

**FAJARBARU BUILDER GROUP BHD (281645-U)**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**

For the 4th Quarter Ended 30 June 2012

	Individual Quarter		Cumulative Quarter	
	CURRENT YEAR QUARTER 30/06/2012	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011	CURRENT YEAR TO DATE 30/06/2012	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	8,334	55,034	140,675	181,047
Cost of Sales	(32,763)	(49,348)	(159,020)	(154,740)
<b>Gross Profit/(Loss)</b>	(24,429)	5,686	(18,345)	26,307
Other Income	248	240	374	470
Interest Income	1,683	639	3,532	2,856
Operating Expenses	(4,008)	(3,494)	(12,863)	(10,805)
Finance Costs	(700)	(116)	(962)	(116)
<b>Profit/(Loss) Before Tax</b>	(27,206)	2,955	(28,264)	18,712
Tax Expenses	7,072	(893)	6,984	(5,008)
<b>Profit/(Loss) for the period</b>	(20,134)	2,062	(21,280)	13,704
Profit/(Loss) attributable to :				
Equity holders of the parent	(20,134)	2,062	(21,280)	13,704
Non-controlling interest	-	-	-	100
	(20,134)	2,062	(21,280)	13,704
Weighted average no of shares ('000)	187,614	169,099	175,185	166,019
Nominal value of share (RM)	0.50	0.50	0.50	0.50
<b>Earnings(Loss) per share attributable to equity holders of the parent ( sen )</b>				
- Basic	(10.73)	1.22	(12.15)	8.19
- Diluted	(10.13)	1.04	(11.42)	6.98

(The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statement for the year 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)

**FAJARBARU BUILDER GROUP BHD (281645-U)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the 4th Quarter Ended 30 June 2012

	Individual Quarter		Cumulative Quarter	
	CURRENT YEAR QUARTER 30/06/2012	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011	CURRENT YEAR TO DATE 30/06/2012	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011
	RM'000	RM'000	RM'000	RM'000
<b>Profit/(Loss) for the period</b>	(20,134)	2,062	(21,280)	13,704
<b>Other comprehensive income</b>	-	-	-	-
<b>Total Comprehensive income/(loss):</b>	(20,134)	2,062	(21,280)	13,704
<b>Total comprehensive income/(loss) attributable to</b>				
Equity holders of the parent	(20,134)	2,062	(21,280)	13,704
Non-controlling interest	-	-	-	100
	<b>(20,134)</b>	<b>2,062</b>	<b>(21,280)</b>	<b>13,804</b>
Weighted average no of shares ('000)	187,614	169,099	175,185	166,019
Nominal value of share (RM)	0.50	0.50	0.50	0.50
<b>Earnings/(Loss) per share attributable to equity holders of the parent ( sen )</b>				
- Basic	<b>(10.73)</b>	<b>1.22</b>	<b>(12.15)</b>	<b>8.19</b>
- Diluted	<b>(10.13)</b>	<b>1.04</b>	<b>(11.42)</b>	<b>6.98</b>

(The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statement for the year 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 June 2012**

	(Unaudited)	(Audited)
	AS AT END OF CURRENT QUARTER 6/30/2012	AS AT FINANCIAL YEAR ENDED 6/30/2011
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	12,967	9,959
Investment properties	1,331	1,336
Land held for property development	122,983	58,188
Intangible Assets	208	208
Trade Receivables	87	4,837
	137,576	74,528
<b>Current Assets</b>		
Trade and other receivable	33,843	48,773
Other current assets	1,528	1,322
Tax recoverable	1,741	151
Cash and bank balances	74,212	94,883
	111,324	145,129
<b>TOTAL ASSETS</b>	<b>248,900</b>	<b>219,657</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share Capital	94,474	86,346
Share Premium	3,628	3,313
Treasury Shares	(1,117)	(5,894)
Warrant Reserves	1,197	1,251
Other Reserves	(86)	(140)
ESOS - Reserves	97	240
Retained profits	37,436	58,475
<b>Total equity</b>	<b>135,629</b>	<b>143,591</b>
<b>Non-current liabilities</b>		
Trade Payables	5,420	4,743
Deferred tax liabilities	630	8,085
Loans and borrowings	45,782	-
	51,832	12,828
<b>Current Liabilities</b>		
Trade and other payables	21,773	30,981
Other current liabilities	37,404	31,769
Taxation	164	488
Loans and borrowings	2,098	-
	61,439	63,238
<b>Total Liabilities</b>	<b>113,271</b>	<b>76,066</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>248,900</b>	<b>219,657</b>
	-	-
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>	<b>0.7217</b>	<b>0.8583</b>
<b>No of Shares issued</b>	<b>187,919,941</b>	<b>167,298,528</b>
<b>Nominal value of each share ( RM)</b>	<b>0.50</b>	<b>0.50</b>

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)

**FAJARBARU BUILDER GROUP BHD (281645-U)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE 4th QUARTER ENDED 30 JUNE 2012**

	END OF CURRENT QUARTER	END OF PRECEDING QUARTER
	6/30/2012	6/30/2011
	RM'000	RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(28,264)	18,712
Adjustment for :		
Depreciation	1,115	801
Grant of equity-settled share options to employee	102	321
Gain on disposal of property, plant and equipment	(12)	(10)
Impairment loss on land held for development	-	612
Interest income	(3,532)	(3,095)
Finance costs	962	116
Write off of property, plant and equipment	-	5
<b>Operating(loss)/profit before working capital changes</b>	<b>(29,629)</b>	<b>17,462</b>
Change in working capital		
(Increase)/Decrease in receivables	21,139	(25,864)
Increase/(Decrease) in payables	(8,549)	6,356
Increase/(Decrease) in other current assets	(206)	(1,322)
Increase/(Decrease) in other current liabilities	5,635	18,453
<b>Cash generated from/(used in) operations</b>	<b>(11,610)</b>	<b>15,085</b>
Taxes paid	(2,385)	(8,346)
<b>Net cash flow generated from/(used in) operating activities</b>	<b>(13,995)</b>	<b>6,739</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of non-controlling interest	-	(16,048)
Additions to investment properties	-	(134)
Interest received	2,073	2,856
Net cash outflow on acquisition of subsidiary	-	(13,533)
Proceeds from disposal of property, plant and equipment	12	10
Profit guarantee received	-	5,000
Purchase of property, plant and equipment	(2,746)	(4,977)
Purchase of investment property	(66,167)	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(66,828)</b>	<b>(26,826)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Finance cost paid	(946)	(35)
Payment of Dividend	-	(10,179)
Proceed from issuance of ordinary shares, net of transaction cost	545	1,754
Proceed from private placements	13,396	-
Acquisition of treasury shares	(874)	(4,176)
Proceeds from exercise of employee share options	151	3,071
Drawdown of borrowings	47,880	-
<b>Net cash (used in)/generated from financing activities</b>	<b>60,152</b>	<b>(9,565)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(20,671)</b>	<b>(29,652)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JULY 2011</b>	<b>94,883</b>	<b>124,535</b>
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE 2012</b>	<b>74,212</b>	<b>94,883</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash on hand and at banks	54,122	33,643
Deposits with licensed banks	20,090	61,240
	<b>74,212</b>	<b>94,883</b>

(The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)

**FAJARBARU BUILDER GROUP BHD (281645-U)**

Unaudited Condensed Consolidated Statement of Changes in Equity  
For the 4rd quarter ended 30 June 2012

	Attributable to equitable holders of the Company							Non-controlling Interest (RM'000)	Total Equity (RM'000)
	Share Capital (RM'000)	Treasury Shares (RM'000)	Non-distributable Share Premium (RM'000)	Other reserve (RM'000)	Warrant reserve (RM'000)	Employee share option reserve (RM'000)	Distributable Retained profit (RM'000)		
<b>Balance as at 1 July 2011</b>	86,346	(5,894)	3,313	(140)	1,251	240	58,475	143,591	143,591
Income and expense items recognised directly in equity:	-	-	(104)	-	-	-	-	(104)	(104)
- share transaction costs	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss)</b>	-	-	(5,652)	-	-	-	(21,280)	(21,280)	(21,280)
Share dividend	-	5,652	(875)	-	-	-	-	-	-
Treasury shares purchased	-	(875)	-	-	-	-	-	-	-
Issue of ordinary shares:	-	-	-	-	-	-	-	-	-
- pursuant to warrant exercised	544	-	-	54	(54)	-	-	544	544
- pursuant to ESOS exercised	84	-	71	-	-	(4)	-	151	151
- Private placement	7,500	-	6,000	-	-	-	-	13,500	13,500
Share based payments:	-	-	-	-	-	102	-	102	102
- grant of ESOS	-	-	-	-	-	(241)	241	-	-
- ESOS lapsed	-	-	-	-	-	-	-	-	-
<b>At 30 June 2012</b>	94,474	(1,117)	3,628	(86)	1,197	97	37,436	135,629	135,629
<b>At 1 July 2010</b>	83,105	(10,396)	10,279	(2,150)	2,150	113	50,799	133,900	150,297
Effect of adopting FRS 139	-	-	-	-	-	-	(816)	(816)	(816)
<b>At 1 July 2010 as restated</b>	83,105	(10,396)	10,279	(2,150)	2,150	113	49,983	133,084	149,481
Income and expense items recognised directly in equity:	-	-	-	-	-	-	5,000	5,000	5,000
- profit guarantee	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	-	-	13,604	13,604	13,704
<b>Transactions with owners</b>	-	-	-	-	-	-	(10,180)	(10,180)	(10,180)
Dividends	-	-	-	-	-	-	-	-	-
Share dividends	-	8,677	(8,677)	-	-	-	-	-	-
Treasury shares purchased	-	(4,175)	-	-	-	-	-	(4,175)	(4,175)
Issue of ordinary shares :	-	-	-	-	-	-	-	-	-
- pursuant to warrant exercised	1,755	-	-	899	(899)	-	-	1,755	1,755
- Pursuant to Esos exercised	1,486	-	1,711	-	-	(126)	-	3,071	3,071
Acquisition of Minority interest	-	-	-	449	-	-	-	449	(16,497)
Discount on acquisition of minority	-	-	-	662	-	-	-	662	662
Share based payments:	-	-	-	-	-	321	-	321	321
- grant of ESOS	-	-	-	-	-	-	-	-	-
- ESOS Exercised	-	-	-	-	-	-	68	68	-
-ESOS lapsed	-	-	-	-	-	(68)	-	-	-
<b>Balance as at 30 June 2011</b>	86,346	(5,894)	3,313	(140)	1,251	240	58,475	143,591	143,591

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statement for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements)

## FAJARBARU BUILDER GROUP BHD (281645-U)

### Notes to the Interim Financial Report

#### A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 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 financial year ended 30 June 2011

The significant accounting policies adopted in the unaudited interim financial statements are consistent with those adopted in the Group’s audited financial statements for the financial year ended 30 June 2011 except for the adoption of the following new and revised standards, amendments and interpretations that are effective for financial period from 1 July 2011:

- Amendments to FRS 1, *First-time Adoption of Financial Reporting Standards*
  - *Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters*
  - *Additional Exemptions for First-time Adopters*
- Amendments to FRS 2, *Group Cash-settled Share Based Payment Transactions*
- Amendments to FRS 7, *Financial Instruments: Disclosures – Improving Disclosures about Financial Instruments*
- *Improvements to FRSs (2010)*
- IC Interpretation 4, *Determining whether an Arrangement contains a Lease*
- IC Interpretation 18, *Transfers of Assets from Customers*
- IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
- Amendments to IC Interpretation 14, *Prepayments of a Minimum Funding Requirement*

The adoption of above standards, amendments and interpretation has no material impact on the financial statements to the Group.

#### A2 Annual report

The auditors’ report on the financial statements for the year ended 30 June 2011 was not qualified.

#### A3 Seasonal or cyclical factors

The operations of the Group are not subject to seasonality / cyclicity of operations.

#### A4 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period under review because of their nature, size, or incidence.

#### A5 Changes in estimates

Not applicable.

**A6 Debt and equity securities**

There were no other issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the quarter under review.

The details of shares held as treasury shares for the period ended 30 June 2012 are as follows:

	<b>Number of Treasury shares</b>	<b>Total Considerations RM</b>
Balance as at 31 March 2012	1,028,064	1,116,581
Repurchased during the quarter	-	-
Distribution of Share Dividend	-	-
Balance as at 30 June 2012	1,028,064	1,116,581

The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

**A7 Dividend paid**

A Share Dividend of One (1) Treasury Share for every thirty-five (35) existing ordinary shares of RM0.50 each held for the current financial year ending 30 June 2012 was distributed on 30 March 2012. A total of 5,204,183 Treasury Shares were distributed with the original purchased cost of RM5,652,265, which has been deducted from the Share Premium account.

**A8 Carrying amount of revalued assets**

The valuation of property, plant and equipment has been brought forward without amendment from the financial statement for the year ended 30 June 2011.

**A9 Segmental reporting**

The segmental information of the Group analysed by activities is as follows:-

	<b>Property development</b>	<b>Construction</b>	<b>Investment holding</b>	<b>Adjustment and Eliminations</b>	<b>Total</b>
Period ended 30.06.12	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Revenue</u></b>					
External Sales	-	140,675	-	-	140,675
Inter-segment sales		5,994	1,704	(7,698)	-
Total revenue	-	146,669	1,704	(7,698)	140,675
<b><u>Results</u></b>					
Profit/(Loss) from operation	(333)	(25,656)	(1,765)	453	(27,301)
Finance costs	(919)	(44)	-	-	(963)
Profit/(Loss) before tax	(1,252)	(25,700)	(1,765)	453	(28,264)
<b><u>Total assets</u></b>					
Segment assets/ Consolidated total assets	<b>99,520</b>	<b>147,217</b>	<b>136,433</b>	<b>(127,354)</b>	<b>255,817</b>

No segmental information is provided on a geographical basis as the Group's activities are conducted wholly in Malaysia.

**A10 Events subsequent to the balance sheet date**

There were no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

**A11 Changes in composition of the Group**

There are no changes in the composition of the Group.

**A12 Capital commitments**

The Group has the following commitments as at 30 June 2012:

<b>Property, plant and equipment</b>	<b>RM'000</b>
Authorised by the Directors and contracted	167

**A13 Changes in contingent liabilities**

	Company	
	As at 30.06.12	As at 30.06.11
	RM'000	RM'000
Unsecured corporate guarantees given to third parties for:-		
- supply of goods to subsidiaries	-	-
- banking facilities granted to subsidiaries	122,875	72,434

The directors are of the opinion that the likelihood of crystallization of the above guarantees is remote.



**Additional information required by the Listing Requirements of Bursa Malaysia Securities Berhad**

**B1 Review of performance**

	Current Quarter ended 30/06/12  (RM'000)	Preceding Year Quarter ended 30/06/11  (RM'000)
Revenue	8,334	55,034
Consolidated Profit/(Loss) before tax	(27,206)	2,955
Consolidated Profit/(Loss) after tax	(20,134)	2,062

**Construction Segment**

The Group recorded a lower revenue of RM8.33 million and a pre-tax loss of RM27.21 million in the current quarter ended 30 June 2012 as compared to a revenue of RM55.03 million and a pre-tax profit of RM2.96 million reported in the preceding year corresponding quarter.

The drop in revenue in the current quarter was due to deferment in site possession and the delay in handover of full work areas for 4 awarded projects as well as slower progress at site for several construction contracts undertaken by the Group. The Group also recorded a pre-tax loss in the current quarter as a result of recognition of cost for variation order claims of which recovery of the same are pending for clients' approval.

**Other Segments**

For the quarter under review, other segments continued to be inactive to the Group in term of revenue contributions except for the other income of RM98,340.00 recorded by the property segment in the current quarter. Other Segments in the Group are property and investment holding.

In the opinion of the Directors, the results for the financial period under review have not been affected by any transaction or event of a material or unusual nature except item if any mentioned under B2 below.

**B2 Variation of result against preceding quarter**

	Current Quarter ended 30/06/12 (RM'000)	Preceding Quarter ended 31/03/12 (RM'000)
Revenue	8,334	25,361
Consolidated Profit/(Loss) before tax	(27,206)	(4,844)
Consolidated Profit/(Loss) after tax	(20,134)	(3,920)

For the current quarter ended 30 June 2012 under review, the Group registered a revenue of RM8.33 million and a pre-tax loss of RM27.21 million as compared to revenue and pre-tax loss of RM25.36 million and RM4.84 million respectively in the preceding quarter ended 31 March 2012.

In the current quarter, the Group recorded a decrease of 67.14% in revenue, and it was attributed to reduce contribution from construction activities as a result of deferment in site procession and delay in handover of full work areas for 4 awarded projects and the increase in pre-tax loss was due to costs incurred for the variation order claims for 2 completing projects of which the recovery of the same are pending clients' approval.

**B3 Current year prospects**

The Group will continue to focus on its main core business activities and expected to deliver another challenging year of revenue growth, driven by the several large on-going projects being awarded to the Group that will be continuously implemented over the next couple of years. The Group will focus on the replenishment of its current order book and will continue to actively tender for local construction projects.

The Group has broadened its business activities from construction into property development activities culminated in the successful acquisition of freehold lands in Sentul and Puchong, Kuala Lumpur. The development activities are expected to be launched in the next financial year once the approvals are obtained from the relevant authorities and this would contribute positively to the Group's profits.

During the current financial year, the Group has entered into a joint venture agreement to carry out the operation, running and management of the business of commercial fish farming. The Group will continue to explore for more business and investment opportunities.

**B4 Profit forecast**

Not applicable.

**B5 Profit guarantee**

Claim by the Company against Cashrep Holdings Sdn. Bhd. ("Cashrep") and Cita Jati Sdn. Bhd. ("Cita Jati").

- The Company claim is based on Profit Guarantee Agreement and a Supplemental Profit Guarantee Agreement both executed by Cashrep and Cita Jati in favour of the Company.
- On 23 November 2006 and 11 April 2007, the Company has obtained Winding-Up Orders from the Court against Cita Jati and Cashrep respectively. The Official Receiver from the Jabatan Insolvensi, Wilayah Persekutuan was appointed as liquidator for both companies.

**B6 Income tax**

Income tax includes:

	Individual Quarter		Cumulative Quarter	
	3 months Ended 30.06.2012 RM'000	3 months Ended 30.06.2011 RM' 000	12 months Ended 30.06.2012 RM'000	12 months Ended 30.06.2011 RM'000
Current period's provision	436	956	524	5,071
Under/(Over) provision in prior years	(53)	(493)	(53)	(493)
Deferred taxation	383 (7,455)	463 430	471 (7,455)	4,578 430
	(7,072)	893	(6,984)	5,008

The taxation charged on the Group's profit is disproportionate with the statutory tax rate mainly due to depreciation, interest and expenses not allowable for taxation purposes.

**B7 Status of corporate proposals announced**

There were no other corporate proposals announced during the financial period to date other than the following:

1) **Proposed Private Placement**

On 27 July 2011, OSK Investment Bank Berhad ("OSK"), on behalf of the Company, had announced the proposal to undertake a private placement of up to 10% of the issued and paid-up capital of the Company to investor(s) to be identified and at an issue price to be fixed later, after receipt of the approval from the relevant authorities for the Proposed Private Placement.

Subsequently on 3 August 2011, Bursa Malaysia Securities Berhad has approved the listing and quotation of up to 20,152,460 new ordinary shares of RM0.50 each to be issued pursuant to the Proposed Private Placement.

The Private Placement was completed following the listing and quotation of the Placement Shares, comprising 15,000,000 FBG Shares on the Main Market of Bursa Malaysia Securities Berhad on 17 January 2012.

2) **Proposed Acquisition of Land by Fajarbaru Land Sdn. Bhd.**

On 5 August 2011, OSK Investment Bank Berhad ("OSK"), on behalf of the Company, had announced that Fajarbaru Land Sdn. Bhd., a wholly-owned subsidiary of the Company, had on 5 August 2011 entered into an option to purchase agreement with Perwira Bintang Resources Sdn Bhd for the proposed acquisition by FLSB of a piece of freehold land measuring 2.749 hectares (approximately 295,900 square feet) held under Title No. GM 1408, Lot No. 796, Mukim of Petaling, District of Kuala Lumpur, State of Wilayah Persekutuan Kuala Lumpur for a total cash consideration of RM39,946,500 ("Proposed Acquisition of Puchong Land").

At the Extraordinary General Meeting of the Company held on 10 October 2011, the shareholders have approved the Proposed Acquisition of Puchong Land and a formal Sale and Purchase Agreement was entered on 17 October 2011.

The Proposed Acquisition of Puchong Land was completed on 26 March 2012.

3) **Proposed Acquisition of Land by Wajatex Sdn. Bhd.**

On 9 August 2011, the Company had announced that Wajatex Sdn Bhd, an indirect wholly owned subsidiary of the Company, had on 9 August 2011 entered into a conditional sale and purchase agreement with Jalar Bakti Sdn Bhd for the proposed acquisition of a piece of freehold land measuring approximately 9,330.935 square meters held under Geran 5441, Lot 76, Seksyen 76, Bandar Kuala Lumpur, Daerah Kuala Lumpur, Negeri Wilayah Persekutuan for a total cash consideration of RM23,600,000 ("Proposed Acquisition of Sentul Land").

The Proposed Acquisition of Sentul Land was completed on 24 November 2011.

**B8 Borrowings**

The tenure of the Group borrowings classified as follows:-

	As at 30.06.2012 RM'000	As at 30.06.2011 RM'000
<b><u>Secured</u></b>		
Short Term	2,098	-
Long Term	45,782	-
	-----	
	47,880	
	=====	

The Group borrowings are all denominated in Ringgit Malaysia.

**B9 Off balance sheet financial instruments**

The Group does not have any financial instrument with off balance sheet risk as at 30 June 2012.

**B10 Changes in material litigation**

Save as disclosed below, neither the Company nor any of its subsidiary companies is engaged in any material litigation, claims or arbitration either as plaintiff or defendant as at the date of this announcement and the Directors do not have any knowledge of any proceedings pending or threatened against the Company or its subsidiary companies or of any facts likely to give rise to any proceedings which might materially affect the position or business of the Group:

- 1) Yap Thiam Choy v FBSB (Suit No. 52-648-98) was instituted against FBSB at the Temerloh Sessions Court on 24<sup>th</sup> August 1998 and subsequently the case was transferred to the Shah Alam Sessions Court on 16 July 2001 under Suit No : 2-52-1851-2001.

The plaintiff, Yap Thiam Choy filed a suit against FBSB for the amount of RM228,454.77 plus interest and costs in respect of floor concreting works done by the plaintiff. FBSB is counterclaiming interalia for the amount of RM42,337.10 (special damages) and Liquidated and Ascertained Damages to the amount of RM2,146,383.00. In view of FBSB's counterclaim which is more than RM250,000.00 and pursuant to FBSB's application to the Shah Alam High Court in Originating Summons 24-1801-2006, the Shah Alam High Court had on 15 January 2007 ordered that the Shah Alam Sessions Court Suit No.2-52-1851-2001 be transferred to the Shah Alam High Court. Suit No.22-1279-2009.

The plaintiff had passed away on 15 October 2009. The Plaintiff's solicitors had filed an application to discharge themselves as solicitors for the Plaintiff and had obtained an order in terms for the said application on 5 October 2011. The Court further directed that the representative for the Plaintiff to personally appear in Court on 21 October 2011. On 21 October 2011, the Plaintiff's representative had failed to attend Court for the show Cause/Case Management and therefore the learned Judge had struck out the Plaintiff's claim against FBSB with cost of RM15,000.00 to be paid to FBSB and FBSB had withdrawn their counterclaims with no order as to costs.

**B11 Dividend**

No dividend has been declared for the fourth quarter ended 30 June 2012.

**B12 Earnings per share**

The **basic earnings per share** is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issued at the end of the period.

The **diluted earnings per share** is calculated by dividing the net profit attributable to equity holders of the Company for the current individual quarter and the current cumulative quarter by the adjusted weighted average number of ordinary shares in issue during the current individual quarter and the current cumulative quarter plus the weighted average number of ordinary shares which deemed to be issued on conversion of 23,927,095 remaining warrants and exercise of 4,449,000 ESOS into ordinary shares.

	Individual Quarter		Cumulative Quarter	
	3 months Ended 30.06.2012	3 months Ended 30.06.2011	12 months Ended 30.06.2012	12 months Ended 30.06.2011
	RM'000	RM' 000	RM000	RM'000
Net profit/(loss) attributable to equity holders of the Company	(20,134)	2,062	(21,280)	13,604
Weighted Average Number of shares at the end of the period ('000)	187,614	169,099	175,185	166,019
Weighted Average Number of shares of conversion of Warrants & ESOS to shares ('000)	11,192	28,833	11,192	28,833
Adjusted number of ordinary shares in issue and issuable ('000)	198,806	197,932	186,377	194,852
Nominal value of share (RM)	0.50	0.50	0.50	0.50
<b>Basic earnings per share (sen)</b>	(10.73)	1.22	(12.15)	8.19
<b>Diluted earnings per share (sen)</b>	(10.13)	1.04	(11.42)	6.98

**B13 Realised and Unrealised Profits**

The breakdown of accumulated profits of the Group as at the reporting date, into realised and unrealised profit, pursuant to the directive, is as follows:

	As at End of Current Quarter 30 June 2012 RM'000	As at End of Preceding Financial Year 30 June 2011 RM'000
Total accumulated profit of the Company and it's subsidiaries		
- Realised	61,744	82,539
- Unrealised	(630)	(386)
Less: Consolidation adjustments	61,114 23,678	82,153 23,678
Total group retained profit as per consolidated accounts	37,436	58,475

**B14** **Profit before taxation**

	Current Year Quarter 30/06/2012 RM'000 Unaudited	Current Year To-date 30/06/2012 RM'000 Unaudited
Profit before tax is arrived at after charging/(crediting):-		
Interest income	(1,683)	(3,532)
Other income - Rental	(248)	(362)
Gain on disposal of property, plant & equipment	-	(12)
Depreciation and amortization	555	1115
Interest expense	700	962
Provision for and write off of receivables	N/A	N/A
Provision for and write off of inventories	N/A	N/A
(Gain) or loss on disposal of quoted or unquoted investments or properties	N/A	N/A
Impairment of assets	N/A	N/A
Foreign exchange gain or loss	N/A	N/A
Gain or loss on derivatives	N/A	N/A
Exceptional items	N/A	N/A

N/A – Not Applicable

**B15** **Authorisation for issue**

The Board of Directors authorised the issue of this unaudited interim financial report on 29 August 2012.

By Order of the Board  
**Fajarbaru Builder Group Bhd (281645-U)**

Ooi Leng Chooi  
Finance Director

Kuala Lumpur  
29 August 2012