



ANALABS RESOURCES BERHAD
(Company No: 468971-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 9 MONTHS ENDED 31 JANUARY 2011**

Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2011 RM'000	Preceding Year Quarter 31/1/2010 RM'000	Current Year Quarter 31/1/2011 RM'000	Preceding Year Quarter 31/1/2010 RM'000
Revenue	33,102	38,420	102,224	76,216
Cost of sales	(20,475)	(22,477)	(63,726)	(42,039)
Gross profit	12,627	15,943	38,498	34,177
Other income	96	(14)	201	287
Other expenses	(8,125)	(8,073)	(24,563)	(18,688)
Profit from operations	4,598	7,856	14,136	15,776
Finance cost	(29)	(175)	(212)	(295)
Profit before taxation	4,569	7,681	13,924	15,481
Income tax expense	(1,079)	(2,042)	(3,380)	(4,116)
Profit for the period	3,490	5,639	10,544	11,365

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.



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(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 9 MONTHS ENDED 31 JANUARY 2011 (CONT'D)

Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2011 RM'000	Preceding Year Quarter 31/1/2010 RM'000	Current Year Quarter 31/1/2011 RM'000	Preceding Year Quarter 31/1/2010 RM'000
Profit for the period	3,490	5,639	10,544	11,365
Other comprehensive income, net of tax				
Currency translation differences	(2)	-	(42)	-
Available-for-sale investment's fair value movements	406	-	3,349	-
Total comprehensive income for the period	3,894	5,639	13,851	11,365
Profit attributable to:				
- owners of the Company	3,490	5,639	10,544	11,365
- minority interest	-	-	-	-
	3,490	5,639	10,544	11,365
Total comprehensive income attributable to:				
- owners of the Company	3,894	5,639	13,851	11,365
- minority interest	-	-	-	-
	3,894	5,639	13,851	11,365
	sen per share	sen per share	sen per share	sen per share
Earnings per share for profit attributable to the owners of the Company				
- basic	5.89	6.43	17.80	19.16
- diluted	n/a	n/a	n/a	n/a

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

**CONDENSED CONSOLIDATED STATEMENT OF
FINANCIAL POSITION AS AT 31 JANUARY 2011**

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)*

	As at End of Current Quarter 31 JANUARY 2011 (Unaudited) RM'000	As at Preceding Financial Year End 30 APRIL 2010 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property plant & equipment	88,791	90,987
Goodwill on consolidation	7,089	7,089
Available-for-sale financial assets	21,420	15,514
	117,300	113,590
CURRENT ASSETS		
Receivables, deposits and prepayments	27,951	26,294
Inventories	20,502	15,811
Tax recoverable	2,163	1,674
Cash and cash equivalent	9,698	9,049
	60,314	52,828
Total Assets	177,614	166,418
EQUITY AND LIABILITIES		
Equity attributable to shareholders of the Company		
Share capital	60,024	60,024
Treasury shares	(645)	(629)
Reserves	84,308	70,250
Total equity	143,687	129,645
NON-CURRENT LIABILITIES		
Borrowings	8	13
Deferred tax liabilities	10,866	10,866
	10,874	10,879
CURRENT LIABILITIES		
Amount due to director	382	-
Payables and accruals	19,221	25,313
Borrowings	4	5
Provision for taxation	3,446	576
	23,053	25,894
Total Liabilities	33,927	36,773
TOTAL EQUITY AND LIABILITIES	177,614	166,418
NET ASSETS PER SHARE (RM)	2.43	2.18

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 9 MONTHS ENDED 31 JANUARY 2011

Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)

	←----- Attributable to owners of the Company -----→		----- Distributable -----→							
	Non-Distributable		Distributable							
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Revaluation reserve RM'000	Fair Value reserve RM'000	Foreign exchange reserve RM'000	Retained profits RM'000	Total shareholders equity RM'000	Minority interest RM'000	Total equity RM'000
Balance at 1 May 2010	60,024	(629)	6,249	11,271	-	(24)	52,754	129,645	-	129,645
(as previously stated)	-	-	-	-	183	-	-	183	-	183
Effects of changes in accounting policies - FRS 139	60,024	(629)	6,249	11,271	183	(24)	52,754	129,828	-	129,828
Balance at 1 May 2010 (restated)	60,024	(629)	6,249	11,271	183	(24)	52,754	129,828	-	129,828
Total comprehensive income for the period	-	-	-	-	3,349	(18)	-	3,331	-	3,331
Other Comprehensive income	-	-	-	-	-	-	10,544	10,544	-	10,544
Profit for the year	-	(16)	-	-	-	-	-	(16)	-	(16)
Treasury shares acquired	60,024	(645)	6,249	11,271	3,532	(42)	63,298	143,687	-	143,687
Balance at 31 January 2011	60,024	(645)	6,249	11,271	3,532	(42)	63,298	143,687	-	143,687

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 9 MONTHS ENDED 31 JANUARY 2011 (CONT'D)

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)*

	Attributable to owners of the Company		Attributable to owners of the Company		Attributable to owners of the Company		Attributable to owners of the Company		Attributable to owners of the Company	
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Revaluation reserve RM'000	Foreign exchange reserve RM'000	Retained profits RM'000	Total shareholders equity RM'000	Minority interest RM'000	Total equity RM'000	Total equity RM'000
Balance at 1 May 2009	60,024	(509)	6,249	9,518	226	39,587	115,095	-	115,095	115,095
Total Comprehensive Income for the period	-	-	-	-	44	-	44	-	44	44
Other comprehensive income	-	-	-	-	-	11,365	11,365	-	11,365	11,365
Profit for the year	-	-	-	-	44	11,365	11,409	-	11,409	11,409
Treasury shares acquired	-	(89)	-	-	-	-	(89)	-	(89)	(89)
Balance at 31 January 2010	60,024	(598)	6,249	9,518	270	50,952	126,415	-	126,415	126,415

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE 9 MONTHS ENDED 31 JANUARY 2011

Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2011
(The figures have not been audited.)

	Current Quarter To Date 31 JAN 2011 RM'000	Preceding Year To Date 31 JAN 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	13,924	15,481
Adjustments for :-		
Non-cash items	2,613	3,186
Non-operating items	(330)	(221)
Operating profit before changes in working capital	16,207	18,446
Changes in working capital :		
Net change in current assets	(6,609)	(6,116)
Net change in current liabilities	(5,449)	1,865
Income tax paid	(998)	(2,118)
NET CASH GENERATED FROM OPERATING ACTIVITIES	3,151	12,077
CASH FLOWS USED IN INVESTING ACTIVITIES		
Purchase of equity securities	(2,375)	-
Acquisition of subsidiaries, net of cash acquired	-	(32,043)
Purchase of property, plant and equipment	(1,203)	(1,214)
Proceeds from disposal of property, plant and equipment	785	54
Proceeds from disposal of equity securities	-	1,011
Interest received	35	169
Interest paid	(212)	(295)
Dividend received	507	234
Decrease in deposits pledge to licensed banks	-	1,062
NET CASH USED IN INVESTING ACTIVITIES	(2,463)	(31,022)
CASH FLOWS USED IN FINANCING ACTIVITIES		
Shares repurchased	(16)	(89)
Repayment of hire purchase liabilities	(6)	(3)
NET CASH USED IN FINANCING ACTIVITIES	(22)	(92)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	666	(19,037)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	(18)	(3)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	7,027	28,866
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	7,675	9,826
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash, bank balances and deposits	9,697	11,848
Deposits pledge with licensed banks	(2,022)	(2,022)
	7,675	9,826

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 April 2010.

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NOTES TO THE QUARTERLY FINANCIAL REPORT

(I) Compliance with Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting

(a) Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2010. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 30 April 2010, except for the adoption of new standards, amendments to standards and IC interpretations that are mandatory for the Group for the financial year beginning 1 January 2010. The adoption of these standards, amendments and interpretations do not have material impact on the interim financial information of the Group except for the adoption of the following standards as set out below:

- (a) Presentation of financial statements (FRS 101 (Revised) “Presentation of financial statements”). The revised standards prohibits the presentation of items of income and expenses (that is “non-owner changes in equity”) in the statement of changes in equity, requiring “non-owner changes in equity” to be presented separately from owner changes in equity. All ‘non-owner changes in equity’ are required to be shown in a statement of comprehensive income which can be presented as a single statement or two statements (comprising the income statement and statement of comprehensive income). The Group has elected to present the statement of comprehensive income in a single statement.
- (b) Leasehold land (Amendment to FRS 117 “Leases”)
Leasehold land is classified as a finance lease if the Group has substantially all the risk and rewards incidental to ownership. Previously, leasehold land was classified as an operating lease unless title is expected to pass to the lessee at the end of the lease term. Following the amendment to FRS 117, the classification of leasehold land has been changed from operating to finance lease. The effect of the change which is adjusted for retrospectively is disclosed in the following notes.

FRS 139, Financial Instruments: Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard, as at transitional date on 1 January 2010.

Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, loans and receivables, held to maturity investments, available-for-sale financial assets (AFS), or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group's financial assets include cash and short-term deposits, loans and receivables and AFS investments.

(i) Loans and receivables

Prior to 1 January 2010, loans and receivables were stated at gross receivables less provision for doubtful debts. Under FRS 139, loans and receivables are initially measured at fair value and subsequently at amortised cost using the effective interest rate (EIR) method. Gains and losses arising from the derecognition of the loans and receivables, EIR amortisation and impairment losses are recognised in the income statement.

(ii) AFS

Prior to 1 January 2010, AFS financial assets such as investment were accounted for at cost adjusted for amortisation of premium and accretion of discount less impairment or at the lower of cost and market value, determined on an aggregate basis. Under FRS 139, AFS financial asset is measured at fair value initially and subsequently with amortisation of premium with accretion of discount and other accrual of income recognised in income statement and with unrealised gains or losses recognised as other comprehensive income in AFS reserve until the investment is derecognised, at which time the cumulative gain or loss is recognised in the income statement or determined to be impaired, at which time the cumulative loss is recognised in the income statement and removed from the AFS reserve.

Impact on opening balances

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparative as at 30 April 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the statements of financial position as at 1 May 2010:

RM'000	Previously reported	Effects of FRS 117	Effects of FRS 139	As restated
Assets:-				
Investment in quoted shares	14,544	-	242	14,786
Other investment	970	-	(59)	911
Property, plant and equipment	65,832	25,155	-	90,987
Prepaid lease payment	25,155	(25,155)	-	-
Equity:-				
Fair value reserve	-	-	183	183

(l) **Compliance with Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting (Cont’d)**

The significant accounting policies adopted are consistent with those of the audited financial statement for the financial year ended 30 April 2010, except the adoption of the following new Financial Reporting Standards (FRSs), Amendments and IC Interpretations.

FRSs/IC Interpretations	Effective date
FRS 124 (Revised): Related Party Disclosures	1 January 2012
Amendment to FRS 1: Additional Exemption for First-time Adopters	1 January 2011
Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 101 and FRS 132: Puttable Financial Instruments and Obligations Arising on Liquidation	1 January 2010
IC Interpretation 4 Determining Whether An Arrangement Contains a Lease	1 January 2011
IC Interpretation 18 Transfers of Assets from Customers	1 January 2011
IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Amendments to IC Interpretation 14: Prepayment of a Minimum Funding Requirement	1 July 2011
Annual Improvements to FRSs (2010)	1 January 2011

The above FRSs, amendments and IC interpretations do not have significant impact on the financial statements of the Group.

(b) Disclosure of Audit Report Qualification and Status of Matters Raised

Not applicable as the audited financial statements for the financial year ended 30 April 2010 were not qualified.

(c) Seasonal or Cyclical Factors

The business and operations of the Group were not significantly affected by any seasonal factors.

(d) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

(e) Material Changes in Estimates

There was no material changes in accounting estimates used in the preparation of the financial statements in the current financial quarter as compared with the previous financial quarters or previous financial year.

(f) Debts and Equity Securities

There were no issuance or repayment of debts and equity securities, share buy-back, share cancellation, shares held as treasury shares, employment share option scheme and resale of treasury shares for the current financial period.

As at 31 January 2011, the Company held as treasury shares a total of 780,000 of its 60,024,000 issued and fully paid-up ordinary shares.

(g) Dividend paid

No dividend has been paid for the current financial quarter ended 31 January 2011.

(h) Segment Information

Segment analysis for the current financial quarter under review is set out below.

INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
Current Year	Preceding Year	Current Year	Preceding Year
Quarter	Quarter	Quarter	Quarter
31/1/2011	31/1/2010	31/1/2011	31/1/2010
RM'000	RM'000	RM'000	RM'000

Segment Revenue

Formulation and repackaging and trading of chemical	3,203	3,308	9,819	10,287
Recovery and sale of recycled products	6,440	6,992	19,568	20,022
Culture and sales of prawns	224	727	1,564	1,024
Manufacturing and sale of resin & impregnated papers	22,822	27,385	70,623	44,591
Investment holding & property letting	413	8	650	292
REVENUE	33,102	38,420	102,224	76,216

Segment Results

Formulation and repackaging and trading of chemical	1,035	911	2,756	2,739
Recovery and sale of recycled products	947	1,596	3,102	4,136
Culture and sales of prawns	4	(57)	228	(44)
Manufacturing and sale of resin & impregnated papers	2,326	5,398	7,419	8,462
Investment holding & property letting	301	3	596	314
	4,613	7,851	14,101	15,607
Finance cost	(29)	(175)	(212)	(295)
Interest income	(15)	5	35	169
PROFIT BEFORE TAXATION	4,569	7,681	13,924	15,481

(i) Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment to the financial statements for the year ended 30 April 2010.

(j) Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the current financial quarter under review up to the date of this report.

(k) Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review.

(l) Contingent Liabilities

There were no material contingent liabilities in the current financial quarter under review up to the date of this report.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD

(II) Compliance with Appendix 9B of Bursa Malaysia Listing Requirements

1. Review of the Performance

For the quarter under review, the Group recorded a revenue of RM33.1 million, representing a decrease of 13.8% in revenue compared to the corresponding quarter of the preceding year. The business of manufacturing and sale of resin impregnated papers contributed RM22.8 million, representing a decrease of 16.7% in revenue compared with the corresponding quarter last year.

Due to the increase in the raw material cost and also the Ringgit increased by 20% versus Euro Dollar in the business of manufacturing and sale of resin impregnated papers, the Group's profit before tax was lower by 40.5% when compared to the corresponding quarter of the preceding year.

2. Material Change in the Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

	Current Quarter 31/1/2011 RM'000	Preceding Quarter 31/10/2010 RM'000	% + / (-)
Revenue	33,102	33,560	(1.4)
Profit before Taxation	4,569	4,731	(3.4)

Revenue for the current quarter decreased by 1.4% as compared to the immediate preceding quarter mainly due to lower turnover of the manufacturing and sale of resin impregnated papers. Profit before taxation decreased by 3.4% as compared to the immediate preceding quarter.

3. Prospects

On the backdrop of an improving economic climate, a positive contribution is anticipated from the acquired business of manufacturing and sale of resin impregnated papers and barring any unforeseen circumstances, the Group's prospects for the current financial period 2011 is expected to be satisfactory.

4. Variance of Actual Profit from Forecast Profit

Not applicable as the Group did not issue any profit forecast or profit guarantee.

5. Taxation

The taxation charge for the current financial quarter and financial year to-date ended 31 January 2011 is made up as follows:

	Current Quarter 31/1/2011 RM'000	Year To Date 31/1/2011 RM'000
Current taxation		
Malaysian income tax charge	888	2,780
Foreign income tax charge	36	165
Deferred Taxation	155	435
	<u>1,079</u>	<u>3,380</u>

The effective tax rate of the Group for the current quarter under review is above the statutory income tax rate mainly due to the losses of certain subsidiaries.

6. Profit on Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investment and / or properties for the current financial quarter and financial year to-date under review.

7. Purchase or Disposal of Quoted Securities

(a) Total purchases and disposal of investment in quoted securities by the Group for the current financial quarter and financial year-to-date under review are as follows:-

	Current Quarter 31/1/2011 RM'000	Year To Date 31/1/2011 RM'000
Total purchases at cost	2,291	2,375
Total dividend share allotment at market value	<u>6</u>	<u>12</u>

- (b) The details of investments in quoted securities as at the end of the current financial quarter are set out below :-

	As at 31/1/2011 RM'000
Total investments at cost	17,120
Total investments at carrying value	16,920
Total investments at market value	20,433

The investment of RM17.120 million in the condensed consolidated Balance Sheet for the current quarter have been classified as non-current assets in line with the Management's intention to invest in long term investments for high dividend yields and potential capital appreciation. As at 31 January 2011, there was no further impairment loss recognized in the balance sheet other than the brought forward provision for diminution amounting to RM200, 000.

8. Status of Corporate Proposals Announced

There were no corporate proposals that have been announced at the date of this report.

9. Group Borrowings and Debt Securities

All the Group's borrowings are short term in nature, secured and denominated in Ringgit Malaysia.

10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments entered into by the Group as at the date of this report.

11. Changes in Material Litigation

There was no material litigation undertaken by or against the Group as at the date of this report.

12. Dividend Proposed or Declared

The Board of Directors has declared a first interim dividend of 5% less 25% tax for the financial year ending 30 April 2011. (30 April 2010: an interim dividend of 5% less 25% tax), paid on 23rd March 2011 to depositors who are registered in the Record of Depositors at the close of business on 28 February 2011.

13. Earnings Per Share

(a) Basic Earnings Per Share

The basic earnings per share for the current financial quarter and financial year-to-date have been calculated as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2011	Preceding Year Quarter 31/1/2010	Current Year Quarter 31/1/2011	Preceding Year Quarter 31/1/2010
Net profit attributable to ordinary shares (RM'000)	3,490	5,639	10,544	11,365
Weighted average number ordinary shares ('000)	59,244	59,274	59,247	59,321
Basic earnings per share (sen)	5.89	9.51	17.80	19.16

(b) Diluted Earnings Per Share

The fully diluted earnings per share for the Group are not presented as there were no dilutive potential ordinary shares.

14. Realised and Unrealised Profits/Losses Disclosure

The accumulated losses as at 31 January 2011 and 31 October 2010 is analysed as follows:

	CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2011 RM'000	Preceding Year Quarter 31/10/2010 RM'000
Total retained profits of the Company and subsidiaries:		
- realised retained profits	74,259	70,525
- unrealised retained profits	(10,961)	(10,717)
Total Group retained profits as per consolidated financial statements.	63,298	59,808

15. Approval of Quarterly Financial Report

The quarterly financial report as set out above was approved by the Board of Directors in accordance with their resolution dated 28 March 2011.