

**Pharmaniaga Berhad**  
**467709-M**  
**Incorporated In Malaysia**

**V. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**8. Operating segments**

In the prior year's audited consolidated financial statements, the basis of segmentation was on a primary format of business segments and a secondary format of geographical segment. For the current financial year ended 31 December 2010, the basis of segmentation was changed to operating segments based on information reported internally to the Exco/Managing Director of the Company.

Operating Segment information for the current financial year is as follow:

	<b>Pharmaceutical manufacturing</b> RM'000	<b>Pharmaceutical trading, marketing and distribution</b> RM'000	<b>Medical products and services</b> RM'000	<b>Other operations</b> RM'000	<b>Elimination</b> RM'000	<b>Total</b> RM'000
<b>Revenue</b>						
External revenue	394	1,371,956	5,998	-	-	1,378,348
Inter-segment revenue	137,547	7,705	215	44,925	(190,392)	-
Total revenue	<u>137,941</u>	<u>1,379,661</u>	<u>6,213</u>	<u>44,925</u>	<u>(190,392)</u>	<u>1,378,348</u>
<b>Results</b>						
Segment results	22,656	29,584	18	35,978	(31,030)	57,206
Unallocated corporate expenses						(7,594)
Profit from operations						<u>49,612</u>
Interest expense	-	(3,903)	-	(946)	806	(4,043)
Interest income	-	1,028	-	806	(806)	1,028
Share of results of associate						(1,135)
Profit before income tax						<u>45,462</u>
Income tax						(13,190)
Zakat						(1,962)
<b>Profit for the year</b>						<u><u>30,310</u></u>
Attributable to:						
Owners of the Parent						30,384
Minority interest						(74)
<b>Profit for the year</b>						<u><u>30,310</u></u>

**9. Material events subsequent to the end of the current financial year**

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature which have arisen since 31 December 2010 to the date of this announcement which would substantially affect the financial results of the Group for the twelve months ended 31 December 2010 that have not been reflected in the condensed financial statements.