)	(384)	-	-	-	-	
<b>At 30 September 2008</b>	<b>232,353</b>	<b>241</b>	<b>37,470</b>	<b>(65,693)</b>	<b>204,371</b>	-	<b>204,371</b>	
<b>At 1 January 2007</b>	112,561	15,453	142,066	(106,616)	<b>163,464</b>	6,413	<b>169,877</b>	
Net (loss)/profit for the 9 months period representing total recognised income and expense for the period	-	-	-	(2,066)	<b>(2,066)</b>	2,430	<b>364</b>	
Arising from conversion of ICPS	119,354	(15,158)	(104,196)	-	-	-	-	
Arising from share options exercised by minority interests of a subsidiary	-	-	-	-	-	8,736	<b>8,736</b>	
Dividend paid by a subsidiary	-	-	-	-	-	(8,911)	<b>(8,911)</b>	
<b>At 30 September 2007</b>	<b>231,915</b>	<b>295</b>	<b>37,870</b>	<b>(108,682)</b>	<b>161,398</b>	8,668	<b>170,066</b>	

The accompanying notes form an integral part of this interim financial report.

**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	9 months ended	
	30.09.2008	30.09.2007
	RM'000	RM'000
<b>OPERATING ACTIVITIES</b>		
Receipt from customers	60,339	75,764
Payment to suppliers	(50,648)	(44,010)
Payment for operating expenses (including taxes)	(19,033)	(36,576)
Net cash used in operating activities	<u>(9,342)</u>	<u>(4,822)</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(746)	(3,175)
Acquisition of investment	-	(4,200)
Proceeds from disposal of property, plant and equipment	310	36
Proceeds from disposal of other investments	-	18
Cash and cash equivalents of a subsidiary deconsolidated	(10,298)	-
Interest received	378	565
Other payment	(44)	-
Net cash used in investing activities	<u>(10,400)</u>	<u>(6,756)</u>
<b>FINANCING ACTIVITIES</b>		
Payment of hire purchase obligations	(204)	(34)
Proceeds from exercised of share options by minority interests of a subsidiary company	-	8,736
Dividends paid to minority shareholders of subsidiary company	-	(8,911)
Net cash used in financing activities	<u>(204)</u>	<u>(209)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(19,946)</b>	<b>(11,787)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>28,997</b>	<b>40,485</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b><u>9,051</u></b>	<b><u>28,698</u></b>

Cash and cash equivalents at the end of the financial period comprises the following:-

	RM'000	RM'000
Fixed deposits	4,315	21,958
Cash and bank balances	4,736	6,740
	<u>9,051</u>	<u>28,698</u>

The accompanying notes form an integral part of this interim financial report.

**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**NOTES TO THE INTERIM FINANCIAL REPORT**

**A1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting.

The accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2007 except for the adoption of the following new/revised FRSs effective for financial period beginning 1 January 2008:

FRS 107 Cash Flow Statements  
FRS 112 Income Taxes  
FRS 118 Revenue  
FRS 134 Interim Financial Reporting  
FRS 137 Provisions, Contingent Liabilities and Contingent Assets

The Group has not adopted FRS 139 Financial Instruments : Recognition and Measurement as its effective date has been deferred.

The adoption of the abovementioned FRSs does not result in significant changes in accounting policies of the Group.

**A2. Seasonal or cyclical factors**

The business of the Group is generally affected by the festive seasons and global newsprint prices.

**A3. Unusual items**

There were no unusual items for the current period under review other than the gain on disposal of investment in an associated company as mentioned in Note B6.

**A4. Changes in estimates**

There were no changes in amount of estimates reported previously that have a material effect in the current period under review.

**A5. Issuance and repayment of debt and equity securities**

During the financial period ended 30 September 2008, the issued and paid up ordinary share capital of the Company increased from RM231,914,949 to RM232,353,279 resulting from the conversion of 539,150 ICPS of RM0.10 each into 438,330 new ordinary shares of RM1.00 each.

**A6. Dividend paid**

No dividend was paid in the current period under review.

**A7. Segment reporting**

The business segments for the Group in the 9 month period ended 30 September 2008 are categorised as follows:-

<b>REVENUE</b>	<b>Total RM'000</b>
Publishing	52,537
Others	193
Investment holding	-
Total revenue	<u>52,730</u>
<b>RESULTS</b>	<b>RM'000</b>
Publishing	4,874
Others	11
Investment holding	<u>(308)</u>
Profit from operations	4,577
Results arising from investing activities	36,958
Finance costs	(20)
Share of results in associate company	978
Profit before tax	<u>42,493</u>
Income tax expense	<u>(227)</u>
Profit after tax	<u>42,266</u>

Geographical segment report are not presented as the Group operates principally in Malaysia.

**A8. Material events**

(a) On 30 July 2008, the Company announced the following proposals:

- (i) the acceptance of the offer from Net Edge Online Sdn Bhd (“NEOSB”), to acquire from Gemtech (M) Sdn Bhd (“Gemtech”), a wholly-owned subsidiary of the Company, all of Gemtech’s 2,800,000 ordinary shares of RM1.00 each representing 50% of the paid-up capital of The Edge Communications Sdn Bhd (“theEdge”) for a total consideration of RM85,000,000 to be satisfied by the transfer of 170,000,000 units of 0% Irredeemable Convertible Unsecured Loan Stocks 2005/2015 of Berjaya Corporation Berhad of RM0.50 nominal value each (“BCorp ICULS”) beneficially owned by NEOSB (“Proposed Disposal”);
- (ii) proposed capital distribution of up to 145,330,713 units of BCorp ICULS to the shareholders of the Company or an amount of up to RM72,665,357, on the basis of one (1) unit of BCorp ICULS for every two (2) of the Company shares. This will result in the reduction of the par value of the ordinary shares in the Company from RM1.00 to RM0.75 (“Proposed Capital Distribution”); and
- (iii) proposed cancellation of accumulated losses by an amount of up to RM21,672,262 by a corresponding reduction of the Company’s share premium account (“Proposed Cancellation”).

On 26 August 2008, the Company announced that the Proposed Disposal has been duly approved by the shareholders at the Extraordinary General Meeting (“EGM”) which was held on the even date.

**A8. Material events (contd.)**

- (b) On 17 September 2008, the Company announced the following revised proposals to replace the Proposed Capital Distribution and Proposed Cancellation:
- (i) proposed distribution by way of dividend-in-specie of up to 145,330,713 units of BCorp ICULS to the shareholders of the Company on the basis of one (1) unit of BCorp ICULS for every two (2) BMedia Shares held; and
  - (ii) proposed reduction of the share capital of the Company by a minimum of RM46,470,655 and a maximum of RM58,132,286 (resulting in the reduction of the par value of the ordinary shares of the Company from RM1.00 to RM0.80) and reduction of the share premium reserve of the Company by a minimum of RM20,528,296 and a maximum of RM32,189,927 to set off the accumulated losses of the Company amounting to RM78,660,582.

The said proposals (i) and (ii) are pending the relevant approvals. An EGM will be held on 3 December 2008 in connection to the said proposals.

**A9. Changes in composition of the Group**

Prior to 1 March 2008, theEdge was treated as a subsidiary company whereby the Company had Board representation and management control over theEdge. On 1 March 2008, theEdge became an associated company following the cessation of Board representation as well as management control. On 26 August 2008, theEdge was disposed of by the Group. Except for the aforesaid, there was no change in composition of the Group for the current quarter including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

**A10. Changes in contingent liabilities or contingent assets**

There are no material changes in contingent liabilities and contingent assets for the current period under review since the last annual balance sheet date.



**UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LR**

**B1 Review of group performance**

**For the quarter**

For the third quarter ended 30 September 2008, the Group reported a consolidated revenue of RM15.61 million and pre-tax profit of RM37.29 million as compared to RM29.13 million revenue and pre-tax profit of RM1.79 million in the preceding year's corresponding quarter. The decrease in revenue was mainly due to the deconsolidation of theEdge with effect from 1 March 2008. The increase in pre-tax profit was mainly due to the recognition of exceptional gain arising from the disposal of theEdge which was completed on 26 August 2008 (refer to Notes A9 and B6).

**For the 9 months period**

For the 9 months period ended 30 September 2008, the Group registered a consolidated revenue of RM52.73 million and pre-tax profit of RM42.49 million as compared to RM75.32 million and RM2.82 million pre-tax profit in the preceding year's corresponding period. The decrease in revenue was mainly due to the deconsolidation of theEdge as mentioned above and hence only 2 months results (up to 29 February 2008) of theEdge was consolidated in the current financial period. The increase in pre-tax profit was mainly due to turnaround in profitability of its principal subsidiary, Sun Media Corporation Sdn Bhd arising from improved advertisement revenue coupled with lower operating expenses of certain subsidiary companies and the recognition of exceptional gain arising from the disposal of theEdge (refer to Notes A9 and B6).

**B2. Material changes in the quarterly results compared with immediate preceding quarter**

For the current quarter under review, the Group registered a consolidated revenue of RM15.61 million and pre-tax profit of RM37.29 million as compared to RM17.13 million revenue and pre-tax profit of RM4.08 million in the preceding quarter. The decrease in revenue was mainly due to lower advertisement income received attributable to the current economic slow down. The increase in pre-tax profit was mainly due to the recognition of exceptional gain arising from the disposal of theEdge (refer to Notes A9 and B6).

**B3. Current year prospects**

The Group operates in a challenging business environment and is continuously working towards improving its advertisement revenue by way of increasing its market share and rates. However, the increase in newsprint prices will have an adverse impact on our publishing costs. This, coupled with the current economic environment, will impact our operating results for the remaining period of the financial year.

**B4. Variance of actual profit from profit forecast and profit guaranteed**

There was no profit forecast or profit guarantee given by the Group for the current quarter under review.

**B5. Taxation**

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.09.2008</b>	<b>30.09.2007</b>	<b>30.09.2008</b>	<b>30.09.2007</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current taxation	-	1,022	<b>349</b>	2,284
Over provision in prior year	<b>(75)</b>	175	<b>(122)</b>	175
	<u><b>(75)</b></u>	<u>1,197</u>	<u><b>227</b></u>	<u>2,459</u>

The effective tax rate of the Group's current tax charge for the current period under review was lower than the statutory tax rate mainly due to the gain arising from disposal of investment in theEdge which is not subject to tax.

**B6. Profit/(loss) on sale of investments and properties**

There were no profit/(loss) on disposals of unquoted investments and properties for the current quarter under review other than the following:-

	<b>Quarter and Period ended 30.09.2008 RM'000</b>
Gain on disposal of investment in an associated company (see Note A8)	<u>46,308</u>

**B7. Quoted Securities**

(a) There were no purchases or disposal of quoted securities by the Group for the current quarter under review other than the following:-

	<b>Quarter and Period ended 30.09.2008 RM'000</b>
Investment in BCorp ICULS (170,000,000 units)	<u>63,750</u>

(b) Particulars of investments in quoted securities (included in other investments under current assets):-

	<b>At 30.09.2008 RM'000</b>
(i) at cost	63,750
(ii) at carrying value/book value	54,400
(iii) at market value	<u>54,400</u>

**B8. Additional Corporate Disclosure**

The Company does not comply with the public shareholding spread requirement set out in paragraph 8.15(1) of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements (“LR”).

The Company had on 4 July 2008 made an application to Bursa Securities for a further extension of time to comply with the public shareholding spread requirement.

On 7 August 2008, the Company announced that Tan Sri Dato' Seri Vincent Tan Chee Yioun, the Chairman and a substantial shareholder of the Company, had informed the Company that he had undertaken to place out up to a total of 32.60 million ordinary shares ("Placement") representing 14.03% of the existing issued and paid-up share capital of the Company to investors (including Bumiputera investors) to address the public shareholding spread shortfall. The Placement is expected to be completed within 3 months period from the completion of Proposed Capital Distribution as mentioned in Note A8 (a)(ii).

Bursa Securities had via its letter dated 6 November 2008, directed the Company to comply with paragraph 8.15(1) of the LR within 6 months from the date of the said letter. Failing to comply may cause Bursa Securities to take action against the Company.

The Company will consult its major shareholders on the compliance with paragraph 8.15(1) of the LR before deciding on its next course of action.

**B9. Group bank borrowings and debt securities**

The Group has no bank borrowings and debt securities for the current quarter under review.

**B10. Summary of off balance sheet financial instruments**

The Group has no off balance sheet financial instruments as at the date of this announcement other than a total of 56,280,264 warrants issued in conjunction with the rights issue of 28,140,132 ordinary shares by the Company on 19 December 2006. Each of the said warrant entitles the holder to subscribe for one ordinary share of RM1.00 each at an exercise price of RM1.00 per share. The expiry date of the said warrants is 18 December 2016.

**B11. Changes in material litigation**

There is no change in material litigation since the last annual balance sheet date.

**B12. Dividend**

Saved for the proposed dividend-in-specie as disclosed in Note A8 (b)(i), the Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 30 September 2008 (preceding year's corresponding period ended 30 September 2007: Nil).

**B13. Earnings/(loss) per ordinary share**

<u>Basic</u>	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.09.2008</b>	<b>30.09.2007</b>	<b>30.09.2008</b>	<b>30.09.2007</b>
Net profit/(loss) attributable to ordinary shareholders (RM'000)	<b>37,367</b>	(477)	<b>42,021</b>	(2,066)
Weighted average number of ordinary shares of RM1.00 each in issue ('000) (inclusive of mandatorily convertible instruments)	<b>232,549</b>	194,093	<b>232,503</b>	141,809
Basic earnings/(loss) per ordinary share (sen)	<b>16.07</b>	(0.25)	<b>18.07</b>	(1.46)
<u>Diluted</u>	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.09.2008</b>	<b>30.09.2007</b>	<b>30.09.2008</b>	<b>30.09.2007</b>
Net profit/(loss) attributable to ordinary shareholders (RM'000)	<b>37,367</b>	(477)	<b>42,021</b>	(2,066)
Weighted average number of ordinary shares of RM1.00 each in issue ('000)	232,549	194,093	232,503	141,809
Adjustment for assumed conversion of warrants	2,165	-	2,165	-
Adjusted weighted average number of ordinary shares of RM1.00 each in issue ('000)	<b>234,714</b>	194,093	<b>234,668</b>	141,809
Diluted earnings/(loss) per ordinary share (sen)	<b>15.92</b>	N/A	<b>17.91</b>	N/A