

**MALTON**

**Malton Berhad**

(Company No: 320888-T)

**INTERIM FINANCIAL REPORT  
30 SEPTEMBER 2011**

# MALTON BERHAD

(Company No: 320888-T)

## Interim Financial Report – 30 SEPTEMBER 2011

	Page No.
Condensed Consolidated Statement Of Comprehensive Income	1
Condensed Consolidated Statement Of Financial Position	2
Condensed Consolidated Statement Of Changes In Equity	3
Condensed Consolidated Statement Of Cash Flows	4
 <b>Explanatory Notes To The Interim Financial Statements:</b>	
Part A: Explanatory Notes Pursuant To FRS 134	5 – 8
Part B: Explanatory Notes Pursuant To Appendix 9B Of The Main Market Listing Requirements Of Bursa Malaysia Securities Berhad	9 – 13

# MALTON BERHAD

(Company No : 320888-T)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER AND PERIOD ENDED 30 SEPTEMBER 2011 (These figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30.09.2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.09.2010 RM'000	CURRENT YEAR TO DATE 30.09.2011 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE 30.09.2010 RM'000
Revenue	99,274	68,786	99,274	68,786
Operating Expenses	(81,379)	(61,554)	(81,379)	(61,554)
Other Operating Income	2,046	881	2,046	881
Finance Costs	(4,117)	(717)	(4,117)	(717)
Share in Results of Associated Companies	843	499	843	499
Profit before Taxation	16,667	7,895	16,667	7,895
Taxation	(4,555)	(2,349)	(4,555)	(2,349)
Net Profit for the Period	12,112	5,546	12,112	5,546
Other Comprehensive Income Change in fair value of available-for-sale Investments	(373)	-	(373)	-
	11,739	5,546	11,739	5,546
<b>Attributable to:</b>				
Owners of the Company	12,112	5,546	12,112	5,546
Non-Controlling Interests	-	-	-	-
Net Profit for the Period	12,112	5,546	12,112	5,546
<b>Earnings per Share Attributable to Equity Holders of the Company (Sen)</b>				
Basic	2.90	1.59	2.90	1.59
Fully Diluted	2.45	1.33	2.45	1.33

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD**  
(Company No : 320888-T)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited</b>	<b>Audited</b>
	<b>As At</b>	<b>As At</b>
	<b>30.09.2011</b>	<b>30.06.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	10,059	10,554
Investment Properties	43,696	43,696
Land held for Property Development	185,204	191,899
Investment in Associated Companies	23,555	22,712
Other Investments	1,216	1,589
Deferred Tax Assets	5,308	5,131
Other Receivable	21,175	20,775
	<u>290,213</u>	<u>296,356</u>
<b>Current Assets</b>		
Property Development	208,617	196,779
Inventories	38,634	39,343
Trade Receivables	74,554	94,124
Accrued Billings	36,841	56,862
Amount due from contract customer	1,532	1,179
Other Receivables and Prepaid Expenses	73,976	50,308
Fixed Deposits with Licensed Banks	3,113	17,260
Cash and Bank Balances	227,539	207,155
	<u>664,806</u>	<u>663,010</u>
<b>TOTAL ASSETS</b>	<u><u>955,019</u></u>	<u><u>959,366</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of the Company</b>		
Share Capital	418,024	348,353
Share Premium	-	255
Other Reserves	34,991	1,762
Retained Earnings	101,455	158,759
	<u>554,470</u>	<u>509,129</u>
<b>Non-Controlling Interests</b>	-	-
<b>Total Equity</b>	<u><u>554,470</u></u>	<u><u>509,129</u></u>
<b>Non-Current Liabilities</b>		
RCCLS - Debt component	94,539	-
Bank Borrowings	44,556	47,395
Hire-Purchase Payables	1,861	2,014
Deferred Tax Liabilities	10,441	55
	<u>151,397</u>	<u>49,464</u>
<b>Current Liabilities</b>		
Trade Payables	61,768	62,322
Advance Billings	337	5,018
Other Payables and Accrued Expenses	127,921	251,889
Bank Borrowings	47,412	67,794
Hire-Purchase Payables	710	805
Tax Liabilities	11,004	12,945
	<u>249,152</u>	<u>400,773</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>955,019</u></u>	<u><u>959,366</u></u>
<b>Net Assets Per Share Attributable to Equity Holders of the Company (RM)</b>		
	<u><u>1.33</u></u>	<u><u>1.46</u></u>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD**

(Company No : 320888-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

(These figures have not been audited)

	Attributable to Owners of the Company									
	Share Capital RM'000	RCSLS Equity Component RM'000	Non-Distributable					Distributable	Non- Controlling Interests RM'000	Total RM'000
			Share Premium RM'000	Available- for-sale Reserve RM'000	Warrant Reserve RM'000	Revaluation Reserve RM'000	Option Reserve RM'000	Retained Earnings RM'000		
<b>Balance as at 1.7.2010</b>	348,353	-	255	-	-	-	190	90,911	-	439,709
Effects of adopting FRS 139	-	-	-	(493)	-	-	-	(927)	-	(1,420)
<b>Balance as at 1.7.2010 (Restated)</b>	348,353	-	255	(493)	-	-	190	89,984	-	438,289
Total comprehensive income	-	-	-	-	-	-	-	5,546	-	5,546
<b>Balance as at 30.9.2010</b>	348,353	-	255	(493)	-	-	190	95,530	-	443,835
<b>Balance as at 1.7.2011</b>	348,353	-	255	(493)	-	2,065	190	158,759	-	509,129
Bonus issue	69,671	-	(255)	-	-	-	-	(69,416)	-	-
Issuance of RCSLS	-	15,020	-	-	18,582	-	-	-	-	33,602
Total comprehensive income	-	-	-	(373)	-	-	-	12,112	-	11,739
<b>Balance as at 30.9.2011</b>	418,024	15,020	-	(866)	18,582	2,065	190	101,455	-	554,470

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD**

(Company No : 320888-T)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

(These figures have not been audited)

	<b>30.09.2011</b>	<b>30.09.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM/(USED IN)</b>		
<b>OPERATING ACTIVITIES</b>		
Profit before Taxation	16,667	7,895
Adjustments for :		
Finance costs	4,117	717
Write off of:		
Development expenditure	45	33
Share in results of associated companies	(843)	(499)
Depreciation of property, plant & equipment	549	559
Interest income	(1,659)	(251)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<u>18,876</u>	<u>8,454</u>
<b>CHANGES IN WORKING CAPITAL</b>		
(Increase)/Decrease:		
Property development - current portion	(11,343)	3,875
Inventories	709	5,754
Receivables	15,905	(16,019)
Amount owing by contract customers	(353)	-
Increase/(Decrease) in:		
Payables	(30,270)	(4,354)
Amount owing to contract customers	-	(930)
<b>CASH USED IN OPERATIONS</b>	<u>(6,476)</u>	<u>(3,220)</u>
Income tax paid net of refund	(7,871)	(1,422)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(14,347)</u>	<u>(4,642)</u>
<b>INVESTING ACTIVITIES</b>		
Interest received	1,659	251
(Increase)/Decrease in:		
Property development - non-current portion	7,321	(154)
Withdrawal/(Placement) of fixed deposit	1,643	277
Addition to property, plant & equipment	(99)	(1,029)
<b>NET CASH FROM/(USED IN) INVESTING ACTIVITIES</b>	<u>10,524</u>	<u>(655)</u>
<b>FINANCING ACTIVITIES</b>		
Finance costs paid	(5,238)	(1,634)
Proceeds from RCCLS	139,341	-
Proceeds from borrowings	-	3,000
Repayment of borrowings	(22,984)	(8,097)
Repayment of hire purchase payables	(249)	(301)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<u>110,870</u>	<u>(7,032)</u>
Net increase/(decrease) in cash and cash equivalents	107,047	(12,329)
Cash and cash equivalents at the beginning of the period	92,087	38,857
Cash and cash equivalents at the end of the period	<u>199,134</u>	<u>26,528</u>
<b>Cash and cash equivalents comprise the followings :</b>		
Fixed deposits net of amounts pledged	2,663	384
Cash and bank balances	196,471	44,259
Bank overdrafts	-	(18,115)
	<u>199,134</u>	<u>26,528</u>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**1 Accounting Policies and Method of Computation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2011.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the annual audited financial statements for the financial year ended 30 June 2011 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") and Issues Committee Interpretations ("IC Interpretation") issued by the Malaysian Accounting Standards Board ("MASB") effective for the financial period beginning on or after 1 July 2011:

FRS 1	First-time Adoption of Financial Reporting Standards (Amendments relating to limited exemption from Comparative FRS 7 Disclosures for First-time Adopters)
FRS 1	First-time Adoption of Financial Reporting Standards (Amendments relating to additional exemptions for First-time Adopters)
FRS 1	First-time Adoption of Financial Reporting Standards (Amendments relating to improvements to FRS 2010)
FRS 2	Share-based Payment (Amendments relating to group cash-settled share based payment transaction)
FRS 7	Financial Instruments: Disclosures (Amendments relating to improving disclosures about financial instruments)
Improvements to FRS 2010	
IC Interpretation 4	Determining whether an arrangement contains a lease
IC Interpretation 18	Transfers of Assets from Customers
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments

Consequential amendments were also made to various FRSs as a result of these new/revised FRS.

The adoption of these standards and IC Interpretations has no material impact on the financial statements of the Group in the period of initial application.

The following FRS and IC Interpretation have been issued by the MASB but are not yet effective, and have yet to be adopted by the Group:

FRS	124 Related Party Disclosures <sup>1</sup>
IC Interpretation 15	Agreements for the Construction of Real Estate <sup>2</sup>

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2012

<sup>2</sup> Original effective date of 1 July 2010 deferred to 1 January 2012 via amendment issued by MASB on 31 August 2010

The directors anticipate that the adoption of the above Standards and Interpretations, when they become effective, are not expected to have material impact on the financial statements of the Group and of the Company in the period of initial application except as follows:

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**IC Interpretation 15 Agreements for the Construction of Real Estate**

This Interpretation clarifies when and how revenue and related expenses for the sale of a real estate unit should be recognised if an agreement between a developer and a buyer is reached before the construction of the real estate is completed. Furthermore, the Interpretation provides guidance on how to determine whether an agreement is within the scope of FRS 111 Construction Contracts or FRS 118 Revenue.

The Group currently recognises revenue arising from property development projects using the stage of completion method. The Group is in the process of making an assessment of the impact of this Interpretation.

**2 Audit Report**

The auditors' report on preceding year's annual financial statements of the Company and of the Group was not qualified.

**3 Seasonal or Cyclical Factors**

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

**4 Unusual Items**

There were no material items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

**5 Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter results.

**6 Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter except as follows:-

At the extraordinary general meeting of the Company held on 20 May 2011, the shareholders approved the Proposed Renounceable Rights Issue of up to RM156,390,346 nominal value 7-year 6% redeemable convertible secured loan stocks ("RCSLS") at 100% of its nominal value together with up to 156,390,346 free detachable new warrants ("Warrants") and up to 78,195,173 new ordinary shares of RM1.00 each in the Company ("Malton Shares") ("Bonus Shares") attached on the basis of RM2.00 nominal value of RCSLS together with two (2) Warrants and one (1) Bonus Shares for every five (5) Malton Shares held ("Proposed Rights Issue");

On 1 July 2011, the Company completed the Proposed Rights Issue with the issuance of RM139,341,169 nominal value 7-year 6% RCSLS at 100% of its nominal value together with 139,341,169 free detachable new warrants and 69,670,584 new ordinary bonus shares of RM1.00 each. The RCSLS, Warrants and Bonus Shares were admitted to the Official List of Bursa and the listing and quotation of the aforesaid securities on the Main Market of Bursa on 8 July 2011.

**7 Dividend Paid**

There were no dividends paid during the quarter under review.



**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**8 Segmental Reporting**

a) Analysis by business segments for the quarter ended 30 September 2011:

	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External Sales	65,795	30,024	3,348	107		99,274
Internal Sales	-	21,942	-	1,414	(23,356)	-
	<u>65,795</u>	<u>51,966</u>	<u>3,348</u>	<u>1,521</u>	<u>(23,356)</u>	<u>99,274</u>
<b>Results</b>						
Segmental operating profit/(loss)	18,559	2,438	884	(4,355)	839	18,365
Interest income						1,576
Profit from operations						<u>19,941</u>
Finance costs						(4,117)
Share in results of associated companies						843
Profit before tax						<u>16,667</u>
Income tax expense						(4,555)
Net profit for the period						<u>12,112</u>

b) Analysis by business segments for the quarter ended 30 September 2010:

	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External Sales	61,457	969	6,154	206		68,786
Internal Sales	-	37,669	-	1,263	(38,932)	-
	<u>61,457</u>	<u>38,638</u>	<u>6,154</u>	<u>1,469</u>	<u>(38,932)</u>	<u>68,786</u>
<b>Results</b>						
Segmental operating profit/(loss)	10,161	1,289	1,056	(2,310)	(2,334)	7,862
Interest income						251
Profit from operations						<u>8,113</u>
Finance costs						(717)
Share in results of associated companies						499
Profit before tax						<u>7,895</u>
Income tax expense						(2,349)
Net profit for the period						<u>5,546</u>

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**9 Revaluation of Property, Plant and Equipment**

The valuation of property, plant and equipment has been brought forward without any amendments from the annual financial statements for the financial year ended 30 June 2011.

**10. Material Events Subsequent to the end of the Reporting Period**

There were no material events subsequent to the current quarter ended 30 September 2011 up to the date of this report, which is likely to substantially affect the results of the operations of the Group.

**11 Changes in the Composition of the Group**

There were no material changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings and discontinued operations for the Group for the quarter under review.

**12 Contingent Liabilities**

As at this reporting date, the Group does not have any contingent liabilities, other than:-

- a) Legal claim of RM841,000 filed by a third party against a subsidiary company for alleged damages to a third party's building during the construction project.

**13 Significant Related Party Transactions**

The significant transactions with a company in which certain Directors have indirect financial interests are as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-Date	Preceding Year Corresponding Year To-Date
	30.09.2011 RM'000	30.09.2010 RM'000	30.09.2011 RM'000	30.09.2010 RM'000
Rental paid to:				
Capital Flagship Sdn Bhd	535	-	535	-

**14 Capital Commitments**

There is no outstanding capital commitment as at the end of the current quarter.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET  
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1 Review of Performance**

Group revenue increased by 44.3% to RM99.3 million for the current quarter as compared to RM68.8 million reported in the previous corresponding quarter while pre-tax profit improved by 111.4% to RM16.7 million for the current quarter from RM7.9 million reported in the previous corresponding quarter. Revenue and profit from the property development division improved as compared to the previous corresponding quarter due to recognition of income from on-going projects with good take-up rates and new launching of Amaya Maluri project during the second quarter of last financial year while total revenue and profit from construction and project management division also improved as compared to the previous corresponding quarter due to construction progress of external projects.

**2 Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter**

Group revenue decreased to RM99.3 million for the current quarter as compared to RM167.9 million for the immediate preceding quarter. The 40.1% decrease was mainly attributed to lower billings from property development division following the completion of Amaya Saujana project in last financial year and completion of Mutiara Indah Phase 3A, Azures and 48 units shop in Bukit Rimau and near completion of V Square and The Grove projects. The Group recorded a pre-tax profit of RM16.7 million for the current quarter as compared to the pre-tax profit of RM33.3 million for the immediate preceding quarter. The lower pre-tax profit for the current quarter was mainly due to corresponding reduction in revenue in the current quarter as compared to the last quarter.

**3 Prospects for the current Financial Year Ending 30 June 2012**

The outlook of the property market remains positive although there are concerns over the development of the global economy. The on-going development projects of the Group namely, Amaya Maluri and Bukit Rimau Shops together with on-going construction and project management contracts are expected to contribute positively to the earnings of the Group for the financial year ending 30 June 2012. With the completion of the Company's Rights Issue of RM139,341,169 nominal value 7-year 6% Redeemable Convertible Secured Loan Stocks in early July 2011, the Group is expected to save interest costs arising from retirement of borrowings with higher interest rates and enhance its earnings through acquisitions of new lands in strategic growth areas such as Klang Valley, Penang and Johor for future development. Barring unforeseen circumstances, the Board of Directors envisages the Group to achieve satisfactory results for the financial year ending 30 June 2012.

**4 Profit Forecast or Profit Guarantee**

The Group has not issued any profit forecast or profit guarantee for the financial year under review.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**5 Taxation**

Details of taxation are as follows: -

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2011 RM'000	Preceding Year Corresponding Quarter 30.09.2010 RM'000	Current Year To-Date 30.09.2011 RM'000	Preceding Year Corresponding Year To-Date 30.09.2010 RM'000
Current taxation	5,603	2,365	5,603	2,365
(Over)/Under provision in prior year	(56)	104	(56)	104
Deferred taxation	(992)	(120)	(992)	(120)
	<u>4,555</u>	<u>2,349</u>	<u>4,555</u>	<u>2,349</u>

The effective tax rate for the current quarter is higher than the statutory tax rate due to the incurrence of certain expenses that are not deductible for tax purposes and losses incurred by certain subsidiary companies which do not qualify for group relief.

**6 Profits /(Loss) on Sale of Unquoted Investments and/or Properties**

There was no disposal of unquoted investment and/or properties for the quarter under review.

**7 Purchases or Disposals of Quoted Securities**

There was no purchase and disposal of quoted securities by the Group for the current financial quarter under review.

Details of investments in quoted securities as at end of current financial quarter are as follows:-

	As at 30.9.2011 RM'000
Total investments at cost	1,719
Total investments at carrying value	971
Total investments at market value	971
	=====

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**8 Status of Corporate Proposals**

On 10 November 2011, Gapadu Harta Sdn Bhd (“GHSB”), an indirect wholly-owned subsidiary company, entered into a Sale and Purchase Agreement (“SPA”) with Ukay Spring Development Sdn Bhd (“USDSB”) for the acquisition of land located in Mukim Bandar Ulu Kelang, Daerah Gombak, Negeri Selangor measuring approximately 56.05 acres (“Master Land”) for total purchase consideration of RM105 million. On 12 October 2006, GHSB had entered into a joint venture agreement with USDSB and Mr Liong Kok Wah for the development of the Master Land.

The SPA is conditional upon USDSB securing the written approval of the State Authority for the sale and transfer of the Sub-divided Master Land in favour of GHSB within 2 months from the SPA date.

Save as mentioned above, there is no other outstanding corporate proposal for the Group.

**9 Borrowings and Debt Securities**

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

	Total RM’000
RCSLS – Liabilities component	94,539
Revolving Credits	8,000
Term Loans	83,968
Hire Purchase Payables	2,571
Total	<u>189,078</u>
Repayment due within next 12 months	<u>48,122</u>
Repayment due after 12 months	<u>140,956</u>

All borrowings are denominated in Ringgit Malaysia and are fully secured except for RM30,000,000 term loan which is unsecured.

**10 Off Balance Sheet Financial Instruments**

There were no off balance sheet arrangements entered into nor were there any off balance sheet financial instruments issued as at the date of this report.

**11 Material Litigation**

There is no pending material litigation as at the date of this announcement.

**12 Dividend**

The directors proposed a final dividend of 0.85%, less tax, and a final tax exempt dividend of 1.15% in respect of the year ended 30 June 2011, for approval of the shareholders at the forthcoming Annual General Meeting of the Company to be held on 24 November 2011.

No interim dividend has been recommended for the financial period ended 30 September 2011.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**13 Earnings Per Share (“EPS”)**

**Basic**

The basic earnings per ordinary share of the Group has been calculated based on the Group’s profit attributable to equity holders of the Company of RM12,112,000 and on the number of ordinary shares in issue and ranking for dividend of 418,023,512 during the quarter.

**Fully Diluted**

Under FRS 133 on Earnings Per Share, the options pursuant to the Employee Shares Option Scheme and Warrants have no dilutive effect as the exercise price of the options is above the average market value of the Company’s shares during the quarter ended 30 September 2011.

The diluted earnings per ordinary share of the Group has been calculated based on the Group’s adjusted profit attributable to equity holders of the Company of RM13,680,000 and on the number of ordinary shares in issue and issuable and ranking for dividend of 557,364,681 during the quarter assuming full conversation of RCSLS.

(a) <b>Basic EPS</b>	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current Quarter 30.9.2011	Preceding Year Corresponding Qtr 30.9.2010	Current Year To Date 30.9.2011	Preceding Year to Date 30.9.2010
Profit attributable to equity holders of the Company (RM’000)	12,112	5,546	12,112	5,546
Weighted average number of shares in issue (’000)	418,024	348,353	418,024	348,353
Basic earnings per share (sen)	2.90	1.59	2.90	1.59
<b>(b) Diluted EPS</b>				
	Current Quarter 30.9.2011	Preceding Year Corresponding Qtr 30.9.2010	Current Year To Date 30.9.2011	Preceding Year to Date 30.9.2010
Profit attributable to equity holders of the Company (RM’000)	12,112	5,546	12,112	5,546
Effects on earnings upon conversation of RCSLS (RM’000)	1,568	-	1,568	-
	<u>13,680</u>	<u>5,546</u>	<u>13,680</u>	<u>5,546</u>
Weighted average number of shares in issue (’000)	418,024	348,353	418,024	348,353
Effects of dilution	139,341	69,671	139,341	69,671
	<u>557,365</u>	<u>418,024</u>	<u>557,365</u>	<u>418,024</u>
Adjusted weighted average number of shares in issue and issuable (’000)				
Diluted earnings per share (sen)	2.45	1.33	2.45	1.33

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

**14 Realised and Unrealised Retained Earnings**

	As at 30.9.2011 RM'000	As at 30.6.2011 RM'000
<b>Total retained earnings:</b>		
Company and subsidiaries		
-realised profit	319,929	368,846
-unrealised (loss)/profit	(1,385)	9,109
	<u>318,544</u>	<u>377,955</u>
Associated companies		
-realised profit	5,937	5,094
-unrealised loss	(2,982)	(2,982)
	<u>2,955</u>	<u>2,112</u>
Less: Consolidation adjustments	(220,044)	(221,308)
Total group retained earnings as per unaudited consolidated financial statements	<u><u>101,455</u></u>	<u><u>158,759</u></u>