



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

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER
ENDED 31 DECEMBER 2012**

Unaudited Condensed Consolidated Income Statement

	Note	3 months ended		Financial year ended	
		31.12.2012	31.12.2011 (Restated)	31.12.2012	31.12.2011 (Restated)
		RM'000	RM'000	RM'000	RM'000
Revenue		294,106	301,346	1,079,907	1,067,668
Operating expenses	A8	(275,164)	(238,839)	(923,874)	(830,435)
Other operating income	A9	96,898	8,683	119,110	26,885
Profit from operations		115,840	71,190	275,143	264,118
Finance cost		(2,801)	(2,969)	(10,961)	(9,044)
		113,039	68,221	264,182	255,074
<i>Share of profits/(losses) in an associate</i>		508	(181)	218	(687)
<i>Share of losses in a jointly controlled entity</i>		(1,042)	(873)	(4,752)	(3,856)
Profit before taxation		112,505	67,167	259,648	250,531
Taxation	B5	(18,023)	(15,478)	(58,905)	(65,219)
Profit for the financial year		94,482	51,689	200,743	185,312
Attributable to:					
Owners of the parent		97,107	50,435	208,099	186,665
Non-controlling interests		(2,625)	1,254	(7,356)	(1,353)
		94,482	51,689	200,743	185,312
Basic earnings per ordinary share (sen)		13.15	6.83	28.18	25.28
Diluted earnings per ordinary share (sen)		13.15	6.83	28.18	25.28

(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:

	(12,761)	(12,611)	(48,832)	(49,199)
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**Unaudited Condensed Statement of Other Comprehensive Income
For the year ended 31 December 2012**

	3 months ended		Financial year ended	
	31.12.2012	31.12.2011 (Restated)	31.12.2012	31.12.2011 (Restated)
	RM'000	RM'000	RM'000	RM'000
Profit for the financial year	94,482	51,689	200,743	185,312
Other comprehensive income				
- exchange differences on translating foreign operations	480	(428)	(3,031)	4,630
- fair value adjustment on available-for-sale financial assets	(30)	(180)	28	133
Total comprehensive income for the financial year	94,932	51,081	197,740	190,075
Attributable to:				
Owners of the parent	98,750	48,597	206,540	190,064
Non-controlling interests	(3,818)	2,484	(8,800)	11
	94,932	51,081	197,740	190,075

(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 December 2012**

	31 December 2012	31 December 2011	1 January 2011
	RM'000	(Restated) RM'000	(Restated) RM'000
Non-current assets			
Property, plant and equipment	535,106	524,022	576,579
Investment properties	8,248	8,495	16,068
Intangible assets	122,454	100,957	58,299
Investment in an associate	-	6,567	10,144
Investment in jointly-controlled entity	2,650	7,402	11,322
Other investments			
-Held-to-maturity investments	15,000	5,000	10,000
-Financial assets at fair value through profit or loss	39,179	42,518	28,007
-Available-for-sale investment	6,772	6,822	6,255
Deferred tax assets	585	60	574
Other receivables	122,950	-	-
	852,944	701,843	717,248
Current assets			
Inventories	160,286	139,449	210,502
Trade and other receivables	208,711	212,304	190,058
Current tax assets	-	276	87
Other investments			
-Held-to-maturity investments	-	5,000	5,000
Short term deposits	363,569	386,173	130,462
Cash and bank balances	110,166	107,510	86,226
	842,732	850,712	622,335
Non-current assets held for sale	-	32,418	24,120
TOTAL ASSETS	1,695,676	1,584,973	1,363,703

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

	31 December 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	(583)	(225)	(225)
Reserves	401,093	327,320	269,883
Equity attributable to owners of the parent	1,139,074	1,065,659	1,008,222
Non-controlling interests	31,411	40,195	27,335
Total equity	1,170,485	1,105,854	1,035,557
Non-current liabilities			
Other payables	10,095	-	-
Borrowings	206,475	207,194	42,066
Deferred tax liabilities	68,362	72,570	79,026
	284,932	279,764	121,092
Current liabilities			
Trade and other payables	171,937	132,431	138,855
Borrowings	58,323	55,335	53,065
Taxation	9,999	11,589	15,134
	240,259	199,355	207,054
Total Liabilities	525,191	479,119	328,146
TOTAL EQUITY AND LIABILITIES	1,695,676	1,584,973	1,363,703
Net assets per share attributable to owners of the parent company (RM)	1.54	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 year ended 31 December 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	-	(1,611)	24	28	-	208,099	206,540	(8,800)	197,740
<u>Transactions with owners</u>									
Acquisition of a subsidiary	-	-	-	-	-	-	-	(191)	(191)
Ordinary share capital contributed by non-controlling interest of a subsidiary	-	-	-	-	-	-	-	300	300
Share options granted under Employee Share Option Scheme ("ESOS") of a subsidiary	-	-	161	-	-	-	161	90	251
Repurchase of shares	-	-	-	-	(358)	-	(358)	-	(358)
Dividend									
<i>Dividends paid to non-controlling interest</i>	-	-	-	-	-	-	-	(183)	(183)
<i>Second Interim Dividend and Special Dividend for the financial year ended 31 December 2011, paid on 18 April 2012</i>	-	-	-	-	-	(66,464)	(66,464)	-	(66,464)
<i>First Interim Dividend and Special Dividend for the financial year ended 31 December 2012, paid on 18 October 2012</i>	-	-	-	-	-	(66,464)	(66,464)	-	(66,464)
Balance as at 31 December 2012	738,564	22,361	1,039	261	(583)	377,432	1,139,074	31,411	1,170,485

**Unaudited Condensed Consolidated Statements of Changes in Equity
For the year ended 31 December 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	-	3,251	15	133	-	186,665	190,064	11	190,075
<u>Transactions with owners</u>									
Acquisition of subsidiaries	-	-	-	-	-	-	-	13,978	13,978
Share options granted under Employee Share Option Scheme ("ESOS") of a subsidiary	-	-	303	-	-	-	303	174	477
Dividend									
<i>Dividends paid to non-controlling interest</i>	-	-	-	-	-	-	-	(1,303)	(1,303)
<i>Second Interim Dividend and Special Dividend for the financial year ended 31 December 2010, paid on 19 April 2011</i>	-	-	-	-	-	(66,465)	(66,465)	-	(66,465)
<i>First Interim Dividend and Special Dividend for the financial year ended 31 December 2011, paid on 18 October 2011</i>	-	-	-	-	-	(66,465)	(66,465)	-	(66,465)
Balance as at 31 December 2011	738,564	23,972	854	233	(225)	302,261	1,065,659	40,195	1,105,854

(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 year ended 31 December 2012

	31 December 2012	31 December 2011 (Restated)
	RM'000	RM'000
Profit before taxation	259,648	250,531
Adjustments for non-cash flow items:-		
Share of (profits)/losses in an associate	(218)	687
Share of losses in a jointly controlled entity	4,752	3,856
Non-cash items	(11,504)	54,557
Non-operating items	(4,684)	(5,011)
Operating profit before working capital changes	247,994	304,620
Changes in working capital		
Net change in current assets	(21,405)	54,639
Net change in current liabilities	38,393	(25,076)
	16,988	29,563
Cash generated from operations	264,982	334,183
Net tax paid	(64,845)	(75,184)
Retirement benefit paid	-	2
Net cash from operating activities	200,137	259,001
Investing Activities		
Proceeds from disposal of property, plant and equipment	672	1,912
Proceeds from disposal of non-current assets held for sale	-	25,503
Proceeds from disposal of investment properties	-	5,356
Proceeds from disposal of investment in an associate	5,968	-
Purchases of property, plant and equipment	(55,722)	(24,509)
Purchases of intangible assets	(1,231)	(1,058)
Purchases of television programmes rights	-	(1,283)
Repurchase of shares	(358)	-
Acquisition of a subsidiary, net of cash acquired	(1,553)	(19,320)
Acquisition of a new business, net of cash acquired	(28,800)	-
Investment redeemed on maturity	5,000	5,000
Investment in quoted securities	-	(4,978)
Investment in unquoted securities	(3,430)	(3,866)
Investment in financial products	(10,406)	(5,360)
Interest and investment income received	13,931	12,252
Net cash used in investing activities	(75,929)	(10,351)
Financing Activities		
Interest paid	(10,627)	(6,112)
Repayment of hire purchase	(330)	(184)
Repayment/net drawdown of term loan	1,160	17,911
Repayment of finance lease	(847)	(856)
Issuance of MTN	-	200,000
Repayment of Commercial Paper	-	(52,000)
Ordinary share capital contributed by non-controlling interest of a subsidiary	300	-
Dividends paid	(132,928)	(132,930)
Dividends paid to non-controlling interest of subsidiary	(183)	(2,330)
Net cash (used in)/from financing activities	(143,455)	23,499

Unaudited Condensed Consolidated Statement of Cash Flows
For the year ended 31 December 2012 (cont'd)

	31 December 2012	31 December 2011
	RM'000	(Restated) RM'000
Net (Decrease)/Increase in Cash & Cash Equivalents	(19,247)	272,149
Effect of exchange rates fluctuations on cash held	(701)	4,846
Cash & Cash Equivalents at beginning of the year	493,683	216,688
Cash & Cash Equivalents at end of the year	473,735	493,683

(The unaudited Condensed Consolidated Statement of Cash Flows 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

Notes to the interim financial report

The comparative information for the relevant year in the condensed consolidated statement 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	(25,567)	1,058	(24,509)
Purchases of intangible assets	-	(1,058)	(1,058)

The net present value of the receivable amount of RM122,950,000 from the disposal of section 13 land in exchange for a building is recorded in the non-current assets as other receivables.

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 year ended 31 December 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

As at the date of this report, the Company has repurchased 125,000 of its issued and paid-up ordinary share capital from the open market. The average price paid for the shares repurchased was RM2.86 per share. The repurchase transactions were financed by internally generated funds and the shares repurchased are held as Treasury Shares by the Company in accordance with the requirement of the Section 67A of the Companies Act 1965.

Other than the above, there were no other issuances and repayment of debts and equity securities, share cancellations and resale of treasury shares during the financial year ended 31 December 2012.

Notes to the interim financial report**A6. Dividend paid**

	2012 RM'000	2011 RM'000
<u>In respect of the financial year ended 31 December 2010</u>		
Second interim dividend of 6.0 sen per ordinary share, single tier, and special tax exempt dividend of 3.0 sen per ordinary share, paid on 19 April 2011	-	66,465
<u>In respect of the financial year ended 31 December 2011</u>		
First interim dividend of 6.0 sen per ordinary share, single tier, and special tax exempt dividend of 3.0 sen per ordinary share, paid on 18 October 2011	-	66,465
Second interim dividend of 6.0 sen per ordinary share, single tier, and special tax exempt dividend of 3.0 sen per ordinary share, paid on 18 April 2012	66,464	-
<u>In respect of the financial year ended 31 December 2012</u>		
First interim dividend of 6.0 sen per ordinary share, single tier, and special tax exempt dividend of 3.0 sen per ordinary share, paid on 18 October 2012	66,464	-
	132,928	132,930

A7. Segment Reporting**Business Segment****12 months ended 31 December 2012**

	Financial year ended 31 December 2012		
	Assets	Revenue	Segment
	RM'000	RM'000	results
			RM'000
Print and new media	1,297,861	794,350	274,241
Broadcasting	115,349	57,601	3,927
Event, exhibition, interior and thematic	198,143	215,896	(8,951)
Television channel	30,045	7,507	(5,893)
Others	54,278	4,553	858
	1,695,676	1,079,907	264,182
Share of results of an associate			218
Share of results of a jointly controlled entity			(4,752)
Profit before tax			259,648

Notes to the interim financial report

A7. Segment Reporting (cont'd)

12 months ended 31 December 2011

	Financial year ended 31 December 2011		
	Assets RM'000	Revenue RM'000	Segment results RM'000
Print and new media	1,205,149	821,619	247,938
Broadcasting	114,901	57,312	9,022
Event, exhibition, interior and thematic	162,862	183,073	437
Television channel	49,991	2,102	(2,371)
Others	52,070	3,562	48
	<u>1,584,973</u>	<u>1,067,668</u>	255,074
Share of results of an associate			(687)
Share of results of a jointly controlled entity			(3,856)
Profit before tax			<u>250,531</u>

A8. Operating expenses

	3 months ended		Financial year ended	
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
(Reversal)/Allowance of credit losses	(1,559)	(1,115)	951	1,433
Write off of receivables	99	4	102	5
Impairment on assets:-				
- Impairment on investment in an associate	-	2,890	-	2,890
- Impairment on investment in a jointly controlled entity	-	64	-	64
- Impairment on property, plant and equipment	832	-	832	-
- Impairment on goodwill	22,117	-	22,117	-
- Impairment on other investment	5,765	-	5,765	-
Loss on disposal of investment in an associate	817	-	817	-
Foreign exchange loss	139	1,498	1,234	2,451

Notes to the interim financial report**A9. Other operating income**

	3 months ended		Financial period ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Interest income	1,818	3,263	10,295	11,283
Investment income	1,655	1,215	5,345	2,772
Gain on disposal of quoted investment	-	-	82	-
Gain on disposal of properties	89,982	-	89,982	1,545
Accretion of non-current receivable	1,050	-	1,050	-
Foreign exchange gain	-	34	95	579
Other income	2,393	4,171	12,261	10,706
Total	96,898	8,683	119,110	26,885

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 acquisition of 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. The completion results in RTMSB becoming a subsidiary of the Company.

On 19 July 2012, the Company announced a proposed acquisition of the business of CNM Events Marketing Sdn Bhd and its assets by I.Star Ideas Factory Sdn Bhd, a wholly-owned subsidiary of the Company, for a purchase consideration of RM45,000,000. On 22 August 2012, the Company announced that the Proposed Acquisition was completed and I.Star Ideas Factory had acquired from CNM Events the business as managers, promoters and organisers of all kinds of events related to home and lifestyle exhibitions under the brand names 'Perfect Livin' and 'Perfect Lifestyle'.

On 16 November 2012, the Company announced the divestment of 5,000,000 ordinary shares of SGD1.00 each, representing 20% of the issued and paid-up share capital in its associate, 701SOU (Hong Kong) Pte Limited, for a cash consideration of SGD2,400,000, equivalent to RM5,968,341.

Notes to the interim financial report

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	14,353
Rental guarantee	1,597
	<hr/>
	<u>15,950</u>

A13. Capital commitments

	RM'000
Authorised capital expenditure not provided for in the financial statements	
- contracted	16,755
- not contracted	17,374
	<hr/>
	<u>34,129</u>

Additional information required by Bursa Malaysia Securities Listing Requirements

B1. Review of performance

	Current Year Quarter 31.12.2012 RM'000	Preceding Year Corresponding Quarter 31.12.2011 RM'000
Revenue	294,106	301,346
Consolidated Profit before taxation	112,505	67,167
Consolidated Profit after taxation	94,482	51,689

Group revenue in 4Q 2012 decreased by 2.4% to RM294.11 million from RM301.35 million in the same quarter of 2011. However, due to the gain from disposal of section 13 land in Petaling Jaya in exchange for a building in 4Q 2012, profit before tax and profit after tax both increased by 67.5% and 82.8% respectively.

Performance of the respective business segments for 4Q 2012 compared to the corresponding quarter of 2011 is as follows:-

Print and New Media – Print revenue declined by 3.5% or RM7.22 million to RM197.67 million mainly due to lower advertising revenue. New Media segment revenue also decreased by 0.6% to RM5.68 million. If the gain on disposal of section 13 land, impairment losses on goodwill and other investment are excluded, profit before tax for this segment fell by 13.2% to RM53.84 million from RM62.05 million in the last corresponding quarter.

Radio Broadcasting – Revenue increased by 3.3% to RM17.04 million as compared to RM16.50 million in the corresponding quarter of 2011 due to higher airtime bookings owing to the Group's newly acquired station Capital FM. As a result, this segment recorded a profit before tax of RM5 million in the current quarter under review compared to a profit before tax of RM1.87 million in the last corresponding quarter.

Event, exhibition, interior and thematic – Results of this segment are contributed by Cityneon and the newly acquired event management business, I.Star Ideas Factory Sdn Bhd (I.Star Ideas Factory). During the quarter under review, this segment's revenue decreased slightly by 1.9% to RM70.05 million from RM71.38 million compared to the last corresponding quarter of 2011. As a result of overall higher operating expenses, loss before tax increased by RM11.57 million in the current quarter under review.

Television channel – Li TV Holdings Ltd had revenue of RM1.90 million during the quarter but suffered a loss before tax of RM1.91 million due to higher programme and marketing expenses.

Additional information required by Bursa Malaysia Securities Listing Requirements

B1. Review of performance (cont'd)

	Financial Year 31.12.2012 RM'000	Preceding Year 31.12.2011 RM'000
Revenue	1,079,907	1,067,668
Consolidated Profit before taxation	259,648	250,531
Consolidated Profit after taxation	200,743	185,312

Performance of the company and subsidiaries for financial year ended 31 December 2012 vs 31 December 2011

Group revenue rose by 1.1% due to better revenue from event and exhibition and television segments. Profit before tax increased by 3.6% to RM259.65 million against RM250.53 million for the corresponding year ended 31 December 2011 mainly due to the gain on disposal of section 13 land in exchange for a building.

Performance of the respective business segments are as follows:-

Print and New Media – Print revenue for the current financial year declined to RM768.41 million from RM798.12 million due mainly to lower advertising revenue. However, New Media revenue increased by 10.4% to RM25.94 million for the financial year ended 31 December 2012. If the gain on disposal of section 13 land, impairment losses on goodwill and other investment are excluded, profit before tax fell to RM212.06 million from RM247.94 million.

Radio Broadcasting – Revenue increased slightly by 0.5% due to higher airtime bookings in 4Q 2012. However, profit before tax decreased by 56.5% to RM3.93 million in the current financial year as a result of losses recorded by Capital FM. If the losses and amortisation of licence of Capital FM are excluded, the segment would have made a higher profit before tax of RM8.33 million.

Event, exhibition, interior and thematic – This segment is contributed by Cityneon and the newly acquired event management business by I.Star Ideas Factory Sdn Bhd. Cityneon's revenue increased by 13.2% to RM207.26 million for the current financial year as compared to RM183.07 million in the financial year of 2011 mainly due to revenue growth from its Interior Architecture and Thematics Business. Due to higher operating expenses, loss before tax increased by RM7.88 million to RM12.01 million in the current financial year compared to a profit before tax of RM0.44 million in the previous financial year.

Revenue generated from I.Star Ideas Factory amounted to RM8.64 million which was contributed by Home & Lifestyle Exhibition held in Putra World Trade Centre, Penang, Mid Valley Exhibition Centre and Kuantan from August to December 2012. I.Star Ideas Factory recorded a profit before tax of RM3.06 million for the financial year ended 31 December 2012.

Television channel – Li TV Holdings Ltd had revenue of RM7.51 million for the current financial year ended 31 December 2012 but suffered a loss before tax of RM5.89 million due to higher programme and marketing expenses.

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

	Current Quarter 31.12.2012 RM'000	Preceding Quarter 30.09.2012 RM'000
Revenue	294,106	256,380
Consolidated Profit before taxation	112,505	43,795
Consolidated Profit after taxation	94,482	31,081

Group revenue for 4Q 2012 increased to RM294.11 million compared to RM256.38 million in the preceding quarter ended 30 September 2012. Group profit before tax also showed a significant increase from RM43.80 million to RM112.51 million mainly due to the gain from disposal of section 13 land.

B3. Current year prospects

According to the Malaysian Institute of Economic Research ("MIER"), the Consumer Sentiments Index was marginally higher at 118.7 points as compared to 118.3 points in 3Q 2012. The Business Condition Index, however, fell further by 1.9 points to 94.1 points in 4Q 2012.

The revenue growth for media related segments of the Group, such as the Print, New Media, Broadcasting and Television is very much affected by the adex growth of the market, particularly the print-related adex, which currently still contributes the majority of the Company's total revenue. However, the Group will continue to keep its focus and offer wider advertising platforms to its clients through offline and online channels.

In the events and exhibition business segment, Cityneon will try to turn around its business in 2013 by reducing operating expenses and closing loss making divisions as well as grow its revenue especially in the thematic and interior design businesses where there are expected to be more opportunities. I.Star Ideas Factory meanwhile will continue its efforts to grow its revenue and profits.

The Company and the Board of Directors expect the business environment in the media industry to remain highly challenging in 2013, and will do its best to ensure a satisfactory performance for the financial year ending 31 December 2013.

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 year ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Current period tax expense based on profit for the financial period				
1. Malaysian taxation	18,871	19,813	61,040	71,098
2. Foreign taxation	809	(281)	1,202	175
3. Deferred taxation	(1,657)	(4,054)	(3,337)	(6,054)
	18,023	15,478	58,905	65,219

The effective tax rate on the Group's profit for the financial year under review is marginally lower than the statutory tax rate due to some deductible expenses.

B6. Retained Earnings

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
Total retained profits of Star Publications (Malaysia) Berhad and its subsidiaries		
-Realised	414,447	339,518
-Unrealised	(69,283)	(70,541)
	345,164	268,977
Total share of accumulated losses from associate company		
-Realised	(2,565)	(2,793)
-Unrealised	-	11
Total share of accumulated losses from jointly controlled entity		
-Realised	(17,579)	(12,540)
-Unrealised	-	-
Consolidation adjustments	52,412	48,606
Total group retained profits as per consolidated accounts	377,432	302,261

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

B8. Borrowings and debt securities

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

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
<u>Short Term Borrowings</u>		
Unsecured		
Hire purchase	364	189
Finance lease	897	847
	1,261	1,036
Secured		
Term loan	57,062	54,299
	58,323	55,335
<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	100,000
7-years MTN 2011/2018 with a coupon rate of 4.80% per annum, maturing on 11 May 2018	100,000	100,000
	200,000	200,000
Hire purchase	944	766
Finance lease	5,531	6,428
	206,475	207,194

Except for the secured term loan of RM56,884,876 and hire purchase of RM1,003,198 which are denominated in Singapore Dollar, other borrowings are in Ringgit Malaysia.

Additional information required by Bursa Malaysia Securities Listing Requirements

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.

B10. Dividend

The Board of Directors is pleased to declare an interim dividend of 6.0 sen per ordinary share, single tier, (2011: 6.0 sen single tier) and a special tax exempt dividend of 3.0 sen per ordinary share (2011: 3.0 sen per ordinary share) in respect of the financial year ended 31 December 2012.

The dividend is to be payable to the shareholders on 29 March 2013.

A Depositor shall qualify for entitlement to the Dividend only in respect of:-

- (a) Securities transferred into the Depositor's Securities Account before 4.00pm on 14 March 2013 in respect of transfer;
- (b) Securities bought on Bursa Malaysia on a cum entitlement basis according to the rules of Bursa Malaysia.

Additional information required by Bursa Malaysia Securities Listing Requirements**B11. Basic earnings per share**

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

	3 months ended		Financial year ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
Group's profit after taxation attributable to owners of the parent (RM'000)	97,107	50,435	208,099	186,665
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)	(7)	-	(7)	-
Weighted average number of ordinary shares outstanding ('000)	738,486	738,493	738,486	738,493
Basic earnings per share (sen)	13.15	6.83	28.18	25.28

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
26 February 2013
Petaling Jaya, Selangor Darul Ehsan