



TAKASO RESOURCES BERHAD
(Company No: 440503-K)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For the quarter ended 31 January 2012

	Note	Individual Quarter		Cumulative Period	
		Current Year Quarter Ended 31.01.2012 RM'000	Preceding Year Corresponding Quarter Ended 31.01.2011 RM'000	Current Year-to-date Ended 31.01.2012 RM'000	Preceding Year Corresponding Period Ended 31.01.2011 RM'000
Revenue		7,617	4,471	17,797	9,774
Cost of sales		(6,649)	(2,795)	(15,310)	(6,588)
Gross profit		968	1,676	2,487	3,186
Other income		15	60	83	567
Selling and distribution expenses		(233)	(244)	(451)	(521)
Administrative expenses		(1,993)	(1,117)	(3,042)	(2,375)
Other expenses		(17)	(51)	(7)	(42)
Finance costs		(142)	(229)	(305)	(466)
(Loss)/Profit before tax		(1,402)	95	(1,235)	349
Income tax expenses	B5	-	-	-	-
(Loss)/Profit after taxation for the period		(1,402)	95	(1,235)	349
Other Comprehensive Income, Net Of Tax:					
Foreign currency translation		(9)	-	(9)	-
Total Comprehensive (Loss)/Income	B12	(1,411)	95	(1,244)	349
(Loss)/Profit after taxation attributable to:					
Owners of the Company		(1,402)	95	(1,235)	349
Total Comprehensive (Loss)/Income attributable to:					
Owners of the Company	B12	(1,411)	95	(1,244)	349
(Loss)/Earnings per share (“LPS”)/“EPS” (in sen)					
Basic (LPS)/EPS	B11	(1.03)	0.23	(1.09)	0.85
Fully Diluted (LPS)/EPS	B11	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2011 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
 (Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
As at 31 January 2012

	Note	As at 31.01.2012 (Unaudited) RM'000	As at 31.07. 2011 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		17,641	17,446
Goodwill		432	-
		18,073	17,446
Current Assets			
Inventories		7,191	5,690
Trade and others receivables		17,869	4,040
Current tax assets		37	37
Cash and cash equivalents		15,763	624
		40,860	10,391
TOTAL ASSETS		58,933	27,837
EQUITY AND LIABILITIES			
Share Capital		33,805	10,297
Reserves		7,908	628
TOTAL EQUITY		41,713	10,925
Non-Current Liabilities			
Long-term bank borrowings	B8	241	100
Deferred tax liabilities		115	115
		356	215
Current Liabilities			
Trade and other payables		7,991	6,701
Short-term borrowings	B8	8,873	9,996
		16,864	16,697
TOTAL LIABILITIES		17,220	16,912
TOTAL EQUITY AND LIABILITIES		58,933	27,837
Net assets per share attributable to ordinary equity holders of the Company (RM)		0.31	0.27

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2011 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
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*Condensed Consolidated Statement of Changes in Equity
 For the quarter ended 31 January 2012*

Attributable to Owners of the Parent

	Share Capital RM'000	Warrants Reserves RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Foreign Currency Translation Reserves RM'000	Accumulated Losses RM'000	Total Equity RM'000
Balance as at 1 August 2011	10,297	-	-	2,891	-	(2,263)	10,925
Issuance of ordinary shares pursuant rights issue of shares with warrants	23,508	4,576	3,948	-	-	-	32,032
Total comprehensive loss for the period	-	-	-	-	(9)	(1,235)	(1,244)
Balance as at 31 January 2012	33,805	4,576	3,948	2,891	(9)	(3,498)	41,713
Balance as at 1 August 2010	41,188	-	-	2,891	-	(30,992)	13,087
Total comprehensive income for the period	-	-	-	-	-	349	349
Balance as at 31 January 2011	41,188	-	-	2,891	-	(30,643)	13,436

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2011 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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Condensed Consolidated Statement of Cash Flows
For the period ended 31 January 2012

	Current Year-to-date Ended 31.01.2012 RM'000	Preceding Year Corresponding Period Ended 31.01.2011 RM'000
Cash Flows From Operating Activities		
(Loss)/Profit before tax	(1,235)	349
Adjustments for:		
Non-cash items	717	957
Non-operating items	287	(22)
<i>Operating(loss)/profit before working capital changes</i>	(231)	1,284
Net change in current assets	(12,384)	(179)
Net change in current liabilities	(277)	(895)
<i>Cash (used in)/generated from operations</i>	(12,892)	210
Tax refund	-	25
<i>Net cash (used in)/generated from operating activities</i>	(12,892)	235
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(388)	(70)
Proceeds from disposal of property, plant and equipment	19	690
Proceeds from disposal of a subsidiary	-	275
Acquisition of a subsidiary, net cash out	(1,926)	-
Purchase of goodwill	(26)	-
<i>Net cash (used in)/generated from investing activities</i>	(2,321)	895
Cash Flows From Financing Activities		
Interest paid	(305)	(466)
(Repayment to)/Advance from Directors	(109)	87
Repayment of borrowings	(669)	(1,542)
Repayment of hire purchase payable	(3)	-
Proceeds from issuance of ordinary shares pursuant to Rights Issue, net of expenses	32,032	-
<i>Net cash generated from/(used in) financing activities</i>	30,946	(1,921)
<i>Net cash increase/(decrease) in cash and cash equivalents</i>	15,733	(791)
<i>Cash and cash equivalents at beginning of the financial period</i>	(3,817)	(3,863)
<i>Cash and cash equivalents at end of the financial period</i>	11,916	(4,654)

The Condensed Consolidated Statement of Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2011 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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Condensed Consolidated Statement of Cash Flows
For the period ended 31 January 2012 (Cont'd)

	Current Year-to-date Ended 31.01.2012 RM'000	Preceding Year Corresponding Period Ended 31.01.2011 RM'000
Analysis of cash and cash equivalents:		
Cash and bank balances	15,763	115
Bank overdrafts	(3,847)	(4,769)
	11,916	(4,654)

The Condensed Consolidated Statement of Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2011 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND SIX MONTHS ENDED 31 JANUARY 2012

PART A
EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 July 2011.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 July 2011, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and IC Interpretations with effect from 1 August 2011.

New/Revised FRSs, Amendments to FRSs and IC Interpretations		Effective for financial periods beginning on or after
Amendments to FRS 7	Improving Disclosures about Financial Instruments	1 January 2011
Amendment to FRS 1	First-time Adoption of Financial Reporting Standards: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters and Additional Exemptions for First-time Adopters	1 January 2011
Amendment to FRS 2	Group Cash-settled Share-based Payment Transactions	1 January 2011
IC Interpretation 4	Determining whether an Arrangement Contains A Lease	1 January 2011
IC Interpretation 18	Transfers of Assets from Customers	1 January 2011
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards: Cost of an investment in a subsidiary, jointly controlled entity or associate	1 January 2011
Amendments to FRS 3	Business Combinations	1 January 2011
Amendments to FRS 7	Financial Instruments	1 January 2011
Amendments to FRS 101	Presentation of Financial Statements	1 January 2011
Amendments to FRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2011
Amendments to FRS 128	Investments in Associates	1 January 2011
Amendments to FRS 131	Interests in Joint Ventures	1 January 2011
Amendments to FRS 132	Financial Instruments: Presentation	1 January 2011
Amendments to FRS 134	Interim Financial Reporting	1 January 2011
Amendments to FRS 139	Financial Instruments: Recognition and Measurement	1 January 2011
Amendments to IC Interpretation 13	Customer Loyalty Programmes	1 January 2011
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 July 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
FRS 124	Related Party Disclosures	1 January 2012





TAKASO RESOURCES BERHAD
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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

1. Basis of Preparation (Cont'd)

The adoption of the above new FRSs, Amendments to FRSs and IC Interpretations did not have significant impact on the Group's financial statements except for it is expected that additional disclosures would be made in the quarterly interim financial statements of the Group and Group's financial statements .

2. Status of Audit Qualifications

The audited financial statements of the Group for the financial year ended 31 July 2011 was not subject to any audit qualification.

3. Seasonality or Cyclicity of Operations

There were no material seasonal or cyclical factors that have affected the financial performance of the Group. However, the demand of the Group's products is generally dependent on consumer demand of baby products and medical contraceptive condoms.

4. Unusual Items

Save for the information disclosed in this interim financial report, there are no unusual items affecting assets, liabilities, equity, net income, or cash flows.

5. Changes in Estimates

There were no significant changes in the estimates of amounts reported during this quarter and in prior quarters or prior financial year that have a material effect in the current quarter.

6. Issuances, Cancellation, Repurchases, Resale & Repayments Of Debts And Equity Securities

The Company has on 13 September 2011 issued 94,033,811 rights shares of RM0.25 each together with 56,420,285 Warrants on the Main Market of Bursa Securities Berhad as a consequence of its rights issue of shares with warrants exercise.

Save for the disclosure above, there were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the financial year-to-date.

7. Dividend

No dividend is paid for in the current quarter.





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PART A

EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

8. Segment Information

The following is an analysis of the revenue and consolidated result of the Group by segment of its operating activities for the current quarter ended 31 January 2012: -

31 JANUARY 2012	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	3,875	4,487	-	(745)	7,617
Segment Results (EBITDA)	(596)	(79)	(206)	(20)	(901)
Finance Cost	(139)	(3)	-	-	(142)
Depreciation and Amortisation	(347)	(12)	-	-	(359)
Consolidated Loss Before Tax					(1,402)
ASSETS					
<i>Segment Assets</i>	34,709	27,859	40,460	(44,132)	58,896
LIABILITIES					
<i>Segment Liabilities</i>	18,548	28,904	352	(30,584)	17,220
OTHER INFORMATION					
<i>Capital Expenditure</i>	346	327	-	-	673
<i>Depreciation and Amortisation</i>	347	12	-	-	359
<i>Other Non Cash Expenses</i>	-	-	-	-	-





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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

8. Segment Information (Cont'd)

31 JANUARY 2011	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	3,292	1,179	-	-	4,471
Segment Results (EBITDA)	1,065	(26)	(222)	86	903
Finance Cost	(229)	-	-	-	(229)
Depreciation and Amortisation	(573)	(3)	-	(3)	(579)
Consolidated Profit Before Tax					95
ASSETS					
Segment Assets	34,376	2,367	8,398	(14,869)	30,272
LIABILITIES					
Segment Liabilities	16,446	4,102	95	(3,770)	16,873
OTHER INFORMATION					
Capital Expenditure	70	-	-	-	70
Depreciation and Amortisation	573	3	-	3	579
Other Non Cash Expenses	-	-	-	-	-

GEOGRAPHICAL SEGMENT

The following table provides an analysis of the Group's revenue, segment assets and capital expenditure by geographical segments:

	Revenue by location of customers		Segments assets by location of assets		Capital expenditure by location of assets	
	31 JANUARY 2012 RM'000	31 JANUARY 2011 RM'000	31 JANUARY 2012 RM'000	31 JANUARY 2011 RM'000	31 JANUARY 2012 RM'000	31 JANUARY 2011 RM'000
Malaysia	2,182	1,979	57,395	30,272	635	70
Other Asian Countries	4,829	1,759	1,501	-	38	-
European Countries	153	389	-	-	-	-
African Countries	425	271	-	-	-	-
Others	28	73	-	-	-	-
Total	7,617	4,471	58,896	30,272	673	70





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PART A

EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

9. Valuation of Property, Plant and Equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

10. Material Events Subsequent to the End of the Interim Period

Save for the following, there were no material events subsequent to the end of the current quarter as at 29 March 2012, being the last practicable date from the date of the issue of this report that are expected to have an operational or financial impact on the Group:-

- (a) on 16 January 2012, on behalf of the Board, TA Securities Holdings Berhad (“TA Securities”) has announced that the Company proposed to undertake a private placement of up to ten percent (10%) of the Company’s issued and paid up share capital to investors to be identified later (“Proposed Private Placement”);
- (b) Bursa Securities had vide its letter dated 2 February 2012, approved the application for the listing of and quotation for up to 19,817,100 placement shares to be issued pursuant to the Proposed Private Placement;
- (c) on 16 February 2012, on behalf of the Board, TA Securities has announced that the Board has fixed the issue price for the placement of 13,522,000 new TRB shares to be issued under the Proposed Private placement at RM0.25 per placement share; and
- (d) On 24 February 2012, PM Securities on behalf of the Board announced that the Proposed Private Placement will be completed on 27 February 2012 following the listing of and quotation for 13,522,000 new TRB shares on the Main Market of Bursa Securities.

11. Changes in the Composition of the Group

Save for the below, there were no other changes in the composition of the Group in the current period under review.

- (a) on 3 November 2011, the Company acquired the entire issued and paid-up capital of Takaso International Sdn. Bhd. (“TISB”) (Formerly known as Secret Universal Sdn. Bhd.), a company incorporated in Malaysia which is currently dormant for a cash consideration of RM2.00. Consequently TISB became a wholly-owned subsidiary of the Company;
- (b) on 12 November 2011, the Company subscribed for 99,999 ordinary shares in the share capital of Takaso Industries Pte Ltd (“TIPL”) in addition to 1 ordinary shares in TIPL acquired by the Company on the same day for a total consideration of SGD100,000 comprises of 100,000 issued and paid up share capital of TIPL. Consequently TIPL became a wholly-owned subsidiary of the Company; and
- (c) on 30 November 2011, the Company has entered into a sale and purchase agreement for the acquisition of 1,000,000 ordinary shares of RM1.00 each representing 100% equity interest in Benchmark Vista Sdn. Bhd. (BVSB”) for a total purchase cash consideration of RM2,000,000. The acquisition is completed on 2 January 2012. Consequently, BVSB became a wholly-owned subsidiary of the Company.





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PART A

EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

12. Changes in Contingent Liabilities or Contingent Assets since the Last Annual Balance Sheet Date

Since the last annual balance sheet date, there were no material changes in contingent liabilities for the Group as at 29 March 2012, being the last practicable date from the date of issue of this quarterly report that are expected to have an operational or financial impact on the Group.

The changes in contingent liabilities of the Company are as follows:-

	Company	
	As at 31.01.2012 RM'000	As at 31.07.2011 RM'000
Corporate guarantees extended:		
- to financial institutions for credit facilities granted to a subsidiary	8,772	10,096
- to a supplier for purchases made by a subsidiary	505	-

There were no contingent assets since the last annual balance sheet as at 31 July 2011.

13. Capital Commitments

The Group has no capital commitments in the current quarter under review.

14. Significant Inter Company and Related Party Transactions

	Group	
	Current Year-to-date Ended 31.01.2012 RM'000	Preceding Year Corresponding Period Ended 31.01.2011 RM'000
Sales by Takaso Rubber Products Sdn Bhd to:-		
Takaso Marketing Sdn Bhd	1,437	1,673
Japlo Healthcare Sdn Bhd	8	26
Sales by Takaso Marketing Sdn Bhd to:-		
Takaso Rubber Products Sdn Bhd	9	-
Japlo Healthcare Sdn Bhd	11	11

The Directors are of the opinion that all inter-segment transactions have been entered into the normal courses of business and are based on negotiated terms.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS

1. Detailed Analysis of the Performance of all Operating Segments

	Individual Quarter		Cumulative Period	
	31.01.2012 RM'000	31.01.2011 RM'000	31.01.2012 RM'000	31.01.2011 RM'000
Revenue	7,617	4,471	17,797	9,774
(Loss)/Profit before tax	(1,402)	95	(1,235)	349

For the current quarter under review, the Group's revenue has increased by approximately RM3.1million whilst the profit before tax has reduced by approximately RM1.5million compared with the corresponding quarter ended 31 January 2011.

The increased in revenue is mainly due to the trading of recycled item to Thailand in the current quarter and revenue generated from new subsidiaries, namely BVSB and TIPL. The reduced profit is mainly due to repair and reconditioning of baby product mould from polycarbonate to polypropylene and advertising and promotion events to increased the public awareness of our branding amounting to RM0.3 million and RM0.5 million respectively. Contributing factor also include current quarter revenue from manufacturing segment is unable to cover the fixed operating overheads.

For the cumulative period under review, the Group's revenue has increased by approximately RM8.0million whilst the profit before tax has reduced by approximately RM1.6million compared with the corresponding cumulative period ended 31 January 2011. The increased in revenue and reduced in profit before tax is due to the reason mentioned above.

Further Analysis by Segments

Manufacturing Segment

Despite the acquisition of BVSB which has been completed on 2 January 2012, the revenue has decreased by approximately RM165,000 for the current quarter under review and RM1.7 million for the corresponding cumulative period compared to the previous corresponding quarter and cumulative period ended 31 January 2011. This is mainly due to drop in sales to Middle East and European countries.

Trading Segment

Revenue has increased by approximately RM3.3 million for the current quarter under review and RM9.7 million for cumulative period under review compared to the corresponding quarter and cumulative period ended 31 January 2011, respectively. This is mainly due to trading of recycled item to Thailand and acquisition of TIPL of approximately RM 2.7 million and RM 0.6 million respectively for current quarter under review and RM9.3 million and RM 0.6 million respectively for cumulative period under review.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

2. Comments on Material Changes in the (Loss)/Profit Before Tax for the Quarter Reported as Compared with the Preceding Quarter

	Individual Quarter	
	31.01.2012	31.10.2011
	RM'000	RM'000
Revenue	7,617	10,180
(Loss)/Profit before tax	(1,402)	167

The Group recorded a loss before tax for the current quarter as compared to profit before tax for the preceding quarter due to decrease in revenue arose from Thailand due to flood crises. The reduced profit is mainly due to repair and reconditioning of baby product mould from polycarbonate to polypropylene and advertising and promotion events to increased the public awareness of our branding amounting to RM0.3 million and RM0.5 million respectively. Contributing factor also include current quarter revenue from manufacturing segment is unable to cover the fixed operating overheads.

3. Current Year Prospects

The Group being export orientated with major distributors based in the Middle East and Europe, foresees a challenging outlook so long as the respective political crisis and debt crisis of its customers remained unresolved. However, steps have already started to reduce dependency on these two major markets by the venturing into Asian countries. As a start, the Group has in August 2011 executed a Memorandum of Understanding with Yakin Hakikat (Thailand) Ltd.Part. to secure an exclusive distribution in Thailand.

Inflation is expected to continue trending upwards and the Group is monitoring the situation closely and will try to increase its selling prices to sustain margins while balancing this with ensuring its competitiveness is not compromised.

Management expects this financial year to be an even more challenging year in the light of natural disasters hitting the surrounding regions such as the floods in Thailand, political tensions in the Middle East and North Africa, the European debt crisis, worldwide food crisis and a slowing global economy coupled with the Group's plan to venture into new business.

4. Variances Between Actual Profit and Forecast Profit

There was no profit forecast or guarantee made public for the financial period under review.

5. Tax Expense

The effective tax rate of the Group for the current quarter and financial year-to-date under review is lower than the statutory rate due to the utilisation of double deduction tax incentives for the eligible expenses and tax losses brought forward.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

7. Utilisation Of Proceeds

Rights Issue

On 13 September 2011, PM Securities on behalf of the Board announced that the Rights Issue of Shares with Warrants has been completed following the listing of and quotation for 94,033,811 Rights Shares together with 56,420,285 Warrants on the Main Market of Bursa Securities.

Description	Proposed Utilisation	Actual Utilisation As At 31.01.2012	Expected time frame for utilisation of proceeds from the date of listing of the Rights Shares
	RM'000	RM'000	
To be utilised as follows:			
Working capital			
- Overseas expansion	6,500	-	
- Operating expenses	11,312	11,312	
- New business investment	9,500	2,429	
	27,312	13,741	Within 24 months
Capital expenditure	3,000	300	Within 24 months
Repayment of borrowings	2,000	2,000	Within 6 months
Estimated expenses in relation to the Proposals	600	880	Within 2 weeks
	32,912	16,921	





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

7. Utilisation Of Proceeds (Cont'd)

Private Placement

The Proposed Private Placement has been completed on 27 February 2012 following the listing of and quotation for 13,522,000 new TRB shares on the Main Market of Bursa Securities.

Description	Proposed Utilisation	Actual Utilisation As At 31.01.2012	Expected time frame for utilisation of proceeds from the date of listing of the placement shares
	RM'000	RM'000	
To be utilised as follows:			
New business venture	1,635	-	Within 24 months
Working capital			Within 12 months
- Purchase of raw materials	1,200	-	
- Salaries/ Rental/ Other operating expenses	435	-	
Estimated expenses in relation to the Proposed Private Placement	110	-	Within 1 month
	3,380	-	

8. Borrowings and Debt Securities

The Group's borrowings as at the end of the reporting period are as follows: -

	As at 31.01.2012 RM'000
Secured:	
Current liabilities	
- Bankers' acceptances	3,985
- Bank overdrafts	3,847
- Term loan	1,001
- Hire purchase payable	40
	8,873
Non-current liabilities	
- Hire purchase payable	241
	241
Total Borrowings	9,114





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

8. Borrowings and Debt Securities (Cont'd)

The portion of borrowings that is repayable within one year is included in current liabilities. Whereas, the portion that is repayable after the next 12 months is included in long-term liabilities.

The currency exposure profile of the Group's borrowings and other facilities are as follows:

	As at 31.01.2012 RM'000
Ringgit Malaysia	8,963
Singapore Dollar	151
Total Borrowings	<u>9,114</u>

9. Material Litigation

Since the date of the last annual statement of financial position, there was no pending material litigation as at 29 March 2012, being the last practicable date from the date of issue of this quarterly report.

10. Dividend

No dividend has been proposed for the financial period under review.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

11. Earnings Per Share

	Individual Quarter		Cumulative Period	
	Current Year Quarter Ended 31.01.2012 RM'000	Preceding Year Corresponding Quarter Ended 31.01.2011 RM'000	Current year-to-date Ended 31.01.2012 RM'000	Preceding Year Corresponding Period Ended 31.01.2011 RM'000
Basic earnings per share				
Net (loss)/profit for the period	(1,402)	95	(1,235)	349
Weighted average number of ordinary shares in issue	135,222	41,188	113,247	41,188
Basic (loss)/earnings per share (sen)	(1.03)	0.23	(1.09)	0.85

The fully diluted earnings per share is not disclosed as the effects on the assumed exercised of the share options under warrants is anti-dilutive.

12. Notes to the Statement of Comprehensive Income

	Group	
	Current Year Quarter Ended 31.01.2012 RM'000	Current Year-to-date Ended 31.01.2012 RM'000
Interest income	N/A	N/A
Other income	-	78
Interest expense	142	305
Depreciation and amortisation	359	728
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	15	5
Gain or loss on derivatives	N/A	N/A
Exceptional items	N/A	N/A





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
 (Incorporated in Malaysia)

PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

13. Fair Value Changes for Financial Liabilities

There were no gains/losses arising from fair value changes for financial liabilities for the current quarter and financial year-to-date under review.

14. Disclosure of Realised and Unrealised Profits/Losses

The Group's realised and unrealised accumulated losses disclosure is as follows:-

	As at 31.01.2012 RM'000	As at 31.07.2011 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(14,997)	(14,372)
- Unrealised	(116)	(116)
	(15,113)	(14,488)
Less: Consolidation adjustments	11,615	12,225
	<u>(3,498)</u>	<u>(2,263)</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

By order of the Board
 Takaso Resources Berhad

Tee Tze Chern, JP
 Executive Chairman
 29 March 2012

