

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Statements of Comprehensive Income
For the First Quarter Ended 30 June 2010
Except as disclosed otherwise, the figures have not been audited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 30-06-2010	Preceding Year Corresponding Quarter 30-06-2009	Current Year To Date 30-06-2010	Preceding Year Corresponding Period 30-06-2009
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	110,751	92,662	110,751	92,662
Cost of sales		(59,361)	(56,350)	(59,361)	(56,350)
Gross profit		51,390	36,312	51,390	36,312
Other income		2,369	7,210	2,369	7,210
Administrative expenses		(10,185)	(10,211)	(10,185)	(10,211)
Selling and marketing expenses		(977)	(908)	(977)	(908)
Other expenses		(5,022)	(2,802)	(5,022)	(2,802)
		(16,184)	(13,921)	(16,184)	(13,921)
Finance cost		(642)	(1,091)	(642)	(1,091)
Share of profit of associates		2,103	3,282	2,103	3,282
Profit before taxation	A9	39,036	31,792	39,036	31,792
Income tax expense	B5	(9,973)	(5,967)	(9,973)	(5,967)
Profit for the period		29,063	25,825	29,063	25,825
Other comprehensive income					
Foreign currency translation differences for foreign operations		(711)	11,994	(711)	11,994
Changes in revaluation reserve relating to property, plant and equipment		-	(5,189)	-	(5,189)
Total comprehensive income for the period		28,352	32,630	28,352	32,630
Profit attributable to :					
Equity holder of the Company		17,364	18,455	17,364	18,455
Minority interests		11,699	7,370	11,699	7,370
Profit for the period		29,063	25,825	29,063	25,825
Total comprehensive income attributable to :					
Equity holder of the Company		16,653	25,260	16,653	25,260
Minority interests		11,699	7,370	11,699	7,370
Total comprehensive income for the period		28,352	32,630	28,352	32,630
Earnings per share attributable to equity holder of the Company:					
Basic earnings per share (sen)		6.60	7.01	6.60	7.01

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2010.

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Statements of Financial Position as at 30 June 2010**Except as disclosed otherwise, the figures have not been audited**

	As At End Of Current Quarter 30-06-2010 (Unaudited)	As At Preceding Financial Year Ended 31-03-2010 (Restated)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	157,874	161,167
Investment properties	83,491	83,901
Prepaid land lease payment	28,210	28,323
Biological assets	82,054	82,797
Interests in associates	40,903	44,050
Deferred tax assets	3,250	3,272
Goodwill on consolidation	13,055	13,055
	<u>408,837</u>	<u>416,565</u>
Current Assets		
Inventories	56,827	53,122
Trade receivables	118,736	115,636
Other receivables	20,979	17,527
Cash and bank balances	152,162	128,656
	<u>348,704</u>	<u>314,941</u>
TOTAL ASSETS	<u>757,541</u>	<u>731,506</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	263,160	263,160
Reserves	154,440	137,787
	<u>417,600</u>	<u>400,947</u>
Minority interests	150,793	139,094
Total equity	<u>568,393</u>	<u>540,041</u>
Non-current liabilities		
Long term borrowings	9,957	22,736
Retirement benefit obligations	1,036	1,028
Deferred tax liabilities	16,707	16,762
	<u>27,700</u>	<u>40,526</u>
Current Liabilities		
Short term borrowings	40,219	43,640
Trade payables	56,479	48,913
Other payables	43,120	45,266
Provision for compensation claim	2,120	2,120
Taxation	19,510	11,000
	<u>161,448</u>	<u>150,939</u>
Total liabilities	<u>189,148</u>	<u>191,465</u>
TOTAL EQUITY AND LIABILITIES	<u>757,541</u>	<u>731,506</u>
Net assets per share (RM)	<u>1.59</u>	<u>1.52</u>

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Statements of Changes in Equity

For the First Quarter Ended 30 June 2010

Except as disclosed otherwise, the figures have not been audited

2010/11

Attributable to Equity Holders of the Company

Non-distributable

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Retained profit	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
At 1 April 2010	263,160	12,161	41,225	437	26,758	9,552	47,654	400,947	139,094	540,041
Total comprehensive income for the period	-	-	-	-	-	(711)	17,364	16,653	11,699	28,352
At 30-06-2010	263,160	12,161	41,225	437	26,758	8,841	65,018	417,600	150,793	568,393

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	(Accumulated losses)/ Retained profit	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
At 1-4-2009	263,160	12,161	44,527	437	26,758	(7,245)	(5,174)	334,624	117,212	451,836
Total comprehensive income for the period	-	-	(5,189)	-	-	11,994	18,455	25,260	7,370	32,630
Purchase of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	(30)	(30)
At 30-6-2009	263,160	12,161	39,338	437	26,758	4,749	13,281	359,884	124,552	484,436

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2010 and the accompanying explanatory notes attached to the interim financial statements.

KUMPULAN FIMA BERHAD
(Company No.:11817-V)
(Incorporated in Malaysia)

Condensed Consolidated Statements of Cash Flow for the First Quarter Ended 30 June 2010
Except as disclosed otherwise, the figures have not been audited

	← To Date →	
	30-06-2010	30-06-2009
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	39,036	31,792
Adjustment for:		
Non-cash items	4,058	4,324
Operating profit before working capital changes	43,094	36,116
Increase in inventories	(4,247)	(9,105)
(Increase)/decrease in receivables	(4,192)	4,778
Increase in net amount due from related companies	(1)	(33)
Increase/(decrease) in payables	6,493	(11,533)
Cash generated from operations	41,147	20,223
Interest paid	(363)	(832)
Taxes paid	(4,594)	(1,829)
Retirement benefits paid	(8)	(51)
Net cash generated from operating activities	36,182	17,511
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to biological assets	(376)	(756)
Proceeds from disposal of property, plant and equipment	-	30
Purchase of property, plant and equipment	(1,777)	(4,700)
Purchase of investment property	-	(643)
Net dividend received from an associated company	5,251	-
Interest received	332	68
Net cash generated from/(used in) investing activities	3,430	(6,001)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (repayment)/drawdown of revolving credit facility	(12,700)	5,000
Net repayment of short term borrowings	(2,680)	(7,992)
Acquisition of treasury shares by a subsidiary	-	(29)
Increase in deposits on lien	(6)	(8)
Net cash used in financing activities	(15,386)	(3,029)
NET INCREASE IN CASH AND CASH EQUIVALENTS	24,226	8,481
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	121,269	32,831
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	145,495	41,312
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	22,502	14,270
Fixed deposits with financial institutions *	126,548	41,004
Secured bank overdrafts	(3,555)	(13,962)
	145,495	41,312
* Fixed deposits with financial institutions comprise:		
Fixed deposits	129,660	46,045
less : Deposits on lien	(3,112)	(5,041)
	126,548	41,004

- PART A - FRS 134 requirements
- PART B - Bursa Malaysia Securities Berhad ("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 Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2010. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2010.

A2. Changes in accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2010 except for the adoption of the following new/revised Financial Reporting Standards ("FRS"):

Effective for financial periods beginning on or after 1 July 2009:

FRS 8 : Operating segments

Effective for financial periods beginning on or after 1 January 2010:

FRS 4 : Insurance contracts

FRS 7 : Financial instruments: Disclosures

FRS 101 : Presentation of Financial Statements (revised)

FRS 123 : Borrowing costs

FRS 139 : Financial instruments: Recognition and measurement

Amendments to FRS 1: First-time adoption of financial reporting Standards and
and FRS 127 : Consolidated and Separate Financial Statements: Cost of and investment in a
subsidiary, jointly controlled entity and associate

Amendments to FRS 2: Share-based payment: Vesting conditions and cancellations

Amendment to FRS 132: Financial Instruments: Presentation and disclosure

Amendment to FRS 139,: Financial Instruments: Recognition and Measurement, Disclosure and
FRS 7 and : Reassessment of Embedded Derivatives

IC Interpretation 9

Amendment to FRSs : 'Improvement to FRSs (2009)'

IC Interpretation 9 : Reassessment of Embedded Derivatives

IC Interpretation 10: Interim Financial Reporting and Impairment

IC Interpretation 11: FRS 2 - Group and Treasury Share

IC Interpretation 13: Customer Loyalty Programmes

IC Interpretation 14: FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirement
and their Interaction

The above new FRSs, Amendments to FRSs and Interpretations have no significant impact on the financial statements of the Group and the Company upon their initial application except for the changes arising from the adoption of FRS 7, FRS 8, FRS 101, FRS 123 and FRS 139 as discussed below:

FRS 7: Financial Instruments : Disclosures

FRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of quantitative and qualitative information about exposures to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and foreign exchange risks, including sensitivity analysis to foreign exchange risks. As this is a standard on disclosures, there will be no impact on the financial position or results of the Group for the period.

A2. Changes in accounting policies (Contd.)

Effective for financial periods beginning on or after 1 January 2010: (Contd.)

FRS 8: Operating Segments

FRS 8 replaces FRS 114²⁰⁰⁴ : Segment Reporting and requires a 'management approach', under which segment information is presented on a similar basis to that used for internal reporting purposes. As a result, the Group's external segmental reporting will be based on the internal reporting to the "chief operating decision maker", who makes decisions on the allocation of resources and assesses the performance of the reportable segments. As this is a standard on disclosures, there will be no impact on the financial position or results of the Group for the period.

FRS 101: Presentation of Financial Statements

The revised FRS 101 separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transaction with owners, with all non-owner changes in equity presented in the statement of other comprehensive income. In addition, the standard introduces the statement of comprehensive income which presents income and expense recognised in the period. This statement may be presented in one single statement, or two linked statements. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. This revised FRS does not have any impact on the financial position and results of the Group and the Company for the period.

FRS 123: Borrowing Costs

This Standard supersedes FRS 123²⁰⁰⁴: Borrowing Costs that removes the option of expensing borrowing costs and requires capitalisation of such costs that are directly attributable to the acquisition, construction or production of a qualifying asset as part of the cost of that asset. Other borrowing costs are recognised as an expense. The Group's current accounting policy is to expense the borrowing costs in the period which they are incurred. In accordance with the transitional provisions of the Standard, the Group will apply the change in accounting policy prospectively for which the commencement date for capitalisation of borrowing cost on qualifying assets is on or after the financial period 1 January 2010.

FRS 139: Financial Instruments: Recognition and Measurement

FRS 139 provides guidance for the measurement of financial instruments. Depending on the categorization applied for each individual financial asset and liability, some financial assets and liabilities will need to be fair valued and others are stated at amortised cost. FRS 139 prescribes prospective application for the first time adoption. Significant accounting policies adopted have been summarised below :-

Financial Assets

Financial assets recognised in the statement of financial position when and only when, the Group or Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group or the Company's contractual rights to the cashflow from the financial assets expires or if the Group or the Company transfer the financial assets to another party without retaining control or substantially all risks and rewards of the asset.

A2. Changes in accounting policies (Contd.)

Effective for financial periods beginning on or after 1 January 2010: (Contd.)

FRS 139: Financial Instruments: Recognition and Measurement (Contd.)

Financial Assets (Contd.)

Initial Recognition

Financial assets within the scope of FRS 139 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group and the Company determine the classification of its financial assets at initial recognition.

Financial assets are recognised initially at fair value plus, in the case of financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way purchase) are recognised on the trade date i.e. date that the Group or Company commits to purchase or sell the assets.

The Group's financial assets include cash and bank balances and trade and other receivables. All financial assets of the Group and Company are categorised as loans and receivables.

Subsequent Measurement

Loans and receivables are non- derivative financial assets with fixed or determinable payments that are not quoted in an active market. Such financial assets are carried at amortised cost using the effective interest rate method less impairment losses. Gains and losses are recognised in the income statement when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Financial Liabilities

Financial liabilities are recognised in the statement of financial position when, and only when, the Group becomes a party to the contractual provision of the instrument. Financial liabilities are derecognised if the Group's obligation specified in the contract expires or are discharged or cancelled.

Initial Recognition

Financial liabilities within the scope of FRS 139 are classified as financial liabilities at fair value through profit and loss, loans and borrowings or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group determines the classification of its financial liabilities at initial recognition.

Financial liabilities are recognised initially at fair value and in the case of loans and borrowings, directly attributable transaction costs. The Group's financial liabilities includes trade and other payables and financial guarantees. All financial liabilities of the Group are classified as loans and borrowings.

Subsequent Measurement

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Gains and losses are recognised in the Statement of Comprehensive Income when the liabilities are derecognised as well as through amortisation process.

Amendments to FRSs 'Improvement to FRSs (2009) - FRS 117: Leases

Prior to 1 April 2010, leasehold land were treated as operating leases. The minimum lease payments or the up-front payments made are allocated, whenever necessary, between the land and the buildings elements in proportion to the relative fair values for leasehold interest in the land element and buildings element of the lease at the inception of the lease. The up-front payment represents prepaid lease payment and are amortised on a straight-line basis over the lease term.

Upon adoption of the Amendment to FRS 117, the classification of a leasehold land as a finance lease or an operating lease is based on the extent of risks and rewards of the lease. The Group has determined that all leasehold land of the Group are in substance finance leases and has reclassified its leasehold land from prepaid land lease payments to property, plant and equipment.

The reclassification has been made retrospectively and the effects on the consolidated statement of financial position as at 31 March 2010 are as follows:

	As previously stated	Adjustment	As restated
	RM'000	RM'000	RM'000
As at 31 March 2010			
Property, plant and equipment	153,016	8,151	161,167
Prepaid land lease payment	36,474	(8,151)	28,323

A3. Auditors' Report on Preceding Annual Financial Statements.

The financial statements of the Group for the financial year ended 31 March 2010 were not subject to any audit qualification.

A4. Seasonal and cyclical factors

The manufacturing segment is affected by cyclical changes in volumes of certain jobs whilst the plantation segment is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

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 would have 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 was no dividend paid during the current quarter (30 June 2009: Nil).

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
	30-06-2010	30-06-2009	30-06-2010	30-06-2009
	RM'000	RM'000	RM'000	RM'000
Manufacturing*	49,817	40,903	49,817	40,903
Plantation	31,313	21,721	31,313	21,721
Bulking	11,682	10,402	11,682	10,402
Food	14,398	14,547	14,398	14,547
Others	5,569	10,382	5,569	10,382
	112,779	97,955	112,779	97,955
Elimination of inter-segment sales	(2,028)	(5,293)	(2,028)	(5,293)
	110,751	92,662	110,751	92,662

Profit before taxation	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
	30-06-2010	30-06-2009	30-06-2010	30-06-2009
	RM'000	RM'000	RM'000	RM'000
Manufacturing*	19,804	11,292	19,804	11,292
Plantation	13,529	6,146	13,529	6,146
Bulking	5,450	4,527	5,450	4,527
Food	1,298	1,181	1,298	1,181
Others	(3,147)	5,364	(3,147)	5,364
	36,934	28,510	36,934	28,510
Associated companies	2,102	3,282	2,102	3,282
	39,036	31,792	39,036	31,792

* Production and trading of security documents.

A10. Valuation of property, plant and equipment

The valuations of land and building have been brought forward from the last financial statements for the year ended 31 March 2010.

A11. Subsequent material events

There were no material events subsequent to the end of current quarter.

A12. Inventories

During the quarter, there was no significant write-down or write-back of inventories.

A13. Changes in the composition of the Group

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

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	961
Vehicles	586
Buildings	137
Furniture, fittings and computers	93
	<u>1,777</u>

A16. Capital commitments

The amount of commitments not provided for in the interim financial statements as at 30 June 2010 were as follows:

	Current Year To Date RM'000
Property, plant and equipment	
Approved and contracted for	4,399
Approved but not contracted for	22,479
	<u>26,878</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	(30)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders	Purchase made - delivery services	(46)
			Rental income	26
	Nationwide Freight Forwarders Sdn Bhd	Common Shareholders	Purchase made - forwarding services	(135)

PART B - BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of performance

The Group revenue for the 3 months period ended 30 June 2010 stood at RM110.75 million as compared to RM92.66 million in the previous corresponding period, an improvement of RM18.09 million (19.5%) which came mainly from the manufacturing and plantation division.

The Group's profit before taxation ("PBT") for the period stood at RM39.04 million, which was RM7.25 million or 24.7% higher than last year's of RM31.79 million. The increase is in line with the above increase in revenue of manufacturing and plantation divisions.

B2. Comparison with preceding quarter's results

The Group's PBT for the current quarter of RM39.04 million is RM12.61 million (or 47.7%) higher as compared to PBT of RM26.43 million recorded in the preceding quarter. This increase was generally due to better profit recorded by Manufacturing, Plantation and share of profit from associates.

B3. Prospects

The Directors expect the performance of the Group to be maintained for the remaining period of the year.

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

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	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-06-2010	30-06-2009	30-06-2010	30-06-2009
	RM'000	RM'000	RM'000	RM'000
Current taxation	9,973	5,967	9,973	5,967

The effective tax rate on Group's profit to date is higher than the statutory tax rate mainly due to forex losses which is not allowable for taxation purposes.

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.

B9. Borrowings and debt securities

	As at 30-06-2010 RM'000	As at 31-03-2009 RM'000
Secured:		
Current	40,219	43,640
Non-current	9,957	22,736
	<u>50,176</u>	<u>66,376</u>

B10. Off balance sheet financial instruments

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

B11. Changes 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, 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.

B11. Changes in material litigations (contd')

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 11 November 2008, the Court had disposed off this matter summarily in favour of the Plaintiff and on 4 March 2009, FimaCorp had filed its Record of Appeal to the Court of Appeal to appeal against the decision. The Court of Appeal has yet to fix the Hearing date for the appeal. The subsidiary had made full provision for the compensation claim in the prior financial year.

- b) 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.

The Defendant had appointed Messrs. Gideon Tan Razali Zaini who had entered appearance on the Company's behalf on 7 October 2005 to defend the case.

On 10 April 2006, the solicitors had filed the Defendant's application to strike out the Plaintiffs' suit. However, the Court had dismissed the application on 6 August 2007.

On 21 April 2006, the Plaintiffs had filed an application for summary judgment pursuant to Order 14 of Rules of High Court 1980 but later withdrew the application on 17 September 2007.

The Defendant had, on 14 August 2007 filed Notice of Appeal to the Judge in Chambers against the Senior Assistant Registrar's decision to dismiss the Defendant's application to strike out suit on the grounds that the Plaintiff's claim is time barred.

On 2 July 2008, the Court had dismissed the Defendant's appeal and directed the parties to attend the Case Management of this matter. The defendant had subsequently filed its appeal to the Court of Appeal but on 3 December 2009 the defendant's appeal was also dismissed.

Case Management of this matter has been fixed for 6 September 2010 and trial on 1 to 3 November 2010.

B12. Dividends

The Directors of the Company do not recommend any interim dividend during the current quarter.

B13. Earnings per share

The basic earnings per share are calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-06-2010	Preceding Year Corresponding Quarter 30-06-2009	Current Year To Date 30-06-2010	Preceding Year Corresponding Period 30-06-2009
Profit attributable to ordinary equity holders of the Company(RM'000)	17,364	18,455	17,364	18,455
Number of ordinary shares in issue ('000)	263,160	263,160	263,160	263,160
Basic earnings per share (sen)	<u>6.60</u>	<u>7.01</u>	<u>6.60</u>	<u>7.01</u>

By order of the Board

MOHD YUSOF BIN PANDAK YATIM (MIA 4110)

JASMIN BINTI HOOD (LS0009071)

Company Secretaries

Kuala Lumpur

Dated : 30 August 2010