

SILVER BIRD

SILVER BIRD GROUP BERHAD
(Company No. 277977-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 JANUARY 2008

	Note	3 months ended		3 months ended	
		31/01/2008	31/01/2007	31/01/2008	31/01/2007
		RM'000	RM'000	RM'000	RM'000
		unaudited	unaudited	unaudited	unaudited
Continuing Operations					
Revenue	4	157,070	154,487	157,070	154,487
Cost of Sales		(150,629)	(146,315)	(150,629)	(146,315)
Gross profit		<u>6,441</u>	<u>8,172</u>	<u>6,441</u>	<u>8,172</u>
Other income		598	318	598	318
Administrative expenses		(4,532)	(7,201)	(4,532)	(7,201)
Selling and marketing expenses		(8,059)	(7,065)	(8,059)	(7,065)
Other expenses	5	(1,214)	(2,155)	(1,214)	(2,155)
Finance expenses		(1,694)	(1,710)	(1,694)	(1,710)
Share of loss of jointly controlled entities		-	(8,421)	-	(8,421)
Profit/(Loss) before tax		<u>(8,460)</u>	<u>(18,062)</u>	<u>(8,460)</u>	<u>(18,062)</u>
Income tax expense	20	-	(182)	-	(182)
Profit/(Loss) for the period from continuing operations		<u>(8,460)</u>	<u>(18,244)</u>	<u>(8,460)</u>	<u>(18,244)</u>
Discontinued Operations					
Loss for the period from discontinued operations	12	(12)	(4)	(12)	(4)
Profit/(Loss) for the period		<u>(8,472)</u>	<u>(18,248)</u>	<u>(8,472)</u>	<u>(18,248)</u>
Attributable to :					
Equity holders of the parent		(8,427)	(18,248)	(8,427)	(18,248)
Minority interest		(45)	-	(45)	-
		<u>(8,472)</u>	<u>(18,248)</u>	<u>(8,472)</u>	<u>(18,248)</u>
Earnings per share attributable to equity holders of the parent :					
Basic, for profit/(loss) from continuing operations (sen)	28	(3.59)	(8.66)	(3.59)	(8.66)
Basic, for loss from discontinued operations (sen)	28	(0.01)	(0.00)	(0.01)	0.00
Basic, for profit/(loss) for the period (sen)	28	<u>(3.60)</u>	<u>(8.66)</u>	<u>(3.60)</u>	<u>(8.66)</u>
Diluted, for profit/(loss) from continuing operations (sen)	28	(2.48)	(8.66)	(2.48)	(8.66)
Diluted, for loss from discontinued operations (sen)	28	(0.00)	(0.00)	(0.00)	0.00
Diluted, for profit/(loss) for the period (sen)	28	<u>(2.49)</u>	<u>(8.66)</u>	<u>(2.49)</u>	<u>(8.66)</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 October 2007 and the accompanying explanatory notes attached to the interim financial statements.

SILVER BIRD

SILVER BIRD GROUP BERHAD
(Company No. 277977-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 JANUARY 2008

	Note	As at 31/01/2008 Unaudited RM'000	As at 31/10/2007 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	9	181,442	182,085
Other receivable		14,842	14,842
Intangible assets		36,735	36,735
		233,019	233,662
Current Assets			
Inventories		14,726	16,631
Trade receivables		44,419	45,245
Other receivables		8,566	12,590
Tax refundable		-	290
Fixed deposits with licensed banks		831	219
Cash and bank balances		1,891	9,227
		70,433	84,202
TOTAL ASSETS		303,452	317,864
EQUITY AND LIABILITIES			
Equity attributable to equity holder of the parent			
Share capital	10	117,822	117,769
Share premium		23,978	24,325
Merger deficit		(5,326)	(5,326)
Capital reserves		277	277
1% Irredeemable Convertible Unsecured Loan Stocks	10	5	76
Warrants reserve		7,363	7,363
Accumulated loss		(39,185)	(30,757)
Exchange Translation Reserve		(363)	(792)
Treasury shares	10	(118)	(323)
SHAREHOLDERS' EQUITY		104,453	112,612
Minority Interest		299	343
		104,752	112,955
Non-current liabilities			
Borrowings	24	46,874	46,669
Deferred tax liabilities		620	620
		47,494	47,289
Current liabilities			
Borrowings	24	107,792	114,046
Trade payables		33,437	26,837
Other payables		9,805	16,737
Current tax payable		173	-
		151,207	157,620
Total liabilities		198,701	204,909
TOTAL EQUITY AND LIABILITIES		303,453	317,864
Net assets per share attributable to equity holders of the Company (RM)		0.44	0.48

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 October 2007 and the accompanying explanatory notes attached to the interim financial statements.

SILVER BIRD

SILVER BIRD GROUP BERHAD
(Company No. 277977-X)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 JANUARY 2008

	Share Capital RM'000	Share Premium Reserve RM'000	Merger Deficit RM'000	Capital Reserves RM'000	Accumulated Losses RM'000	5-Year 1% ICULS/ 1% RCULS RM'000	Warrant Reserves RM'000	Proposed Dividend RM'000	Foreign Exchange Reserve RM'000	Treasury Shares RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
Balance at 31.10.2007/ 01.11.2007 (as previously reported)	117,769	24,325	(5,326)	277	(30,757)	76	7,363	-	(792)	(323)	112,612	343	112,955
Conversion of ICULS	53	19	-	-	-	(71)	-	-	-	-	-	-	-
Treasury shares disposal	-	-	-	-	-	-	-	-	-	205	205	-	205
Currency translation differences, representing net loss not recognised in Income Statement	-	-	-	-	-	-	-	-	429	-	429	-	429
Minority interest share of net assets in subsidiary company	-	-	-	-	-	-	-	-	-	-	-	(44)	(44)
Corporate exercise expenses	-	(366)	-	-	-	-	-	-	-	-	(366)	-	(366)
Net loss for the period	-	-	-	-	(8,427)	-	-	-	-	-	(8,427)	-	(8,427)
Balance at 31.01.2008	117,822	23,978	(5,326)	277	(39,184)	5	7,363	-	(363)	(118)	104,452	299	104,751
Balance at 31.10.2006/1.11.2006	105,319	23,443	(5,326)	277	(14,818)	3,408	7,363	-	-	(1)	119,665	-	119,665
Treasury shares acquired	-	-	-	-	-	-	-	-	-	(317)	(317)	-	(317)
Net profit for the period	-	-	-	-	(18,248)	-	-	-	-	-	(18,248)	-	(18,248)
Balance at 31.01.2007	105,319	23,443	(5,326)	277	(33,066)	3,408	7,363	-	-	(318)	101,100	-	101,100

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 October 2007 and the accompanying explanatory notes attached to the interim financial statements.

SILVER BIRD

SILVER BIRD GROUP BERHAD
(Company No. 277977-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 JANUARY 2008

	3 months ended	
	31/01/2008	31/01/2007
	RM'000	RM'000
	Unaudited	Unaudited
Net cash from/(used in) operating activities	2,946	(18,809)
Net cash used in investing activities	(7,173)	(3,266)
Net cash used in financing activities	(2,926)	(28,360)
Net decrease in cash and cash equivalents	(7,153)	(50,435)
Effects of exchange rate changes	429	-
Cash and cash equivalents at beginning of financial period	9,446	59,986
Cash and cash equivalents at end of financial period	2,722	9,551

Cash and cash equivalents at the end of the financial period comprise the following :

	As at	As at
	31/01/2008	31/01/2007
	RM'000	RM'000
	Unaudited	Unaudited
Cash and bank balances	2,722	9,551
	2,722	9,551

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 October 2007 and the accompanying explanatory notes attached to the interim financial statements.

SILVER BIRD

SILVER BIRD GROUP BERHAD

**(Company No. 277977-X)
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PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 October 2007. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 October 2007.

2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 October 2007 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) effective for financial period beginning 1 January 2006:

FRS 3	Business Combinations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FES 131	Interests in Joint Ventures
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

Revised FRSs which would be adopted from the financial period beginning 1 January 2007 are:

FRS 117	Leases
FRS 124	Related Party Disclosures

2. CHANGES IN ACCOUNTING POLICIES (CONT'D.)

The adoption of FRS 102, 108, 110, 116, 124, 127, 131, 132 and 133 does not have significant financial impact on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the other new/revised FRSs are discussed below:

(a) FRS 5: Non-current Assets Held for Sale and Discontinued Operations

The Group has applied FRS 5 prospectively in accordance with its transitional provisions, which has resulted in a change in accounting policy on the recognition of a discontinued operation. Prior to 1 January 2006, under the previous FRS 135, the Group would have recognised a discontinued operation at the earlier of the date the Group enters into a binding sale agreement and the date the board of directors have approved and announced a formal disposal plan. FRS 5 requires a component of an entity to be classified as discontinued when the criteria to be classified as held for sale have been met or it has been disposed of. Such a component represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose of the component or is a subsidiary acquired exclusively with a view to resale. The result of this change in accounting policy is that a discontinued operation is recognised by the Group at a later point than under the previous FRS 135 due to the stricter criteria in FRS 5.

An item is classified as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The assets and liabilities of a discontinued operation (a disposal group) that are classified as held for sale are measured in accordance with FRS 5. Immediately before classification as held for sale, the carrying amount of all the assets and liabilities in the disposal group is measured in accordance with applicable FRSs. Then, on initial classification as held for sale, the disposal group is recognised at the lower of carrying amount and fair value less costs to sell.

(b) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of minority interest, share of net after-tax results of associates and other disclosures. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statement, minority interests are presented as an allocation of the total profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 October 2007 was not qualified.

4. SEGMENTAL INFORMATION

	3 months ended	
	31.1.2008	31.1.2007
	RM'000	RM'000
Segment Revenue		
Revenue from continuing operations:		
Consumer food	35,828	31,482
Telecommunication products	121,242	123,005
Total revenue from continuing operations	157,070	154,487
Revenue from discontinued operation	-	-
Total	157,070	154,487

Segment Results

Results from continuing operations:		
Consumer food	(8,908)	(18,787)
Telecommunication products	448	725
Total results from continuing operations	(8,460)	(18,062)
Results from discontinued operation	(12)	(4)
Total	(8,472)	(18,066)

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 January 2008.

6. CHANGES IN ESTIMATES

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

7. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The demand for certain bakery products are seasonal in nature. On the other hand, the sales of telecommunication products are not significantly affected by seasonal and cyclical factors.

8. DIVIDENDS PAID

There was no dividend paid for the current quarter.

9. CARRYING AMOUNT OF REVALUED ASSETS

There had been no revaluation of property, plant and equipment during the current quarter.

10. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities except for the following:

(a) Conversion of Irredeemable Convertible Unsecured Loan Stocks 2004/2009 (“ICULS”)

A total of 48,322 new ordinary shares of RM0.50 each were listed pursuant to the conversion of RM 32,859 nominal value of ICULS.

(b) Resale of Treasury Shares

On 31 January 2008, the Company resold 528,800 shares at a price of RM0.99 per share for a consideration of RM 522,781.

Subsequent to 31 January 2008, the Company sold the balance 299,700 shares at an average price of RM0.98 per share for a total consideration of RM 292,249.

As at todate, there is no share being held as treasury shares in accordance with the requirement of Section 67A of the Company Act, 1965.

11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter and financial year-to-date.

12. DISCONTINUED OPERATION

The Group’s investment in its five subsidiaries i.e. Madeleine Café Sdn Bhd, Madeleine Foods Sdn Bhd, Madeleine Bakery Sdn Bhd, Madeleine Property Sdn Bhd and Stanson Distribution Sdn Bhd which are dormant and classified as discontinued operation.

The revenue, results and cash flows of the subsidiaries were as follows:

12. DISCONTINUED OPERATION (CONT'D.)

	3 months ended	
	31.1.2008	31.1.2007
	RM'000	RM'000
Revenue	-	-
Loss before tax	(12)	(4)
Income tax expense	-	-
Loss for the period from a discontinued operation	(12)	(4)
Cash flows used in operating activities	-	(1)
Cash flows used in investing activities	-	-
Cash flows used in financing activities	-	-
Total cash flows	-	(1)

The major classes of assets and liabilities of the five subsidiaries classified as discontinued operations as at 31 January 2008 are as follows:

	RM'000
Assets:	
Investment	4,800
Cash and bank balances	32
Assets of dormant group	4,832
Liabilities:	
Amount owing to Holding/Related companies	(4,978)
Tax payable	(168)
Liabilities directly associated with the assets classified as dormant	(5,146)
Net liabilities attributable to discontinued operations	(314)

13. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 January 2008 is as follows:

	RM'000
Approved and contracted for	9,293
	9,293

14. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

During the financial period ended 31 January 2008, the Company had given corporate guarantees amounting to approximately RM151 million to secure banking facilities granted to certain subsidiaries.

15. SUBSEQUENT EVENTS

- a) **PROPOSED RENOUNCEABLE RIGHTS ISSUE OF UP TO 113,610,657 NEW ORDINARY SHARES OF RM0.50 (“RIGHTS SHARE(S)”) IN SILVER BIRD GROUP BERHAD (“SBGB”) AT AN ISSUE PRICE OF RM0.66 PER RIGHTS SHARE ON THE BASIS OF TWO (2) RIGHTS SHARES FOR EVERY SIX (6) EXISTING ORDINARY SHARES OF RM0.50 IN SBGB ON 25 JANUARY 2008, PAYABLE IN FULL UPON ACCEPTANCE, TOGETHER WITH UP TO 42,603,996 FREE DETACHABLE WARRANTS ON THE BASIS OF THREE (3) WARRANTS FOR EVERY EIGHT (8) RIGHTS SHARES SUBSCRIBED (“RIGHTS ISSUE WITH WARRANTS”)**

Pursuant to the Rights Issue with Warrants, a total of 78,528,807 new ordinary shares of RM0.50 together with 29,448,302 free warrants were listed on the Main Board of Bursa Malaysia Securities Berhad on 28 February 2008. The Rights Issue with Warrants was deemed completed on 28 February 2008.

The total proceeds raised were RM 51,829,012.62 and the proposed utilization of proceeds is as follows:-

Purpose	Proposed Utilization RM'000	Actual Utilization (as at 31/01/08) RM'000	Intended timeframe for utilization	Deviation RM'000
Working Capital	50,829	-	Within 12 months	50,829
Proposed Expenses	1,000	366	Within 12 months	634

- b) **PROPOSED ACQUISITION OF 8,000,000 IRREDEEMABLE CONVERTIBLE CUMULATIVE PREFERENCE SHARES (“ICCPS”) OF RM1.00 EACH IN SILVER BIRD INTERNATIONAL SDN BHD (“SBI”)**
- (i) The Company has paid the final instalment payment to Mayban Ventures Sdn Bhd (“MVSB”) in relation to the proposed acquisition by the Company of 2,000,000 ICCPS of RM 1.00 each in SBI for a cash consideration of RM3.96 million. The completion date is 7 March 2008; and
- (ii) On 4 May 2007, the Company announced that Employees Provident Fund Board (“EPF”) accepted the proposed acquisition by the Company of 6,000,000 ICCPS of RM1.00 each in SBI for a cash consideration of RM11.89 million (“Purchase Price EPF”) of which the Purchase Price EPF shall be paid over a twelve (12) months period. The first (1st) instalment commenced on 7 May 2007 and the last instalment payment will be on 7 April 2008.

15. SUBSEQUENT EVENTS (CONT'D.)

c) FIRE INCIDENT

A pre-dawn fire incident occurred on 2 March 2008 at the rented premise located at Nilai Industrial Area which housed the secondary manufacturing facility of the Group. No injuries was reported but the machineries belonged to a wholly-owned subsidiary, Stanson Bakeries Sdn Bhd, were destroyed.

However, the Group's overall manufacturing outputs for bread will not be interrupted as the Group has excess capacity in its main plant at Shah Alam which will be sufficient to meet the production demand while pending for the fire and reinstatement works to be completed of which the Group has sufficient insurance coverage.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

16. PERFORMANCE REVIEW

For the quarter under review, the Group registered revenues of RM157.1 million compared with RM154.5 million in the corresponding period of previous year; signifying the recovery of Consumer Food Division with improved revenue by 14%.

The Group registered a loss before taxation of RM8.5 million which was nevertheless a very significant improvement in comparison with a loss of RM18.1 million in the corresponding period of previous year. This significant improvement is attributable to the rationalization of the Consumer Food Division operation.

17. COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION

The Group recorded a loss before taxation of RM8.5 million for the current quarter compared with a marginal profit of RM20 thousand in the preceding quarter due to the unprecedented doubling of flour price which was however not matched with an increase in selling prices. Any price increase is subject to approvals by the authorities.

18. COMMENTARY ON PROSPECTS

The Group is developing smart partnerships with some major shareholders that will improve its sales and distribution in a move to boost the sales of the Consumer Food Division.

However, the continuing challenge in the coming quarter is to obtain approvals to increase selling prices to match the unprecedented worldwide increase in the price of flour.

19. PROFIT FORECAST OR PROFIT GUARANTEE

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

20. INCOME TAX EXPENSE

	3 months ended	
	31.1.2008	31.1.2007
	RM'000	RM'000
Current tax:		
Malaysian income tax	-	182
Overprovision of Malaysian income tax in prior years	-	-
Total income tax expense	<u>-</u>	<u>182</u>

20. INCOME TAX EXPENSE (CONT'D.)

There was no tax liability for the current quarter due to sufficient unutilised tax losses and allowances carried forward to set off the taxable profit of the Company and its certain subsidiaries.

21. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sales of unquoted investments and properties for the current quarter and financial year-to-date.

22. QUOTED SECURITIES

There were no purchases and disposals of quoted securities for the current quarter and financial year-to-date.

23. CORPORATE PROPOSALS

Save as disclosed, there was no corporate proposal announced but not completed as at the date of this report.

- (i) On 8 January 2008, the Board of Directors of Silver Bird Group Berhad ("SBGB") announced that the Company entered into a Memorandum of Understanding ("MOU") with Berjaya Group Capital (Cayman) Limited ("BCayman") ("the Parties") to establish a formal relationship in order to jointly carry out activities related to the production, marketing and distribution of confectionery and bakery products in Vietnam ("Proposed Project").

Currently, SBGB and BCayman are conducting a separate feasibility studies in relation to the Proposed Project.

The MOU shall expire at the expiration of six (6) months from 8 January 2008.

- (ii) On 4 May 2007, the Company announced that Employees Provident Fund Board ("EPF") accepted the proposed acquisition by the Company of 6,000,000 Irredeemable Convertible Cumulative Preference Shares of RM1.00 each in Silver Bird International Sdn Bhd for a cash consideration of RM11.89 million ("Purchase Price EPF") of which the Purchase Price EPF shall be paid over a twelve (12) months period. The first (1st) instalment commenced on 7 May 2007 and the last instalment payment shall be on 7 April 2008.

24. BORROWINGS

	As at 31.1.2008 RM'000	As at 31.10.2007 RM'000
Short term borrowings		
Secured	57,792	84,006
Unsecured	50,000	50,000
	<u>107,792</u>	<u>134,006</u>
Long term borrowings		
Secured	1,326	1,437
Unsecured	45,548	25,271
	<u>46,874</u>	<u>26,708</u>
	<u>154,666</u>	<u>160,714</u>

25. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at 24 March 2008.

26. CHANGES IN MATERIAL LITIGATION

As at 24 March 2008, there were no changes in material litigation, including the status of pending material litigation since the last annual balance sheet date of 31 October 2007.

27. DIVIDEND PAYABLE

No interim ordinary dividend has been declared for the financial period ended 31 January 2008 (31 January 2007: Nil).

28. EARNINGS PER SHARE**(a) Basic**

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

28. EARNINGS PER SHARE (CONT'D.)

	3 months ended	
	31.1.2008	31.1.2007
	RM'000	RM'000
Loss from continuing operations attributable to ordinary equity holders of the parent	(8,460)	(18,244)
Loss from discontinued operation attributable to ordinary equity holders of the parent	(12)	(4)
Loss attributable to ordinary equity holders of the parent	<u>(8,472)</u>	<u>(18,248)</u>

	3 months ended	
	31.1.2008	31.1.2007
	'000	'000
Weighted average number of ordinary shares in issue	<u>235,551</u>	<u>210,616</u>

	3 months ended	
	31.1.2008	31.1.2007
	Sen	Sen
Basic earnings per share for:		
Loss from continuing operations	(3.59)	(8.66)
Loss from discontinued operation	(0.01)	(0.00)
Loss for the period	<u>(3.60)</u>	<u>(8.66)</u>

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. Irredeemable Convertible Unsecured Loan Stocks ("ICULS") and warrants.

28. EARNINGS PER SHARE (CONT'D.)

	3 months ended	
	31.1.2008	31.1.2007
	RM'000	RM'000
Loss from continuing operations attributable to ordinary equity holders of the parent	(8,460)	(18,244)
Loss from discontinued operation attributable to ordinary equity holders of the parent	(12)	(4)
Loss attributable to ordinary equity holders of the parent	<u>(8,472)</u>	<u>(18,248)</u>

	3 months ended	
	31.1.2008	31.1.2007
	'000	'000
Weighted average number of ordinary shares in issue	235,551	210,616
Effects of dilution:		
ICULS	20	-
Warrants	105,181	-
Adjusted weighted average number of ordinary shares in issue and issuable	<u>340,751</u>	<u>210,616</u>

	3 months ended	
	31.1.2008	31.1.2007
	Sen	Sen
Diluted earnings per share for:		
Loss from continuing operations	(2.48)	(8.66)
Loss from discontinued operation	(0.00)	(0.00)
Loss for the period	<u>(2.49)</u>	<u>(8.66)</u>

29. 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 28 March 2008.

By order of the Board
Mah Li Chen
Tan Fong Shian @ Lim Fong Shian
Company Secretaries
Kuala Lumpur