



STAR PUBLICATIONS (MALAYSIA) BERHAD
Company No. 10894-D
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 MARCH 2012**

Unaudited Condensed Consolidated Income Statement

| | Note | 3 months ended | | Financial period ended | |
|---|-----------|----------------|--------------------------|------------------------|--------------------------|
| | | 31.03.2012 | 31.03.2011 (Restated) | 31.03.2012 | 31.03.2011 (Restated) |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | 229,976 | 228,026 | 229,976 | 228,026 |
| Operating expenses | A8 | (190,917) | (178,271) | (190,917) | (178,271) |
| Other operating income | A9 | 9,303 | 7,153 | 9,303 | 7,153 |
| Profit from operations | | 48,362 | 56,908 | 48,362 | 56,908 |
| Finance cost | | (2,695) | (802) | (2,695) | (802) |
| | | 45,667 | 56,106 | 45,667 | 56,106 |
| <i>Share of profit/ (loss) in an associate</i> | | 141 | (31) | 141 | (31) |
| <i>Share of losses in a jointly controlled entity</i> | | (1,017) | (1,156) | (1,017) | (1,156) |
| Profit before taxation | | 44,791 | 54,919 | 44,791 | 54,919 |
| Taxation | B5 | (15,269) | (16,869) | (15,269) | (16,869) |
| Profit for the financial period | | 29,522 | 38,050 | 29,522 | 38,050 |
| Attributable to: | | | | | |
| Owners of the parent | | 32,454 | 40,270 | 32,454 | 40,270 |
| Non-controlling interests | | (2,932) | (2,220) | (2,932) | (2,220) |
| | | 29,522 | 38,050 | 29,522 | 38,050 |
| Basic earnings per ordinary share (sen) | | 4.39 | 5.45 | 4.39 | 5.45 |
| Diluted earnings per ordinary share (sen) | | 4.39 | 5.45 | 4.39 | 5.45 |

(The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31st December 2011)

Notes on Operating Expenses:

Included in the Operating Expenses are depreciation and amortisation expenses:

| | | | | |
|--|----------|----------|----------|----------|
| | (10,827) | (11,922) | (10,827) | (11,922) |
|--|----------|----------|----------|----------|

**Unaudited Condensed Statement of Other Comprehensive Income
For the period ended 31 March 2012**

| | 3 months ended | | Financial period ended | |
|--|----------------|--------------------------|------------------------|--------------------------|
| | 31.03.2012 | 31.03.2011 (Restated) | 31.03.2012 | 31.03.2011 (Restated) |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Profit for the financial period | 29,522 | 38,050 | 29,522 | 38,050 |
| Other comprehensive income | | | | |
| - exchange differences on translating foreign operations | (3,034) | 260 | (3,034) | 260 |
| - fair value adjustment on available-for-sale financial assets | (45) | 113 | (45) | 113 |
| Total comprehensive income for the financial period | 26,443 | 38,423 | 26,443 | 38,423 |
| Attributable to: | | | | |
| Owners of the parent | 29,473 | 40,801 | 29,473 | 40,801 |
| Non-controlling interests | (3,030) | (2,378) | (3,030) | (2,378) |
| | 26,443 | 38,423 | 26,443 | 38,423 |

(The unaudited Condensed Statement of Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31st December 2011)

**Unaudited Condensed Consolidated Statement of Financial Position
As at 31 March 2012**

| | 31 March 2012 | 31 December 2011 | 1 January 2011 |
|---|------------------|----------------------|----------------------|
| | RM'000 | (Restated) RM'000 | (Restated) RM'000 |
| Non-current assets | | | |
| Property, plant and equipment | 528,048 | 524,022 | 576,579 |
| Investment properties | 8,433 | 8,495 | 16,068 |
| Intangible assets | 103,596 | 100,957 | 58,299 |
| Investment in an associate | 6,708 | 6,567 | 10,144 |
| Investment in jointly-controlled entity | 6,385 | 7,402 | 11,322 |
| Other investments | | | |
| -Held-to-maturity investments | 10,000 | 5,000 | 10,000 |
| -Financial assets at fair value through profit or loss | 42,633 | 42,518 | 28,007 |
| -Available-for-sale investment | 6,679 | 6,822 | 6,255 |
| Deferred tax assets | 59 | 60 | 574 |
| | 712,541 | 701,843 | 717,248 |
| Current assets | | | |
| Inventories | 146,947 | 139,449 | 210,502 |
| Trade and other receivables | 224,620 | 212,304 | 190,058 |
| Current tax assets | 676 | 276 | 87 |
| Other investments | | | |
| -Held-to-maturity investments | - | 5,000 | 5,000 |
| Short term deposits | 404,082 | 386,173 | 130,462 |
| Cash and bank balances | 109,340 | 107,510 | 86,226 |
| | 885,665 | 850,712 | 622,335 |
| Non-current assets held for sale | 32,418 | 32,418 | 24,120 |
| TOTAL ASSETS | 1,630,624 | 1,584,973 | 1,363,703 |

**Unaudited Condensed Consolidated Statement of Financial Position
As at 31 March 2012 (cont'd)**

| | 31 March 2012 | 31 December 2011 | 1 January 2011 |
|--|------------------|----------------------|----------------------|
| | RM'000 | (Restated) RM'000 | (Restated) RM'000 |
| EQUITY AND LIABILITIES | | | |
| Share capital | 738,564 | 738,564 | 738,564 |
| Treasury shares | (225) | (225) | (225) |
| Reserves | 290,329 | 327,320 | 269,883 |
| Equity attributable to owners of the parent | 1,028,668 | 1,065,659 | 1,008,222 |
| Non-controlling interests | 37,356 | 40,195 | 27,335 |
| Total equity | 1,066,024 | 1,105,854 | 1,035,557 |
| Non-current liabilities | | | |
| Borrowings | 207,072 | 207,194 | 42,066 |
| Deferred tax liabilities | 72,551 | 72,570 | 79,026 |
| | 279,623 | 279,764 | 121,092 |
| Current liabilities | | | |
| Trade and other payables | 155,659 | 132,431 | 138,855 |
| Borrowings | 54,530 | 55,335 | 53,065 |
| Dividend payable | 66,464 | - | - |
| Taxation | 8,324 | 11,589 | 15,134 |
| | 284,977 | 199,355 | 207,054 |
| Total Liabilities | 564,600 | 479,119 | 328,146 |
| TOTAL EQUITY AND LIABILITIES | 1,630,624 | 1,584,973 | 1,363,703 |
| Net assets per share attributable to ordinary equity holders of the parent company (RM) | 1.39 | 1.44 | 1.37 |

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31st December 2011)

Unaudited Condensed Consolidated Statements of Changes in Equity
For the period ended 31 March 2012

[----- Attributable to equity holders of the Company -----]
 [-----Non-distributable -----] [-----Distributable-----]
 Reserves Reserves

| | Share capital RM'000 | Foreign exchange translation reserves RM'000 | Share option reserve RM'000 | Available- for-sale reserve RM'000 | Treasury shares RM'000 | Retained earnings RM'000 | Total RM'000 | Non- controlling interest RM'000 | Total Equity RM'000 |
|--|----------------------------|--|--------------------------------------|---|------------------------------|--------------------------------|------------------|---|------------------------|
| Balance as at 1 January 2012 | 738,564 | 23,972 | 854 | 233 | (225) | 302,261 | 1,065,659 | 40,195 | 1,105,854 |
| Total comprehensive income for the year | | (2,934) | (2) | (45) | - | 32,454 | 29,473 | (3,030) | 26,443 |
| <u>Transactions with owners</u> | | | | | | | | | |
| Acquisition of a subsidiary | - | - | - | - | - | - | - | 191 | 191 |
| Dividend | | | | | | | | | |
| <i>Second Interim Dividend and Special Interim Dividend for the financial year ended 31 December 2011, paid on 18 April 2012</i> | - | - | - | - | - | (66,464) | (66,464) | - | (66,464) |
| Balance as at 31 March 2012 | 738,564 | 21,038 | 852 | 188 | (225) | 268,251 | 1,028,668 | 37,356 | 1,066,024 |

**Unaudited Condensed Consolidated Statements of Changes in Equity
For the period ended 31 March 2011**

[----- Attributable to equity holders of the Company -----]
[-----Non-distributable -----] [-----Distributable-----]
Reserves Reserves

| | Share capital RM'000 | Foreign exchange translation reserves RM'000 | Share option reserve RM'000 | Available- for-sale reserve RM'000 | Treasury shares RM'000 | Retained earnings RM'000 | Total RM'000 | Non- controlling interest RM'000 | Total Equity RM'000 |
|--|----------------------------|--|--------------------------------------|---|------------------------------|--------------------------------|-----------------|---|------------------------|
| Balance as at 1 January 2011 | 738,564 | 20,721 | 536 | 100 | (225) | 248,526 | 1,008,222 | 27,335 | 1,035,557 |
| Total comprehensive income for the year | - | 416 | 2 | 113 | - | 40,270 | 40,801 | (2,378) | 38,423 |
| <u>Transactions with owners</u> | | | | | | | | | |
| Dividend | | | | | | | | | |
| <i>Second Interim Dividend and Special Interim Dividend for the financial year ended 31 December 2010, paid on 19 April 2011</i> | | | | | | | | | |
| | - | - | - | - | - | (66,464) | (66,464) | - | (66,464) |
| Balance as at 31 March 2011 | 738,564 | 21,137 | 538 | 213 | (225) | 222,332 | 982,559 | 24,957 | 1,007,516 |

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31st December 2011)

Unaudited Condensed Consolidated Statement of Cash Flows
For the period ended 31 March 2012

| | 31 March 2012 | 31 March 2011 (Restated) |
|--|-----------------|-----------------------------|
| | RM'000 | RM'000 |
| Profit before taxation | 44,791 | 54,919 |
| Adjustments for non-cash flow items:- | | |
| Share of (profit)/loss in an associate | (141) | 31 |
| Share of loss in jointly controlled entity | 1,017 | 1,156 |
| Non-cash items | 11,531 | 12,362 |
| Non-operating items | (1,280) | (1,184) |
| Operating profit before working capital changes | 55,918 | 67,284 |
| Changes in working capital | | |
| Net change in current assets | 6,240 | 18,639 |
| Net change in current liabilities | (5,502) | (21,990) |
| | 738 | (3,351) |
| Cash generated from operations | 56,656 | 63,933 |
| Net tax paid | (18,905) | (17,095) |
| Net cash from operating activities | 37,751 | 46,838 |
| Investing Activities | | |
| Proceeds from disposal of property, plant and equipment | 238 | 628 |
| Proceeds from disposal of non-current assets held for sale | - | 3,626 |
| Purchases of property, plant and equipment | (14,941) | (5,798) |
| Purchases of intangible assets | (609) | (174) |
| Acquisition of subsidiaries, net of cash acquired | (1,553) | - |
| Investment redeemed on maturity | 5,000 | - |
| Investment in financial products | (5,104) | (45) |
| Interest and investment income received | 2,126 | 997 |
| Net cash used in investing activities | (14,843) | (766) |
| Financing Activities | | |
| Interest paid | (80) | (334) |
| Repayment of hire purchase | (65) | (42) |
| Repayment of term loan | (836) | (720) |
| Repayment of finance lease | (211) | (143) |
| Net cash used in financing activities | (1,192) | (1,239) |
| Net Increase in Cash & Cash Equivalents | 21,716 | 44,833 |
| Effect of exchange rates fluctuations on cash held | (1,977) | 291 |
| Cash & Cash Equivalents at beginning of the period | 493,683 | 216,688 |
| Cash & Cash Equivalents at end of the period | 513,422 | 261,812 |

(The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31st December 2011).

Notes to the interim financial report

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2011.

The Group has adopted the Malaysian Financial Reporting Standards ("MFRSs") framework issued by the Malaysian Accounting Standards Board ("MASB") with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to converge Malaysia's existing Financial Reporting Standards ("FRS") framework with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board.

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2011 except for the financial effects upon first-time adoption of MFRSs.

Upon first-time adoption of MFRSs, the Group applied MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*, resulting in a reclassification of certain assets presented in the opening MFRS consolidated statement of financial position with no consequential effects on reported profits or equity in the comparative period. The effects of this first-time adoption of MFRS 1 are as follows:

Comparative balances as at 1 January 2011

| | As previously reported RM'000 | Effects of transition to MFRSs RM'000 | As restated RM'000 |
|-------------------------------|----------------------------------|--|-----------------------|
| Property, plant and equipment | 580,225 | (3,646) | 576,579 |
| Intangible assets | 54,653 | 3,646 | 58,299 |

Comparative balances as at 31 December 2011

| | As previously reported RM'000 | Effects of transition to MFRSs RM'000 | As restated RM'000 |
|-------------------------------|----------------------------------|--|-----------------------|
| Property, plant and equipment | 526,644 | (2,622) | 524,022 |
| Intangible assets | 98,335 | 2,622 | 100,957 |

The comparative information for the relevant period in the condensed consolidated statements of cash flows have been restated as follows:-

| | As previously reported RM'000 | Effects of transition to MFRSs RM'000 | As restated RM'000 |
|--|----------------------------------|--|-----------------------|
| Purchases of property, plant and equipment | (5,972) | 174 | (5,798) |
| Purchases of intangible assets | - | (174) | (174) |

Notes to the interim financial report

A2. Seasonal or cyclical factors

The operations of our major business segment are generally affected by the major festive seasons.

A3. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2012.

A4. Changes in estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect on the current quarter.

A5. Debt and equity securities

There were no other issuances and repayment of debts and equity securities, share cancellations and resale of treasury shares during the financial period ended 31 March 2012.

A6. Dividend paid

No dividend was paid in the current financial period ended 31 March 2012.

A7. Segment Reporting

Business Segment

3 months ended 31 March 2012

| | Financial period ended 31 March 2012 | | |
|--|--------------------------------------|----------------|---------------|
| | Assets | Revenue | Segment |
| | RM'000 | RM'000 | results |
| | | | RM'000 |
| Print and new media | 1,236,697 | 188,928 | 53,584 |
| Broadcasting | 111,765 | 11,982 | (947) |
| Event, exhibition, interior and thematic | 181,124 | 26,377 | (6,555) |
| Television channel | 48,849 | 1,874 | (381) |
| Others | 52,189 | 815 | (34) |
| | <u>1,630,624</u> | <u>229,976</u> | 45,667 |
| Share of result in an associate | | | 141 |
| Share of result in a jointly controlled entity | | | (1,017) |
| Profit before tax | | | <u>44,791</u> |

Notes to the interim financial report**A7. Segment Reporting (cont'd)****3 months ended 31 March 2011**

| | Financial period ended 31 March 2011 | | |
|---|---|---------------------------|---------------------------------------|
| | Assets RM'000 | Revenue RM'000 | Segment results RM'000 |
| Print and new media | 1,103,387 | 195,181 | 59,347 |
| Broadcasting | 79,945 | 11,953 | 1,227 |
| Event, exhibition, interior and thematic | 141,401 | 19,926 | (4,788) |
| Others | 48,084 | 966 | 320 |
| | <u>1,372,817</u> | <u>228,026</u> | <u>56,106</u> |
| Share of results in an associate | | | (31) |
| Share of results in a jointly controlled entity | | | (1,156) |
| Profit before tax | | | <u>54,919</u> |

A8. Operating expenses

| | 3 months ended | | Financial period ended | |
|----------------------------|------------------------------|------------------------------|-------------------------------|------------------------------|
| | 31.03.2012 RM'000 | 31.03.2011 RM'000 | 31.03.2012 RM'000 | 31.03.2011 RM'000 |
| Allowance of credit losses | 775 | 814 | 775 | 814 |
| Foreign exchange loss | 467 | 712 | 467 | 712 |

A9. Other operating income

| | 3 months ended | | Financial period ended | |
|---------------------------------------|------------------------------|------------------------------|-------------------------------|------------------------------|
| | 31.03.2012 RM'000 | 31.03.2011 RM'000 | 31.03.2012 RM'000 | 31.03.2011 RM'000 |
| Interest income | 3,128 | 1,790 | 3,128 | 1,790 |
| Investment income | 845 | 196 | 845 | 196 |
| Gain on disposal of quoted investment | 82 | - | 82 | - |
| Gain on disposal of properties | - | 68 | - | 68 |
| Foreign exchange gain | 11 | 45 | 11 | 45 |
| Other income | 5,237 | 5,054 | 5,237 | 5,054 |

Notes to the interim financial report

A10. Events subsequent to the end of the reporting period

There are no material events subsequent to the end of the reporting period under review that have not been reflected in the quarterly financial statements.

A11. Changes in composition of the Group

On 6 January 2012, the Company announced the completion of the Proposed Acquisition to acquire 2,484,834 fully paid ordinary shares of RM1.00 each, representing 83.61% of the entire issued and paid-up share capital of Red Tomato Media Sdn Bhd ("RTMSB") for a cash consideration of RM1,490,900.40. The completion results in RTMSB becoming a subsidiary of the Company.

A12. Changes in contingent liabilities

The contingent liabilities of the Group, arising from a subsidiary company, are as follow:

| | |
|----------------------------------|--------|
| | RM'000 |
| Project related bonds/ Guarantee | 28,598 |
| Rental guarantee | 1,485 |
| | ----- |
| | 30,083 |
| | ===== |

A13. Capital commitments

| | |
|---|--------|
| | RM'000 |
| Authorised capital expenditure not provided for in the financial statements | |
| - contracted | 46,193 |
| - not contracted | 8,369 |
| | ----- |
| | 54,562 |
| | ===== |

Included in the contracted capital commitments is an amount of RM10,000,000 relating to balance subscription for the investment in a jointly controlled entity of the Company. The amount was supposed to be paid on or before 16 May 2010, but it has been deferred indefinitely pending review by the Company and joint venture partner.

Additional information required by Bursa Malaysia Securities Listing Requirements**B1. Review of performance**

| | Current Year Quarter 31.03.2012 RM'000 | Preceding Year Corresponding Quarter 31.03.2011 RM'000 |
|-------------------------------------|---|--|
| Revenue | 229,976 | 228,026 |
| Consolidated Profit before taxation | 44,791 | 54,919 |
| Consolidated Profit after taxation | 29,522 | 38,050 |

It was a slow start in 2012 as Group revenue in 1Q rose by only a marginal 0.9% against the same quarter of 2011, while operating expenses and finance cost increased at a faster rate. As a result, Group profit before tax and after tax in 1Q 2012 fell 18.4 % and 22.4% respectively against the corresponding quarter of 2011.

Performance of the respective business segments for 1Q in the current year as compared to the corresponding quarter of preceding year is analysed as follows:-

Print and New Media – The decrease in profit before tax by RM5.76 million (9.7%) to RM53.58 million was due to a 3.2 % decline in revenue to RM188.93 million. The close proximity of Chinese New Year in January to Christmas (December, 2011) and the holiday season resulted in a shorter window for promotions by advertisers. As a result, industry advertising spending in 1Q 2012 dipped by 1.0% against 2011 (Nielsen Media Research).

Broadcasting – The decrease in profit before tax by RM2.17 million was mainly due to increase in expenses which included the amortisation of Capital FM radio licence. Segment revenue improved by a slight 0.2% in 1Q 2012. Excluding the losses and amortisation of the Capital FM radio license, this segment made a small profit before tax of RM0.25 million in Q1 2012.

Event, exhibition, interior and thematic – Revenue increased by 32.4% to RM26.38 million in Q1 2012. The increase was attributed to higher revenue in the thematic and interior design division particularly revenue from interior design work at Resorts World Sentosa. Despite the increase in revenue, profit before tax reduced by 36.9% due to higher cost of sales and operating expenses.

Television channel – The revenue contribution from Li TV Holdings Limited amounted to RM1.87 million. However, the high operating cost of television programmes, transmission cost and marketing cost resulted in a segment loss of RM0.38 million.

Additional information required by Bursa Malaysia Securities Listing Requirements**B2. Variation of results against preceding quarter**

| | Current Quarter 31.03.2012 RM'000 | Preceding Quarter 31.12.2011 RM'000 |
|-------------------------------------|--|--|
| Revenue | 229,976 | 301,346 |
| Consolidated Profit before taxation | 44,791 | 67,167 |
| Consolidated Profit after taxation | 29,522 | 51,689 |

Group revenue for 1Q 2012 was lower at RM229.98 million compared to RM301.35 million in the preceding quarter ended 31 December 2011. Group profit before tax for the current quarter was lower at RM44.79 million compared to RM67.17 million in the preceding quarter as a result of lower revenue and higher costs in 1Q 2012.

B3. Current year prospects

The Malaysian Institute of Economic Research ("MIER") is projecting GDP growth of 4.2% in 2012 on the back of government spending and the implementation of various Economic Transformation Programme (ETP) projects.

In the media sector, things are expected to pick up slightly driven by two major sports events in the coming months i.e. the European Soccer Championship and the Olympics although it must be noted that these are principally television driven events.

The media related segments of the Group, such as Print & New Media, Broadcasting and Television Channel will continue with efforts to grow advertising revenue through more innovative marketing.

The Event, Exhibition, Interior and Thematic segment will fan out and explore more opportunities in the Gulf region, especially those that have not been affected by any political upheavals or regime changes. These include countries like United Arab Emirates, Oman and Qatar. It will also continue to seek out new markets in China and emerging markets in the Indo-China region.

The Board of Directors expects the Company to perform satisfactorily for financial year ending 31 December 2012.

B4. Profit forecast

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

Additional information required by Bursa Malaysia Securities Listing Requirements**B5. Taxation**

Taxation comprises the following: -

| | 3 months ended | | Financial period ended | |
|---|----------------|------------|------------------------|------------|
| | 31.03.2012 | 31.03.2011 | 31.03.2012 | 31.03.2011 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Current period tax expense based on profit for the financial period | | | | |
| 1. Malaysian taxation | 15,070 | 16,761 | 15,070 | 16,761 |
| 2. Foreign taxation | 199 | 108 | 199 | 108 |
| 3. Deferred taxation | - | - | - | - |
| | 15,269 | 16,869 | 15,269 | 16,869 |

The effective tax rate on the Group's profit for the financial period under review is higher than the statutory tax rate due to the tax impact of non-deductible expenses.

B6. Retained Earnings

| | As at 31.03.2012 RM'000 | As at 31.12.2011 RM'000 |
|--|-------------------------------|-------------------------------|
| Total retained profits of Star Publications (Malaysia) Berhad and its subsidiaries | | |
| -Realised | 285,765 | 339,518 |
| -Unrealised | (70,511) | (70,541) |
| | <hr/> 215,254 | <hr/> 268,977 |
| Total share of accumulated losses from associate company | | |
| -Realised | (2,824) | (2,793) |
| -Unrealised | 183 | 11 |
| Total share of accumulated losses from jointly controlled entity | | |
| -Realised | (13,557) | (12,540) |
| -Unrealised | - | - |
| Consolidation adjustments | 69,195 | 48,606 |
| Total group retained profits as per consolidated accounts | <hr/> 268,251 | <hr/> 302,261 |

B7. Status of corporate proposal announced**(a) Corporate Proposal**

There were no corporate proposals announced but not completed as at the date of this report.

(b) Status of utilisation of proceeds

The proceeds raised from the issuance of MTN in year 2011 have been fully utilised for working capital purposes.

Additional information required by Bursa Malaysia Securities Listing Requirements**B8. Borrowings and debt securities**

The Group's borrowings and debt securities as at the end of the first quarter are as follows:

| | As at 31.03.2012 RM'000 | As at 31.03.2011 RM'000 |
|--|-------------------------------|-------------------------------|
| <u>Short Term Borrowings</u> | | |
| Unsecured | | |
| Commercial paper | - | 50,835 |
| Hire purchase | 169 | 171 |
| Finance lease | 855 | 858 |
| | 1,024 | 51,864 |
| Secured | | |
| Term loan | 53,506 | 1,022 |
| | 54,530 | 52,886 |
| <u>Long Term Borrowings</u> | | |
| Unsecured | | |
| 5-years MTN 2011/2016 with a coupon rate of 4.50% per annum, maturing on 11 May 2016 | 100,000 | - |
| 7-years MTN 2011/2018 with a coupon rate of 4.80% per annum, maturing on 11 May 2018 | 100,000 | - |
| | 200,000 | - |
| Hire purchase | 863 | 870 |
| Finance lease | 6,209 | 7,064 |
| | 207,072 | 7,934 |
| Secured | | |
| Term loan | - | 34,027 |
| | 207,072 | 41,961 |

Except for the secured term loan and hire purchase of RM871,840 which are denominated in Singapore Dollar, other borrowings are in Ringgit Malaysia.

B9. Changes in material litigation

There are several libel suits which involve claims against the Company of which the outcome and probable compensation, if any, cannot be determined at this juncture.

Additional information required by Bursa Malaysia Securities Listing Requirements**B10. Dividend**

No interim dividend have been recommended for the current quarter under review (Quarter 1 2011 : Nil).

In respect of the financial year ended 31 December 2011, the Board of Directors declared a second interim dividend of 6.0 sen per ordinary shares, single tier, and a special interim dividend of 3.0 sen per ordinary share, tax exempt, which was paid on 18 April 2012 (2011 : second interim dividend of 6.0 sen per ordinary shares less tax and a special interim tax exempt dividend of 3.0 sen per ordinary share).

B11. Basic earnings per share

The basic earnings per share has been calculated based on the Group's profit after taxation attributable to equity holders of the parent divided by the weighted average number of ordinary shares outstanding during the financial period.

| | 3 months ended | | Financial period ended | |
|---|----------------|-------------|------------------------|-------------|
| | 31.03.2012 | 31.03.2011 | 31.03.2012 | 31.03.2011 |
| Group's profit after taxation attributable to equity holders of the parent (RM'000) | 32,454 | 40,270 | 32,454 | 40,270 |
| Number of shares at the beginning of the year ('000) | 738,493 | 738,493 | 738,493 | 738,493 |
| Effect of Share Buy Back during the year ('000) | - | - | - | - |
| Weighted average number of ordinary shares outstanding ('000) | 738,493 | 738,493 | 738,493 | 738,493 |
| Basic earnings per share (sen) | 4.39 | 5.45 | 4.39 | 5.45 |

Diluted earnings per share

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.

By Order of the Board

Ong Wei Lymn

Company Secretary
23 May 2012
Petaling Jaya, Selangor Darul Ehsan