

**Unaudited Condensed Consolidated Statement of Financial Position  
as at 30 September 2011**

	Note	As at 30.09.11 RM'000 unaudited	As at 30.06.11 RM'000 audited (restated)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A 10	6,365	6,402
Investment properties		2,065	1,845
Prepaid lease payments		470	473
Land held for property development		8,745	8,745
Goodwill on consolidation		1,436	1,436
		<u>19,081</u>	<u>18,901</u>
<b>Current assets</b>			
Inventories-Finished Goods		8,182	7,867
Inventories-Completed Properties		-	1,211
Property Development Costs		5,361	5,323
Trade receivables		17,604	21,637
Other receivables, deposits and prepayments		334	329
Tax recoverable		50	251
Fixed deposits with licensed banks		7,266	2,602
Cash and bank balances		2,840	4,089
		<u>41,637</u>	<u>43,309</u>
<b>TOTAL ASSETS</b>		<u><u>60,718</u></u>	<u><u>62,210</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		40,000	40,000
Share premium		4,186	4,186
Reserves		1,227	1,227
Retained profit / (Accumulated loss)		(4,023)	(4,488)
		<u>41,390</u>	<u>40,925</u>
<b>Non-controlling interest</b>		<u>7,074</u>	<u>6,969</u>
<b>Total equity</b>		<u><u>48,464</u></u>	<u><u>47,894</u></u>

**Unaudited Condensed Consolidated Statement of Financial Position  
as at 30 September 2011**

	As at 30.09.2011 RM'000 unaudited	As at 30.06.2011 RM'000 audited (restated)
<b>Non current liabilities</b>		
Hire purchase creditors	441	440
Term Loan	1,174	1,200
Deferred taxation	282	282
	<u>1,897</u>	<u>1,922</u>
<b>Current liabilities</b>		
Trade payables	7,938	9,142
Other payables and accruals	1,364	835
Hire purchase creditors	126	118
Term Loan	500	584
Bank overdraft	332	1,440
Provision for taxation	97	275
	<u>10,357</u>	<u>12,394</u>
<b>Total liabilities</b>	<u>12,254</u>	<u>14,316</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>60,718</u>	<u>62,210</u>
<b>Net tangible assets per share (RM)</b>	<u>1.00</u>	<u>0.99</u>
<b>Net assets per share attributable to ordinary equity holders of the parents (RM)</b>	<u>1.03</u>	<u>1.02</u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Report for the year ended 30<sup>th</sup> June 2011.

**Unaudited Condensed Consolidated Statement of Comprehensive Income  
for the period ended 30 September 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months Current Year Quarter 30.09.11 RM'000 unaudited	3 months Preceding Year Corresponding Quarter 30.09.10 RM'000 audited (restated)	3 months Current Year To Date 30.09.11 RM'000 unaudited	3 months Preceding Year To Date 30.09.10 RM'000 audited (restated)
Revenue	11,131	8,045	11,131	8,045
Cost of sales	(8,826)	(6,068)	(8,826)	(6,068)
Gross profit	<u>2,305</u>	<u>1,977</u>	<u>2,305</u>	<u>1,977</u>
Other income	16	41	16	41
Administrative expenses	(1,492)	(1,579)	(1,492)	(1,579)
Finance cost	(18)	(12)	(18)	(12)
Profit /(Loss) before taxation	<u>811</u>	<u>427</u>	<u>811</u>	<u>427</u>
Tax expense	(241)	(225)	(241)	(225)
Profit / (loss) for the period	<u><u>570</u></u>	<u><u>202</u></u>	<u><u>570</u></u>	<u><u>202</u></u>
Other comprehensive income				
Fair Value adjustment	-	-	-	-
Total comprehensive income	<u><u>570</u></u>	<u><u>202</u></u>	<u><u>570</u></u>	<u><u>202</u></u>
Attributable to:				
Owners of the Company	465	8	465	8
Non-controlling interests	105	194	105	194
	<u><u>570</u></u>	<u><u>202</u></u>	<u><u>570</u></u>	<u><u>202</u></u>
Basic earnings per ordinary share (sen)	1.16	0.02	1.16	0.02

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the Audited Financial Report for the year ended 30<sup>th</sup> June 2011.

**Unaudited Condensed Consolidated Statement of Change in Equity  
for the period ended 30 September 2011**

	---- Attributable to Equity Holders of the Parent ----				Total	Minority Interest	Total Equity
	-- Non-distributable --		Distributable				
	Share Capital	Share Premium	Revaluation Reserve	Unapprop. Profit/(Loss)	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1st July 2011</b>	40,000	4,186	1,227	(4,488)	40,925	6,969	47,894
Total comprehensive income	-	-	-	465	465	105	570
<b>Balance as at 30th September 2011</b>	<u>40,000</u>	<u>4,186</u>	<u>1,227</u>	<u>(4,023)</u>	<u>41,390</u>	<u>7,074</u>	<u>48,464</u>
<b>Balance as at 1st July 2010 (restated)</b>	40,000	4,186	1,170	(6,459)	38,897	6,317	45,214
Total comprehensive income	-	-	57	1,971	2,028	728	2,756
Dividend paid to minority interest	-	-	-	-	-	(76)	(76)
<b>Balance as at 30th June 2011 (restated)</b>	<u>40,000</u>	<u>4,186</u>	<u>1,227</u>	<u>(4,488)</u>	<u>40,925</u>	<u>6,969</u>	<u>47,894</u>
Dividend distribution per ordinary share for the quarter		-	-	-	-		

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the Audited Financial Report for the year ended 30<sup>th</sup> June 2011.

**Unaudited Condensed Consolidated Statement of Cash Flows  
for the period ended 30 September 2011**

	<b>3 months Current Year To Date 30-09-11 RM'000 unaudited</b>	<b>12 months Preceding Year To Date 30-06-11 RM'000 audited (Restated)</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	811	3,124
Adjustments for :		
Non - cash items	(1)	(168)
Non - operating items - investing	117	441
Non - operating items - financing	17	2
Operating profit / (loss) before working capital changes	<u>944</u>	<u>3,399</u>
(Increase) / Decrease in working capital :		
Net Change in operating assets	4,887	(5,362)
Net Change in operating liabilities	<u>(675)</u>	<u>(23)</u>
Cash generated from / (used in) operation	5,156	(1,986)
Interest paid	(18)	(91)
Income tax paid	(218)	(1,577)
Income tax refund	-	500
Net cash from / (used in) operating activities	<u>4,920</u>	<u>(3,154)</u>
<b>Cash Flows from investing activities</b>		
Interest received	1	89
Proceeds from disposal of property, plant and equipment	-	400
Purchase of property, plant and equipment	<u>(297)</u>	<u>(670)</u>
Net cash (used in) / from investing activities	<u>(296)</u>	<u>(181)</u>
Balance carried forwards	4,624	(3,335)

**Unaudited Condensed Consolidated Statement of Cash Flows  
for the period ended 30 September 2011**

Balance brought forward	4,624	(3,335)
<b>Cash flows from financing activities</b>		
Dividends paid to minority shareholders	-	(76)
Drawdown of Hire Purchase	40	60
Drawdown of Term Loan	-	2,000
Repayment of term loan	(110)	(217)
Repayment of hire purchase	(31)	(145)
Net cash used in financing activities	<u>(101)</u>	<u>1,622</u>
Net increase /(decrease) in cash and cash equivalents	4,523	(1,713)
Cash and cash equivalents at beginning of year	5,251	6,964
Cash and cash at 30 September (i)	<u><u>9,774</u></u>	<u><u>5,251</u></u>

**(i) Cash and cash equivalents**

Cash and cash equivalents comprise the following balance sheet amounts :

	30/09/2011 RM'000	30/06/2011 RM'000
Cash and bank balances	2,840	4,089
Deposit with licensed banks	7,266	2,602
Bank overdrafts	(332)	(1,440)
	<u><u>9,774</u></u>	<u><u>5,251</u></u>

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the Audited Financial Report for the year ended 30<sup>th</sup> June 2011.

## **GRAND HOOVER BHD** (10493-P)

### Note to the interim financial report

#### **A1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the Financial Reporting Standards ("FRS") No. 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad's listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30<sup>th</sup> June 2011. 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 year ended 30<sup>th</sup> June 2011.

#### **A2. Changes in accounting policies**

The significant accounting policies, method of computation and basis of consolidation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 30<sup>th</sup> June 2011 except for the adoption of the relevant new FRSs, amendments to FRSs and IC Interpretations that are effective for annual periods beginning on or after 1 July 2011. The adoption of the new FRSs, amendments to FRSs and IC Interpretations does not have any material impact on the financial position and results of the Group.

#### **A3. Audit Report of Preceding Annual Financial Statements**

The audited annual financial statements for the year ended 30<sup>th</sup> June 2011 were not subject to any qualification.

#### **A4. Seasonal or cyclical factors**

The business of the Group was not affected by any significant seasonal or cyclical fluctuations. However, some of the trading division was marginally affected by the current competitive environments.

#### **A5. Unusual Items**

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flows of the Group during the financial period under review other than those disclosed in this interim condensed financial statements.

#### **A6. Changes in Estimates**

There were no changes in estimate of amount reported in the current quarter or changes in estimate of amount reported in prior financial years that have a material effect in the current quarter under review.

#### **A7. Debt and equity securities**

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the period under review.

#### **A8. Dividends paid**

No dividend was paid during the period from 1<sup>st</sup> July 2011 to 30<sup>th</sup> September 2011 (30<sup>th</sup> June 2011: NIL).

**GRAND HOOVER BHD** (10493-P)

Note to the interim financial report

**A9. Segment information**

Segment information is presented in respect of the Group's business segments.

	<b>Investment &amp; Property Services</b>	<b>Property Development</b>	<b>Construction</b>	<b>Trading</b>	<b>Manufacturing</b>	<b>Elimination</b>	<b>Group</b>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>							
Revenue from external customers	5	2,304	-	8,713	-		11,022
Inter-segment revenue	60	11	-	-	-	38	109
Total revenue	65	2,315	-	8,713	-	38	11,131
<b><u>Results</u></b>							
Segment Results	(140)	501	(83)	476	(1)	75	828
Unallocated expenses	-	-	-	-	-	-	-
Net interest expense	33	(48)	-	(2)	-	-	(17)
Profit/(loss) before tax	(107)	453	(83)	474	(1)	75	811
Taxation	(2)	(116)	-	(123)	-	-	(241)
Profit/(loss) After tax	(109)	337	(83)	351	(1)	75	570

**GRAND HOOVER BHD** (10493-P)  
Note to the interim financial report

**A10. Property, plant and equipment**

The valuations of land and buildings have been brought forward, without amendment from the previous annual audited financial statements.

**A11. Material events subsequent to the end of the interim period**

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

**A12. Changes in composition of the Group**

There were no material changes in the composition of the Group for the current quarter and financial year-to-date.

**A13. Changes in contingent liabilities**

There is no material changes on contingent liabilities other than those highlighted in the financial report for the year ended 30<sup>th</sup> June 2011.

***Performance Bonds***

Total performance bonds was issued during the period from 1<sup>st</sup> July 2011 to 30<sup>th</sup> September 2011 is RM12,000.00 (30<sup>th</sup> June 2011: RM12,000.00).

**A14. Capital commitments**

**Property, plant and equipment**

Authorised but not contracted for

Contracted but not provided for in the financial statements

RM'000

NIL

NIL

## GRAND HOOVER BHD (10493-P)

Additional Information Requested by the Bursa Malaysia Listing Requirements

### B1. Review of performance

The Group's financial performance for the period ended 30<sup>th</sup> September 2011 has reported a profit before tax of RM811,000 compared with the preceding year profit before tax of RM427,000.

### B2. Variation of results against preceding quarter

For the quarter under review, the Group made a profit before tax of RM811,000 as compared to a profit before tax of RM2,217,000 in the immediate preceding quarter.

There is no new launching of property development in current quarter that resulted in lower profit generated in current quarter.

### B3. Current financial year prospects

The Group's business is mainly in the construction of residential properties, property development and trading of building materials. Barring any unforeseen circumstances, the Group's result is expected to be lean as the group new development will be launched towards the end of the financial year.

### B4. Taxation

	RM'000
Current year taxation	241
	-----
	241
	=====

The provision of taxation relates to profit made on trading and property development segment.

### B5. Status of corporate proposal announced

Status of corporate proposals announced but not completed as at 22<sup>nd</sup> November 2011 is:

- a) Proposed Acquisition of A Parcel of Land From Perbadanan Kemajuan Negeri Kedah ("PKNK") For A Total Cash Consideration of RM20,000,000.00

As per the announcement made to the Bursa Malaysia Securities Bhd. on 16<sup>th</sup> December 2008, PKNK and the Company had by way of exchange of letters mutually agreed to vary certain terms and conditions of the Sale and Purchase Agreement dated 7<sup>th</sup> May 2003 ("SPA").

The variation to the SPA reduces the Company's acquisition to only 125 acres instead of the 500 acres of the Land for a total cash consideration of RM5,000,000 which has been paid in full and PKNK is to identify and transfer the 125 acres to the Company in a block title.

On 16 May 2010, PKNK informed the Company that Pejabat Tanah Kulim will be issuing individual titles for the land to the Company.

**GRAND HOOVER BHD (10493-P)**

Additional Information Requested by the Bursa Malaysia Listing Requirements

**B6. Group borrowings and debt securities**

All the borrowings of the Group are in Ringgit Malaysia.

	Secured RM'000	Unsecured RM'000
BANK OVERDRAFT		
Repayable within the next 12 months	332	
HIRE PURCHASE		
Repayable within the next 12 months	126	
Repayable after the next 12 months	441	
TERM LOAN		
Repayable within the next 12 months	500	
Repayable after the next 12 months	1,174	
Total:	----- 2,573 =====	----- - =====

**B7. Realised and Unrealised Profits / Losses Disclosure**

	As at 30.09.2011 (RM'000)	As at 30.06.2011 (RM'000) audited (restated)
Total retained profits / (accumulated losses) of the Company and its subsidiaries:		
- Realised	(4,070)	(4,535)
- Unrealised	47	47
Total Group retained profits / (accumulated losses) as per consolidated accounts	----- (4,023) =====	----- (4,488) =====

**B8. Off balance sheet financial instruments**

There were no financial instruments with off balance sheet risk for the current financial period to date.

**GRAND HOOVER BHD (10493-P)**

Additional Information Requested by the Bursa Malaysia Listing Requirements

**B9. Changes in material litigation**

Material litigations as at 22<sup>nd</sup> November 2011 is as follows:-

KL Originating summons No. D4-24-138-2007

Konsep Karisma Sdn. Bhd. ('KKSB') suing against Grand Hoover Berhad ('GHB') for consultancy fees of RM1,631,615 for project under appointment letter dated 23<sup>rd</sup> May 2003.

Separate Civil Suit by Grand Hoover Berhad ('GHB') against Konsep Karisma Sdn Bhd ('KKSB') KL High Court Suite No. S3 – 22-492-2007 for damages for breach of contract and/or negligence, and for a declaration that KKSB's alleged claim for fees against GHB is invalid.

On 2 November 2011, the judge had dismissed both GHB's claim and KKSB's counterclaim and ordered each party to bear its own cost. The same was announced on 3 November 2011 to Bursa Malaysia.

**B10. Dividends**

No interim dividend was declared during the period from 1<sup>st</sup> July 2011 to 30<sup>th</sup> September 2011 (30<sup>th</sup> June 2011: NIL).

**B11. Earnings per share**

***Basic earnings per share***

The calculation of basic earnings per share for the quarter is based on the profit for the period attributable to equity holders of the parent of RM465,000 and the number of ordinary shares in issue during the quarter of 40,000,000.