



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

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2012

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

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2012

	3 months ended		6 months ended	
	30/06/2012 RM'000	30/06/2011 RM'000	30/06/2012 RM'000	30/06/2011 RM'000
Revenue	45,307	38,324	88,583	74,964
Cost of sales	(24,755)	(19,321)	(48,329)	(37,476)
Gross profit	20,552	19,003	40,254	37,488
Other income	889	441	1,909	811
Selling & Distribution expenses	(11,312)	(10,382)	(21,728)	(19,218)
Administrative expenses	(3,957)	(4,137)	(7,442)	(7,643)
Other expenses	(65)	(1,948)	(1,065)	(3,847)
Results from operating activities	6,107	2,977	11,928	7,591
Finance income	209	176	482	370
Finance cost	(405)	(244)	(846)	(448)
Profit before tax	5,911	2,909	11,564	7,513
Income tax expense	(1,364)	(251)	(3,177)	(1,145)
Profit for the period	4,547	2,658	8,387	6,368
Attributable to:				
Owners of the Company	4,542	2,570	8,424	6,153
Non-controlling interests	5	88	(37)	215
	4,547	2,658	8,387	6,368
Earnings per share (EPS) attributable to owners of the Company (sen):				
Basic EPS	3.41	2.54	6.33	6.10
Diluted EPS	3.41	2.54	6.33	6.10

The above consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2011.



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

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2012

	3 months ended		6 months ended	
	30/06/2012	30/06/2011	30/06/2012	30/06/2011
	RM'000	RM'000	RM'000	RM'000
Profit for the period	4,547	2,658	8,387	6,368
Foreign currency translation differences for foreign operations	573	367	133	201
Total comprehensive income for the period	5,120	3,025	8,520	6,569
Total comprehensive income attributable to:				
Owners of the Company	5,115	2,937	8,557	6,354
Non-controlling interests	5	88	(37)	215
	5,120	3,025	8,520	6,569

Included in the total comprehensive income for the period are:

	3 months ended		6 months ended	
	30/06/2012	30/06/2011	30/06/2012	30/06/2011
	RM'000	RM'000	RM'000	RM'000
interest income	209	177	482	370
other income including investment income	56	67	130	93
interest expenses	347	204	744	371
depreciation and amortization	1,997	1,449	3,919	2,846
(Reversal)/provision for and write off of receivables	(183)	28	(328)	118
provision for and write off of inventories	251	177	364	291
(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	(860)	(326)	(717)	1,061
(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 2011.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company No : 552781-X)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2012

	As at 30/06/2012 RM'000 <i>unaudited</i>	As at 31/12/2011 RM'000	As at 01/01/2011 RM'000
ASSETS			
Property, plant and equipment	114,651	100,017	94,793
Prepaid land lease payments	5,058	5,029	5,417
Intangible assets	454	421	511
Non-current Assets	120,163	105,467	100,721
Inventories	80,044	65,510	39,953
Trade receivables	43,169	42,633	40,008
Other receivables	14,660	7,259	9,657
Amount due from affiliated companies	610	261	39
Amount due from an associate	605	227	235
Tax recoverable	52	15	312
Cash & cash equivalents	47,181	58,253	46,453
Current Assets	186,321	174,158	136,657
TOTAL ASSETS	306,484	279,625	237,378
EQUITY AND LIABILITIES			
Share capital	133,043	133,043	98,588
Share premium	207	207	394
Other reserves	7,132	6,999	6,486
Retained earnings	73,483	73,041	63,517
Equity Attributable to Owners of the Company	213,865	213,290	168,985
Non-controlling interests	3,152	3,189	2,543
Total Equity	217,017	216,479	171,528
Deferred taxation	7,977	7,428	6,537
Loans and borrowings	19,589	10,149	15,487
Finance lease liabilities	396	246	1,632
Non-current Liabilities	27,962	17,823	23,656
Trade payables	12,759	12,321	10,260
Other payables	12,168	8,851	7,283
Dividends payable	7,982	-	-
Provisions	1,584	1,530	-
Finance lease liabilities	916	1,370	2,047
Amount due to affiliated companies	4,061	3,955	4,573
Loans and borrowings	20,033	16,765	16,786
Tax payable	2,002	531	1,245
Current Liabilities	61,505	45,323	42,194
Total Liabilities	89,467	63,146	65,850
TOTAL EQUITY AND LIABILITIES	306,484	279,625	237,378
Net assets per share attributable to owners of the Company (RM)	1.61	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 2011.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2012

← Attributable to owners of the Company →
← Non-distributable → Distributable

RM'000	Share capital	Share premium	Exchange fluctuation reserve	Revaluation reserve	Share option reserve	Warrant reserve	Retained earnings	Total	Non-controlling interest	Total equity
At 1 January 2011	98,588	394	-	-	310	6,176	63,517	168,985	2,543	171,528
Foreign currency translation differences for foreign operations	-	-	201	-	-	-	-	201	-	201
Total other comprehensive income for the period	-	-	201	-	-	-	-	201	-	201
Profit for the period	-	-	-	-	-	-	6,153	6,153	215	6,368
Total comprehensive income for the period	-	-	201	-	-	-	6,153	6,354	215	6,569
Dividends payable	-	-	-	-	-	-	(5,987)	(5,987)	-	(5,987)
Issuance of ordinary share pursuant to ESOS	1,195	49	-	-	-	-	-	1,244	-	1,244
Share issuance expenses	-	(144)	-	-	-	-	-	(144)	-	(144)
Total transactions with owners of the Company	1,195	(95)	-	-	-	-	(5,987)	(4,887)	-	(4,887)
Transfer to share premium for share options exercised	-	179	-	-	(179)	-	-	-	-	-
At 30 June 2011	99,783	478	201	-	131	6,176	63,683	170,452	2,758	173,210
At 1 January 2012	133,043	207	823	-	-	6,176	73,041	213,290	3,189	216,479
Foreign currency translation differences for foreign operations	-	-	133	-	-	-	-	133	-	133
Total other comprehensive income for the period	-	-	133	-	-	-	-	133	-	133
Profit for the period	-	-	-	-	-	-	8,424	8,424	(37)	8,387
Total comprehensive income for the period	-	-	133	-	-	-	8,424	8,557	(37)	8,520
Dividends payable	-	-	-	-	-	-	(7,982)	(7,982)	-	(7,982)
Total transactions with owners of the Company	-	-	-	-	-	-	(7,982)	(7,982)	-	(7,982)
At 30 June 2012	133,043	207	956	-	-	6,176	73,483	213,865	3,152	217,017

The above consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011.



Y.S.P. SOUTHEAST ASIA HOLDING BHD. (Company no : 552781-X)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2012

	6 months ended	
	30/06/2012	30/06/2011
	RM '000	RM '000
Cash flows from operating activities		
Profit before tax	11,564	7,513
Other adjustment	(4,116)	6,360
Operating profit before changes in working capital	7,448	13,873
Net change in current assets	(22,749)	(11,212)
Net change in current liabilities	11,761	5,840
Cash (used in)/generated from operations	(3,540)	8,501
Tax paid	(1,193)	(1,980)
Net cash (used in)/generated from operating activities	(4,733)	6,521
Cash flows from investing activities		
Interest received	482	370
Proceeds from disposal of property, plant and equipment	-	64
Purchase of property, plant and equipment	(17,376)	(7,505)
Purchase of intangible assets	(81)	-
Net cash used in investing activities	(16,975)	(7,071)
Cash flows from financing activities		
Interest paid	(757)	(1,072)
Net drawdown/(repayment) of term loans	12,697	(1,147)
Payment of finance lease liabilities	(1,062)	(1,459)
Proceeds from issuance of ordinary shares pursuant to ESOS, net of expenses	-	1,100
Net cash generated from/(used in) financing activities	10,878	(2,578)
Net decrease in cash and cash equivalents	(10,830)	(3,128)
Effect on foreign exchange rate changes	(242)	117
Cash and cash equivalents at 1 January	58,253	46,452
Cash and cash equivalents at 30 June	47,181	43,441
Composition of cash and cash equivalents		
Cash and bank balances	19,807	16,551
Fixed deposits with licensed banks	27,374	26,890
	47,181	43,441

The above consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2011.



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NOTES TO THE INTERIM FINANCIAL REPORT - 30 JUNE 2012

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134 " Interim Financial Reporting " in Malaysia and with IAS 34, 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 2011. The consolidated financial statements for the year ended 31 December 2011 were prepared in accordance with Financial Reporting Standards ("FRS")

These are the Group's condensed consolidated interim financial statements for part of the period covered by the Group's first MFRS framework annual financial statements and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* has been applied. The impact of the transition to MFRS framework is as disclosed in Note A2(c).

A2 Significant Accounting Policies

Except as described below, the accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its audited consolidated financial statements for the year ended 31 December 2011.

(a) Property, plant and equipment

In the previous years, the Group revalued its property comprising land and building every 5 years and at shorter intervals whenever the fair value of the revalued assets is expected to differ materially from their carrying value. Certain land and buildings were revalued in November 2010 and no later valuation has been recorded for these property, plant and equipment.

Upon transition to MFRSs, the Group elected to apply the optional exemption to measure its property, plant and equipment using the cost model and the previous revaluation as deemed cost at the date of the revaluation. The revaluation reserve of RM10.7 million was reclassified to retained earnings.

(b) Exchange fluctuation reserve

The transition exemption under MFRS allowed the Group to re-set its exchange fluctuation reserve at date of transition to zero. The exchange fluctuation reserve of RM2.3 million (debit) was reclassified to retained earnings.

(c) **Reconciliation of equity**

The reconciliations of equity for comparative periods and of equity at the date of transition reported are provided below:

Reconciliation of equity as at 1 January 2011

	FRS as at 01/01/2011	Reclassifications	MFRS as at 01/01/2011
	RM'000	RM'000	RM'000
Revaluation reserve	10,666	(10,666)	-
Exchange fluctuation reserve	(2,287)	2,287	-
Retained earnings	55,138	8,379	63,517

Reconciliation of equity as at 30 June 2011

	FRS as at 30/06/2011	Reclassifications	MFRS as at 30/06/2011
	RM'000	RM'000	RM'000
Revaluation reserve	10,666	(10,666)	-
Exchange fluctuation reserve	(2,086)	2,287	201
Retained earnings	55,304	8,379	63,683

Reconciliation of equity as at 31 December 2011

	FRS as at 31/12/2011	Reclassifications	MFRS as at 31/12/2011
	RM'000	RM'000	RM'000
Revaluation reserve	10,635	(10,635)	-
Exchange fluctuation reserve	(1,464)	2,287	823
Retained earnings	64,693	8,348	73,041

There is no effect on the total comprehensive income for the period.

(d) **MFRSs, Amendments to MFRSs and IC Interpretations issued but not yet effective**

The following MFRSs, Amendments to MFRSs and IC Interpretations have been issued but are not yet effective, and have yet to be adopted by the Group:-

Effective for annual periods commencing on or after 1 July 2012:-

- Amendments to MFRS 101 *Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income*

Effective for annual periods commencing on or after 1 January 2013:-

- MFRS 10 *Consolidated Financial Statements*

- MFRS 11 *Joint Arrangements*

- MFRS 12 *Disclosures of Interests in Other Entities*

- MFRS 13 *Fair Value Measurement*

- MFRS 119 *Employee Benefits*

- MFRS 127 *Separate Financial Statements*

- MFRS 128 *Investments in Associates and Joint Ventures*

- IC Interpretation 20 *Stripping Costs in the Production Phase of a Surface Mine*

- Amendments to MFRS 7 *Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities*

- Amendments to MFRS 10 *Consolidated Financial Statements - Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance*
- Amendments to MFRS 11 *Joint Arrangements - Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance*
- Amendments to MFRS 12 *Disclosure of Interests in Other Entities - Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance*
- Amendments to MFRS 101 *Presentation of Financial Statements - Annual Improvements 2009-2011 Cycle*
- Amendments to MFRS 116 *Property, Plant and Equipment - Annual Improvements 2009-2011 Cycle*
- Amendments to MFRS 132 *Financial Instruments: Presentation - Annual Improvements 2009-2011 Cycle*
- Amendments to MFRS 134 *Interim Financial Reporting - Annual Improvements 2009-2011 Cycle*
- Amendments to IC Interpretation 2 *Members' Shares in Co-operative Entities and Similar Instruments - Annual Improvements 2009-2011 Cycle*

Effective for annual periods commencing on or after 1 January 2014:-

- Amendments to MFRS 132 *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*

Effective for annual periods commencing on or after 1 January 2015:-

- MFRS 9 *Financial Instruments (2009)*
- MFRS 9 *Financial Instruments (2010)*

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the year ended 31 December 2011 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.

A6 Material Changes in Estimates

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

A7 Debt and Equity Securities

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and financial year-to-date.

A8 Dividends Paid

No dividend was paid during the current quarter and financial year-to-date.

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 30 June 2012	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	12	13,482	75,089	-	88,583
Inter-segment revenue	11,999	930	5,062	(17,991)	-
Total revenue	12,011	14,412	80,151	(17,991)	88,583
Segment profit before tax	12,949	1,081	10,110	(12,576)	11,564
Segment assets	194,079	33,634	257,625	(178,854)	306,484

Year-to-date ended 30 June 2011	Investment holding RM'000	Trading RM'000	Manufacturing RM'000	Inter-company Elimination RM'000	Total RM'000
Revenue from external customer	12	14,258	60,694	-	74,964
Inter-segment revenue	10,913	813	4,316	(16,042)	-
Total revenue	10,925	15,071	65,010	(16,042)	74,964
Segment profit before tax	10,432	1,889	6,691	(11,499)	7,513
Segment assets	164,019	28,366	215,330	(157,968)	249,747

Investment holding 1H12 vs. 1H11

Investment holding segment's profit before tax reported an increase of 24% in 1H12 from RM10.43 million to RM12.95 million. This was due to higher dividend income from subsidiaries, higher interest income and unrealised foreign exchange gain recognised in 1H12.

Trading 1H12 vs. 1H11

Trading segment recorded profit before tax of RM1.08 million in 1H12, a decrease of 43% as compared to RM1.89 million achieved in 1H11. This was mainly due to lower revenue generated and higher cost of goods sold from product mix.

Manufacturing 1H12 vs. 1H11

Manufacturing segment reported an improved profit before tax of RM10.11 million for 1H12 as compared to RM6.69 million in 1H11, representing an increase of 51%. This was mainly contributed by a Malaysian subsidiary with increased revenue of RM15.14 million and absence of provision for loss in respect of an onerous contract amounted to RM1.74 million for last year.

A10 Valuations of Property, Plant and Equipment

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

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

A11 Subsequent Events

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

A12 Changes in the Composition of the Group

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

A13 Contingent Liabilities

There were no significant changes in contingent liabilities since 31 December 2011.

A14 Capital Commitment

Capital commitments expenditure not provided for in the interim financial statements as at financial year-to-date were as follows:

	As at 30/06/2012 RM'000	As at 30/06/2011 RM'000
Approved & contracted for:-		
Building in progress	65	672
Plant & machinery	<u>1,044</u>	<u>5,270</u>
	<u>1,109</u>	<u>5,942</u>
Approved but not contracted for:-		
Plant & machinery	<u>4,040</u>	<u>2,573</u>

A15 Related Party Transactions

Significant related party transactions are as follows:

	6 months ended	
	30/06/2012 RM'000	30/06/2011 RM'000
<u>Corporation related to substantial shareholder</u>		
Purchase of pharmaceutical products	<u>8,042</u>	<u>1,976</u>
<u>Companies in which certain Directors have interest</u>		
Purchase of raw materials	200	2,022
Sales of pharmaceutical products	<u>(2,109)</u>	<u>(705)</u>

B1 Review of Performance

The Group's **revenue** has increased by 18.2% to RM88.6 million from RM74.9 million recorded in the half year ended 30 June 2011.

The Group registered a **profit before tax** of RM11.6 million, representing an increase of 53.9% compared to the corresponding period last year. This was due to higher revenue recorded during the period and also due to lower profit before tax recorded in the corresponding period resulting from the provision for loss in respect of an onerous contract amounted to RM1.7 million.

B2 Comparison with the Preceding Quarter's Results

	Qtr 2 (30/06/12) RM'000	Qtr 1 (31/03/12) RM'000	Variance	
			RM'000	%
Revenue	45,307	43,276	2,031	4.7
Profit before tax	5,911	5,653	258	4.6

The Group recorded a revenue of RM45.3 million for the current quarter compared to RM43.3 million for the immediate preceding quarter showing a growth of 4.7%. The increase was mainly attributable to higher demand of the Group's products from domestic market.

Further, the Group reported an increase of profit before tax from RM5.7 million in the immediate preceding quarter to RM5.9 million. The 4.6% increase is in line with the increase in revenue.

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 presented by the government. Barring any unforeseen circumstances, the Group expects the financial performance to remain positive for the rest of the year.

B4 Profit Forecast or Profit Guarantee

There were no profit forecast or profit guarantee issued by the Group.

B5 Taxation

Details of taxation are as follows :-

	3 months ended		6 months ended	
	30/06/2012 RM'000	30/06/2011 RM'000	30/06/2012 RM'000	30/06/2011 RM'000
Income Tax				
Current tax	1,127	629	2,625	1,446
Deferred tax	237	(378)	552	(301)
	<u>1,364</u>	<u>251</u>	<u>3,177</u>	<u>1,145</u>

Income tax is calculated at the Malaysian statutory tax rate of 25%. (2011: 25%)

The Group's effective tax rate for the current financial year-to-date was slightly higher than the statutory tax rate principally due to certain expenses which were not deductible for tax purposes.

The Group's effective tax rate for the previous corresponding quarter and financial year-to-date was lower than the statutory tax rate due to utilisation of reinvestment allowance by a subsidiary company.

B6 Realised/unrealised Retained Earnings

The breakdown of the retained profits of the Group as at 30 June 2012 and 31 December 2011, into realised and unrealised profits/(losses) is as follows:

	As at 30/06/2012	As at 31/12/2011
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries:		
Realised	102,003	100,810
Unrealised	<u>3,659</u>	<u>3,772</u>
	105,662	104,582
Total share of accumulated losses of associate:		
Realised	(26)	(26)
Unrealised	<u>-</u>	<u>-</u>
	105,636	104,556
Less: Consolidation adjustments	(32,153)	(31,515)
Total Group retained earnings as per consolidated accounts	<u><u>73,483</u></u>	<u><u>73,041</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.

Status of utilisation of proceeds

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 full utilisation
Capital expenditure				
- Expansion of existing local production facilities	7,000	1,113	5,887	By Q3 2014
- Expansion of R&D facilities	5,000	702	4,298	By Q3 2014
- Replacement of obsolete machineries and equipment	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	4,019	5,481	By Q3 2013
- Distribution and marketing expenses	2,900	1,227	1,673	By Q3 2013
- Production, R&D and administrative expenses	3,400	1,438	1,962	By Q3 2013
Estimated expenses in relation to the Rights Issue *	460	460	-	
Total	<u><u>33,260</u></u>	<u><u>9,028</u></u>	<u><u>24,232</u></u>	

* Expenses relating to the Rights Issue amounting to RM398,000 were lower than estimated. The remaining portion was reclassified for working capital purposes.

B8 Borrowings and Debt Securities

The details of the Group borrowings as at 30 June are as follows :

30 June 2012	Denominated in Foreign Currency		RM Equivalent
	USD'000	SGD'000	RM'000
Current			
Secured revolving credit	-	-	3,000
<u>Secured bank loans:</u>			
- Domestic	-	-	12,216
- Foreign	-	14	34
Unsecured bank loan - Foreign	1,500	-	4,783
<u>Finance lease creditor:</u>			
- Domestic	-	-	869
- Foreign	-	19	47
	<u>1,500</u>	<u>33</u>	<u>20,949</u>
Non-current			
<u>Secured bank loans:</u>			
- Domestic	-	-	18,638
- Foreign	-	381	951
<u>Finance lease creditor:</u>			
- Domestic	-	-	363
- Foreign	-	13	33
	<u>-</u>	<u>394</u>	<u>19,985</u>
Total borrowings	<u>1,500</u>	<u>427</u>	<u>40,934</u>
30 June 2011			
Current			
Secured revolving credit	-	-	1,500
<u>Secured bank loans:</u>			
- Domestic	-	-	9,493
- Foreign	-	13	32
Unsecured bank loan - Foreign	1,500	-	4,559
<u>Finance lease creditor:</u>			
- Domestic	-	-	1,328
- Foreign	-	19	46
	<u>1,500</u>	<u>32</u>	<u>16,958</u>
Non-current			
<u>Secured bank loans:</u>			
- Domestic	-	-	14,454
- Foreign	-	409	1,004
<u>Finance lease creditor:</u>			
- Domestic	-	-	1,106
- Foreign	-	32	78
	<u>-</u>	<u>441</u>	<u>16,642</u>
Total borrowings	<u>1,500</u>	<u>473</u>	<u>33,600</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

At the Eleventh Annual General Meeting held on 25 June 2012, the shareholders approved a first and final single tier dividend of 6% per ordinary share which would be payable on 22 August 2012 in respect of the financial year ended 31 December 2011.

B11 Earnings Per Share

	3 months ended		6 months ended	
	30/06/2012	30/06/2011	30/06/2012	30/06/2011
i) Basic Earnings Per Share				
Profit attributable to owners of the Company (RM'000)	4,542	2,570	8,424	6,153
Weighted average number of ordinary shares in issue ('000)	133,043	101,041	133,043	100,860
Basic Earnings Per Share (sen)	3.41	2.54	6.33	6.10
ii) Diluted Earnings Per Share				
Profit attributable to owners of the Company (RM'000)	4,542	2,570	8,424	6,153
Weighted average number of ordinary shares in issue ('000)	133,043	101,041	133,043	100,860
Effect of dilution-Share options ('000)	-	-	-	-
Adjusted weighted average number of diluted ordinary shares in issue -diluted ('000)	133,043	101,041	133,043	100,860
Diluted Earnings Per Share (sen)	3.41	2.54	6.33	6.10

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

The basic and diluted earnings per share for the previous period have been restated as result of the adjustment to the weighted average number of ordinary shares in issue which has taken into account the renounceable rights issue as if the event had occurred at the beginning of the previous year.

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 30 June 2012, diluted earnings per share is equal to basic earnings per share.