



LFE CORPORATION BERHAD
(Company No: 579343-A)

CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)
For the period ended 31 March 2009

	3 months ended		15 months	12 months
	31.03.2009	31.03.2008	ended	ended
	Unaudited RM'000	Unaudited RM'000	31.03.2009 Unaudited RM'000	31.12.2007 Audited RM'000
Revenue	65,320	44,527	292,995	131,024
Operating expenses	(64,656)	(46,278)	(297,159)	(140,154)
Other operating income	805	529	3,587	18,214
Profit/(Loss) from operations	1,469	(1,222)	(577)	9,084
Finance costs	(1,101)	(983)	(5,848)	(4,270)
Share of results of associate	-	-	-	(94)
Profit/(Loss) before taxation	368	(2,205)	(6,425)	4,720
Tax credit / (expense)	18	524	486	(944)
Net Profit/(Loss) for the period	386	(1,681)	(5,939)	3,776
Attributable to :				
Equity holders of the company	445	(1,700)	(5,772)	3,620
Minority interests	(59)	19	(167)	156
	386	(1,681)	(5,939)	3,776
Profit/(loss) per ordinary share:				
- Basic (cumulative)	0.52	(2.00)	(6.80)	5.01
- Diluted (sen) (Note B13)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007)

LFE CORPORATION BERHAD
(Company No : 579343-A)

CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED)
As at 31 March 2009

	Unaudited 31.03.2009	Audited 31.12.2007
	(RM'000)	(RM'000)
Assets		
<i>Property, plant and equipment</i>	7,975	4,397
<i>Land held for property development</i>	3,714	3,714
<i>Investment properties</i>	4,369	6,119
<i>Other investments</i>	2,000	7,358
Total non-current assets	<u>18,058</u>	<u>21,588</u>
<i>Inventories</i>	2,931	2,913
<i>Assets classified as held for sale</i>	360	1,707
<i>Property development cost</i>	2,010	722
<i>Trade receivables</i>	89,889	54,902
<i>Amount due from contract customers</i>	9,463	11,953
<i>Amount due from associate company</i>	2,871	2,069
<i>Other receivables</i>	24,926	20,084
<i>Amount due by director</i>	26,507	24,145
<i>Fixed deposits with licensed banks</i>	14,142	22,004
<i>Cash and bank balances</i>	3,888	7,455
<i>Tax recoverable</i>	1,058	877
Total current assets	<u>178,046</u>	<u>148,831</u>
Total assets	<u>196,104</u>	<u>170,419</u>
Equity		
<i>Share capital</i>	84,900	84,900
<i>Share premium</i>	5,218	5,218
<i>Reserve</i>	(51,440)	(49,471)
Total equity attributable to shareholders of the Company	<u>38,678</u>	<u>40,647</u>
Minority Interests	<u>609</u>	<u>727</u>
Total equity	<u>39,288</u>	<u>41,374</u>
Liabilities		
<i>Long term borrowings</i>	3,142	37,050
<i>Deferred tax liabilities</i>	165	165
Total non-current liabilities	<u>3,307</u>	<u>37,215</u>
<i>Trade payables</i>	59,325	26,645
<i>Amount due to contract customers</i>	11,770	5,868
<i>Other payables</i>	31,081	37,987
<i>Amount owing to directors</i>	1,306	1,592
<i>Overdrafts and short term borrowings</i>	49,646	18,258
<i>Taxation</i>	381	1,480
Total current liabilities	<u>153,510</u>	<u>91,830</u>
Total liabilities	<u>156,816</u>	<u>129,045</u>
Total equity and liabilities	<u>196,104</u>	<u>170,419</u>
Net assets per share (RM)	<u>0.46</u>	<u>0.48</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2007)

LFE CORPORATION BERHAD
(Company No: 579343-A)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)
For the fifth quarter ended 31 March 2009

(Unaudited)	Share capital	Non Distributable Share premium	Exchange reserve	Distributable Retained earnings	Total	Minority interests	Total equity
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
As at 1 January 2008	84,900	5,218	(707)	(48,764)	40,647	727	41,374
Exchange differences on translation	-	-	3,803	-	3,803	-	3,803
Net loss for the period	-	-	-	(5,772)	(5,772)	(167)	(5,939)
Acquisition of new subsidiaries	-	-	-	-	-	49	49
As at 31 March 2009	84,900	5,218	3,096	(54,536)	38,678	609	39,288

(Audited)	Share capital	Non Distributable Share premium	Exchange reserve	Distributable Retained earnings	Total	Minority interests	Total equity
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
As at 1 January 2007	67,200	5,218	(284)	(52,383)	19,751	570	20,321
Exchange differences on translation	-	-	(423)	-	(423)	-	(423)
Net profit for the period	-	-	-	3,619	3,619	157	3,776
Issuance of new ordinary shares - restricted issue	17,700	-	-	-	17,700	-	17,700
As at 31 December 2007	84,900	5,218	(707)	(48,764)	40,647	727	41,374

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007)

LFE CORPORATION BERHAD
(Company Bo : 579343-A)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (UNAUDITED)
For the fifth quarter ended 31 March 2009

	Unaudited 15 months ended 31.03.2009 (RM'000)	Audited 12 months ended 31.12.2007 (RM'000)
Cash Flows From Operating Activities		
Profit/(loss) before taxation	(6,425)	4,720
Adjustments for :		
Non-cash items	5,079	469
Non-operating items	5,123	2,377
Operating profit/(loss) before working capital changes	3,777	7,565
Changes in working capital		
Net change in current assets	(40,274)	(27,488)
Net change in current liabilities	31,773	23,742
Cash used in operations	(4,723)	3,820
Interest expense	(5,848)	(4,270)
Income taxes (paid)/refund	(588)	793
Net cash used in operating activities	(11,159)	343
Cash Flows From Investing Activities		
Acquisition of subsidiaries	49	-
Interest income	667	1,304
Purchase of Investment Property	(65)	(95)
Purchase of property, plant and equipment	(6,831)	(4,510)
Property development costs	(1,288)	(237)
Proceed from sale of investment properties	2,983	-
Proceed from sale of property, plant and equipment	121	11,321
Proceed from sale of quoted shares	5,358	39
Subscription of shares in associate by minority shareholder		(94)
Net cash generated from investing activities	994	7,728
Cash Flows From Financing Activities		
Proceeds from issued of shares	-	17,700
Proceeds from short term borrowings	20,597	23,024
Proceeds from long term borrowings	1,211	-
Repayment of term loans and other bank borrowings	(27,702)	(30,398)
Repayment of hire purchase liabilities	(234)	(215)
Pledge deposit	(1,300)	(7,700)
Net cash (used in)/generated from financing activities	(7,428)	2,411
Exchange differences on translation	2,218	(410)
Net (decrease)/increase in cash and cash equivalents	(15,375)	10,072
Cash & cash equivalents at beginning of year	11,430	1,358
Cash & cash equivalents at end of period	(3,945)	11,430
Cash & cash equivalents comprise:		
Cash and bank balances	3,888	7,455
Fixed deposits placed with licensed banks	14,142	22,004
Bank overdrafts	(12,302)	(9,656)
	5,728	19,803
Less : Pledged deposit	(9,673)	(8,373)
	(3,945)	11,430

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007)

LFE CORPORATION BERHAD
(Company No: 579343-A)
NOTES TO THE INTERIM FINANCIAL REPORT
For the fifth quarter ended 31 March 2009

A EXPLANATORY NOTES AS PER FRS 134

A1 Basis of preparation

This interim financial report has been prepared in accordance with the applicable disclosure provisions stated in paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Securities"), including compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting, issued by the Malaysian Accounting Standards Board ("MASB").

The preparation of an interim financial report in conformity with FRS 134, 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.

This interim financial report contains 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 2007 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with FRSS.

A2 Change in accounting policies

The significant accounting policies adopted for the interim financial statements are consistent with those in the audited financial statements for the year ended 31 December 2007 except for the adoption of the following revised FRSS effective for financial periods beginning 1 January 2008 that are applicable to the Group:

<i>Revised FRS 107</i>	<i>Cash Flow Statements</i>
<i>Revised FRS 111</i>	<i>Construction Contracts</i>
<i>Revised FRS 112</i>	<i>Income Taxes</i>
<i>Revised FRS 118</i>	<i>Revenue</i>
<i>Amendment to FRS 121</i>	<i>The effect of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation</i>
<i>Revised FRS 134</i>	<i>Interim Financial Reporting</i>
<i>Revised FRS 137</i>	<i>Provisions, Contingent Liabilities and Contingent Assets</i>
<i>IC Interpretation 1</i>	<i>Changes in Existing Decommissioning, Restoration and Similar Liabilities</i>

The Group has not opted for early adoption of the FRS 139: Financial Instruments – Recognition and Measurement that will only be effective for financial periods beginning on or after 1 January 2010.

The adoption of the above revised FRSS does not result in significant changes in accounting policies and has no significant financial impact on the Group's financial statements.

The quarterly financial statements are to be read in conjunction with the annual financial statements for the year ended 31 December 2007.

A3 Audit report of preceding annual financial statements

The audit report for the financial statements of the Group for the financial year ended 31 December 2007 has expressed the following audit qualification: -

" We have audited the financial statements of LFE Corporation Berhad, which comprise the balance sheets as at 31 December 2007 of the Group and of the Company, and the income statements, statements of changes in equity and cash flow statements of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 11 to 83.

Directors' Responsibility for the Financial Statements

The Directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with Financial Reporting Standards and the Companies Act, 1965 in Malaysia. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

As discussed in Note 31 to the financial statements:

- i. During the audit, we expressed concerns to the Audit Committee regarding LFE International Limited's ("LFEI") trading transactions. The Investigative Accountant engaged by the Audit Committee concluded in their investigation that they noted that there are many inconsistencies and issues in the application of the business model, as explained in Note 31.11;
- ii. As of year end, a sum of RM24,217,366 was owed by a Distributor in relation to the trading activities of LFEI. Trading activities of LFEI were voluntarily suspended in April 2008 by a Director of LFEI and in August 2008, the debts due from the Distributor were consequently repaid and the residual sum of US\$7,576,230 was placed to the credit of LFEI in the account of a Swedish association. KPMG continued to raise concerns with respect to the Swedish association and a legal opinion was obtained by Management. The appointed lawyer raised concerns regarding the Swedish association for, amongst others, possible non compliance with various Swedish laws in deposit taking, lending and related financial intermediary activities, as explained in Note 31.12;
- iii. Given the uncertainties surrounding the Swedish association, on 27 October 2008 the Board of Directors decided not to recognize the trading transactions of LFEI in the Group financial statements, as explained in Note 31.15.1;
- iv. Pursuant to the Management Agreement dated 1 March 2007 as explained in Note 31.3, the Director of LFEI has provided a profit guarantee amounting to RM6,208,229 for the financial year ended 31 December 2007 and in this respect had undertaken to honour his obligations ("the Undertaking") to pay the full amount of US\$7,526,230 (including the advance of RM18,463,000) to the credit of LFEI in connection with the accounts held in the Swedish association. In order to fully secure the Undertaking, the Director further pledged 25 million shares in Stanton Technologies Ltd., a company incorporated in Dubai International Financial Centre ("the Pledge"), as explained in Note 31.13. Following the execution of the Undertaking and Pledge by the Director of LFEI, on 27 October 2008 the Board decided to recognize the profit guarantee and advances to LFEI.

On 16 July 2008 a Malaysian investment bank performed a desktop valuation which showed that the Stanton Technologies Ltd shares which were pledged as security were valued at no less than US\$0.45 per share as explained in Note 31.15.3. We are unable to perform other audit procedures to satisfy ourselves on the value and sufficiency of shares pledged to adequately secure the payment to be made for the amount due from the Director. Accordingly we are unable to satisfy ourselves as to the recoverability of the amounts due to the Group by the Director of RM24,144,592 (as disclosed in Note 10 to the financial statements) and due to the Company by the subsidiary, LFE International Limited of RM4,258,568 (as disclosed in Note 27 to the financial statements).

Qualified Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the recoverability of amount due from a Director to the Group and amount due from LFE International Limited to the Company, the financial statements have been properly drawn up in accordance with Financial Reporting Standards and the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and Company as of 31 December 2007 and of their financial performance and cash flows for the year then ended.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the following:

- a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.*
- b) We have considered the accounts and where audited, the auditors' reports of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 7 to the financial statements.*
- c) Except as described in the Qualified Opinion paragraph, we are satisfied that the accounts of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.*
- d) The audit reports on the accounts of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.*

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act, 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report. "

A4 Seasonality or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical factors. The general economic scenario and construction cycle would however have an impact on the Group's operations.

A5 Unusual and extraordinary items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period-to-date under review.

A6 Changes in accounting estimates

There were no changes in estimates of amounts reported in the prior financial year that have a material effect in the current quarter and financial period-to-date results.

A7 Debts and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the financial period-to-date under review.

A8 Dividends paid

No dividend was paid for the current quarter and financial period-to-date under review.

A9 Segmental reporting

The Group's segmental report for the financial period ended 31 March 2009 are as follows:-

Business segment	Electrical & mechanical RM'000	Property & investment holding RM'000	Distribution of consumer electronics products RM'000	Elimination RM'000	Consolidated RM'000
REVENUE					
External Sales					
Malaysia	47,638	-	9,546	-	57,184
Overseas	235,811	-	-	-	235,811
Total revenue	<u>283,449</u>	<u>-</u>	<u>9,546</u>	<u>-</u>	<u>292,995</u>
RESULTS					
Operating profit /(loss)	298	(1,493)	(47)	-	(1,242)
Interest expense	(5,815)	-	(33)	-	(5,848)
Profit guarantee	-	-	665	-	665
Income tax	471	-	15	-	486
(Loss)/ profit after tax	<u>(5,046)</u>	<u>(1,493)</u>	<u>600</u>	<u>-</u>	<u>(5,939)</u>
Minority interest					167
Net profit					<u><u>(5,772)</u></u>

A10 Carrying amount of revalued assets

The valuations of land and buildings have been brought forward without amendment from the previous audited financial statements.

A11 Material events subsequent to balance sheet date

There were no material events subsequent to the end of the quarter under review.

A12 Changes in the composition of the Group

There was no changes in the composition of the Group during the current quarter.

A13 Capital commitments

There is no authorised capital expenditure that has not been provided for in the interim financial statements as at 31 March 2009.

A14 Changes in contingent liabilities and contingent assets

The changes in contingent liabilities of the Company and the Group since the date of the last financial statements to the date of this report are as follows:

	31.12.2007 RM'000	Changes RM'000	31.03.2009 RM'000
Corporate guarantees issued to financial institutions in respect of credit facilities granted to subsidiary companies	156,650	(4,350)	152,300
Corporate guarantees given to suppliers of raw materials purchased by subsidiary companies	7,000	-	7,000
Performance Bonds issued in respect of due performance of contracts awarded to a subsidiary company	628	-	628
Corporate guarantees issued to financial institutions in respect of credit facilities granted to a jointly control operations	27,002	3,172	30,174
Letter of guarantee issued by a subsidiary to a third party	250	-	250
Letter of credit issued by a financial institution on behalf of a jointly controlled operations to a third party	627	(36)	591
Labour Guarantee issued by a financial institution on behalf of a jointly controlled operations to the Ministry of Labour	1,458	810	2,268
	193,615	(404)	193,211

A15 Related party transactions

The Group and the Company had the following transactions with related parties during the financial year.

	Current 31.03.2009 RM'000	Cumulative period ended 31.03.2009 RM'000
Transactions with key management personnel		
Rental expenses paid to a director		
# - Lew Mew Choi	19	89
Transactions with a company in which a director and substantial shareholder has Interests		
Rental expenses payable		
# - Megaduct Systems (M) Sdn Bhd	* 65	325
Maintenance charges		
# - Megaduct Systems (M) Sdn Bhd	* 14	77
Purchases of materials		
# - Megaduct Technology Sdn Bhd (formerly known as Mayduct Technology Sdn Bhd)	7	163
Contract revenue receivable from a company in which a substantial shareholder has interests		
# - Kejuruteraan Rayton Sdn Bhd	4	39
# - District Cooling Systems	-	21,899
# These transactions have been entered into under negotiated terms.		

A16 Change of Financial Year

On 14 Nov 2008, the financial year of the Company was changed from 31 December to 31 March commencing financial period ended 31 March 2009 and thereafter to end on 31 March of every subsequent year.

According, comparative amounts for the first year income statements, changes in equity, cashflows and related notes ended 31 March 2009 are not comparable.

B Additional information required by Bursa Malaysia Securities Berhad listing requirements**B1 Review of performance**

For the fifteen (15) months period ended 31 March 2009, the Group recorded total revenue of RM 293.0 million as compared to RM131.0 million for the previous financial year ended 31 December 2007 of twelve months. The increase in revenue mainly attributable to higher volume of works completed for the overseas projects by the Mechanical and Electrical Engineering ("M&E") Division which accounted for 96.7% (RM283.4 million) of total revenue for the financial period to-date.

The Group registered pre-tax loss of RM6.4 million for the financial period-to-date, a decrease of RM11.1 million as compared to pre-tax profit of RM4.7 million registered in the previous financial year ended 31 December 2007.

B2 Comparison between the current quarter and immediate preceding quarter

The Group recorded total revenue of RM65.3 million in the current quarter which represents a increase of RM3.1 million from the immediate preceding quarter of RM62.2 million and pre-tax profit of RM 0.4 million as compared to the immediate preceding quarter's pre-tax loss of RM 1.7 million.

B3 Prospects for the Coming Financial Year

Looking forward, the Group's revenue will come from the order book secured in the United Arab Emirates and China.

Barring any unforeseen circumstances, the Board expects the Group's performance for the coming financial year continue to be challenging.

B4 Variance of profit forecast

Not applicable as the Group did not publish any profit forecast.

B5 Tax expense / (Credit)

	3 months ended		15 months ended	12 months ended
	31.03.2009	31.03.2008	31.03.2009	31.12.2007
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax	(17)	16	(6)	722
Overseas taxation	(1)	-	40	222
	(18)	16	34	944
Tax benefit arising from dividends	-	(540)	(520)	-
Tax expense / (Credit)	<u>(18)</u>	<u>(524)</u>	<u>(486)</u>	<u>944</u>

Tax provision was provided for the financial year-to-date as losses of certain subsidiaries which cannot be set-off against taxable profits made by other subsidiaries.

B6 Sale of unquoted investments and properties

There were no sale of unquoted investments for the quarter under review and financial period-to-date.

The disposal of properties for the current quarter and financial period-to-date are as follows:

	Current quarter	Cumulative quarter ended
	31.03.2009	31.03.2009
	RM	RM
	RM'000	RM'000
<u>Disposal of investment properties</u>		
Sales proceeds	880,000	2,983
Carrying value	(986,000)	(3,186)
Loss on disposal	<u>(106,000)</u>	<u>(203)</u>

B7 Purchase or disposal of quoted securities

	Current quarter ended 31.03.2009 RM'000	Cumulative period ended 31.03.2009 RM'000
Total disposals/sale proceeds	-	5,358
Total profit/(loss) on disposal	-	-

B8 Status of corporate proposals announced

- (a) On 28 Nov 2006, the Company announced to undertake a proposed restricted issue of up to 40 million new ordinary shares of RM1.00 each, representing approximately 69.9% and 41.15% of the existing and enlarged issued and paid-up share capital of the Company ("the Proposed Restricted Issue").

The first tranche of the Proposed Restricted Issue was completed on 9 February 2007 wherein the Company issued 15 million new shares to the Company's director and substantial shareholder, Alan Rajendram A/L Jeya Rajendram at an issue price of RM1.00 per share and raised gross proceeds of RM15 million.

- (b) The second tranche of the Proposed Restricted Issue was completed on 26 December 2007 wherein the Company has issued a total of 12.7 million new shares at an issue price of RM1.00 per share out of which 4 million new shares were issued to the Company's director and substantial shareholder, Liew Kiam Woon.
- (c) On 26 June 2008, the Company announced that the last day for completion of the Proposed Restricted Issue was 26 June 2008 and that it did not seek further approval for extension of time from the Securities Commission to complete the Proposed Restricted Issue.

Status of the utilisation of proceeds raised from restricted issue is as follows:

	Approved for utilisation by SC RM'000	Actual proceeds raised as at 27.11.2008 RM'000	Utilised as at 27.11.2008 RM'000	Balance yet to be utilised RM'000
Working capital	39,700	27,400	27,400	0
Incidental expenses	300	300	300	0
	<u>40,000</u>	<u>27,700</u>	<u>27,700</u>	<u>0</u>

B9 Borrowings and debt securities

Details of the Group's borrowings (which are denominated in Ringgit Malaysia) as at 31 March 2009 are as follows:

	31.03.2009 RM'000	31.12.2007 RM'000
Current		
Secured	9,417	6,757
Unsecured	40,229	11,501
	<u>49,646</u>	<u>18,258</u>
Non-current		
Secured	3,142	2,051
Unsecured	0	35,000
	<u>3,142</u>	<u>37,051</u>
Total	<u>52,788</u>	<u>55,308</u>

B10 Off balance sheet financial instruments

As at the reporting date, the Group does not have any off balance sheet financial instruments.

B11 Changes in material litigation

Save as previously disclosed, there were no changes in material litigation, including the status of pending material litigation since the previous quarter to a date not earlier than 7 days from the date of the interim financial statements.

B12 Dividend

No interim dividend has been recommended for the current quarter under review.

B13 Earnings per share**(a) Basic earnings per share**

The basic earnings per share has been calculated by dividing the Group's net profit/ (loss) for the period by the weighted average number of shares in issue.

	3 months ended		15 months ended	12 months ended
	31.03.2009	31.03.2008	31.03.2009	31.12.2007
Basic earnings/(loss) per share (sen)				
From continuing operations	1	(2)	(7)	5
From discontinuing operations	-	-	-	-
(i) Net profit/(loss) attributable to shareholders of the Company ('000)				
From continuing operations	445	(1,700)	(5,772)	3,620
From discontinuing operations	-	-	-	-
(ii) Total ordinary shares issued ('000)	84,900	84,900	84,900	84,900
(iii) Weighted average number of shares*	84,900	84,900	84,900	72,282

(b) Diluted earnings per share

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.

B14 Authorised for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 May 2009.