

MALTON

Malton Berhad

(Company No: 320888-T)

**INTERIM FINANCIAL REPORT
31 DECEMBER 2012**

MALTON BERHAD

(Company No: 320888-T)

Interim Financial Report – 31 DECEMBER 2012

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MALTON BERHAD

(Company No : 320888-T)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SECOND QUARTER AND PERIOD ENDED 31 DECEMBER 2012

(These figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING YEAR TO DATE
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
Revenue	77,268	77,742	155,320	177,016
Operating Expenses	(64,342)	(67,909)	(130,373)	(149,288)
Other Operating Income	2,310	2,279	5,191	4,325
Finance Costs	(3,647)	(3,768)	(7,323)	(7,885)
Share in Results of Associated Companies	1,001	2,319	1,158	3,162
Profit before Taxation	12,590	10,663	23,973	27,330
Taxation	(3,297)	(3,479)	(6,239)	(8,034)
Net Profit for the Period	9,293	7,184	17,734	19,296
Other Comprehensive Income				
Change in fair value of available-for-sale financial assets	-	(46)	289	(419)
	9,293	7,138	18,023	18,877
Attributable to:				
Owners of the Company	9,293	7,184	17,734	19,296
Non-Controlling Interests	-	-	-	-
Net Profit for the Period	9,293	7,184	17,734	19,296
Earnings per Share Attributable to Equity Holders of the Company (Sen)				
Basic	2.22	1.72	4.24	4.62
Fully Diluted	1.95	1.57	3.74	4.02

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)

MALTON BERHAD
(Company No : 320888-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As At	As At
	31.12.2012	30.06.2012
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	9,496	10,351
Investment Properties	44,818	44,818
Land held for Property Development	202,445	212,574
Investment in Associated Companies	9,557	8,399
Other Investments	1,081	1,006
Deferred Tax Assets	3,949	3,950
Other Receivable	21,747	22,417
	<u>293,093</u>	<u>303,515</u>
Current Assets		
Property Development	120,595	196,780
Inventories	112,307	28,834
Trade Receivables	91,730	72,106
Accrued Billings	10,542	5,314
Amount due from contract customer	1,352	1,017
Other Receivables, JV Deposits and Prepaid Expenses	222,611	51,020
Tax recoverable	15,418	11,341
Short term funds	6,222	149,369
Fixed Deposits with Licensed Banks	611	15,090
Cash and Bank Balances	63,774	65,899
	<u>645,162</u>	<u>596,770</u>
TOTAL ASSETS	<u>938,255</u>	<u>900,285</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	418,104	418,104
Share Premium	6	6
Other Reserves	25,595	25,306
Retained Earnings	161,628	143,894
	<u>605,333</u>	<u>587,310</u>
Non-Controlling Interests	-	-
Total Equity	<u>605,333</u>	<u>587,310</u>
Non-Current Liabilities		
RCSLS - Liability component	112,434	109,732
Bank Borrowings	41,891	44,442
Hire-Purchase Payables	1,279	1,593
Deferred Tax Liabilities	7,184	7,184
	<u>162,788</u>	<u>162,951</u>
Current Liabilities		
Trade Payables	32,169	38,573
Advance Billings	2,762	5,725
Other Payables and Accrued Expenses	104,950	94,739
Bank Borrowings	18,662	2,349
Hire-Purchase Payables	609	599
Tax Liabilities	10,982	8,039
	<u>170,134</u>	<u>150,024</u>
TOTAL EQUITY AND LIABILITIES	<u>938,255</u>	<u>900,285</u>
Net Assets Per Share Attributable to Equity Holders of the Company (RM)	<u>1.45</u>	<u>1.40</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2012 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 31 DECEMBER 2012**

(These figures have not been audited)

	Attributable to Owners of the Company							Retained Earnings RM'000	Non-Controlling Interests RM'000	Total RM'000
	Share Capital RM'000	RCSLS Equity Component RM'000	Non-Distributable			Distributable				
	Share Capital RM'000	RCSLS Equity Component 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	Non-Controlling Interests RM'000	Total RM'000
Balance as at 1.7.2011	348,353	-	255	(493)	-	2,065	190	158,759	-	509,129
Bonus issue	69,671		(255)	-	-	-	-	(69,416)	-	-
Issuance of RCSLS	-	3,379	-	-	20,552	-	-	-	-	23,931
Total comprehensive income	-	-	-	-	-	-	-	19,296	-	19,296
Balance as at 31.12.2011	418,024	3,379	-	(493)	20,552	2,065	190	108,639	-	552,356
Balance as at 1.7.2012	418,104	3,378	6	(873)	20,546	2,065	190	143,894	-	587,310
Total comprehensive income	-	-	-	289	-	-	-	17,734	-	18,023
Balance as at 31.12.2012	418,104	3,378	6	(584)	20,546	2,065	190	161,628	-	605,333

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2012 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 31 DECEMBER 2012**

(These figures have not been audited)

	31.12.2012 RM'000	31.12.2011 RM'000
CASH FLOWS FROM/(USED IN)		
OPERATING ACTIVITIES		
Profit before Taxation	23,973	27,330
Adjustments for :		
Finance costs	7,323	7,885
Write off of:		
Property, plant and equipment	1	-
Share in results of associated companies	(1,158)	(3,162)
Gain on fair value adjustment	(147)	(78)
Depreciation of property, plant & equipment	1,081	1,121
Impairment loss on other investment	(76)	-
Distribution income on short term funds	(1,051)	-
Gain on disposal of property, plant & equipment	(26)	-
Interest income	(2,321)	(3,490)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>27,599</u>	<u>29,606</u>
CHANGES IN WORKING CAPITAL		
(Increase)/Decrease:		
Property development - current portion	77,154	(7,237)
Inventories	(83,473)	8,613
Receivables	(195,774)	35,203
Amount owing by contract customers	(334)	(4,032)
Increase/(Decrease) in:		
Payables	719	(14,075)
CASH USED IN OPERATIONS	<u>(174,109)</u>	<u>48,078</u>
Income tax paid net of refund	(7,372)	(12,726)
NET CASH USED IN OPERATING ACTIVITIES	<u>(181,481)</u>	<u>35,352</u>
INVESTING ACTIVITIES		
Interest received	2,321	3,490
Distribution income from short term funds received	1,051	-
(Increase)/Decrease in:		
Property development - non-current portion	11,206	285
Decrease in short term funds	143,435	-
Proceeds from disposal of property, plant and equipment	26	-
Withdrawal/(Placement) of fixed deposit	3	(1,939)
Addition to property, plant & equipment	(227)	(445)
NET CASH FROM INVESTING ACTIVITIES	<u>157,815</u>	<u>1,391</u>
FINANCING ACTIVITIES		
Finance costs paid	(6,520)	(10,285)
Proceeds from RCSLS	-	139,341
Proceeds from exercise of warrant	-	40
Proceeds from borrowings	8,000	2,552
Repayment of borrowings	(242)	(28,609)
Repayment of hire purchase payables	(304)	(462)
NET CASH (USED IN)/ FROM FINANCING ACTIVITIES	<u>934</u>	<u>102,577</u>
Net increase/(decrease) in cash and cash equivalents	(22,732)	139,320
Cash and cash equivalents at the beginning of the period	65,770	92,087
Cash and cash equivalents at the end of the period	<u>43,038</u>	<u>231,407</u>
Cash and cash equivalents comprise the followings :		
Fixed deposits net of amounts pledged	31	5,834
Cash and bank balances	49,095	225,634
Bank overdrafts	(6,088)	(61)
	<u>43,038</u>	<u>231,407</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)

MALTON BERHAD (Company No. 320888-T)
**UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER
AND FINANCIAL PERIOD ENDED 31 DECEMBER 2012**

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 financial year ended 30 June 2012.

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 2012 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 2012:

FRS 7	Financial Instruments: Disclosures (Amendments relating to transfers of financial assets)
FRS 101	Presentation of Financial Statements (Amendment relating to presentation of items of other comprehensive income)
FRS 112	Amendments to FRS 112 (Deferred Tax: Recovery of underlying Assets)
FRS 124 (2010)	Related Party Disclosures
FRS 127 (2011)	Separate Financial Statements (as amended in November 2011)
FRS 128 (2011)	Investment in Associates and Joint Ventures (as amended in November 2011)

Improvements to FRS 2010

IC Interpretation 15 Agreements for the Construction of Real Estate

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 except as follows:

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework ("MFRS Framework") in conjunction with its planned convergence of FRSs with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board on 1 January 2012.

The MFRS Framework is a fully IFRS-compliant framework, equivalent to IFRSs which is mandatory for adoption by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception for Transitioning Entities. Transitioning Entities, being entities which are subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate are given an option to defer adoption of the MFRS Framework for an additional one year. Transitioning Entities also include those entities that consolidate, equity account or proportionately consolidate an entity that has chosen to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2012.

On 30 June 2012, MASB has decided to allow Transitioning Entities to defer the adoption of MFRS Framework for another year. Consequently, adoption of the MFRS Framework by the Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 30 June 2015.

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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 9	Financial Instruments (IFRS 9 issued by IASB in November 2009) ¹
FRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010) ¹
FRS 10	Consolidated Financial Statements ¹
FRS 11	Joint Arrangements ¹
FRS 12	Disclosure of interest in Other Entities ¹
FRS 13	Fair value measurement ¹
FRS 119 (2011)	Employee Benefits (as amended in November 2011) ¹
FRS 127	Separate Financial Statements ¹
FRS 128	Investment in Associate and Joint Venture ¹
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine ¹
Amendment to FRS 7	Disclosure – Offsetting Financial Assets and Financial Liabilities ¹

¹ Effective for annual periods beginning on or after 1 January 2013

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.

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.

7 Dividend Paid

On 25 January 2013, the Company paid a first and final tax exempt dividend of 2.5% in respect of the financial year ended 30 June 2012 as approved by the shareholders at the Annual General Meeting of the Company held on 23 November 2012.

8 Segmental Reporting

a) Analysis by business segments for the period ended 31 December 2012:

MALTON BERHAD (Company No. 320888-T)
**UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER
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	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales	84,849	63,683	6,442	346		155,320
Internal Sales	-	1,413	-	20,367	(21,780)	-
	<u>84,849</u>	<u>65,096</u>	<u>6,442</u>	<u>20,713</u>	<u>(21,780)</u>	<u>155,320</u>
Results						
Segmental operating profit/(loss)	<u>21,901</u>	<u>4,777</u>	<u>2,491</u>	<u>12,111</u>	<u>(14,514)</u>	<u>26,766</u>
Interest and distribution income						<u>3,372</u>
Profit from operations						<u>30,138</u>
Finance costs						<u>(7,323)</u>
Share in results of associated companies						<u>1,158</u>
Profit before tax						<u>23,973</u>
Income tax expense						<u>(6,239)</u>
Net profit for the period						<u>17,734</u>

b) Analysis by business segments for the period ended 31 December 2011:

	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales	116,658	49,258	10,870	230		177,016
Internal Sales	-	46,172	-	2,829	(49,001)	-
	<u>116,658</u>	<u>95,430</u>	<u>10,870</u>	<u>3,059</u>	<u>(49,001)</u>	<u>177,016</u>
Results						
Segmental operating profit/(loss)	<u>25,840</u>	<u>5,064</u>	<u>2,290</u>	<u>(6,458)</u>	<u>1,827</u>	<u>28,563</u>
Interest and distribution income						<u>3,490</u>
Profit from operations						<u>32,053</u>
Finance costs						<u>(7,885)</u>
Share in results of associated companies						<u>3,162</u>
Profit before tax						<u>27,330</u>
Income tax expense						<u>(8,034)</u>
Net profit for the period						<u>19,296</u>

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 2012.

MALTON BERHAD (Company No. 320888-T)
**UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER
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10. Material Events Subsequent to the end of the Reporting Period

There were no material events subsequent to the current quarter ended 31 December 2012 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 material contingent liabilities.

13 Significant Related Party Transactions

The significant transactions with entities in which certain Directors have direct 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
	31.12.2012 RM'000	31.12.2011 RM'000	31.12.2012 RM'000	31.12.2011 RM'000
Rental paid/payable to:				
Pavilion REIT	535	-	1,070	-
Capital Flagship Sdn Bhd*	-	535	-	1,070
	<hr/>			

* Previously paid/payable to Capital Flagship Sdn Bhd prior to the listing of Pavilion REIT.

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

1 Review of Performance

During the financial period under review, local property market remained positive amid measures undertaken by the Government to curb excessive property speculations. The Malaysian economy recorded a higher growth of 6.4% in the Fourth Quarter of 2012 as compared to 5.3% recorded in the Third Quarter of 2012.

The Group's revenue decreased by 0.5% to RM77.3 million for the current quarter as compared to RM77.7 million reported in the previous corresponding quarter while pre-tax profit improved by 17.8% to RM12.6 million for the current quarter as compared to RM10.7 million reported in the previous corresponding quarter. Revenue from the property development division declined marginally as compared to the previous corresponding quarter due to the completion of Bukit Rimau Shops, Mutiara Indah, VSQ and The Grove projects while the on-going projects namely Bukit Rimau, Amaya Maluri, The Cantonment @ Penang and Mutiara Residence continued to contribute positively to current quarter revenue. Profit from the property development division improved as compared to the previous corresponding quarter due to higher contribution from commercial projects with better margins. Revenue from construction and project management division however showed an increase in current quarter due to contribution from new contracts secured as compared to previous corresponding quarter while profit was marginally lower.

The share of results of associated companies during the quarter also declined to RM1.0 million as compared to RM2.3 million reported in the previous corresponding quarter as a result of the disposal of Austin Heights Sdn Bhd in the last financial year.

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

Group revenue decreased marginally to RM77.3 million for the current quarter as compared to RM78.1 million for the immediate preceding quarter. The 1.0% decline was mainly attributed to lower billings from property development division resulting from completion of VSQ project in August 2012 while the Group starts to recognise billings from The Cantonment @ Penang launched in August 2012 with encouraging take up rates. The Group recorded a pre-tax profit of RM12.6 million for the current quarter as compared to the pre-tax profit of RM11.4 million for the immediate preceding quarter. The higher pre-tax profits were mainly due to higher share of results of the associated companies and marginally lower overheads incurred while better contributions from property division was offset by marginally lower profit from construction division.

3 Prospects for the current Financial Year Ending 30 June 2013

Malaysian economic prospects and business fundamentals are expected to be stable with a projected growth of between 4.5% to 5.5% for the year 2013 to be driven largely by domestic consumption.

In the meantime, the on-going development projects of the Group namely, Bukit Rimau, The Cantonment @ Penang and Amaya Maluri, together with the on-going construction contracts in hand, will continue to contribute positively to the earnings of the Group for the financial year ending 30 June 2013. In the coming quarter, the Group has planned to launch its Nova Saujana service apartment project in Saujana Subang.

Barring unforeseen circumstances, the Board of Directors envisages the Group to achieve satisfactory results for the financial year ending 30 June 2013.

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4 Profit Forecast or Profit Guarantee

Not applicable as the Group has not issued any profit forecast or profit guarantee.

5 Taxation

Details of taxation are as follows: -

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2012 RM'000	Preceding Year Corresponding Quarter 31.12.2011 RM'000	Current Year To-Date 31.12.2012 RM'000	Preceding Year Corresponding Year To-Date 31.12.2011 RM'000
Current taxation	1,816	4,782	6,237	10,385
Over provision in prior year	-	-	-	(56)
Deferred taxation	1,481	(1,303)	2	(2,295)
	<u>3,297</u>	<u>3,479</u>	<u>6,239</u>	<u>8,034</u>

The effective tax rate for the current year to-date (before share of results of associated companies) 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.

8 Status of Corporate Proposals

There is no 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 – Liability component	112,434
Term Loans	46,465
Revolving credits	8,000
Bank overdrafts	6,088
Hire Purchase Payables	<u>1,888</u>
Total	174,875
Repayment due within next 12 months	<u>19,271</u>
Repayment due after 12 months	<u>155,604</u>

All borrowings are denominated in Ringgit Malaysia and are fully secured.

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**UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER
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10 Status of Utilisation of Proceeds raised from Rights Issue

The proposed and actual utilisation of RM139,341,169 proceeds raised from the Rights Issue of RM139,341,169 Nominal Value of 7-Year 6% Redeemable Convertible Secured Loan Stocks (“RCSLS”) together with 139,341,169 free new warrants and 69,670,584 new ordinary bonus shares of RM1.00 each attached thereto (“Rights Issue”) are as follows:-

Description	Proposed Utilisation RM’000	Actual Utilisation RM’000	Reclassifi- cation RM’000	Balance RM’000	Intended timeframe for utilisation
Repayment of existing borrowings	60,000	34,449	(25,551)*	-	
Working capital and/or strategic acquisitions/ investments/ expansion	74,551	94,089	25,925	6,387	24 months from listing of the RCSLS on 8 July 2011 #
Advance deposit of first quarterly interest payment for the RCSLS into debt service reserve account	2,090	2,090	-	-	
Expenses for the Rights Issue	2,700	2,326	(374)*	-	
Total	<u>139,341</u>	<u>132,954</u>	<u>-</u>	<u>6,387</u>	

*The balance unutilized amounts under Repayment of existing borrowings and Expenses for the Rights Issue of RM25,551,000 and RM374,000, respectively had been reclassified for working capital purposes.

#The Board of Directors had extended the period of utilisation of the amount earmarked for working capital and/or strategic acquisitions/investments/expansion from 12 months to 24 months from the date of listing of the RCSLS.

11 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.

12 Material Litigation

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

13 Dividend

No interim dividend has been recommended for the financial quarter ended 31 December 2012.

MALTON BERHAD (Company No. 320888-T)
**UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER
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14 Earnings Per Share (“EPS”)

Basic

The basic earnings per ordinary share of the Group for the current quarter and current year to date have been calculated based on the Group’s profit attributable to equity holders of the Company of RM9,293,000 and RM17,734,000 respectively and on the weighted average number of ordinary shares in issue and ranking for dividend during the financial period.

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 both the exercise prices of the options and Warrants are above the average market price of the Company’s shares during the quarter ended 31 December 2012.

The diluted earnings per ordinary share of the Group for the current quarter and current year to date have been calculated based on the Group’s adjusted profit attributable to equity holders of the Company of RM10,860,000 and RM20,868,000 respectively and on the weighted average number of ordinary shares in issue and issuable and ranking for dividend during the financial period assuming full conversion of the outstanding RCSLS.

(a) Basic EPS	Individual Quarter		Cumulative Quarter	
	Current Quarter 31.12.2012	Preceding Year Corresponding Qtr 31.12.2011	Current Year To Date 31.12.2012	Preceding Year to Date 31.12.2011
Profit attributable to equity holders of the Company (RM’000)	9,293	7,184	17,734	19,296
Weighted average number of shares in issue (’000)	418,104	418,031	418,104	418,027
Basic earnings per share (sen)	2.22	1.72	4.24	4.62

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(b) Diluted EPS	Current Quarter 31.12.2012	Preceding Year Corresponding Qtr 31.12.2011	Current Year To Date 31.12.2012	Preceding Year to Date 31.12.2011
Profit attributable to equity holders of the Company (RM'000)	9,293	7,184	17,734	19,296
Effects on earnings upon conversion of RCSLS (RM'000)	1,567	1,567	3,134	3,135
	<u>10,860</u>	<u>8,751</u>	<u>20,868</u>	<u>22,431</u>
Weighted average number of shares in issue ('000)	418,104	418,031	418,104	418,027
Effects of dilution	139,301	139,301	139,301	139,301
Adjusted weighted average number of shares in issue and issuable ('000)	<u>557,405</u>	<u>557,332</u>	<u>557,405</u>	<u>557,328</u>
Diluted earnings per share (sen)	1.95	1.57	3.74	4.02

15 Profit Before Tax

The following items have been included in arriving at profit before tax:

After charging:	Individual Quarter		Cumulative Quarter	
	Current Quarter 31.12.2012 RM'000	Preceding Year Corresponding Qtr 31.12.2011 RM'000	Current Year To Date 31.12.2012 RM'000	Preceding Year to Date 31.12.2011 RM'000
Interest expense	3,647	3,768	7,323	7,885
Depreciation and Amortization	573	572	1,081	1,121
Impairment loss on other investment	7	-	76	-
After crediting:				
Interest income	1,087	1,831	2,321	3,490
Other income	991	448	1,819	835
Distribution income from short term funds	232	-	1,051	-

There were no provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, foreign exchange gain or loss, gain or loss on derivatives and exceptional items for the current quarter under review and financial period ended 31 December 2012.

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16 Realised and Unrealised Retained Earnings

	As at 31.12.2012 RM'000	As at 30.9.2012 RM'000
Total retained earnings:		
Company and subsidiaries		
-realised profit	371,391	362,972
-unrealised profit	512	592
	<u>371,903</u>	<u>363,564</u>
Associated companies		
-realised loss	(3,648)	(4,649)
-unrealised profit	13,205	13,205
	<u>9,557</u>	<u>8,556</u>
Less: Consolidation adjustments	(219,832)	(219,785)
Total group retained earnings as per unaudited consolidated financial statements	<u><u>161,628</u></u>	<u><u>152,335</u></u>