

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Income Statements

For the Fourth Quarter Ended 31 March 2008

Except as disclosed otherwise, the figures have not been audited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31-03-2008	Preceding Year Corresponding Quarter 31-03-2007	Current Year To Date 31-03-2008	Preceding Year Corresponding Period 31-03-2007
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	80,105	71,172	308,762	294,477
Cost of sales		(49,892)	(47,728)	(198,995)	(194,531)
Gross profit		30,213	23,444	109,767	99,946
Other income		1,735	844	4,996	3,609
Administrative expenses		(9,827)	(9,316)	(39,598)	(37,278)
Selling and marketing expenses		(1,115)	(1,297)	(4,777)	(4,955)
Other expenses		(6,701)	(1,545)	(15,026)	(6,407)
		(17,643)	(12,158)	(59,401)	(48,640)
Finance cost		(316)	(884)	(4,014)	(3,469)
Share of profit of associates		1,249	274	5,407	(57)
Profit before taxation	A9	15,238	11,520	56,755	51,389
Income tax expense	B5	(3,984)	1,447	(14,155)	(10,740)
Profit for the period		11,254	12,967	42,600	40,649
Attributable to :					
Equity holders of the parent		7,782	10,990	29,613	29,660
Minority interests		3,472	1,977	12,987	10,989
		11,254	12,967	42,600	40,649
Earnings per share attributable to equity holders of the parent:					
Basic earnings per share (sen)		2.96	4.18	11.25	11.27

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements. ¹

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Balance Sheets as at 31 March 2008
Except as disclosed otherwise, the figures have not been audited

	Note	As At End Of Current Quarter 31-03-2008	As At Preceding Financial Year Ended 31-03-2007 (Audited)
		RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	A2 (c)	153,381	114,376
Investment properties		73,046	72,751
Prepaid land lease payment	A2 (c)	50,661	51,316
Biological assets		79,815	4,085
Interests in associates		34,262	73,498
Other investments		-	22
Deferred tax assets		1,762	3,470
Goodwill on consolidation		12,737	10,069
		<u>405,664</u>	<u>329,587</u>
Current Assets			
Inventories		60,844	53,818
Trade receivables		82,889	52,785
Other receivables		14,233	20,469
Cash and bank balances		45,430	57,874
		<u>203,396</u>	<u>184,946</u>
TOTAL ASSETS		<u>609,060</u>	<u>514,533</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		263,160	263,160
Reserves		36,060	22,658
		<u>299,220</u>	<u>285,818</u>
Minority interests		110,117	78,973
Total equity		<u>409,337</u>	<u>364,791</u>
Non-current liabilities			
Long term borrowings		41,786	34,127
Retirement benefit obligations		2,812	2,626
Deferred tax liabilities		16,365	18,215
		<u>60,963</u>	<u>54,968</u>
Current Liabilities			
Short term borrowings		49,207	24,341
Trade payables		51,244	41,478
Other payables		35,745	25,515
Taxation		2,564	3,440
		<u>138,760</u>	<u>94,774</u>
Total liabilities		<u>199,723</u>	<u>149,742</u>
TOTAL EQUITY AND LIABILITIES		<u>609,060</u>	<u>514,533</u>
Net assets per share (RM)		<u>1.14</u>	<u>1.09</u>

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim statements.

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statements of Changes in Equity
For the Fourth Quarter Ended 31 March 2008
Except as disclosed otherwise, the figures have not been audited**

Group	Attributable to Equity Holders of the Parent									
	Non-distributable									
	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Accumulated losses	Total	Minority interests	Total equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
2007/8										
At 1-4-2007	263,160	12,161	44,527	437	26,758	11,542	(72,767)	285,818	78,973	364,791
Translation loss	-	-	-	-	-	(12,812)	-	(12,812)	-	(12,812)
Net profit for the period	-	-	-	-	-	-	29,613	29,613	12,987	42,600
Acquisition of subsidiaries	-	-	-	-	-	(45)	-	(45)	24,027	23,982
Acquisition of minority interest	-	-	-	-	-	-	-	-	(180)	(180)
Dividend paid	-	-	-	-	-	-	(3,895)	(3,895)	-	(3,895)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(3,585)	(3,585)
Transfer to revaluation reserve	-	-	499	-	-	-	-	499	-	499
Realisation of deferred taxation	-	-	42	-	-	-	-	42	-	42
Purchase of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	(772)	(772)
Redemption of RCLS by minority shareholders	-	-	-	-	-	-	-	-	(1,333)	(1,333)
At 31-3-2008	263,160	12,161	45,068	437	26,758	(1,315)	(47,049)	299,220	110,117	409,337
2006/7										
Group										
At 1-4-2006	263,160	12,161	52,279	437	26,758	12,205	(112,563)	254,437	69,597	324,034
Effects of adopting :										
FRS 140	-	-	(6,541)	-	-	-	208	(6,333)	-	(6,333)
Prior year adjustment	-	-	-	-	-	-	1,411	1,411	942	2,353
At 1-4-2006 (restated)	263,160	12,161	45,738	437	26,758	12,205	(110,944)	249,515	70,539	320,054
Effects of adopting :										
FRS 3	-	-	-	-	-	-	9,907	9,907	-	9,907
Transfer from revaluation reserve	-	-	(2,280)	-	-	-	2,400	120	-	120
Transfer to deferred taxation	-	-	1,060	-	-	-	-	1,060	-	1,060
Realisation of deferred tax liability	-	-	9	-	-	-	-	9	-	9
Translation gain	-	-	-	-	-	(663)	-	(663)	-	(663)
Net profit for the year	-	-	-	-	-	-	29,660	29,660	10,989	40,649
Dividend paid	-	-	-	-	-	-	(3,790)	(3,790)	-	(3,790)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(3,494)	(3,494)
Increase in share capital of a subsidiary	-	-	-	-	-	-	-	-	184	184
Dilution of interest in a subsidiary via ESOS	-	-	-	-	-	-	-	-	755	755
At 31-3-2007	263,160	12,161	44,527	437	26,758	11,542	(72,767)	285,818	78,973	364,791

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statements for the Fourth Quarter Ended 31 March 2008

Except as disclosed otherwise, the figures have not been audited

	← To Date →	
	31-03-2008	31-03-2007
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	56,755	51,389
Adjustment for:		
Non-cash items	16,401	16,374
Operating profit before working capital changes	73,156	67,763
Increase in inventories	(5,082)	(15,725)
Increase in receivables	(18,358)	(2,093)
Increase/(decrease) in net amount due from related companies	30,386	(34,960)
Increase in payables	5,329	17,149
Cash generated from operations	85,431	32,134
Interest paid	(6,483)	(4,547)
Taxes paid	(16,158)	(14,046)
Retirement benefits paid	(134)	(734)
Net cash generated from operating activities	62,656	12,807
CASH FLOWS FROM INVESTING ACTIVITIES		
Plantation development expenditure	(1,576)	(1,519)
Proceeds from disposal of property, plant and equipment	658	6,763
Purchase of property, plant and equipment	(30,289)	(7,017)
Purchase of investment property	(1,796)	-
Acquisition of subsidiaries	(74,301)	-
Redemption of Redeemable Cumulative Loan Stock (RCLS)	(1,333)	-
Reduction of share holding in a subsidiary	-	184
Purchase of shares in associated companies	-	(14,000)
Net dividend received from an associated company	1,124	1,324
Interest received	2,710	1,428
Net cash used in investing activities	(104,781)	(12,837)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of revolving credit facility	(3,000)	(7,000)
Net drawdown of short term borrowings	41,347	2,129
Proceeds from issuance of ordinary shares (ESOS) by a subsidiary	-	755
Acquisition of treasury shares by a subsidiary	(772)	-
Dividend paid	(3,895)	(3,790)
Dividend paid to minority shareholders of a subsidiary	(3,585)	(3,494)
Increase in deposits on lien	(196)	(2,086)
Net cash generated from/(used in) financing activities	29,899	(13,486)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(12,226)	(13,516)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	39,886	53,402
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	27,660	39,886
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	15,257	15,337
Fixed deposits with financial institutions *	23,385	35,945
Secured bank overdrafts	(11,004)	(11,396)
	27,638	39,886
* Fixed deposits with financial institutions comprise:		
Fixed deposits	30,173	42,537
less : Deposits on lien	(6,788)	(6,592)
	23,385	35,945

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

- PART A - requirement of FRSs
- PART B - requirement of Bursa Securities Listing Requirements

PART A - REQUIREMENT OF FRSs

A1. Accounting policies

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2007. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2007.

A2. Changes in accounting policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 March 2007, except for the adoption of revised FRS 117 and FRS 124 issued by MASB which is effective for the Group's financial year ended 31 March 2008.

The principal effects of the changes in accounting policies resulting from the adoption of the other new and/or revised FRSs are summarised below:

(a) FRS 117: Leases

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represents prepaid land lease payments and are amortised on a straight-line basis over the lease term.

Prior to 1 April 2007, leasehold land was classified as property, plant and equipment. At 1 April 2007, the unamortised amount of leasehold land is retained as the surrogate carrying amount of prepaid land lease payments as allowed by the transitional provisions. The reclassification of leasehold as prepaid land lease payments has been accounted for retrospectively.

(b) FRS 124 : Related Party Disclosures

This standard affects the identification of related party and other similar related party disclosures. This standard requires the disclosure of related party transactions and outstanding balances with other entities in a group. Intra-group related party transactions and outstanding balances are eliminated in the preparation of consolidated financial statements of the Group.

The adoption of this FRS has no financial impact on the Group's consolidated financial statements.

(c) Comparatives

The following comparative amounts have been restated due to the adoption of new and revised FRS:

	← Adjustments →		
	Previously Stated RM'000	FRS 117 RM'000	Restated RM'000
At 31 March 2007			
Property, plant and equipment	165,692	(51,316)	114,376
Prepaid leased payment	-	51,316	51,316

A3. Auditors' Report on Preceding Annual Financial Statements.

The financial statements of the Group for the financial year ended 31 March 2007 were not subject to any audit qualification.

A4. Seasonal and cyclical factors

The results of the Group have not been affected by seasonal or cyclical factors, except for the manufacturing segment.

A5. Unusual items affecting the financial statements

There were no unusual items affecting the financial statements of the Group for the current quarter.

A6. Changes in estimates

There were no changes in estimates arising from the adoption of the new and/or revised FRSs, that have had a material effect on the current quarter's results.

A7. Issuances, cancellation, repurchases, resale and repayment of debts and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current quarter.

A8. Dividend paid

There were no dividend paid during the current quarter.

A9. Segmental revenue and results for business segments

Revenue	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
	31-03-2008	31-03-2007	31-03-2008	31-03-2007
	RM'000	RM'000	RM'000	RM'000
Manufacturing*	36,322	30,938	148,887	153,019
Property investment	1,046	1,156	5,257	4,293
Bulking	11,970	9,882	42,204	34,197
Food	20,531	21,412	68,715	82,373
Plantations	8,865	365	35,867	1,767
Trading	1,417	7,587	7,793	18,801
Others	20,513	11,968	42,030	29,774
	100,664	83,308	350,753	324,224
Elimination of inter-segment sales	(20,559)	(12,136)	(41,991)	(29,747)
	80,105	71,172	308,762	294,477

Profit before taxation	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
	31-03-2008	31-03-2007	31-03-2008	31-03-2007
	RM'000	RM'000	RM'000	RM'000
Manufacturing*	7,960	7,712	31,425	41,388
Property investment	(420)	(325)	1,318	(401)
Bulking	6,520	4,350	20,036	13,561
Food	(820)	(18)	536	108
Plantations	2,860	133	4,440	430
Trading	58	1,203	1,324	3,449
Others	17,575	7,381	22,949	18,943
	33,733	20,436	82,028	77,478
Associated companies	1,249	274	5,407	(57)
	34,982	20,710	87,435	77,421
Eliminations	(19,744)	(9,190)	(30,680)	(26,032)
	15,238	11,520	56,755	51,389

* Production and trading of security documents.

A10. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward from the last financial statements for the year ended 31 March 2007.

A11. Subsequent material events

Except for the completion of the proposed acquisition of the remaining balance of 24% paid-up capital of Boustead Oil Bulking Sdn Bhd (BOB) as announced on 8 April 2008, there were no other material subsequent events.

A12. Inventories

During the quarter, the amount of inventories written down was RM268,000.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to date including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinued operations other than the following:

- (i) On 5 February 2008, a wholly-owned subsidiary, Fima Palmbulk Services Sdn. Bhd. had completed the proposed acquisition of 76% equity interest in BOB for a cash consideration of RM6.97 million.

The acquired subsidiary has contributed the following results to the Group:

	Current Year To Date
	<u>RM'000</u>
Revenue	206
Profit for the period	<u>82</u>

A13. Changes in the composition of the Group (Continued)

The assets and liabilities arising from the acquisition are as follows:

	Fair Value RM'000	Acquiree's Carrying Amount RM'000
Property, plant and equipment	55	55
Inventories	31	31
Trade and other receivables	6,776	6,776
Cash and bank balances	206	206
Trade and other payables	(588)	(588)
Provision for taxation	(27)	(27)
Deferred tax liability	(8)	(8)
Total net assets	<u>6,445</u>	<u>6,445</u>
Less: Minority interest	<u>(1,547)</u>	
Share of net assets acquired	4,898	
Goodwill arising on acquisition	<u>2,071</u>	
Total cost of acquisition	<u><u>6,969</u></u>	

The cash outflow on acquisition is as follows:

	Current Year To Date <u>RM'000</u>
Purchase consideration satisfied in cash	6,969
Less: Cash and cash equivalent of acquired subsidiary	<u>(206)</u>
Net cash outflow of the Group	<u><u>6,763</u></u>

(ii) On 9 April 2007, a subsidiary, FCB Management Sdn. Bhd. (FCB Management) had increased its equity interest in an associate company, PT Nunukan Jaya Lestari (NJL) from 32.5% to 80% by subscribing to the following:

1. 472,500 new shares issued by NJL for cash consideration of RM21 million.
2. Rp.135.0 billion nominal value of redeemable convertible loan stock issued by NJL for a cash consideration of RM60 million.

The acquired subsidiary has contributed the following results to the Group:

	Current Year To Date <u>RM'000</u>
Revenue	22,671
Profit for the period	<u>3,455</u>

A13. Changes in the composition of the Group (Continued)

The assets and liabilities arising from the acquisition are as follows:

	Fair Value RM'000	Acquiree's Carrying Amount RM'000
Property, plant and equipment	22,110	22,110
Biological assets	85,548	85,548
Prepaid land lease payment	144	144
Inventories	1,806	1,806
Other receivables	384	384
Cash and bank balances	14,348	14,348
Trade and other payables	(16,162)	(16,162)
Borrowings	(1,071)	(1,071)
Foreign exchange translation	5,069	5,069
Total net assets	<u>112,176</u>	<u>112,176</u>
Less: Minority interest	<u>(22,435)</u>	
Share of net assets acquired	89,741	
Transfer from investment in associate	<u>5,749</u>	
	95,490	
Goodwill arising on acquisition	510	
Total cost acquisition	<u><u>96,000</u></u>	

The cash outflow on acquisition is as follows:

	Current Year To Date RM'000
Purchase consideration satisfied in cash	96,000
Cash paid in previous year	(14,000)
Cash and cash equivalent of acquired subsidiary	<u>(14,462)</u>
Net cash outflow of the Group	<u><u>67,538</u></u>

A14. Changes in contingent liabilities

There were no additional contingent liabilities during the current quarter, except as disclosed in Note B11 herein.

A15. Significant acquisition of property, plant and equipment

As at end of the current quarter the Group's significant acquisitions of property, plant and equipment are as follows :

	Current Year To Date RM'000
Plant and equipment	10,843
Vehicles	1,338
Property	1,796
Furniture, fittings and computers	2,692
Cattle fed	807
Work-in-progress :	
Biodiesel plants	<u>12,813</u>
	<u><u>30,289</u></u>

A16. Capital commitments

The amount of commitments not provided for in the interim financial statements as at 31 March 2008 were as follows:

	Current Year To Date
	<u>RM'000</u>
Property, plant and equipment	
Approved and contracted for	9,858
Approved but not contracted for	<u>20,410</u>
	<u><u>30,268</u></u>

A17. Related party transactions

The Group's material related party transactions at the end of current quarter were as follows:

KFB and its subsidiaries	Transacting parties	Relationship	Nature of transactions	RM'000
Kumpulan Fima Berhad	BHR Enterprise Sdn Bhd	Common Shareholders/ Directors	Advisory services	(120)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders	Purchase made - delivery services	(161)
			Rental income	100
	Nationwide Freight Forwarders Sdn Bhd	Common Shareholders	Purchase made - forwarding services	(217)
Fima-TLP Feedlot Sdn Bhd	Lee Pineapple Co. Pte. Ltd	Shareholder of Fima - TLP Feedlot Sdn Bhd	Purchase of cattle feed	(108)

PART B - BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of performance

The revenue for the Group of RM308.76 million for the 12 months period ended 31 March 2008 represented an increase of RM14.28 million or 4.8% from RM294.48 million recorded in the previous corresponding period. The increase was mainly due to better performance of the Bulking and Plantation segments.

The Group's profit before taxation for the same period stood at RM56.76 million, which is RM5.37 million higher than last year's of RM51.39 million. The increase was mainly due to higher profit recorded by Bulking and Plantation segments as well as improvement in the share of profits from associated companies.

B2. Comparison with preceding quarter's results

The Group's profit before taxation for the current quarter of RM15.24 million is RM1.02 million lower compared to profit before taxation of RM16.26 million recorded in the preceding quarter. This was mainly due to losses recorded by food companies.

B3. Prospects

The Directors expect the performance of the Group to be satisfactory for the remainder of the issuing financial year.

B4. Explanatory notes on variances with profit forecasts or profit guarantee

The Group did not issue any profit forecast and/or profit guarantee to the public.

B5. Taxation

Taxation comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-03-2008	Preceding Year Corresponding Quarter 31-03-2007	Current Year To Date 31-03-2008	Preceding Year Corresponding Period 31-03-2007
	RM'000	RM'000	RM'000	RM'000
Current taxation	3,984	(1,447)	14,155	10,740

Note :
 The effective tax rate of the Group was higher than the statutory tax rate due to the non utilization of group relief.

B6. Profits/(losses) on sale of unquoted investments and/or properties

There were no sale of unquoted investments and/or properties during the current quarter.

B7. Purchase or disposal of quoted securities

There were no purchase or disposal of quoted securities during the current quarter.

B8. Corporate proposals

There were no changes in the composition of the Group for the current quarter and financial period to date including business combination, acquisition or disposal of subsidiaries and long term investment, restructuring and discontinued operations except as disclosed in Note A13 above.

B9. Borrowings and debt securities

	As at 31-03-2008 RM'000	As at 31-03-2007 RM'000
Secured:		
Current	49,207	24,341
Non-current	41,786	34,127
	<u>90,993</u>	<u>58,468</u>

B10. Off balance sheet financial instruments

As at the reporting date, the Group does not have any off balance sheet financial instruments.

B11. Change in material litigations

Pending material litigations since preceeding quarter are as follows:

- (a) Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, a subsidiary of Kumpulan Fima Berhad ("KFima"), Fima Corporation Berhad ("FimaCorp"), as the Principal Tenant issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex.

Pursuant to the above, on 28 September 2001, FimaCorp was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being the renovation costs and general damages arising from the early termination of the Tenancy Agreement at Airtel Complex, in Subang. The Board of FimaCorp had sought the advice of the solicitors and was of the opinion that there should be no compensation payable to the Plaintiff as the demised premises was acquired by a relevant authority, MAHB, which was provided in the Tenancy Agreement between FimaCorp and the Plaintiff.

On 24 June 2002, the Plaintiff filed its amended Writ of Summons and Statement of Claim, naming MAHB as the Second Defendant and on 14 January 2003, served the same to FimaCorp. On 20 January 2003, FimaCorp's solicitors filed an amended Statement of Defence and on 22 April 2003, the Second Defendant obtained an order in terms from Courts to strike out the Plaintiff's claim.

The Plaintiff served its Application for Summons in Chambers on FimaCorp on 15 December 2003. Subsequently, FimaCorp replied to the Plaintiff on 16 December 2003 expressly stipulating that the Rules of the High Court requires the Plaintiff to file a Notice of Pre-Trial Case Management seeking the directions of the Judge as to the further conduct of the matter.

On 4 February 2004, the Plaintiff had withdrawn their Application for Summons in Chambers and the Court had directed the Plaintiff to file the necessary application in order to continue the proceedings.

The case is fixed for case management on 12 June 2008.

- (b) The Company and a subsidiary, FCB Business Centre Sdn Bhd ("Plaintiffs") had jointly claimed against a third party, The KAB Group Berhad (formerly known as KAB Sdn Bhd) ("Defendant") demanding arrears of rental and other expenses amounting to RM1,700,000. The Defendant filed their Statement of Defence denying the demand and counter claimed for over payment of RM2,060,000.

On 7 February 2003, the High Court allowed the Plaintiffs' claim for the sum of RM1,180,000. The High Court also ordered that the remaining claim of RM520,000 be proceeded with full trial. The High Court had further ordered that the execution be stayed until the disposal of the trial. The case is now fixed for case management on 3 July 2008.

In view of the uncertainty of recovering the amount awarded to the subsidiary, the amount approximately RM1,180,000 has not been recognised in the income statement of the Plaintiff in the current financial period.

- (c) The Company ("Defendant") was served with a Writ of Summons together with a Statement of Claim on 29 September 2005 by the ex-employees of the Company ("Plaintiffs"). The Plaintiffs claimed for an alleged sum of RM1.73 million together with 8.0% interest per annum under the Defendant's Employment Benefit Scheme pursuant to the Trust Deed dated 16 June 1992.

On 10 April 2006, the Defendant's solicitors filed an application to strike out the Plaintiffs' suit and the hearing of the said application was fixed on 14 September 2006.

On 21 April 2006, the Plaintiffs filed an application for Summary Judgment pursuant to Order 14 of Rules of High Court 1980.

On 14 September 2006, the Court ordered that the Defendant's application to strike out the Plaintiffs' suit and the Plaintiffs' application for Summary Judgment be heard concurrently. The Court further fixed 5 December 2006 as the next mention date.

However, on 5 December 2006, the Court fixed 10 April 2007 for hearing of the Plaintiffs' application for Summary Judgment and mention for the Defendant's application to strike out the Plaintiffs' suit as the Court decided not to hear the two applications concurrently.

On 10 April 2007, the matter was not listed for hearing in the High Court and the Plaintiffs' solicitors would write to the Court to obtain new dates for both the Plaintiffs' application for Summary Judgment and the Defendant's application to strike out the Plaintiffs' suit.

The Court has fixed 23 July 2007 for hearing of the Defendant's application to strike out the Plaintiffs' suit.

During the Hearing on 23 July 2007, the Court has fixed 6 August 2007 for the decision and on 6 August 2007, the Court has dismissed the Defendant's application to strike out the Plaintiffs' suit with cost. The Court further fixed 29 August 2007 for mention for the Plaintiffs to decide whether they wish to proceed with their application for Summary Judgment as the Court has indicated there are triable issues and most likely the Court would not allow the Plaintiff's application. The Defendant's solicitors are of the view that the Defendant should appeal to the Judge in Chambers as the Plaintiffs' claim is time-barred. The Defendant's solicitors will file the Notice of Appeal accordingly.

On 14 August 2007, the Defendant's solicitors filed Notice of Appeal to the Judge in Chambers against the decision to dismiss the Defendant's application to strike out the Plaintiff's suit.

On 29 August 2007, the Court fixed 17 September 2007 for Hearing of the Plaintiff's application for Summary Judgment and during the Hearing on 17 September 2007, the Plaintiffs decided to withdraw their application with cost.

The Court had later fixed 24 September 2007 for mention to enable both parties to resolve the issues on costs which the Plaintiffs agreed to pay cost of RM800 to the Defendant following their withdrawal of their Summary Judgment application.

On 24 September 2007, the Court fixed the date for Hearing of the Defendant's Notice to appeal to the Judge in Chambers on 12 November 2007.

On the Hearing date of 12 November 2007, the Court has instructed both parties to file written submission and fixed this matter for decision on 20 February 2008.

The matter which had been fixed for decision on 20 February 2008 was later postponed to 16 April 2008.

On 16 April 2008, the Court had directed both parties to file further submissions and later fixed this matter for mention on 2 July 2008.

B12. Dividends

The Directors of the Company is recommending a final dividend of 2.5% less 25% taxation for the current financial year and subject to the approval of the shareholders at the forthcoming Annual General Meeting.

B13. Earnings per share

The basic earnings per share are calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-03-2008	Preceding Year Corresponding Quarter 31-03-2007	Current Year To Date 31-03-2008	Preceding Year Corresponding Period 31-03-2007
Profit attributable to ordinary equity holders of the parent (RM'000)	7,782	10,990	29,613	29,660
Number of ordinary shares in issue ('000)	263,160	263,160	263,160	263,160
Basic earnings per share (sen)	<u>2.96</u>	<u>4.18</u>	<u>11.25</u>	<u>11.27</u>

By order of the Board

MOHD YUSOF BIN PANDAK YATIM (MIA 4110)

JASMIN BINTI HOOD (LS0009071)

Company Secretaries

Kuala Lumpur

Dated : 30 May 2008