

**SCOMI MARINE BHD (397979-A)**  
**(formerly known as HABIB CORPORATION BERHAD)**

**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT – FRS 134**

**A1 Basis Of Preparation**

The interim financial report has been prepared in accordance with Financial Reporting Standards ("FRS") 134 Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005.

**A2 Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new/revised FRSs effective for financial period beginning 1 January 2006:

FRS 2	Share-based payment
FRS 3	Business Combinations
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments: Disclosure and Presentations
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

Up to 31 December 2005, the Group's consolidated financial statements were prepared in accordance with the FRSs with effective dates before 1 January 2006. Certain comparative figures in respect of 2005 have been restated to reflect the relevant adjustments.

## **A2 Changes in Accounting Policies (continued)**

The adoption of FRS 3, 108, 110, 116, 121, 127, 132, 133, 136 and 138 does not have significant financial impact to the Group. With the adoption of the new applicable FRSs, the Group has effected the necessary changes to the accounting policies and disclosures as follows:

### **a) FRS 101: Presentation of Financial Statements**

The adoption of the revised FRS 101 has affected the presentation of the minority interest, share of net after tax results of associated companies, and other disclosures. In the condensed consolidated balance sheet, minority interests are now presented within total equity. In the condensed consolidated income statements, minority interests are presented as an allocation of the net profit or loss for the period. A similar requirement is also applicable to the statements of changes in equity. This standard also requires disclosure, on the face of the statements of changes in equity, total recognized income and expenses for the period, showing separately the amounts attributable to shareholders of the Company and to minority interests.

The current period's presentation of the Group's financial statements is based on the requirements of the revised FRS 101, with the comparatives restated to conform with the requirement.

### **b) FRS 2 : Share-based payment**

This FRS requires an entity to recognize share-based payment transactions in its financial statements, including transactions with employees or other parties to be settled in cash, other assets, or equity instruments of the entity.

The Company implements an equity-settled, share based compensation plan for the employees of the Group known as the Employees' Share Option Scheme ("ESOS"). Prior to 1 January 2006, no compensation expense was recognized in the consolidated income statement for share options granted. If the employees chose to exercise the options, the nominal amount of share capital and share premium were credited only to the extent of the option's exercised.

With the adoption of FRS 2, the compensation expense relating to share options is recognized within staff costs in the consolidated income statement over the vesting periods of the grants with a corresponding increase in equity.

If an employee chooses to exercise the options, the related capital reserve is transferred to share capital and share premium, together with the exercise price. If the options are unexercised and lapsed, the related capital reserve is transferred directly to retained earnings.

The new accounting policy is to be applied retrospectively with comparative restated in accordance with FRS 2, except for the transitional provisions set out in paragraph 53 of FRS 2 under which the new recognition and measurement policies have not been applied to the following grants of options:

- a) all options granted to employees on or before 31 December 2004; and
- b) all options granted to employees after 31 December 2004 and which were vested before 1 January 2006.

No adjustments to the opening balances as at 1 January 2005 are required as no options existed at that time which were unvested as at 1 January 2006.

## A2 Changes in Accounting Policies (continued)

The amount charged to the income statement as a result of the change of policy had increased the administrative expenses for the six months ended 30 June 2006 by RM258,000 (six months ended 30 June 2005: Nil), with the corresponding amounts credited to the Options reserve.

Effect of the changes in policies on profit after taxation for the three months ended 31 March 2006.

Effect of changes in accounting policies (increase/decrease)	6 months ended 30 June 2006			6 months ended 30 June 2005		
	Share holders of the company RM'000	Minority interest RM'000	Total RM'000	Share holders of the company RM'000	Minority interest RM'000	Total RM'000
FRS 2						
Equity settled share based transaction	(258)	26	(232)	-	-	-
Total effect for the period	(258)	26	(232)	-	-	-
Effect on earnings per share:						
- basic earning per share (sen)	(0.04)	-	(0.04)	-	-	-
- diluted earnings per share (sen)	(0.04)	-	(0.04)	-	-	-

Details of the employees share option scheme can be found in the Company's audited financial statements for the year ended 31 December 2005.

New/revised FRSs which would be adopted from the financial period beginning 1 January 2007, are:

FRS 117	Leases
FRS 124	Related Party Disclosures

The adoption of the above new FRSs has no material effect on the results and financial position of the current and prior periods.

## A3 Audit Report For Preceding Annual Financial Statements

The audit report for the Group's annual financial statements for the year ended 31 December 2005 was not subject to any qualifications.

## A4 Seasonal Or Cyclical Factors

The Group's operations are generally not affected by any seasonal or cyclical factors.

## A5 Unusual Items

Other than those disclosed, there were no unusual items that affected the assets, liabilities, equity, net income or cash flows in the current quarter under review.

**A6 Changes in Estimates**

The Group makes assumptions concerning the future and other sources of estimation uncertainty at the balance sheet date during its review for impairment of goodwill.

The key assumptions and other key sources of estimation uncertainty mentioned above that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are in respect of those made during the review of impairment of goodwill. The Group determines whether goodwill is impaired on an annual basis. Estimating the value in use requires the Group to make an estimate of the expected future cashflows from the cash-generating units and also to choose a suitable discount rate in order to calculate the present value of those cashflows. The carrying amount of goodwill as at 30 June 2006 was RM466.334 million.

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

**A7 Debt And Equity Securities**

There were no issuances, cancellations, share buy-backs, resale of shares bought back and repayment of debt and debt equity securities during the quarter under review except for the issuance of 5,791,000 ordinary shares of RM1 each for cash pursuant to the Company's ESOS at an exercise price of RM1.15 per ordinary share.

**A8 Dividend Paid**

No dividends were paid during the quarter under review.

## A9 Segment Reporting

Segment information as presented in respect of the Group's business segment.

	-Discontinued-	-----Continuing operations-----			Total RM'000
	Manufacturing and Jewellery RM'000	Investment holding RM'000	Marine Services RM'000	Intersegment elimination RM'000	
<b>REVENUE AND RESULTS</b>					
<b>REVENUE</b>					
External sales	69,056	-	218,203		218,203
<b>RESULTS</b>					
Profit from operations	5,130	16,268	50,050	(18,898)	47,420
Interest expense	(2,939)	-	(22,536)	-	(22,536)
Interest income	594	394	2,587	-	2,981
Share of profits of an associated company	-	-	7,892	-	7,892
Profit before taxation	2,785	16,662	37,993	(18,898)	35,757
Taxation	(1,438)				(3,106)
Profit after taxation	1,347				32,651
Minority Interest	-				(1,071)
Net profit attributable to shareholders	1,347				31,580
<b>ASSETS AND LIABILITIES</b>					
<b>ASSETS</b>					
Assets employed in the segment		873,581	1,465,314	(753,370)	1,585,525
Investment in associated company	n.a.		182,136	-	182,136
Consolidated total assets					1,767,661
<b>LIABILITIES</b>					
Liabilities in segment	n.a.	4,840	813,965		818,805
<b>OTHER INFORMATION</b>					
Capital expenditure	n.a.	-	36,611	-	36,611
Depreciation	n.a.	-	27,087	-	27,087
Non cash expenses other than depreciation, amortization and impairment losses	n.a.	-	-	-	-

## **A10 Valuation of Property, Plant and Equipment**

There were no changes to the valuation of property, plant and equipment brought forward from the previous annual financial statements.

## **A11 Material Subsequent Events**

Save as disclosed in Note B8, there were no material events subsequent to the end of the quarter under review that has not been reflected in this condensed financial statements for this quarter.

## **A12 Changes In Composition Of The Group**

Following the completion of the Proposed Divestment on 6 July 2006, the following companies have ceased to be subsidiary companies of the Group: -

- (a) Cantik Jewellery Sdn Bhd (*formerly known as CZ Jewelry Center Sdn Bhd*);
- (b) Habib Jewelry Manufacturing Sdn Bhd ;
- (c) Habib Jewels Sdn Bhd;
- (d) Haji M.A. Habib Mohamed Sdn Bhd ;
- (e) Habib Jewels Franchise Sdn Bhd; and
- (f) Habib Jewels (Johor) Sdn Bhd.

Details of the Proposed Divestment is elaborated in Note B8(a).

## **A13 Discontinued Operations**

The Proposed Divestment was completed on 6 July 2006. For accounting purposes, the Group has adopted 30 June 2006 as the cut-off date for the completion of the Proposed Divestment.

The profit for the period from the discontinued operations is analysed as follow:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Quarter Ended</b>	<b>Quarter Ended</b>	<b>Period Ended</b>	<b>Period Ended</b>
	<b>30 June 2006</b>	<b>30 June 2005</b>	<b>30 June 2006</b>	<b>30 June 2005</b>
Profit from jewellery operations	322	2,560	1,347	3,886

**A13 Discontinued Operations (continued)**

The revenue, results and cash flows of the discontinued operations, jewellery business, were as follows:-

	Individual Quarter		Cumulative Quarter	
	Quarter Ended 30 June 2006 RM'000	Quarter Ended 30 June 2005 RM'000	Period Ended 30 June 2006 RM'000	Period Ended 30 June 2005 RM'000
Revenue	36,680	33,782	69,056	66,705
Profit before taxation	997	3,778	2,785	5,919
Taxation	(675)	(1,218)	(1,438)	(2,033)
Profit for the period from discontinued operations	322	2,560	1,347	3,886
Cash flow from operating activities	311	(2,368)	1,906	1,110
Cash flows from investing activities	(157)	(286)	(165)	(526)
Cash flows from financing activities	(2,099)	1,409	(2,093)	157
Total cash flows	(1,945)	(1,245)	(352)	741

The net assets and intercompany balances of jewellery division at the date of disposal were as follows:

	RM'000
Net assets disposed of	46,025
Intercompany balances	43,327
	-----
	89,352
Incidental costs on disposal	376
Gain/(Loss) on disposal	-
	-----
Total consideration	89,728
	=====
<b>Satisfied by:</b>	
Cash	8,973
Deferred consideration	80,755
	-----
Total consideration	89,728
	=====
<b>Net cash inflow arising on disposal :</b>	
Cash consideration received	8,973
Cash and cash equivalent disposed of	7,444
	-----
	16,417
	=====

The deferred consideration will be fully settled in cash by purchaser on or before 6 July 2007.

#### A14 **Contingent Liabilities**

Details of contingent liabilities of the Group as at 17 August 2006 is as follows:-

	RM'000
Security provided by a subsidiary company to financial institutions for facilities granted to its associated company	18,200
Bank guarantees issued for charter marine contracts	13,644
	<u>31,844</u>

#### A15 **Capital Commitments**

Details of capital commitments of the Group as at 17 August 2006, are as follows:-

	RM'000
Balance of 3 new vessel to be purchased by the Marine Logistics Group where payment to Chuan Hup Holdings Ltd. is due only on 30 September 2007	33,000
	<u>=====</u>

#### A16 **Related party transactions**

	Current quarter Quarter ended 30 June 2006 RM'000	Cumulative quarter Period ended 30 June 2006 RM'000
<b><i>Transactions with an associated company</i></b>		
Agency fees paid	364	726
<b><i>Transactions with companies of which certain substantial shareholders have interests</i></b>		
Purchase of vessels	13,559	36,312
Management fees charged	128	270
Rental charges	62	118
Management fee income	17	17

**A16 Related party transactions (continued)**

	<b>Current quarter Quarter ended 30 June 2006 RM'000</b>	<b>Cumulative quarter Period ended 30 June 2006 RM'000</b>
<b><i>Transactions with substantial shareholders</i></b>		
Management fee charged	500	1,000
Office rental paid/payable	39	56
Working capital loan by a shareholder	-	15,410
Interest charged	763	1,466
Disposal of certain subsidiary companies to a shareholder	89,728	89,728

The Directors are of the view that the above transactions have been entered into in the normal course of business under terms and conditions no less favourable to the Group and the Company than those arranged with independent third parties.

## **B** **BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

### **B1** **Review Of Performance**

For the quarter ended 30 June 2006, the Group achieved a total turnover of RM109.120 million and Profit before tax of RM21.094 million. In accordance with FRS 5, the turnover and profit before taxation of the jewellery business has been excluded and is shown separately in Note A13.

Profit for the period was RM20.086 million compared to RM2.835 million in the corresponding period for the preceding year. The significant increase in the profit for the period was due to the acquisition of the Marine Logistics business, PTRT and CHO since September 2005. The results from the new activities contributed significantly to the second quarter results for 2006 compared to the corresponding period for the preceding year.

For the current quarter, the Marine Logistics business together with PTRT was the largest contributor generating revenue and profit after tax of RM109.120 million and RM15.227 million respectively. CH Offshore, the associated company was also a significant contributor, generating RM4.537 million to the Group's profit after taxation. The contribution from the jewellery business to the Group's profit after taxation is RM0.322 million.

On a cumulative six months ended 30 June 2006 basis, the Group recorded turnover of RM218.203 million (excluding turnover from jewellery division) and a net profit of RM32.927 million respectively.

### **B2** **Comparison Of The Current Quarter Results Against Preceding Quarter**

Profit after tax and after minority interest for the current quarter under review was RM20.086 million (of which RM0.322 million is derived from the jewellery business). This represents an increase of 49% from RM13.912 million from the preceding quarter. The improvement in the profit after taxation is due to better performance in the current quarter compared to the previous quarter, as the operating conditions have improved following the end of the monsoon season.

### **B3 Current Year Prospects**

With the completion of the disposal of the jewellery business, the Group's main activities will be the provision of marine logistics and offshore support services in the South East Asia and Middle East regions.

For the marine logistics services, whilst the Group's main focus continues to remain in the Indonesian market, it has embarked on its first transshipment business in Malaysia via the carrying of bulk coal for TNB Fuel Services Sdn. Bhd. ("Tenaga"). The contract for Tenaga is for a duration of 3 years (with the option to extend for another 2 years) and the first shipment is scheduled for September 2006. Another new business opportunity has also been presented to the Group where we have deployed 2 sets of tugs and barges to cater for transportation requirement of constructions materials in the Middle East.

For the offshore support services, the Group will continue to focus on the South East Asia and Middle East markets as the solid demand for offshore vessels continue to increase on the back of increased exploration and production activities. The outlook for Malaysian owned vessels is encouraging due to the authorities' preference of utilizing Malaysian flag vessels. In response to that, MarineCo, a JV between SMB and CH Offshore Ltd. enables both the companies to strategically tap into the Malaysian offshore marine support services.

Notwithstanding the positive outlook for the marine logistics and offshore support services, the Directors are of the view that that the remaining months of 2006 will be challenging given the difficult operating conditions for the coal transportation business. However continuous efforts will be made to address operational issues and improve operational efficiency of the Group

### **B4 Profit Forecast**

This section is not applicable as no profit forecast was published.

### **B5 Taxation Charge**

The taxation comprises the following:-

	<b>Current quarter 3 months ended 30 June 2006 RM'000</b>	<b>Cumulative quarter For period ended 30 June 2006 RM'000</b>
Malaysian Income taxation		
- Current year	<b>(336)</b>	-
Foreign Income taxation		
- Current year	<b>1,666</b>	<b>3,106</b>
Total	<b>1,330</b>	<b>3,106</b>
Effective tax rate	<b>6%</b>	<b>9%</b>

The effective tax rate for the current quarter presented above is lower than the statutory tax rate principally due to tax exempt status for income derived from shipping operations in Singapore.

### **B6 Unquoted Investments And Properties**

There were no sale of unquoted investments and properties for the current quarter except for the disposal of the subsidiary companies as disclosed in Note A13 above.

## **B7 Particulars Of Purchase Or Disposal Of Quoted Securities**

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

## **B8 Corporate Proposals**

### **A. Status of Corporate Proposals Announced**

- (a) On 25 January 2006, the Company announced that it had entered into a Share Sale Agreement with MSHH for the proposed divestment of the jewellery business of Scomi Marine to MSHH for a total cash consideration of RM89,728,000 (which includes settlement of the amount owing by the jewellery business of RM43,327,000 to Scomi Marine)("Proposed Divestment").

The Proposed Divestment involves the following:

- (i) 3 ordinary shares of RM1.00 each, representing the entire share capital of Cantik Jewellery Sdn Bhd (*formerly known as CZ Jewelry Center Sdn Bhd*);
- (ii) 11,410,000 ordinary shares of RM1.00 each, representing the entire share capital of Habib Jewelry Manufacturing Sdn Bhd ;
- (iii) 1,000,000 ordinary shares of RM1.00 each, representing the entire share capital of Habib Jewels Sdn Bhd;
- (iv) 1,500,000 ordinary shares of RM1.00 each, representing the entire share capital of Haji M.A. Habib Mohamed Sdn Bhd ;
- (v) 150,002 ordinary shares of RM1.00 each, representing the entire share capital of Habib Jewels Franchise Sdn Bhd; and
- (vi) 1,500,000 ordinary shares of RM1.00 each, representing the entire share capital of Habib Jewels (Johor) Sdn Bhd.

The Proposed Divestment is conditional upon amongst others, the approval of the Securities Commissions of Malaysia ("SC"), Foreign Investment Committee ("FIC"), Ministry of International Trade & Industry ("MITI") and the approval of the shareholders of the Company.

The approval of MITI was obtained on 10 March 2006 and is conditional upon the following conditions:

- (i) SC's approval for the Proposed Divestment;
- (ii) Compliance with FIC Guidelines; and
- (iii) The Company informing MITI upon completion of the Proposed Divestment.

## **B8 Corporate Proposals (continued)**

### **Status of Corporate Proposals Announced (continued)**

The approval of the SC for the Proposed Divestment was obtained on 21 April 2006. The SC's approval is subject to the following conditions:

- (i) The Company utilising the proceeds raised from the Proposed Divestment only for its core business activities if the proceeds are not used for the repayment of borrowings;
- (ii) The Company to comply with the relevant requirements of the SC Guidelines pertaining to the implementation of the Proposed Divestment; and
- (iii) The Company to inform the SC upon completion of the Proposed Divestment.

The approval of the FIC (through the SC under the FIC Guidelines) was obtained on 21 April 2006.

On 26 June 2006, the Company announced that the shareholders of Scomi Marine had approved the Proposed Divestment on the same date.

On 7 July 2006, the Company announced that the Proposed Divestment was completed on 6 July 2006.

- (b) On 25 January 2006, the Company also announced the proposed modification to certain terms of the Redeemable Convertible Cumulative Preference Shares ("RCCPS") of the Company to facilitate the conversion of the RCCPS earlier than the original conversion date of 1 October 2006 ("Proposed RCCPS Modification"); and the proposed exemption to Scomi Group Bhd ("Scomi") and parties acting in concert with Scomi ("PACs") from the obligation to undertake a mandatory offer on all the remaining shares in the Company already owned by Scomi and its PACs upon the conversion of the SMB RCCPS held by Scomi into the Company's shares, subsequent to the Proposed Modification ("Proposed Exemption").

The Proposed RCCPS Modification is conditional upon amongst others, the approval of the SC and the shareholders of the Company. The Proposed Exemption is conditional upon amongst others the approval of the minority shareholders of the Company.

The approval of the SC for the Proposed RCCPS Modification was obtained on 21 April 2006. The SC's approval is subject to the following conditions:

- (i) The Company to comply with the relevant requirements of the SC Guidelines pertaining to the implementation of the Proposed RCCPS Modification; and
- (ii) The Company to inform the SC upon completion of the Proposed RCCPS Modification.

## **B8 Corporate Proposals (continued)**

### **Status of Corporate Proposals Announced (continued)**

On 25 April 2006, the SC informed that the Proposed Exemption will only be considered by the SC after the following conditions have been met:

- (i) SCOMI and its PACs are to submit written declarations to the SC that they have not acquired any of Scomi Marine's voting shares in the six (6) months prior to the date of application of the Proposed Exemption, and that they have not acquired any of Scomi Marine voting shares in the six (6) months prior to the posting of the Circular to shareholders, but subsequent to negotiations, discussions, understandings or agreements with the Directors in relation to the proposed conversion of the RCCPS, whichever is the earlier, and will continue not to acquire any of Scomi Marine's voting shares until the Extraordinary General Meeting ("EGM") and receipt of approval for the Proposed Exemption from the SC;
- (ii) approval for the Proposed Exemption is obtained from the Company's independent shareholders on a poll in an EGM in which the PACs and any other interested parties shall abstain from voting; and
- (iii) provision of competent independent advice to the shareholders of the Company, regarding the Proposed Exemption whereby the prior approval of the SC is to be sought with regard to the appointment of the Independent Adviser and the Independent Advice Letter to our independent shareholders in relation to the Proposed Exemption.

On 26 June 2006, the Company announced that the shareholders of Scomi Marine had approved the Proposed RCCPS Modification and Proposed Exemption on the same date.

On 21 July 2006, the Company announced that the SC had via its letter dated 20 July 2006 granted its approval for the Proposed Exemption subject to the condition that SCOMI and its PACs disclosing to the SC at all times all dealings in the securities of Scomi Marine made by them in a 12 month period from the date the SC approved the Proposed Exemption.

Following the SC's approval for the Proposed Exemption, SCOMI converted the entire RCCPS held by SCOMI and the additional 139,130,435 new ordinary shares of RM1.00 each in Scomi Marine (arising from the conversion of the entire RCCPS) was listed on 31 July 2006.

- (c) On 24 April 2006, the Company announced that Scomi Marine had on the same date acquired an aggregate of 51% equity interest, representing fifty one (51) ordinary shares of USD1.00 each in MarineCo Limited ("MarineCo"), a Labuan incorporated company. Pursuant to the acquisition, MarineCo became a subsidiary of Scomi Marine. The remaining 49% equity interest of MarineCo is held by CH Offshore Limited ("CHO"), (a 29.07% associate of Scomi Marine).

## **B8 Corporate Proposals (continued)**

### **Status of Corporate Proposals Announced (continued)**

MarineCo has been dormant since its incorporation on 9 November 2004, but is intended to be principally involved in the leasing of marine vessels.

On 24 April 2006, the Company also announced that MarineCo entered into two (2) Memoranda of Agreements ("MOA") with CHO to acquire the following vessels from CHO ("Proposed Acquisitions"):

- a) the "Beryl"; and
- b) the "Zircon";

(collectively the "Vessels") both registered in the ownership of CHO under the laws and flag of Singapore, for a total consideration of USD 23 million. The MOA sets out the general terms of the Proposed Acquisitions and the parties will enter into a more definitive Joint Venture Agreement in due course.

On 8 June 2006, the Company announced that Scomi Marine had entered into the following agreements:

- a) a Joint Venture Agreement with CHO to establish and formalize the relationship between both parties in MarineCo.
- b) a Joint Venture Agreement with CHO to establish and formalize the relationship between both parties in a joint venture by the name of Gemini Sprint Sdn Bhd ("Gemini Sprint Joint Venture").

The Gemini Sprint Joint Venture is subject to the approval of the FIC.

## **B9 Group Borrowings**

The Group borrowings as at 30 June 2006 are as follows:-

	RM'000
Short Term borrowings (secured):	80,119
Long Term borrowings (secured)	486,890
	<u>567,009</u>

The group borrowings are denominated in US Dollar.

**B10 Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risks as at the end of the current quarter.

**B11 Material Litigation**

The legal case announced previously was in relation to the jewellery division.

Following the disposal of the jewellery business, there are no new material litigation initiated by, or against, the Group.

**B12 Proposed Dividend**

A final dividend in respect of the financial year ended 31 December 2005 was approved by the shareholders at the Annual General Meeting, held on 26 June 2006, with details as follows:-

- i) A final tax exempt dividend of 2% per share;
- ii) Date payable is 22 September 2006; and
- iii) In respect of deposited securities, entitlement to dividends to be determined on the basis of the record of depositors as at 25 August 2006.

Total dividend per share for the financial year ended 31 December 2005 was 2 sen per share (For the financial year ended 31 December 2004 : 2.5 sen tax exempt dividend per share)

No interim ordinary dividend has been declared for the current quarter ended 30 June 2006 (30 June 2005 : Nil).

## B13 Earnings Per Share (EPS)

	Individual Quarter		Cumulative Quarter	
	Quarter Ended 30 June 2006	Quarter Ended 30 June 2005	Period Ended 30 June 2006	Period Ended 30 June 2005
<b>Basic earnings per share</b>				
Profit from continuing operations (RM'000)	19,764	275	32,651	(98)
Less: Dividend on RCCPS (RM'000)	(1,200)	-	(2,400)	-
Profit from continuing operations after dividend on RCCPS (RM'000)	18,564	275	30,251	(98)
Profit from discontinued operation (RM'000)	322	2,560	1,347	3,886
	18,886	2,835	31,598	3,788
Weighted average number of ordinary shares in issue ('000)	590,923	74,000	589,426	74,000
Basic earnings per share (sen) :-				
- For profit from continuing operations	3.14	0.37	5.13	(0.13)
- For profit from discontinued operations	0.05	3.46	0.23	5.25
Profit for the period	3.19	3.83	5.36	5.12
<b>Fully diluted earnings per share</b>				
Profit from continuing operations (RM'000)	19,764	275	32,651	(98)
Profit from discontinued operation (RM'000)	322	2,560	1,347	3,886
Net profit (RM'000)	20,086	2,835	33,998	3,788
Weighted average number of ordinary shares in issue ('000)	590,923	N/A	589,426	N/A
Assumed shares issued from the exercise of ESOS ('000)	100	N/A	100	N/A
New shares issued arising from the conversion of RCCPS ('000)	139,130	N/A	139,130	N/A
Adjusted weighted average number of ordinary shares used in the calculation of diluted earnings per share ('000)	730,153	N/A	728,656	N/A
Diluted earnings per share (sen):-				
- For profit from continuing operations	2.71	N/A	4.48	N/A
- For profit from discontinued operations	0.04	N/A	0.18	N/A
Profit for the period	2.75	N/A	4.66	N/A

## B14 Authorised For Issue

The interim financial statements were authorized for issue on 23rd August 2006 by the Board of Directors.