

WEIDA (M) BHD (Company No. 504747-W)
UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2013

Consolidated Statement of Financial Position

As at 30 September 2013

	Note	30 September 2013 RM'000	31 March 2013 (Restated) RM'000	1 April 2012 (Restated) RM'000
ASSETS				
Non-current assets				
Property, plant and equipment		79,333	81,467	162,688
Prepaid lease payments		3,024	3,078	3,185
Biological assets		-	-	293,458
Investment in an associate		480	396	-
Goodwill		644	657	739
Other intangible assets	17	68,555	77,080	92,688
Trade and other receivables	18	77,926	50,442	18,036
Other investments		448	1,375	1,452
Deferred tax assets		2,844	2,901	545
		<u>233,254</u>	<u>217,396</u>	<u>572,791</u>
Current assets				
Inventories		53,121	46,069	39,983
Property development costs		3,989	1,649	-
Trade and other receivables	18	100,223	110,288	166,331
Deposits and prepayments		5,384	6,733	12,869
Current tax recoverable		1,551	1,514	3,847
Derivative financial assets		123	136	7
Cash and bank balances		229,438	293,263	92,591
		<u>393,829</u>	<u>459,652</u>	<u>315,628</u>
Assets classified as held for sale	19	4,926	5,099	-
		<u>398,755</u>	<u>464,751</u>	<u>315,628</u>
Total assets		<u>632,009</u>	<u>682,147</u>	<u>888,419</u>

WEIDA (M) BHD (Company No. 504747-W)
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FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2013

Consolidated Statement of Financial Position

As at 30 September 2013

	Note	30 September 2013 RM'000	31 March 2013 (Restated) RM'000	1 April 2012 (Restated) RM'000
(continued)				
EQUITY				
Equity attributable to owners of the Company				
Share capital		66,667	66,667	66,667
Reserves		286,435	281,098	229,704
Treasury shares		(4,599)	(4,599)	(4,599)
		348,503	343,166	291,772
Non-controlling interests		10,777	13,496	118,311
Total equity		359,280	356,662	410,083
LIABILITIES				
Non-current liabilities				
Loans and borrowings	29	79,388	129,539	155,582
Deferred tax liabilities		8,527	8,080	71,499
		87,915	137,619	227,081
Current liabilities				
Trade and other payables		97,835	112,809	107,654
Derivative financial liabilities		138	15	8
Loans and borrowings	29	79,353	69,151	141,327
Current tax payable		2,921	5,891	2,266
		180,247	187,866	251,255
Liabilities classified as held for sale	19	4,567	-	-
Total current liabilities		184,814	187,866	251,255
Total liabilities		272,729	325,485	478,336
Total equity and liabilities		632,009	682,147	888,419
Net assets per ordinary share attributable to owners of the Company, net of treasury shares (RM)		2.75	2.70	2.30

The consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

WEIDA (M) BHD (Company No. 504747-W)
UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2013

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the period ended 30 September 2013

	Note	Individual Quarter		Cumulative Quarter	
		3 months ended 30 September 2013 RM'000	3 months ended 30 September 2012 (Restated) RM'000	6 months ended 30 September 2013 RM'000	6 months ended 30 September 2012 (Restated) RM'000
Continuing operations					
Revenue	9	71,286	117,064	159,317	196,992
Operating profit		1,696	14,278	15,798	23,886
Interest expense		(1,245)	(1,893)	(3,625)	(4,683)
Interest income		1,581	815	3,855	1,643
Amortisation of goodwill		(11)	(11)	(21)	(21)
Gain on disposal of other investments		639	-	639	-
Loss on disposal of subsidiaries	12	(787)	-	(787)	-
Share of results of equity accounted associate		(3)	-	(6)	(2)
Profit before taxation	9	1,870	13,189	15,853	20,823
Income tax expense	26	(1,810)	(3,924)	(5,636)	(6,451)
Profit from continuing operations		60	9,265	10,217	14,372
Discontinued operation					
Loss from discontinued operation, net of tax	8	-	(13,526)	-	(27,079)
Profit/(Loss) for the period		60	(4,261)	10,217	(12,707)
Other comprehensive income/(loss), net of tax					
Items that may be reclassified to profit or loss					
Fair value changes of available-for-sale financial assets		169	(3)	215	(63)
Foreign currency translation differences for foreign operations		(43)	87	176	(613)
Other comprehensive income/(loss) for the period, net of tax		126	84	391	(676)
Total comprehensive income/(loss) for the period, net of tax		186	(4,177)	10,608	(13,383)
Profit/(Loss) attributable to:					
Owners of the Company		344	1,753	10,259	(461)
Non-controlling interests		(284)	(6,014)	(42)	(12,246)
Profit/(Loss) for the period		60	(4,261)	10,217	(12,707)
Total comprehensive income/(loss) attributable to:					
Owners of the Company		425	2,534	10,572	(1,536)
Non-controlling interests		(239)	(6,711)	36	(11,847)
Total comprehensive income/(loss) for the period		186	(4,177)	10,608	(13,383)
Basic/Diluted earnings per ordinary share (sen)					
From continuing operations	36	0.27	6.68	8.08	10.27
From discontinued operation	36	-	(5.30)	-	(10.63)
		0.27	1.38	8.08	(0.36)

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

WEIDA (M) BHD (Company No. 504747-W)
UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2013

Consolidated Statement of Changes in Equity

For the period ended 30 September 2013

<-----Attributable to owners of the Company ----->

Note	Issued and fully paid ordinary shares		Non-Distributable		Distributable		Sub- total RM'000	Non- controlling interests RM'000	Total equity RM'000	
	Number of shares '000	Share capital RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Treasury shares RM'000	Retained earnings RM'000				
At 1 April 2013										
- as previously stated	133,333	66,667	(1,126)	(228)	(4,599)	283,792	344,506	13,496	358,002	
- effect of adoption of MFRS 10	2.1	-	-	-	-	(1,340)	(1,340)	-	(1,340)	
At 1 April 2013 (Restated)		133,333	66,667	(1,126)	(228)	(4,599)	282,452	343,166	13,496	356,662
<i>Foreign currency translation differences for foreign operations</i>		-	-	98	-	-	98	78	176	
<i>Fair value changes of available-for-sale financial assets</i>		-	-	-	215	-	215	-	215	
Total other comprehensive income for the period		-	-	98	215	-	313	78	391	
Profit/(Loss) for the period		-	-	-	-	-	10,259	10,259	(42)	10,217
Total comprehensive income for the period		-	-	98	215	-	10,259	10,572	36	10,608
<i>Distributions to owners of the Company:</i>										
- Own shares acquired	6	-	-	-	-	-	-	-	-	
- Dividends to owners of the Company	35	-	-	-	-	-	(5,235)	(5,235)	-	(5,235)
Total distributions to owners of the Company		-	-	-	-	-	(5,235)	(5,235)	-	(5,235)
Acquisition of a subsidiary		-	-	-	-	-	-	41	41	
Dividends to non-controlling interests		-	-	-	-	-	-	(1,124)	(1,124)	
Disposal of subsidiaries	12	-	-	-	-	-	-	(1,672)	(1,672)	
At 30 September 2013		133,333	66,667	(1,028)	(13)	(4,599)	287,476	348,503	10,777	359,280

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Consolidated Statement of Changes in Equity

For the period ended 30 September 2012

<-----Attributable to owners of the Company ----->										
Note	Issued and fully paid ordinary shares		Non-Distributable		Distributable		Sub-total	Non- controlling interests	Total equity	
	Number of shares '000	Share capital RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Treasury shares RM'000	Retained earnings RM'000				
At 1 April 2012										
	- as previously stated	133,333	66,667	(474)	(126)	(4,599)	236,777	298,245	118,312	416,557
2.1	- effect of adoption of MFRS 10	-	-	-	-	-	(6,473)	(6,473)	-	(6,473)
At 1 April 2012 (Restated)										
		133,333	66,667	(474)	(126)	(4,599)	230,304	291,772	118,312	410,084
	<i>Foreign currency translation differences for foreign operations</i>	-	-	(1,012)	-	-	-	(1,012)	399	(613)
	<i>Fair value changes of available-for-sale financial assets</i>	-	-	-	(63)	-	-	(63)	-	(63)
	Total other comprehensive (loss)/income the period	-	-	(1,012)	(63)	-	-	(1,075)	399	(676)
	Loss for the period	-	-	-	-	-	(461)	(461)	(12,246)	(12,707)
	Total comprehensive loss for the period	-	-	(1,012)	(63)	-	(461)	(1,536)	(11,847)	(13,383)
	<i>Distributions to owners of the Company:</i>									
6	- Own shares acquired	-	-	-	-	-	-	-	-	-
	- Dividends to owners of the Company	-	-	-	-	-	(3,807)	(3,807)	-	(3,807)
	Total distributions to owners of the Company	-	-	-	-	-	(3,807)	(3,807)	-	(3,807)
At 30 September 2012 (Restated)										
		133,333	66,667	(1,486)	(189)	(4,599)	226,036	286,429	106,465	392,894

The consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

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Consolidated Statement of Cash Flows

For the period ended 30 September 2013

	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000
Profit/(loss) after taxation for the period from:-		
- continuing operations	10,217	14,372
- discontinued operation	-	(27,079)
	<u>10,217</u>	<u>(12,707)</u>
Adjustments for:		
Amortisation of intangible assets	7,742	7,804
Amortisation of goodwill	21	21
Amortisation of prepaid lease payments	54	54
Depreciation of property, plant & equipment	4,587	4,822
Derivative loss on forward foreign currency contracts	15	219
Dividend income	(24)	(21)
Interest expense	3,625	5,131
Interest income	(3,855)	(1,646)
Unrealised loss on foreign exchange	771	391
Loss from changes in fair value of biological assets	-	34,329
Gain on disposal of property, plant and equipment	(10)	(131)
Gain on disposal of other investment	(639)	-
Loss on disposal of subsidiaries	787	-
Property, plant & equipment written off	28	57
Income tax expense/(income)	5,636	(3,281)
Share of results of equity accounted associate	6	2
	<u>28,961</u>	<u>35,044</u>
Operating profit before changes in working capital		
Change in inventories	(8,158)	(2,312)
Change in property development costs	(2,340)	-
Change in trade and other receivables, including derivatives and deposits and prepayments	(17,249)	31,308
Change in trade and other payables, including derivatives	(15,353)	(8,242)
	<u>(43,099)</u>	<u>(1,556)</u>
Cash (used in)/from operations	(14,139)	55,798
Interest paid	(497)	(823)
Income tax paid	(8,191)	(7,496)
	<u>(12,827)</u>	<u>(8,319)</u>
Net cash (used in)/from operating activities	<u>(22,827)</u>	<u>47,479</u>
Cash flows from investing activities		
Increase in investment in an existing associate	(90)	(400)
Increase in cash and cash equivalents pledged with licensed banks	(254)	(147)
Acquisition of property, plant and equipment	(5,332)	(5,757)
Acquisition of a subsidiary, net of cash and cash equivalent	(41)	-
Acquisition of other investment	-	(27)
Proceeds from disposal of other investment	1,781	-
Proceeds from disposal of subsidiaries	1,571	-
Incurrence of expenditure on biological assets, net of depreciation and amortisation expenses capitalised	-	(5,636)
Proceeds from disposal of property, plant and equipment	777	637
Dividend received	24	21
Interest received	3,245	1,646
	<u>1,681</u>	<u>(9,663)</u>
Net cash generated from/(used in) investing activities	<u>1,681</u>	<u>(9,663)</u>

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Consolidated Statement of Cash Flows

For the period ended 30 September 2013

	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000
(continued)		
Cash flows from financing activities		
Net repayments of Islamic bonds	(29,813)	(49,838)
Net repayments of bankers' acceptances	(5,104)	(12,824)
Net (repayments)/proceeds from other loans and borrowings	(3,082)	29,598
Dividends paid to non controlling interests	(1,124)	-
Interest paid	(3,128)	(4,202)
Net cash used in financing activities	(42,251)	(37,266)
Net (decrease)/increase in cash and cash equivalents	(63,397)	550
Effects of exchange rate fluctuations on cash held	(585)	(1,339)
Cash and cash equivalents at beginning of period	291,981	88,683
Cash and cash equivalents at end of period	<u>227,999</u>	<u>87,894</u>

Note

Cash and cash equivalents included in the consolidated statement of cash flows comprise:

Deposits, bank and cash balances	229,534	90,829
Less: Cash and cash equivalents pledged for banking facilities	(1,535)	(2,935)
Total cash and cash equivalents shown in statement of cash flows	<u>227,999</u>	<u>87,894</u>

The consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

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Notes to the consolidated interim financial statements

1. Basis of preparation

The consolidated interim financial statements are unaudited and have been prepared in accordance with the applicable disclosure provisions of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad and Malaysian Financial Reporting Standard (“MFRS”) 134/International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*.

The preparation of an interim financial statements in conformity with MFRS 134/IAS 34, *Interim Financial Reporting*, requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The condensed consolidated interim financial statements of the Group as at and for the six months ended 30 September 2013 comprise the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interest in associate.

The interim financial statements contain condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2013 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with MFRSs and International Financial Reporting Standards.

2. Significant accounting policies

2.1 Changes in accounting policies

The significant accounting policies adopted in the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 March 2013, except for the adoption of the following standards, amendments and interpretations which are effective for annual periods beginning on or after the respective dates indicated herein:

Standard/Amendment/Interpretation	Effective date
MFRS 10, <i>Consolidated Financial Statements</i>	1 January 2013
MFRS 13, <i>Fair Value Measurement</i>	1 January 2013
MFRS 127, <i>Separate Financial Statements (2011)</i>	1 January 2013
MFRS 128, <i>Investments in Associates and Joint Ventures (2011)</i>	1 January 2013
Amendments to MFRS 7, <i>Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities</i>	1 January 2013
Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards – Government Loans</i>	1 January 2013
Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)</i>	1 January 2013
Amendments to MFRS 116, <i>Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)</i>	1 January 2013
Amendments to MFRS 132, <i>Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)</i>	1 January 2013
Amendments to MFRS 134, <i>Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)</i>	1 January 2013
Amendments to MFRS 10, <i>Consolidated Financial Statements: Transition Guidance</i>	1 January 2013

The effect of adoption are summarised as follows:

(i) MFRS 10, *Consolidated Financial Statements*

MFRS 10 introduces a new single control model to determine which investees should be consolidated. MFRS 10 supersedes MFRS 127, *Consolidated and Separate Financial Statements* and IC Interpretation 112, *Consolidation - Special Purpose Entities*.

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Notes to the consolidated interim financial statements

(continued)

2. Significant accounting policies (continued)

2.1 Changes in accounting policies (continued)

The effect of adoption are summarised as follows: (continued)

(i) MFRS 10, *Consolidated Financial Statements* (continued)

There are three elements to the definition of control in MFRS 10: (i) power by investor over an investee, (ii) exposure, or rights, to variable returns from investor's involvement with the investee, and (iii) investor's ability to affect those returns through its power over the investee.

The Group has previously established a special purpose entity ("SPE") for raising bonds to finance the acquisition of trade receivables arising from the construction of telecommunication towers by a subsidiary for a network facility provider license holder. The Group does not have any direct or indirect shareholdings in this SPE. Nevertheless, the SPE has now been retrospectively consolidated as a subsidiary as the Group concludes that it controls the SPE based on an evaluation of the substance of the SPE's relationship with the Group and the SPE's risks and rewards. The SPE, being controlled by the Group, is established under terms that impose strict limitations on the decision making powers of the SPE's management and that result in the Group receiving the majority of risks and benefits related to the SPE's operations and net assets, being exposed to the majority of risks incidental to the SPE's activities and retaining the majority of the residual or ownership risks related to the SPE or its assets.

The effect of adopting MFRS 10 has the following effects:

<u>Group</u>	Retained earnings			
	2013 (Restated) RM'000	2012 (Restated) RM'000		
At 31 March, as previously stated	283,792	236,777		
Adjustments arising from adoption of MFRS 10	(1,340)	(6,473)		
At 1 April (Restated)	282,452	230,304		
	For the financial year ended 31 March 2013		For the financial year ended 31 March 2012	
	As restated DR/(CR) RM'000	As previously stated DR/(CR) RM'000	As restated DR/(CR) RM'000	As previously stated DR/(CR) RM'000
<u>Statement of Financial Position</u>				
Other intangible assets	77,080	38,832	92,688	42,856
Deferred tax assets	2,901	3,169	545	545
Trade & other receivables				
- current	110,288	109,795	166,331	165,637
Current tax recoverable	1,514	1,472	3,847	3,721
Cash and bank balances	293,263	266,270	92,591	54,982
Loans and borrowings				
- non-current	(129,539)	(75,969)	(155,582)	(82,349)
- current	(69,151)	(59,151)	(141,327)	(116,327)
Trade and other payables	(112,809)	(109,531)	(107,654)	(108,216)
Deferred tax liabilities	(8,080)	(8,080)	(71,499)	(74,511)
Current tax payable	(5,891)	(5,891)	(2,266)	(2,190)
Net assets per ordinary share attributable to owners of the Company, net of treasury shares (RM)	2.70	2.71	2.30	2.35

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Notes to the consolidated interim financial statements

(continued)

2. Significant accounting policies (continued)

2.1 Changes in accounting policies (continued)

The effect of adoption are summarised as follows: (continued)

(i) MFRS 10, *Consolidated Financial Statements* (continued)

The effect of adopting MFRS 10 has the following effects: (continued)

	For the 3 months ended 30 September 2012		For the 6 months ended 30 September 2012	
	As restated DR/(CR) RM'000	As previously stated DR/(CR) RM'000	As restated DR/(CR) RM'000	As previously stated DR/(CR) RM'000
<i>Statement of Profit or Loss and Other Comprehensive Income</i>				
Revenue	117,064	110,326	196,992	182,197
Loss after taxation	(4,261)	(19,024)	(12,707)	(16,829)
Profit/(Loss) attributable to owners of the Company	1,753	(6,859)	(461)	(4,583)
Basic/Diluted earnings per ordinary share attributable to owners of the Company (sen)				
From continuing operations	6.68	(5.05)	10.27	7.02
From discontinued operation	(5.30)	(5.30)	(10.63)	(10.63)
	1.38	(0.25)	(0.36)	(3.61)

	For the 6 months ended 30 September 2012	
	As restated RM'000	As previously stated RM'000
<i>Statement of Cash Flows</i>		
Net cash from operating activities	47,479	33,608
Net cash used in investing activities	(9,663)	(10,278)
Net cash used in financing activities	(37,266)	(10,091)
Net cash increase in cash and cash equivalents	550	13,239

(ii) MFRS 13, *Fair Value Measurement*

MFRS 13 establishes the principles for fair value measurement and replaces the existing guidance in different MFRSs.

(iii) Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*

Amendments to MFRS 116 clarify that items such as spare parts, stand-by equipment and servicing equipment shall be recognised as property, plant and equipment when they meet the definition of property, plant and equipment. Otherwise, such items are classified as inventory. The adoption of Amendments to MFRS 116 does not have any material financial impact on the financial statements of the Group.

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Notes to the consolidated interim financial statements

(continued)

2. Significant accounting policies (continued)

2.2 Standards, amendments and interpretations yet to be effective

The Group has not applied the following standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board but are only effective for annual periods beginning on or after the respective dates indicated therein:

Standard/Amendment/Interpretation	Effective date
Amendments to MFRS 10, <i>Consolidated Financial Statements: Investment Entities</i>	1 January 2014
Amendments to MFRS 12, <i>Disclosure of Interests in Other Entities: Investment Entities</i>	1 January 2014
Amendments to MFRS 127, <i>Separate Financial Statements (2011): Investment Entities</i>	1 January 2014
Amendments to MFRS 132, <i>Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
Amendments to MFRS 136, <i>Impairment of Assets- Recoverable Amount Disclosures for Non-Financial Assets</i>	1 January 2014
Amendments to MFRS 139, <i>Financial Instruments: Recognition and Measurement- Novation of Derivatives and Continuation of Hedge Accounting</i>	1 January 2014
IC Interpretation 21: <i>Levies</i>	1 January 2014
MFRS 9, <i>Financial Instruments (2009)</i>	1 January 2015
MFRS 9, <i>Financial Instruments (2010)</i>	1 January 2015
Amendments to MFRS 7, <i>Financial Instruments: Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2015

The initial application of a standard, an amendment or an interpretation, which is to be applied prospectively or which requires extended disclosures, is not expected to have any material financial impacts on the financial statements for the current and prior periods upon its first adoption.

3. Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

4. Unusual items due to their nature, size and incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the six months ended 30 September 2013.

5. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter.

6. Debt and equity securities

There were no issuance, cancellation, resale and repayment of equity securities in the cumulative and current quarter under review except for the repurchase of 100 own shares as treasury shares at an average price of RM1.45 using internally generated funds in May 2013.

The movements on debt securities (corporate bonds) are detailed as follows:-

	Individual Quarter 3 months ended 30 September 2013 RM'000	Cumulative Quarter 6 months ended 30 September 2013 RM'000
Opening balance	53,664	63,570
Accretion of bond value	93	187
Redemption	(20,000)	(30,000)
Closing balance (see Note 29)	33,757	33,757

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Notes to the consolidated interim financial statements

(continued)

7. Dividends paid

There was no dividend paid during the quarter under review.

8. Discontinued operation

The Group completed the disposal of its entire oil palm plantation segment on 27 February 2013 following the fulfillment of the conditions precedent set out in the Share Sale Agreements entered into with the acquirer on 25 October 2012. The segment was not a discontinued operation or classified as held for sale as at 30 September 2012. The comparative condensed consolidated statement of profit or loss and other comprehensive income has been restated to show the discontinued operation separately from continuing operations, as if the oil palm plantation segment was a discontinued operation in the six months period ended 30 September 2012.

Results from discontinued operation

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Revenue	-	675	-	1,098
Expenses	-	(1,839)	-	(3,580)
Loss from changes in fair value of biological assets	-	(17,232)	-	(34,329)
Results from operating activities	-	(18,396)	-	(36,811)
Income tax income	-	4,870	-	9,732
Results from operating activities, net of tax	-	(13,526)	-	(27,079)

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
<i>The results from discontinued operation are arrived at after charging/ (crediting):</i>				
Depreciation of property, plant and equipment	-	184	-	343
Interest expense	-	279	-	448
Loss from changes in fair value of biological assets	-	17,232	-	34,329
Interest income	-	(3)	-	(3)

The results from discontinued operation are arrived at after charging/ (crediting):

Depreciation of property, plant and equipment

Interest expense

Loss from changes in fair value of biological assets

Interest income

Cash flows generated from/(used in) discontinued operation

	Cumulative Quarter 6 months ended	
	30 September 2013 RM'000	30 September 2012 RM'000
Net cash from operating activities	-	6,742
Net cash used in investing activities	-	(8,488)
Net cash from financing activities	-	1,742
Effect on cash flows	-	(4)

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9. Segment information

The Group's primary format for reporting segment information is by business segments. Revenue from external customers represents the sales value of goods and services supplied to customers as well as revenue from construction contracts. The Group has four reportable major segments which are detailed as below:-

- (a) Manufacturing
 - Manufacturing, marketing and sale of polyethylene engineering ("PE") products, reclaimed rubber and trading of other specialised and technical engineering products
- (b) Works
 - (i) Telecommunication towers
 - Construction of telecommunication towers and share of rental proceeds from telecommunication towers
 - (ii) Water, wastewater and other infrastructure
 - Design, construction and installation of water supply, storage infrastructure and treatment systems, wastewater treatment systems, hydro systems and other infrastructure
- (c) Services
 - Sewerage treatment services, treatment and disposal of sludge services as well as underground mapping of buried utilities, closed circuit television survey and investigation and rehabilitation of underground sewer and pipeline networks and storm water culverts

Part of the segment has completed its disposal and ceased as a subsidiary of the Group on 24 September 2013
- (d) Property
 - Property development and property investment

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9. Segment information (continued)

	-----Continuing operations-----					Consolidated
	Manufacturing	-----Works-----		Services	Property	
		Tele-communication towers	Water, wastewater treatment and other infrastructure			
For the 6 months ended 30 September 2013	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment revenue	92,337	25,576	30,856	10,548	-	159,317
Segment profit/(loss)	12,846	6,508	431	336	(3,538)	16,583
Unallocated corporate expenses						(724)
Share of results of equity accounted associate						(6)
Profit before taxation						15,853
Tax expense						(5,636)
Profit from continuing operations/Profit for the period						10,217
For the 6 months ended 30 September 2012 (Restated)						
Segment revenue	98,429	19,595	61,223	17,745	-	196,992
Segment profit	9,781	5,549	5,396	1,239	-	21,965
Unallocated corporate expenses						(1,140)
Share of results of equity accounted associate						(2)
Profit before taxation						20,823
Tax expense						(6,451)
Profit from continuing operations						14,372
Loss from discontinued operation						(27,079)
Loss for the period						(12,707)

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9. Segment information (continued)

	Cumulative Quarter	
	6 months ended	
	30 September 2013	30 September 2012
	RM'000	RM'000
Revenue from external customers - continuing operations		
Malaysia	157,060	193,014
Middle East	-	1,202
Other countries	2,257	2,776
	<u>159,317</u>	<u>196,992</u>

10. Property, plant and equipment and prepaid lease payments

Acquisitions and disposals

During the six months ended 30 September 2013, the Group acquired items of property, plant and equipment costing RM5,652,000 (six months ended 30 September 2012: RM6,579,000), of which RM320,000 (six months ended 30 September 2012: RM822,000) was in the form of finance lease assets.

During the six months ended 30 September 2013, the Group disposed of items of property, plant and equipment with a carrying amount of RM767,000 (six months ended 30 September 2012: RM506,000), resulting in a net gain on disposal of RM10,000 (six months ended 30 September 2012: net gain of RM131,000).

11. Subsequent events

On 7 October 2013, the Group through its 56% owned subsidiary, Weida Environmental Technology Sdn Bhd (“WET”) entered into a share sale agreement (“SSA”) to dispose of 640,000 ordinary shares of RM1.00 each in the share capital of Weidasar Engineering Sdn. Bhd. (“WESB”) for a cash consideration of RM200,000.00. The disposal was completed on 29 October 2013, following which WESB ceased to be a subsidiary of WET and the Company.

12. Changes in composition of the Group

On 11 September 2013, the Group acquired 51,000 ordinary shares of RM1.00 each in the share capital of Blast Power Sdn Bhd (“BPSB”), for a cash consideration of RM51,000.00. As a result, BPSB became a 51% owned subsidiary of the Company.

The effect of the acquisition of BPSB on the Group’s assets and liabilities on the date of the acquisition is as follows:

	RM'000
Trade and other receivables	90
Cash and cash equivalents	10
Trade and other payables	(16)
Total identifiable net assets	<u>84</u>
Less: Non-controlling interests	(41)
Goodwill arising from acquisition	<u>8</u>
	51
Less: Cash and cash equivalents acquired	<u>(10)</u>
Net cash outflow	<u>41</u>

On 17 September 2013, the Group’s wholly owned subsidiary, Weida Oil & Gas Sdn. Bhd. (“WOGSB”), was fully dissolved following the expiration of the lodgement date of the return by liquidator relating to the final meeting for members voluntary winding-up with the Companies Commissions of Malaysia in June 2013.

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12. Changes in composition of the Group (continued)

On 24 September 2013, WET completed the disposal of its 67.9% equity interest in UTIC Services Sdn. Bhd. (“UTIC Services”) for a consideration of RM2,610,000, following which UTIC Services ceased as a subsidiary of WET and the Company. By virtue of the disposal, UTIC Industries Sdn. Bhd., a wholly owned subsidiary of UTIC Services, also ceased to be a subsidiary of WET and the Company. The disposal of UTIC Services is not presented separately from continuing operations in the condensed consolidated statement of profit or loss and other comprehensive income as it does not represent a major line of business in the Group. The effect of disposal of the subsidiaries on the financial position of the Group is presented as below:

Effect of disposal on the financial position of the Group	30 September 2013 RM’000
Property, plant and equipment	895
Inventories	242
Trade and other receivables	4,431
Deposits and prepayments	299
Cash and cash equivalents	1,039
Tax recoverable	46
Deferred tax liability	(7)
Trade and other payables	(1,050)
Loans and borrowings	(826)
Non-controlling interests	(1,672)
Net assets and liabilities	3,397
Loss on disposal of subsidiaries	(787)
Consideration received, satisfied in cash	2,610
Cash and cash equivalents disposed of	(1,039)
Net cash inflow	1,571

On 27 September 2013, Weidaya Sdn. Bhd. (“WDSB”), a 70% owned subsidiary of the Company held an Extraordinary General Meeting at which it was resolved that WDSB be wound up voluntarily pursuant to Section 254 of the Companies Act, 1965.

13. Changes in contingent liabilities

As at 30 September 2013, the Group has, in the ordinary course of business, provided bank guarantees of RM10,353,000 to third parties in the capacity of the Group as the sub-contractors of, or suppliers to, projects.

As at 20 November 2013, the Group has, in the ordinary course of business, provided bank guarantees of RM10,821,000 to third parties in the capacity of the Group as the sub-contractors of, or suppliers to, projects.

14. Capital commitments

	30 September 2013 RM’000	31 March 2013 RM’000
Property, plant and equipment		
Authorised but not contracted for	17,756	21,891
Contracted but not provided for	7,666	1,395
	25,422	23,286

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15. Material related party transactions

There were no material related party transactions except for the following:-

a) *Transaction with a director and companies in which certain Directors of the Company have interests*

<u>Nature of transaction</u>	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
	RM'000	RM'000	RM'000	RM'000
Rental of premises	74	74	148	148
Purchase of property, plant and equipment	238	-	238	-

b) *Transaction with a director of the Group*

<u>Nature of transaction</u>	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
	RM'000	RM'000	RM'000	RM'000
Sale of shares	(2,610)	-	(2,610)	-

16. Compensations to key management personnel

Compensations paid/payable to key management personnel are as follows:

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
	RM'000	RM'000	RM'000	RM'000
Directors of the Company	4,378	383	4,678	762
Directors of subsidiaries and other key management personnel	4,023	2,105	4,766	3,430
	8,401	2,488	9,444	4,192

17. Other intangible assets

Other intangible assets comprise:

• **Intellectual property licences**

The exclusive licences acquired allow the Group:

- (i) to use and exploit for a period of five (5) years certain technical information relating to the operation of specialised equipment within South East Asia which was fully amortised as at 31 March 2013 and is part of the subsidiary which was disposed of during the current quarter.

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17. Other intangible assets (continued)

Other intangible assets comprise: (continued)

- **Intellectual property licences** (continued)

- (ii) to have access to secret technical and commercial information related to the manufacture and use of LIPP tanks and Biogas plants within Malaysia for a period of fifteen (15) years. This has been presented as asset classified as held for sale as at 30 September 2013 following the announcement of the disposal of the subsidiary which was subsequently completed on 29 October 2013 (see Note 11).

- **Rights to share rental proceeds of telecommunication towers**

This arose from the construction of telecommunication towers for a network facility provider licence holder (“NFPLH”) in prior years. As payments for the contract claims arising from the construction works carried out, the NFPLH and a subsidiary share the rental proceeds from the leasing of the telecommunication towers based on pre-determined ratios for a period of ten years commencing from the month when the rental proceeds were first received.

18. Trade and other receivables

- (i) Included in the non-current balance of other receivables is an amount due from a former associate of the Group amounting to RM4.5 million (31.3.2013: RM6.1 million; 1.4.2012: RM18.0 million) which is secured by a first fixed and floating charges over the former associate’s assets and bears fixed interest at 6.00% (31.3.2013 and 1.4.2012: 6.00%) per annum. The amount is repayable in full by December 2017.
- (ii) Included in both non-current and current balances of trade receivables is an amount due from a contract customer relating to construction of waste treatment specialised systems amounting to RM20.7 million (31.3.2013: RM27.9 million and 1.4.2012: RM4.6 million), which is unsecured and interest free.
- (iii) The Group through its subsidiary, Loyal Paragon Sdn. Bhd. (“LPSB”), had entered into a joint venture agreement with a company (“the Land Owner”) on 20 December 2011 to develop a parcel of leasehold land into residential properties (the project is hereinafter referred to as “the Development” and the land, as “the Project Land”).

The Land Owner had entered into a Sale and Purchase Agreement (“Principal SPA”) to purchase the Project Land from another company (“the Vendor”).

Through the joint venture agreement, the Land Owner shall contribute the Project Land for the Development and LPSB shall carry out preparatory works for the Development, applying for approvals, sales and marketing, undertake construction and development works and complete the Development in accordance with the plans approved by the appropriate authorities and shall also undertake the entire project management, financial and sales administration of the Development.

LPSB shall be responsible to secure all financing and loan facilities required for the entire costs and expenses of the Development, including the acquisition of the Project Land.

In the joint venture agreement (including the amendments and supplemental agreements thereto), the Land Owner shall be entitled to 15% of the gross development value of the Development or a minimum entitlement of RM30 million whichever is higher (“Land Owner’s entitlement”).

Subject to the provisions in the joint venture agreement, LPSB shall complete the Development on the Project Land within five (5) years from the legal completion of the Principal SPA between the Vendor and the Land Owner.

The Land Owner’s entitlement less payments made on its behalf by LPSB shall be satisfied by way of allotment of completed building units. LPSB is granted the absolute right to market and sell the allotted units on behalf of the Land Owner.

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18. Trade and other receivables (continued)

Pursuant to the joint venture agreement, a payment of RM25.0 million was made on behalf of the Land Owner by LPSB for the acquisition of the Project Land and related land expenses, which is part financed by an unsecured term loan obtained by LPSB from a licensed bank bearing a floating interest at 5.29% per annum. All such payments shall be deducted from the Land Owner's entitlement from the Development.

The development order for the Development has been issued by the relevant authority to LPSB in May 2013.

This payment on behalf shall be deducted from the Land Owner's entitlement from the development.

- (iv) The Group through its subsidiary, Good Axis Sdn. Bhd. ("GASB") had also entered into a joint venture agreement with a third party on 30 January 2013 to develop a piece of freehold agriculture land (hereinafter referred to as "the Land") into residential properties.

Pursuant to the joint venture agreement, an amount of RM33.2 million has been made on behalf of the third party by GASB for the acquisition of the Land and related land expenses.

This payment on behalf shall be deducted from the third party's entitlement from the development.

- (v) Included in current trade receivables is a gross retention sum receivables of RM3.0 million (31.3.2013: RM2.7 million, 1.4.2012: RM30.3 million) from the Government of Syrian Arab Republic in respect of sewerage and water treatment plants constructed by a subsidiary.

As the subsidiary has managed to recover its retention sums substantially in the previous financial year, no impairment loss need be made for the remaining receivables as at 30 September 2013 despite the continuing political unrest in Syrian Arab Republic, after taking into consideration the advance payments of RM4.5 million received from and other amounts payable to the Government of Syrian Arab Republic. Nonetheless, the recoverability of the retention sums will continue to be reassessed in future based on the information then available.

19. Assets and liabilities classified as held for sale

Assets classified as held for sale of the Group as at 31 March 2013 which comprised certain property, plant and equipment were disposed of in July 2013. Part of the works segment is presented as a disposal group held for sale as at 30 September 2013 following the announcement of its intended disposal which was subsequently completed on 29 October 2013. As at 30 September 2013 and 31 March 2013, the disposal groups comprised the following:

	30 September 2013 RM'000	31 March 2013 RM'000
Property, plant and equipment	1,731	5,099
Intangible asset	783	-
Inventories	864	-
Trade and other receivables	1,161	-
Deposits and prepayments	253	-
Deferred tax asset	38	-
Cash and bank balance	96	-
Total assets	4,926	5,099
Trade and other payables	(3,098)	-
Loans and borrowings	(1,444)	-
Provision for taxation	(25)	-
Total liabilities	(4,567)	-
Net assets classified as held for sale	359	5,099

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20. Financial risk management

The Group's financial risk management objectives and policies and risk profile are consistent with those disclosed in the consolidated financial statements as at and for the financial year ended 31 March 2013.

21. Fair value hierarchy

In the 6 months ended 30 September 2013, there were no transfers between fair value hierarchies and no reclassifications of the financial assets as a result of a change in the purpose or use of those assets.

22. Review of performance

The revenue from continuing operations for the financial period ended 30 September 2013 amounting to RM159.3 million is 19.1% lower as compared to the RM197.0 million achieved in the corresponding quarter in the previous financial year mainly due to lower revenue contribution from the manufacturing and works segments. The profit before tax from continuing operations amounting to RM15.8 million for the financial period ended 30 September 2013 is also lower as compared to the RM20.8 million achieved for the last corresponding quarter in the previous financial year mainly due to the following:

- a) one-off construction costs taken in the current quarter and slower progress in certain projects which are near completion stage, which leads to lower contribution from the works segment in the current quarter;
- b) loss on disposal of subsidiaries of RM0.8 million; and
- c) marketing expenses incurred in the project launching activities in the property segment.

The revenue for the quarter ended 30 September 2013 amounting to RM71.3 million was 39.1% lower as compared to the RM117.1 million achieved in the corresponding quarter of the previous financial year. The profit before tax from continuing operations amounting to RM1.9 million for the quarter ended 30 September 2013 was also lower as compared to the RM13.2 million achieved for the corresponding quarter of the previous financial year mainly due to the similar reasons as mentioned in the preceding paragraph.

The loss from the discontinued operation in the corresponding quarter of the previous financial year was mainly due to the loss from changes in fair value of the biological assets.

Performance of each operating segment (before accounting for unallocated corporate expenses) is discussed as below:

a) **Manufacturing**

	Current quarter ended 30 September 2013 (RM'000)	Preceding quarter ended 30 June 2013 (RM'000)	Corresponding quarter ended 30 September 2012 (Restated) (RM'000)
Revenue	38,173	54,164	56,169
Segment profit	5,723	7,123	5,264

	6 months ended 30 September 2013 (RM'000)	Corresponding 6 months ended 30 September 2012 (RM'000)	Financial year ended 31 March 2013 (Restated) (RM'000)
Revenue	92,337	98,429	196,821
Segment profit	12,846	9,781	22,971

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22. Review of performance (continued)

a) Manufacturing (continued)

Manufacturing revenue for the current quarter ended 30 September 2013 has decreased as compared to the preceding quarter ended 30 June 2013 and corresponding quarter in the previous financial year mainly due to the lower demand for certain polyethylene engineering products in the current quarter under review. The segment profit in the current quarter also decreased as compared to the preceding quarter accordingly. However, the segment margin increased mainly due to a more favourable mix of products and customers.

For the cumulative six months ended 30 September 2013, the manufacturing segment profit jumped 31.3% to RM12.9 million, from RM9.8 million for the corresponding six months ended 30 September 2012, on the back of improved profit margin of 13.9% , from 9.9% in the previous corresponding period. This improvement in profitability was achieved as a result of a more favourable mix of products and customers, in spite of a 6.0% decrease in revenue to RM92.3 million for the six months ended 30 September 2013, from RM98.4 million in the previous corresponding quarter.

b) Works

Telecommunication towers, water, wastewater treatment and other infrastructure

	Current quarter ended 30 September 2013 (RM'000)	Preceding quarter ended 30 June 2013 (RM'000)	Corresponding quarter ended 30 September 2012 (Restated) (RM'000)
Revenue	27,611	28,821	51,497
Segment profit	197	6,742	8,577

	6 months ended 30 September 2013 (RM'000)	Corresponding 6 months ended 30 September 2012 (RM'000)	Financial year ended 31 March 2013 (Restated) (RM'000)
Revenue	56,432	80,818	184,716
Segment profit	6,939	10,945	16,569

The above figures reflect the ebb and flow nature of the works segment.

The segment revenue for the current quarter period ended 30 September 2013 is lower than the preceding quarter ended 30 June 2013 and corresponding quarter ended 30 September 2012 due to lower contribution from both telecommunication towers segment and the slower progress in certain works projects which are near completion stage. The segment profit decreased in the current quarter ended 30 September 2013 mainly due to one-off construction costs taken in the current quarter and lower profit contribution from the telecommunication towers segment in the current quarter under review.

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22. Review of performance (continued)

c) Services

	Current quarter ended 30 September 2013 (RM'000)	Preceding quarter ended 30 June 2013 (RM'000)	Corresponding quarter ended 30 September 2012 (Restated) (RM'000)
Revenue	5,502	5,046	9,398
Segment (loss)/profit	(163)	499	509

	6 months ended 30 September 2013 (RM'000)	Corresponding 6 months ended 30 September 2012 (RM'000)	Financial year ended 31 March 2013 (Restated) (RM'000)
Revenue	10,548	17,745	27,922
Segment profit	336	1,239	1,180

The services segment revenue has decreased in the current quarter ended 30 September 2013 as compared to the corresponding quarter in the previous financial period due to lower contribution from projects which were near completion in the financial year ended 31 March 2013. The segment generated a loss in the current quarter as compared to a profit in the preceding quarter ended 30 June 2013 and the corresponding quarter ended 30 September 2013 mainly due to the loss on disposal of a subsidiary amounting to RM0.8 million. Similar reasons are observed when comparing the revenue and profit for the six months ended 30 September 2013 and the corresponding quarter from the previous financial year.

d) Property

	Current quarter ended 30 September 2013 (RM'000)	Preceding quarter ended 30 June 2013 (RM'000)	Corresponding quarter ended 30 September 2012 (Restated) (RM'000)
Revenue	-	-	-
Segment loss	(3,538)	-	-

Cumulative quarter	6 months ended 30 September 2013 (RM'000)	Corresponding 6 months ended 30 September 2012 (Restated) (RM'000)	Financial year ended 31 March 2013 (Restated) (RM'000)
Revenue	-	-	-
Segment loss	(3,538)	-	-

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22. Review of performance (continued)

d) Property (continued)

Urbana Residences, our maiden property development project with an estimated Gross Development Value of RM231.0 million, was launched in early October 2013, with a take-up rate in excess of 90% as at current date. A sum of about RM3.5 million have been incurred mainly for marketing expenses in connection with project launching activities.

23. Variation of results against preceding quarter

The revenue for the quarter ended 30 September 2013 amounting to RM71.3 million was lower by 19.0% as compared to RM88.0 million achieved in the preceding quarter mainly due to lower contribution from the manufacturing segment in the current quarter. The profit before tax from continuing operations amounting to RM1.9 million for the current quarter is also lower as compared to the RM14.0 million achieved in the preceding quarter mainly due to lower contribution from the telecommunication towers segment and one-off construction costs taken in the current quarter for the works segment as well as higher expenses incurred in the property segment in preparation for the launching of its maiden project in October 2013.

24. Prospects for the financial year ending 31 March 2014

The areas of focus of the Tenth Malaysia Plan (10th MP) augur well for the Group, particularly in the areas of water supply, sanitation facilities, housing and telecommunication towers.

The growing emphasis on environmental sustainability also bodes well for the Group. Over the years, the Group has significantly grown and enhanced its human and engineering capital, via active involvement and collaboration with a network of established international organisations. The Group has successfully been playing, and will continue to play, the role as a provider of environmental engineering solutions; such as in the field of water and wastewater treatment, septic sludge treatment and renewable energy.

To further broaden its income base and growth, the Group is venturing into property development, incorporating environmental considerations.

As such, barring unforeseen circumstances, the Directors are cautiously optimistic of achieving respectable results for the Group for the financial year ending 31 March 2014 on the strength of the diversified base of the Group (see Note 9).

25. Revenue and profit forecast

Not applicable as no revenue and profit forecast was published.

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26. Income tax expense

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian - current year	1,571	5,043	5,163	8,383
- prior years	-	34	-	55
	1,571	5,077	5,163	8,438
Deferred tax expense/(income)				
- current year	557	(1,153)	791	(1,987)
- prior years	(318)	-	(318)	-
	239	(1,153)	473	(1,987)
Tax expense from continuing operations	1,810	3,924	5,636	6,451
Discontinued operation:				
- current tax expense	-	21	-	42
- deferred tax income	-	(4,891)	-	(9,774)
	1,810	(946)	5,636	(3,281)

The Group's effective tax rate of the continuing operations for the current quarter and the corresponding quarter in the previous financial year, current cumulative quarter and corresponding cumulative quarter in the previous financial year is higher than the prima facie tax rate due to non-deductible expenses and the unrecognised deferred tax asset from loss making operations.

27. Status of corporate proposals

On 15 November 2013, the Company had announced a proposed diversification of the Group's principal activities to include property development and property investment, which is subject to shareholders' approval in the forthcoming Extraordinary General Meeting on 2 December 2013.

28. Utilisation of share proceeds

Not applicable.

29. Loans and borrowings

	30 September 2013	31 March 2013 (Restated)	1 April 2012 (Restated)
	RM'000	RM'000	RM'000
Non-current			
Unsecured	78,204	126,953	150,596
Secured	1,184	2,586	4,986
	79,388	129,539	155,582
Current			
Unsecured	78,800	67,770	138,789
Secured	553	1,381	2,538
	79,353	69,151	141,327
Total	158,741	198,690	296,909

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29. Loans and borrowings (continued)

The non-current and current unsecured loans and borrowings include debt securities (corporate bonds) amounting to RM33.8 million (see Note 6).

All borrowings are denominated in Ringgit Malaysia.

30. Derivatives financial instruments

The outstanding forward foreign currency contracts as at the end of the quarter under review are as follows:

	Contract/Notional Value RM'000	Net Fair Value RM'000
Forward foreign currency contracts	13,255	13,240
- less than 1 year		

Derivative financial instruments entered into by the Group are similar to those disclosed in the consolidated annual financial statements as at and for the financial year ended 31 March 2013.

31. Gains/Losses arising from fair value changes of financial liabilities

There were no material gains or losses arising from fair value changes of the financial liabilities for the current quarter and financial period-to-date.

32. Material litigation

There was no pending material litigation as at the date of this quarterly report.

33. Auditors' report on preceding annual financial statements

The auditors have expressed an unqualified opinion on the Group and the Company's statutory financial statements for the financial year ended 31 March 2013 in their report dated 31 July 2013.

34. Profit for the financial period

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
<i>Profit from continuing operations is arrived at after charging:</i>				
Amortisation of intangible assets	3,871	3,902	7,742	7,804
Amortisation of prepaid lease payments	27	27	54	54
Amortisation of goodwill	11	11	21	21
Property, plant and equipment written off	11	40	28	57
Depreciation of property, plant & equipment	2,321	2,208	4,587	4,479
Interest expense	1,245	1,893	3,625	4,683
Unrealised loss on foreign exchange	414	-	771	391
Derivative loss on forward foreign currency contracts	136	512	15	219
Loss on disposal of subsidiaries	787	-	787	-

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(continued)

34. Profit for the financial period (continued)

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
<i>and after crediting:</i>				
Interest income	1,581	816	3,855	1,643
Gain on disposal of other investment	639	-	639	-
Gain on disposal of property, plant & equipment	11	51	10	131
Unrealised gain on foreign exchange	-	602	-	-

There were no allowance for impairment losses for assets, allowance for impairment losses of inventories and exceptional items for the current quarter and current financial period-to-date.

35. Dividend payable

A first and final dividend of 4.0 sen per ordinary share less tax at 25% in respect of the financial year ended 31 March 2013, approved at the Annual General Meeting held on 26 September 2013, was paid on 22 November 2013 to Depositors whose names appear in the Record of Depositors on 6 November 2013.

No dividend has been recommended or paid for the current financial quarter to date.

36. Earnings per ordinary share

(a) *Basic earnings per ordinary share*

Basic earnings per ordinary share is calculated by dividing the profit after taxation for the period by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 September 2013	30 September 2012 (Restated)	30 September 2013	30 September 2012 (Restated)
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) for the period	60	(4,261)	10,217	(12,707)
Add: Amount attributable to non-controlling interests	284	6,014	42	12,246
Profit/(Loss) for the period attributable to owners of the Company	344	1,753	10,259	(461)
Weighted average number of ordinary shares in issue ('000)	126,895	126,895	126,895	126,895
Basic earnings per ordinary share (sen)				
From continuing operations	0.27	6.68	8.08	10.27
From discontinued operation	-	(5.30)	-	(10.63)
	0.27	1.38	8.08	(0.36)

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(continued)

36. Earnings per ordinary share (continued)

(a) *Basic earnings per ordinary share* (continued)

The weighted average number of ordinary shares in issue during the individual quarter and cumulative quarter under review has been adjusted for the treasury shares bought back by the Company during the period (see Note 6). The weighted average number of ordinary shares in issue, net of treasury shares acquired, as at the quarter ended 30 September 2013 is 126,894,940 (30 September 2012: 126,895,240).

(b) *Diluted earnings per share*

This is not applicable as there exists no share option, warrants or other financial instruments that will dilute or have the effect of diluting the basic earnings per share.

37. Breakdown of realised and unrealised profits or losses

The breakdown of the retained earnings of the Group into realised and unrealised profits or losses, pursuant to Paragraphs 2.06 to 2.23 of Bursa Malaysia Main Market Listing Requirements, is as follows:

	30 September 2013	31 March 2013 (Restated)
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	295,024	303,934
- Unrealised	10,585	5,819
	<u>305,609</u>	<u>309,753</u>
Share of accumulated losses from associate		
- Realised	(10)	(4)
	<u>305,599</u>	<u>309,749</u>
Less: Consolidation adjustments	(18,123)	(27,297)
Total group retained earnings as per statement of changes in equity	<u>287,476</u>	<u>282,452</u>

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

38. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 November 2013.