



**Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)
(Incorporated in Malaysia)**

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011**

Contents	Page No.
Unaudited Condensed Consolidated Income Statement	1
Unaudited Condensed Consolidated Statement of Comprehensive Income	2
Unaudited Condensed Consolidated Statement of Financial Position	3
Unaudited Condensed Consolidated Statement of Changes in Equity	4 - 5
Unaudited Condensed Consolidated Statement of Cash Flows	6
Notes to the Interim Financial Report:-	
Part A - Explanatory Notes Pursuant to FRS134	7 - 11
Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad	12 - 15



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2011

	3 months ended		12 months ended	
	31/12/2011 RM'000 Unaudited	31/12/2010 RM'000 Unaudited	31/12/2011 RM'000 Unaudited	31/12/2010 RM'000 Audited
Revenue	42,236	38,941	156,773	138,483
Cost of sales	(21,726)	(21,256)	(78,983)	(73,061)
Gross profit	20,510	17,685	77,790	65,422
Other income	526	877	2,474	2,394
Selling & Distribution expenses	(11,325)	(8,847)	(40,626)	(34,158)
Administrative expenses	(3,763)	(3,967)	(14,766)	(13,512)
Other expenses	(514)	(82)	(5,324)	(2,022)
Results from operating activities	5,434	5,666	19,548	18,124
Finance costs	(206)	(358)	(882)	(1,188)
Profit before tax	5,228	5,308	18,666	16,936
Income tax expenses	(880)	(1,381)	(2,939)	(4,488)
Profit for the period/year	4,348	3,927	15,727	12,448
Attributable to:				
Owners of the Company	4,255	3,788	15,380	12,157
Non-controlling interests	93	139	347	291
	4,348	3,927	15,727	12,448
Earnings per share (EPS) attributable to owners of the Company (sen):				
Basic EPS	3.20	3.76	13.52	12.16
Diluted EPS	3.20	3.76	13.52	12.11

The above consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2010.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2011

	3 months ended		12 months ended	
	31/12/2011 RM'000 Unaudited	31/12/2010 RM'000 Unaudited	31/12/2011 RM'000 Unaudited	31/12/2010 RM'000 Audited
Profit for the period/year	4,348	3,927	15,727	12,448
Other comprehensive (loss)/income:				
Foreign currency translation differences for foreign operations	(241)	(7)	823	(1,839)
Revaluation of property, plant and equipment	-	13,535	-	13,535
Tax relating to revaluation of property, plant and equipment	-	(2,869)	-	(2,869)
Total comprehensive income	4,107	14,586	16,550	21,275
Total comprehensive income attributable to:				
Owners of the Company	4,014	14,447	16,203	20,984
Non-controlling interests	93	139	347	291
	4,107	14,586	16,550	21,275

Included in the total comprehensive income for the period/year are:

interest income	325	200	996	647
other income including investment income	32	214	150	322
interest expenses	166	305	718	989
depreciation and amortization	1,759	1,275	6,127	5,032
provision for and write off of receivables	320	186	1,121	304
provision for and write off of inventories	394	144	796	439
(gain) or loss on disposal of quoted and unquoted investments or properties	N/A	N/A	N/A	N/A
impairment of assets	N/A	N/A	N/A	N/A
foreign exchange (gain) or loss	(173)	(362)	834	463
(gain) or loss on derivatives	N/A	N/A	N/A	N/A
exceptional items	N/A	N/A	N/A	N/A
N/A: Not applicable				

The above consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company No : 552781-X)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

	As at 31/12/2011 RM'000 Unaudited	As at 31/12/2010 RM'000 Audited
ASSETS		
Property, plant and equipment	100,017	94,793
Prepaid land lease payments	5,029	5,417
Intangible assets	421	511
Non-current Assets	<u>105,467</u>	<u>100,721</u>
Inventories	65,510	39,953
Trade receivables	42,633	40,008
Other receivables	7,161	9,547
Amount due from related parties	261	39
Amount due from an associate	339	345
Tax recoverable	15	312
Cash & cash equivalents	58,253	46,453
Current Assets	<u>174,172</u>	<u>136,657</u>
TOTAL ASSETS	<u>279,639</u>	<u>237,378</u>
EQUITY AND LIABILITIES		
Share capital	133,043	98,588
Share premium	206	394
Other reserves	15,348	14,865
Retained earnings	64,693	55,138
Equity Attributable to Owners of the Company	<u>213,290</u>	<u>168,985</u>
Non-controlling interests	3,189	2,543
Total Equity	<u>216,479</u>	<u>171,528</u>
Deferred taxation	7,428	6,537
Loans and borrowings	10,149	15,487
Finance lease creditors	1,122	1,632
Non-current Liabilities	<u>18,699</u>	<u>23,656</u>
Trade payables	12,321	10,260
Other payables	8,865	7,283
Provisions	1,530	-
Finance lease creditors	494	2,047
Amount due to related parties	3,955	4,573
Loans and borrowings	16,765	16,786
Tax payable	531	1,245
Current Liabilities	<u>44,461</u>	<u>42,194</u>
Total Liabilities	<u>63,160</u>	<u>65,850</u>
TOTAL EQUITY AND LIABILITIES	<u>279,639</u>	<u>237,378</u>
Net assets per share attributable to owners of the Company (RM)	1.60	1.71

The above consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2011

	12 months ended	
	31/12/2011	31/12/2010
	RM '000	RM '000
	Unaudited	Audited
Cash flows from operating activities		
Profit before tax	18,666	16,936
Other adjustment	9,419	6,551
Operating profit before changes in working capital	<u>28,085</u>	<u>23,487</u>
Net change in current assets	(27,689)	(10,897)
Net change in current liabilities	2,898	1,743
Cash generated from operations	<u>3,294</u>	<u>14,333</u>
Interest paid	(1,657)	(989)
Tax paid	(2,464)	(3,752)
Net cash (used in)/from operating activities	<u>(827)</u>	<u>9,592</u>
Cash flows from investing activities		
Interest received	996	647
Proceeds from disposal of property, plant and equipment	64	149
Purchase of property, plant and equipment	(10,088)	(17,605)
Purchase of intangible assets	(1)	(23)
Net cash used in investing activities	<u>(9,029)</u>	<u>(16,832)</u>
Cash flows from financing activities		
Bank borrowings/(repayments)	(5,489)	13,461
Dividends paid to owners of the Company	(5,987)	(5,913)
Payment of finance lease liabilities	(2,650)	(2,630)
Proceeds from issuance of share capital to non-controlling interests	299	1,690
Proceeds from issuance of shares	34,088	1,411
Net cash from financing activities	<u>20,261</u>	<u>8,019</u>
Net increase in cash and cash equivalents	10,405	779
Effect on foreign exchange rate changes	1,395	(582)
Cash and cash equivalents at 1 January	46,453	46,256
Cash and cash equivalents at 31 December	<u>58,253</u>	<u>46,453</u>
Composition of cash and cash equivalents		
Cash and bank balances	15,953	20,540
Fixed deposits with licensed banks	42,300	25,913
	<u>58,253</u>	<u>46,453</u>

The above consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2010.

A1 Basis of Preparation

The condensed consolidated 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 condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010. The 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 year ended 31 December 2010.

A2 Significant Accounting Policies

The accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the year ended 31 December 2010, except for the adoption of the following new applicable FRSs, amendments to FRSs and IC Interpretations that are effective for financial period beginning 1 January 2011:

- Amendments to FRS 132, *Financial Instruments: Presentation - Classification of Rights Issue*
- FRS 1, *First-time Adoption of Financial Reporting Standards* (revised)
- Amendments to FRS 2, *Share-based Payment*
- FRS 3, *Business Combinations* (revised)
- Amendments to FRS 5, *Non-current Assets Held for Sale and Discontinued Operations*
- FRS 127, *Consolidated and Separate Financial Statements* (revised)
- Amendments to FRS 138, *Intangible Assets*
- Amendments to IC Interpretation 9, *Reassessment of Embedded Derivatives*
- Amendments to FRS 1, *First-time Adoption of Financial Reporting Standards*
 - *Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters*
 - *Additional Exemptions for First-time Adopters*
- Amendments to FRS 2, *Group Cash-settled Share Based Payment transactions*
- Amendments to FRS 7, *Financial Instruments: Disclosures*
- IC Interpretation 4, *Determining whether an Arrangement contains a Lease*
- IC Interpretation 18, *Transfers of Assets from Customers*
- Improvements to FRSs (2010)

The adoption of the new FRSs, amendments to FRSs and IC Interpretations did not have any effect on the financial performance, position or presentation of financials of the Group.

The Group has not applied the following new/revised accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective:

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2011

- IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
- Amendments to IC Interpretation 14, *Prepayments of a Minimum Funding Requirement*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2012

- FRS 124, *Related Party Disclosures* (revised)
- Amendments to FRS 1, *First-time Adoption of Financial Reporting Standards – Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters*
- Amendments to FRS 7, *Financial Instruments: Disclosures – Transfers of Financial Assets*
- Amendments to FRS 112, *Income Taxes – Deferred Tax: Recovery of Underlying Assets*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2012

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Amendments to FRS 101, *Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income*

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013

- FRS 9, *Financial Instruments* (2009)
- FRS 9, *Financial Instruments* (2010)
- FRS 10, *Consolidated Financial Statements*
- FRS 11, *Joint Arrangements*
- FRS 12, *Disclosure of Interests in Other Entities*
- FRS 13, *Fair Value Measurement*
- FRS 119, *Employee Benefits* (2011)
- FRS 127, *Separate Financial Statements* (2011)
- FRS 128, *Investments in Associates and Joint Ventures* (2011)
- IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine*

The Group's financial statements for annual period beginning on 1 January 2012 will be prepared in accordance with the Malaysian Financial Reporting Standards (MFRSs) issued by the MASB and International Financial Reporting Standards (IFRSs). As a result, the Group will not be adopting the above FRSs, Interpretations and amendments.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 December 2010 was not qualified.

A4 Seasonal or Cyclical Factors

The Group's operations are not materially affected by any seasonal or cyclical factors.

A5 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 year-to-date, other than as disclosed in Note B1.

A6 Material Changes in Estimates

There were no changes in estimates that have any material effect on the current quarter and financial year results.

A7 Debt and Equity Securities

The issued and paid-up capital of the Company increased by 34.4 million ordinary shares from 98.6 million to 133.0 million ordinary shares of RM1.00 each as a result of the following:

- i) During the financial year ended 31 December 2011, the Company has issued 1,194,529 new ordinary shares of RM1.00 each pursuant to the exercise of Company's ESOS at the following option price:

Exercise Price	No. of shares issued	Cash Proceeds
RM		RM
1.00	704,926	704,926
1.10	489,603	538,563
	<u>1,194,529</u>	<u>1,243,489</u>

The ESOS has expired on 14 August 2011. As per the By-laws of the ESOS scheme, the remaining unexercised options has automatically lapsed and became null and void upon the expiration of the ESOS.

- ii) Renounceable Rights Issue

On 9 August 2011, the Company issued a total of 33,260,144 new ordinary shares of RM1.00 each at an issue price of RM1.00 per Rights share on the basis of one (1) rights share for every three (3) existing ordinary shares of RM1.00 each.

As at the reporting date, the status of the proposed utilisation of proceeds raised under the Rights Issue are as set out below:

	Proposed utilisation RM'000	Actual utilisation RM'000	Deviation RM'000	Expected utilisation period
Capital expenditure				
- Expansion of existing local production facilities	7,000	492	6,508	By Q3 2014
- Expansion of R&D facilities	5,000	72	4,928	By Q3 2014
- Replacement of obsolete machineries and equipments	5,000	69	4,931	By Q3 2014
Working capital				
- Purchase of raw materials, packaging materials and original equipment manufacturer ("OEM") finished products	9,500	1,827	7,673	By Q3 2013
- Distribution and marketing expenses	2,900	558	2,342	By Q3 2013
- Production, R&D and administrative expenses	3,400	654	2,746	By Q3 2013
Estimated expenses in relation to the Rights Issue *	460	398	62	By Q4 2011
Total	<u>33,260</u>	<u>4,070</u>	<u>29,190</u>	

* Expenses relating to the Rights Issue were lower than estimated, the remaining portion were reclassified for working capital purposes.

- iii) Warrants 2007/2012

The Company issued 610,532 additional warrants pursuant to adjustments arising from the Rights Issue.

Save for the above, there were no issuances, repurchases and repayments of debt and equity securities during the financial year ended 31 December 2011.

A8 Dividends Paid

A first and final single tier dividend of 6% per ordinary share amounting to RM5,986,971 was paid in respect of the previous financial year ended 31 December 2010 on 28 July 2011.

A9 Segment Information

The Group is organised based on three major business segments as described below. The basis of segmentation was based on information reported internally to the Managing Director of the Group.

Performance is measured based on segment profit before tax and the total of segment assets are measured based on all assets (including goodwill) of a segment, as included in the internal management reports that are reviewed by the Group's Managing Director. Segment total asset is used to measure the return of assets of each segment.

There are no changes in the segment reported in the last audited financial statements.

Year-to-date ended 31 December 2011	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	24	28,356	128,393	-	156,773
Inter-segment revenue	11,281	3,037	8,760	(23,078)	-
Total revenue	11,305	31,393	137,153	(23,078)	156,773
Segment profit before tax	9,578	2,784	14,524	(8,220)	18,666
Segment assets	188,028	31,178	220,960	(160,527)	279,639

Year-to-date ended 31 December 2010	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	24	25,773	112,686	-	138,483
Inter-segment revenue	11,018	271	7,841	(19,130)	-
Total revenue	11,042	26,044	120,527	(19,130)	138,483
Segment profit before tax	9,568	3,165	14,534	(10,331)	16,936
Segment assets	149,565	30,160	206,595	(148,942)	237,378

Investment holding FY2011 vs. FY2010

Holding companies recorded a segment profit before tax of RM9.58 million in FY2011 compared to RM9.57 million in FY2010 due to lower unrealised foreign exchange loss. The impact of the lower unrealised foreign exchange loss was offset by impairment loss on investment in subsidiaries being recognised in FY2011.

Trading FY2011 vs. FY2010

Trading companies recorded a segment profit before tax of RM2.78 million in FY2011, a decrease of 12% compared to RM3.17 million in FY2010. This was mainly due to higher impairment loss on trade receivables and provision for and write off of inventories in FY2011. In addition, the lower profit before tax were due to depreciation of US Dollar against Ringgit Malaysia for the year under review.

Manufacturing FY2011 vs. FY2010

Manufacturing segment reported a better gross profit margin mainly contributed from Y.S.P. Industries (M) Sdn Bhd ("YSPI") as the main Malaysia subsidiary due to better capacity utilization and efficiency.

However, segment profit before tax were lower compared to FY2010 mainly due to the followings:

- Higher depreciation in conjunction with the commencement of the new plant operation in Vietnam and from the additional capital expenditure on plant and machineries in YSPI.
- Depreciation of US Dollar against Ringgit Malaysia has resulted higher foreign exchange loss.
- Provision for loss made in respect of an onerous contract amounting to RM1.5mil (2010 - Nil).

A10 Valuations of Property, Plant and Equipment

Property, plant and equipment of the Group are stated at cost or valuation less accumulated depreciation and any accumulated impairment losses where applicable.

There is no revaluation of property, plant and equipment during the year under review.

A11 Material Events Subsequent to the end of the Reporting Period

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

A12 Changes in the Composition of the Group

i)

On 09 May 2011, Y.S.P.SAH (Vietnam) Co. Ltd., a wholly-owned subsidiary of the Company, transferred its entire 95% equity interest in Y.S.P. Industries Vietnam Co. Ltd. to Y.S.P.SAH Investment Pte. Ltd., another wholly-owned subsidiary of the Company.

Such restructuring is to streamline the Group's business activities and does not have significant impact on Group's earnings per share, net assets per share and gearing.

ii)

On 07 October 2011, the Company announced the subscription at par and for cash of 180,000 additional shares of SGD1.00 each in Sun Ten Southeast Asia Holding Pte. Ltd. ("Sun Ten SAH")

As at the reporting date, the total paid-up capital in Sun Ten SAH is SGD2,571,538.00. The equity interest of the Company in Sun Ten SAH remains unchanged at 60% which represents SGD1,542,923.00.

Other than disclosed above, there were no changes in the composition of the Group as at the reporting date.

A13 Contingent Liabilities

There were no significant changes in contingent liabilities since the last annual reporting date.

A14 Capital Commitment

Capital commitments expenditure not provided for in the interim financial statements as at financial year ended 31 December were as follows:

	As at 31/12/2011 RM'000	As at 31/12/2010 RM'000
Approved & contracted for:-		
Building in progress	65	2,031
Plant & machinery	2,070	5,176
	<u>2,135</u>	<u>7,207</u>
Approved but not contracted for:-		
Plant & machinery	<u>6,415</u>	<u>3,358</u>

A15 Related Party Transactions

Significant related party transactions for the financial year ended 31 December were as follows:

	12 months ended	
	31/12/2011 RM'000	31/12/2010 RM'000
<u>Substantial Shareholder</u>		
Purchase of pharmaceutical products	<u>8,423</u>	<u>9,229</u>
<u>Companies in Which Certain Directors Have Interest</u>		
Purchase of raw materials	3,483	500
Sales of pharmaceutical products	<u>(2,096)</u>	<u>(539)</u>

B1 Review of Performance

The Group's **revenue** has increased by 13.2% to RM156.8 million from RM138.5 million recorded in the financial year ended 31 December 2010.

The Group's **profit before tax** increased by 10.2% to RM18.7 million from RM16.9 million reported in the financial year ended 31 December 2010 which was in tandem with higher revenue and gross profit contribution during the year, offset by higher operating expenses which included the provision for loss made in respect of an onerous contract amounting to RM1.7 million in 2nd quarter.

B2 Comparison with the Preceding Quarter's Results

	Qtr 4 (31/12/11) RM'000	Qtr 3 (30/09/11) RM'000	Variance	
			RM'000	%
Revenue	42,236	39,573	2,663	6.7
Profit before tax	5,228	5,925	(697)	(11.8)

The Group recorded a revenue of RM42.2 million for the current quarter compared to RM39.6 million for the immediate preceding quarter. The increase was mainly attributable to higher demand of the Group's products from the export market.

However, the Group's profit before tax decreased by 11.8% to RM5.2 million, from RM5.9 million in the immediate preceding quarter. This was due to higher selling & distribution expenses with higher advertising & promotion for market development and higher administrative cost.

B3 Prospects of the Group

The Group will continue to widen and extend the reach of its existing and new range of products in local as well as overseas markets, such as Southeast Asia, Middle East and African countries. In addition, the Group will also continue to step up efforts in improving the efficiency and cost reduction measures to achieve competitive edge in the market.

The Group will take advantage of the improvement in the local economy which is expected to grow further, leveraging on the Economic Transformation Plan recently presented by the government. Barring any unforeseen circumstances, the Group expects the financial performance to remain positive in the coming year.

B4 Profit Forecast or Profit Guarantee

No commentary is made on any variance arises between actual profit from forecast profit, as it does not apply to the Group.

B5 Taxation

Details of taxation are as follows :-

	3 months ended		12 months ended	
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
Income Tax				
Current tax	(204)	1,283	2,045	4,275
Deferred tax	1,084	98	894	213
	<u>880</u>	<u>1,381</u>	<u>2,939</u>	<u>4,488</u>

The Group's effective tax rate for the current quarter and financial year-to-date was lower than the statutory tax rate of 25% (2010:25%) due to availability of reinvestment allowance by a subsidiary company.

B6 Realised/unrealised Retained Earnings

The breakdown of the retained profits of the Group as at 31 December into realised and unrealised profits/(losses) is as follows:

	As at 31/12/2011 RM'000	As at 31/12/2010 RM'000
Total retained earnings of the Company and its subsidiaries:		
Realised	100,840	91,032
Unrealised	<u>(6,078)</u>	<u>(3,844)</u>
	94,762	87,188
Total share of accumulated losses of associate:		
Realised	(26)	(26)
Unrealised	<u>-</u>	<u>-</u>
	94,736	87,162
Less: Consolidation adjustments	(30,043)	(32,024)
Total Group retained earnings as per consolidated accounts	<u><u>64,693</u></u>	<u><u>55,138</u></u>

The determination of realised and unrealised profits/(losses) is based on the 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 Malaysian Institute of Accountants.

B7 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the reporting date.

B8 Borrowings and Debt Securities

The details of the Group borrowings as at 31 December are as follows :

	Denominated in Foreign Currency		RM
	USD'000	SGD'000	Equivalent RM'000
31 December 2011			
Secured short term borrowings			
Short term revolving credit	-	-	1,500
Finance lease creditor:			
- Domestic	-	-	450
- Foreign	-	18	44
Short term loan:			
- Domestic	-	-	10,426
- Foreign	1,500	28	4,839
	<u>1,500</u>	<u>46</u>	<u>17,259</u>
Secured long term borrowings			
Finance lease creditor:			
- Domestic	-	-	1,066
- Foreign	-	23	56
Long term loan:			
- Domestic	-	-	9,219
- Foreign	-	380	930
	<u>-</u>	<u>403</u>	<u>11,271</u>
Total borrowings	<u>1,500</u>	<u>449</u>	<u>28,530</u>
31 December 2010			
Secured short term borrowings			
Short term revolving credit	-	-	1,500
Finance lease creditor	-	-	2,047
Short term loan:			
- Domestic	-	-	10,245
- Foreign	1,500	167	5,041
	<u>1,500</u>	<u>167</u>	<u>18,833</u>
Secured long term borrowings			
Finance lease creditor	-	-	1,632
Long term loan:			
- Domestic	-	-	14,512
- Foreign	-	409	975
	<u>-</u>	<u>409</u>	<u>17,119</u>
Total borrowings	<u>1,500</u>	<u>576</u>	<u>35,952</u>

As at the reporting date, the Group had not issued any debt securities.

B9 Material Litigation

There was no material litigation against the Group as at the reporting date.

B10 Proposed Dividend

Apart from those disclosed in Note A8, there was no dividend proposed in the current quarter under review.

B11 Earnings Per Share**i) Basic Earnings Per Share**

The basic earnings per share is calculated by dividing profit for the period attributable to owners of the Company over the weighted average number of ordinary shares in issue during the period.

	3 months ended		12 months ended	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
Profit attributable to owners of the Company (RM'000)	4,255	3,788	15,380	12,157
Weighted average number of ordinary shares in issue ('000)	133,043	100,663	113,765	100,007
Basic Earnings Per Share (sen)	3.20	3.76	13.52	12.16

ii) Diluted Earnings Per Share

The diluted earnings per share is calculated by dividing profit for the period attributable to owners of the Company over the weighted average number of ordinary shares in issue, adjusted to assume the conversion of all dilutive potential ordinary shares from share options granted to employees under the employees' share option scheme, which has expired on 14 August 2011.

The remaining options unexercised as at 14 August 2011 had lapsed and became null and void. The warrants have anti-dilutive effect to earnings per share as their exercise price is higher than share price. Since there is no dilutive potential ordinary share as at 31 December 2011, diluted earnings per share is equal to basic earnings per share.

	3 months ended		12 months ended	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
Profit attributable to owners of the Company (RM'000)	4,255	3,788	15,380	12,157
Weighted average number of ordinary shares in issue ('000)	133,043	100,663	113,765	100,007
Effect of dilution-Share options ('000)	-	148	-	341
Adjusted weighted average number of diluted ordinary shares in issue -diluted ('000)	133,043	100,811	113,765	100,348
Diluted Earnings Per Share (sen)	3.20	3.76	13.52	12.11