

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 JANUARY 2012**
(The figures have not been audited)

	Note	Current Year Quarter Ended 31.01.2012 RM'000	Preceding Year Quarter Ended 31.01.2011 RM'000	Current Year To Date 31.01.2012 RM'000	Preceding Year To Date 31.01.2011 RM'000
Revenue	A8	83,873	86,686	301,469	320,553
Cost of sales		(76,496)	(83,342)	(284,588)	(301,314)
Gross profit		<u>7,377</u>	<u>3,344</u>	<u>16,881</u>	<u>19,239</u>
Other operating income		341	2,136	1,060	3,242
Other operating, administrative, selling and distribution expenses		(5,397)	(9,329)	(21,350)	(26,717)
Profit / (Loss) from Operations		<u>2,321</u>	<u>(3,849)</u>	<u>(3,409)</u>	<u>(4,236)</u>
Finance cost		(951)	(1,205)	(3,622)	(3,689)
Profit / (Loss) before taxation	A8	<u>1,370</u>	<u>(5,054)</u>	<u>(7,031)</u>	<u>(7,925)</u>
Taxation	B5	(28)	364	(43)	190
Profit / (Loss) for the period		<u>1,342</u>	<u>(4,690)</u>	<u>(7,074)</u>	<u>(7,735)</u>
Other Comprehensive income:					
Currency translation differences for foreign operations		(7)	(60)	67	(369)
Total Comprehensive Income for the period		<u>1,335</u>	<u>(4,750)</u>	<u>(7,007)</u>	<u>(8,104)</u>
Profit or (Loss) attributable to:					
Equity holders of the parent company		996	(4,449)	(7,054)	(7,675)
Non-controlling interests		346	(241)	(20)	(60)
		<u>1,342</u>	<u>(4,690)</u>	<u>(7,074)</u>	<u>(7,735)</u>
Total Comprehensive Income attributable to:					
Equity holders of the parent company		989	(4,509)	(6,987)	(8,044)
Non-controlling interests		346	(241)	(20)	(60)
		<u>1,335</u>	<u>(4,750)</u>	<u>(7,007)</u>	<u>(8,104)</u>
Profit / (Loss) per share					
- Basic (sen)	B15	0.71	(3.18)	(5.04)	(5.48)
- Diluted (sen)	B15	0.71	(3.18)	(5.04)	(5.48)

Note:

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

COMINTEL CORPORATION BHD ("COMCORP")
(Company No. 630068-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2012

		(Unaudited)	(Audited)
		As At	As At
		31.01.2012	31.01.2011
	Note	RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		58,673	62,877
Investment in unquoted shares		1,052	1,052
		<u>59,725</u>	<u>63,929</u>
Current assets			
Inventories		60,106	81,273
Trade receivables		58,407	62,968
Other receivables, deposits and prepayment		7,567	13,346
Cash and bank balances		26,131	25,153
		<u>152,211</u>	<u>182,740</u>
TOTAL ASSETS		<u>211,936</u>	<u>246,669</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		70,000	70,000
Share premium		25,745	25,745
Reserve		920	853
Accumulated Losses	B10	<u>(9,619)</u>	<u>(2,564)</u>
Total Equity attributable to equity holders of the parent		87,046	94,034
Non-controlling interests		2,893	2,913
Total equity		<u>89,939</u>	<u>96,947</u>
Non-current liabilities			
Long term borrowings	B11	883	2,306
Hire purchase payables	B11	600	1,494
Deferred tax liabilities		<u>1,734</u>	<u>1,734</u>
		<u>3,217</u>	<u>5,534</u>
Current liabilities			
Trade payables		31,087	41,380
Other payables and accruals		9,367	11,955
Provision for warranty		340	380
Short term borrowings	B11	74,505	85,693
Bank overdraft	B11	3,046	3,033
Hire purchase payables	B11	425	1,737
Provision for taxation		10	10
		<u>118,780</u>	<u>144,188</u>
Total liabilities		121,997	149,722
TOTAL EQUITY AND LIABILITIES		<u>211,936</u>	<u>246,669</u>
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.6218	0.6717

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

COMINTEL CORPORATION BHD ("COMCORP")

(Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 JANUARY 2012
(The figures have not been audited)**

Note	Attributable to equity holders of the parent ----->								
	<------(Non Distributable)----->				(Distributable)		Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Translation Reserves RM'000	(Accumulated Losses) /Retained Profits RM'000					
12 months period ended 31 Jan 2012									
Balance at 1 February 2011	70,000	25,745	1,354	(501)	(2,565)	94,033	2,913	96,946	
Effects of applying FRS 139	-	-	-	-	-	-	-	-	
Restated balance, as at 1 February 2011	70,000	25,745	1,354	(501)	(2,565)	94,033	2,913	96,946	
Changes in equity during the year:									
(Loss) for the period	-	-	-	-	(7,054)	(7,054)	(20)	(7,074)	
Other comprehensive income				67		67		67	
Total comprehensive income for the period	-	-	-	67	(7,054)	(6,987)	(20)	(7,007)	
Balance as at 31 Jan 2012	70,000	25,745	1,354	(434)	(9,619)	87,046	2,893	89,939	
12 months period ended 31 Jan 2011									
Balance at 1 February 2010	70,000	25,745	1,354	(132)	5,111	102,078	2,973	105,051	
(Loss)/Profit for the period	-	-	-	-	(7,675)	(7,675)	(60)	(7,735)	
Other comprehensive income				(369)		(369)		(369)	
Total comprehensive income for the period	-	-	-	(369)	(7,675)	(8,044)	(60)	(8,104)	
Balance as at 31 Jan 2011	70,000	25,745	1,354	(501)	(2,564)	94,034	2,913	96,947	

Note:

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

COMINTEL CORPORATION BHD ("COMCORP")
(Company No. 630068-T)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FOURTH QUARTER ENDED 31 JANUARY 2012**
(The figures have not been audited)

	Current Year To Date 31.01.2012 RM'000	Preceding Year To Date 31.01.2011 RM'000
Cash flows from operating activities		
(Loss) before taxation	(7,031)	(7,925)
Adjustments for non cash and non operating items:		
Depreciation of property, plant & equipment	5,483	6,281
Amortisation of Intangible asset	-	578
Hire purchase interest	224	534
Interest expenses	3,398	3,154
(Gain) on disposal of property, plant & equipment	(66)	(65)
Intangible assets written off	-	4,622
(Write back) / Provision for warranty cost	(40)	180
Interest income	(230)	(236)
Operating cash flow before working capital changes	<u>1,738</u>	<u>7,123</u>
Inventories	21,167	(3,659)
Trade receivables	4,561	(9,169)
Other receivables, deposits and prepayments	5,779	3,739
Trade payables	(10,293)	(3,295)
Other payables and accruals	(2,521)	(1,238)
Net cash flow from operations	<u>20,431</u>	<u>(6,499)</u>
Finance Charges	(3,622)	(3,688)
Income tax paid	(43)	(517)
Net operating cash flow	<u>16,766</u>	<u>(10,704)</u>
Cash flows from investing activities		
Purchase of property, plant & equipment	(1,289)	(495)
Proceeds from disposal of property, plant & equipment	75	77
Interest income received	230	236
Net investing cash flow	<u>(984)</u>	<u>(182)</u>
Cash flows from financing activities		
Net (repayment)/drawdown of bank borrowings	(11,189)	15,482
Net (repayment) of term loans	(1,422)	(1,422)
Net (repayment) of hire purchase liabilities	(2,206)	(1,759)
Net financing cash flow	<u>(14,817)</u>	<u>12,301</u>
Net changes in cash and cash equivalents	965	1,415
Cash and cash equivalents at the beginning of the period	22,120	20,705
Cash and cash equivalents at the end of the period	<u>23,085</u>	<u>22,120</u>
Analysed into:		
Deposits in financial institutions	16,105	7,509
Cash and bank balances	10,026	17,644
Bank overdrafts	(3,046)	(3,033)
Cash and cash equivalents at the end of the period	<u>23,085</u>	<u>22,120</u>

Note:

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

COMINTEL CORPORATION BHD ("COMCORP")

(Company No. 630068-T)

Notes to the Interim Financial Report - 4th Quarter ended 31 January 2012

Part A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (FRS) 134

A1 Basic of Preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 January 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2011.

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 January 2011 except for the adoption of the new and revised FRSs, Amendment to FRSs and IC Interpretations which are relevant to the Group's operations with effect from 1 February 2011 as set out below:

FRS 1, First-time Adoption of Financial Reporting Standards
Amendments to FRS 2, Share-based Payment
Amendments to FRS 5, Non-current Assets held for Sale and Discontinued Operations
Amendments to FRS 132, Classification of Right Issues
Amendments to FRS 138, Intangible Assets
IC Interpretation 4, Determining whether an Arrangement contains a Lease
IC Interpretation 12, Service Concession Arrangements
IC Interpretation 16, Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17, Distributions of Non-cash Assets to Owners
IC Interpretation 18, Transfers of Assets from Customers
Amendments to IC Interpretation 9, Reassessment of Embedded Derivatives
Amendments to FRS 1, Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters and Additional Exemptions for First-time Adopters
Amendments to FRS 1, Additional Exemptions for First-time Adopters
Amendments to FRS 2, Group Cash-settled Share-based Payment Transactions
Amendments to FRS 7, Improving Disclosures about Financial Instruments
Improvements to FRSs (2010), Improvement to FRSs issued in 2010

The Directors do not expect any material impact on the financial statements arising from adoption of the above standards and interpretations.

The Group has not elected for early adoption of the following FRS relevant to the current operations of the Group, which were issued but not yet effective for the financial year ended 31 January 2012:

		effective for financial periods beginning on or after
FRS 124	Related Party Disclosures (revised)	1 January 2012
Amendments to FRS 1	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters	1 January 2012
Amendments to FRS 7	Disclosures - Transfers of Financial Assets	1 January 2012
Amendments to FRS 112	Deferred Tax: Recovery of Underlying Assets	1 January 2012
Amendments to FRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012
FRS 9	Financial Instruments (2009)	1 January 2013
FRS 9	Financial Instruments (2010)	1 January 2013
FRS 10	Consolidated Financial Statements	1 January 2013
FRS 12	Disclosure of Interests in Other Entities	1 January 2013
FRS 13	Fair Value Measurement	1 January 2013
FRS 119	Employee Benefits (2011)	1 January 2013
FRS 127	Separate Financial Statements (2011)	1 January 2013
FRS 128	Investment in Associates and Joint Ventures (2011)	1 January 2013

The above revised FRS is not expected to have any significant impact on the financial statements of the Group upon their initial application.

Malaysian Financial Reporting Framework

On 19 November 2011, Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework (MFRS Framework).

The Group and will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 January 2013. Based on the preliminary assessment of the differences between FRS and accounting standards under the MFRS Framework, the directors are of the opinion that the adoption of the MFRS Framework will have no material impact on the financial statements upon their initial application.

A2 Audit qualification

The auditor's report of the preceding annual financial statements of the Group did not contain any qualification.

A3 Explanatory Comment On Seasonality or Cyclicity

The Group's operations have not been affected materially by any seasonal/cyclical factors. However, the Communication & System Integration and Defence Maintenance's business operation results were very much dependent on the timing of completion of each project.

A4 Unusual Items

There were no items of unusual nature and amounts affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 January 2012.

A5 Change In Estimates

There were no material changes in estimates of amounts that have material effect in the current quarter results.

A6 Debt and Equity Securities

There were no issuance and repayment of debts and equity securities, shares buy-back, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter under review.

A7 Dividend Paid

No interim nor final ordinary dividend has been declared, recommended or paid during the financial quarter under review and the financial year to date.

A8 Segmental information

The Group comprises the following main business / operating segments:

- (a) Investment Holding
- (b) Manufacturing
- (c) Communication & System Integration
- (d) Defence Maintenance

The main geographical segments for the Group are:

- (a) Malaysia
- (b) Overseas

In presenting the segmental information, segment revenue is based on both operating segment and the geographical location of customers. Segment assets are based on the assets employed by each of the business / operating segment.

Segment revenue, segment results and segment assets employed for business / operating segment and geographical segment

Business Segments for the financial year ended 31 January 2012

Segment revenue	Investment Holding	Manufacturing	Communication s & Systems Integration	Defence Maintenance	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Malaysia	-	-	18,757	9,350	28,107
Overseas	-	273,362	-	-	273,362
Total Revenue	-	273,362	18,757	9,350	301,469
Results from operating activities					
Segment results	(901)	2,230	(4,906)	168	(3,409)
Finance costs					(3,622)
(Loss) before taxation					(7,031)
Taxation					(43)
(Loss) for the period					(7,074)
Segment Assets					
Segment Assets	845	157,073	40,303	12,663	210,884
Investment in unquoted shares					1,052
Consolidated total assets					211,936

Business Segments for the financial year ended 31 January 2011

Segment revenue	Investment Holding	Manufacturing	Communication s & Systems Integration	Defence Maintenance	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Malaysia	-	-	34,670	15,211	49,881
Overseas	-	270,672	-	-	270,672
Total Revenue	-	270,672	34,670	15,211	320,553
Results from operating activities					
Segment results	(812)	1,584	(5,086)	78	(4,236)
Finance costs					(3,689)
(Loss) before taxation					(7,925)
Taxation					190
(Loss) for the period					(7,735)
Segment Assets					
Segment Assets	847	177,913	50,255	16,602	245,617
Investment in unquoted shares					1,052
Consolidated total assets					246,669

A9 Valuation of property, plant and equipment

There were no changes to the valuation of property, plant and equipment from the previous year's audited financial statements.

A10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the quarter under review that have not been reflected in the financial statements for the quarter under review.

A11 Changes in the composition of the group

There were no changes in the composition of the Group during the quarter under review except for the following :

The Company's wholly-owned subsidiary, Comintel Sdn Bhd ("CSB") had on 7 December 2011, acquired 2 ordinary shares of RM1.00 each in the entire issued and paid-up share capital of Comintel Mobility Sdn Bhd (formerly known as Comintel.com Sdn Bhd) ("CMSB") for a consideration of RM2.00. On 11 January 2012, CSB further subscribed additional 249,998 ordinary shares of RM1.00 each in CMSB for a consideration of RM249,998.

A12 Contingent liabilities and contingent assets

As at 31 January 2012, total bank guarantees outstanding relating to performance and tenders amounted to RM5.68 million. The company has provided corporate guarantee amounting to RM225.83 million to financial institutions for banking facilities made available to its subsidiaries of which RM85.14 million was utilised as at 31 January 2012.

A13 Capital Commitments

There were no material capital commitments as at 31 January 2012 and up to the date of this report.

A14 Related Party Transactions

The Group's related party transactions for the current quarter and the cumulative period-to-date ended 31 January 2012 were as follow:

Nature of Relationship	Purchase of goods RM'000	Service Received RM'000	Total for nature of relationship RM'000
Principal owner	198	-	198
Director, other key management personnel	-	102	102
Total for type of transaction	198	102	300

COMINTEL CORPORATION BHD ("COMCORP")

(Company No. 630068-T)

Notes to the Interim Financial Report - 4th Quarter ended 31 January 2012**Part B. Additional Information Required by The Listing Requirements of Bursa Malaysia Securities Berhad****B1 Detailed analysis of the performance of all operating segments of the Group for the current quarter and financial year-to-date**

The Group recorded a revenue of RM83.9 million for the current quarter ended 31st January 2012. This represents a decrease of RM2.8 million or 3.2% in revenue as compared to the corresponding quarter last year. Revenue for the Manufacturing segment and Communication & System Integration segment decline by RM3.0 million and RM6.4 million respectively while the revenue for Defence Maintenance segment improved by RM6.6 million. The Group achieved a profit before taxation of RM1.4 million as compared to a loss before taxation of RM5.1 million recorded during the corresponding quarter last year. For the quarter under review, the Manufacturing and Defence Maintenance segments achieved a profit before taxation of RM2.3 million and RM1.2 million respectively while the Communication & System Integration segment and the Investment Holding segment recorded a loss before taxation of RM1.9 million and RM0.3 million respectively.

For the financial year ended 31 January 2012, the Group recorded a revenue of RM301.5 million which represents a decline of 6.0% as compared to the preceding financial year. The net loss for the current financial year has been narrowed to RM7.1 million as compared to the net loss of RM7.7 million in the preceding financial year. Revenue for the year saw a 45.9% and 38.5% decline for Communication & System Integration segment and Defence Maintenance segment while the Manufacturing segment achieved an increase of 1%. For the financial year, all business / operating segments recorded losses except the Defence Maintenance segment achieved a profit before taxation of RM0.15 million.

The decline in revenue for the quarter ended 31 January 2012 and financial year ended 31 January 2012 were principally attributed to the cut back in Malaysian government spending in ICT for public safety and defence industry, global economic slowdown, depreciation in the US\$/RM exchange rate as compared to the rates that prevailed in the corresponding period last year. The improvement in profitability for the current quarter was mainly attributed to the improved efficiency in the Manufacturing segment.

B2 Comment on current quarter result as compared with the immediate preceding quarter

	Current Quarter ended 31.01.2012 RM'000	Preceding Quarter ended 31.10.2011 RM'000
Revenue	83,873	76,251
Profit / (Loss) before tax	1,370	(1,416)
Profit / (Loss) after tax	1,342	(1,416)
Attributable to :		
Equity holders of the parent company	996	(1,350)
Non-controlling interests	346	(66)

The current quarter revenue is RM7.6 million higher than that recorded in the preceding quarter. The increase in revenue was mainly due to the increase of revenue contribution from the Manufacturing and Defence Maintenance segments.

The Group recorded a profit after tax attributable to the owners of parent of RM1.0 million as compared to the loss of RM1.4 million in the preceding quarter. The better performance in this quarter was a result of the higher revenue achieved by the Manufacturing and Defence Maintenance segments and the efficiency and productivity improvement by the Manufacturing segment.

B3 Prospect for the financial year ending 31 January 2013

The operating environment for all the business segments continue to be challenging due to the global financial and economic uncertainties. Regardless, we will continue to focus on improving our sales and marketing executions and re-alignment of business model to strengthen our revenue. We will also continue our on-going efforts to contain cost, improve operational efficiency and productivity to deliver a better financial performance for the coming financial year ending 31 January 2013.

B4 Profit Forecast or Profit Guarantee

The Group did not announce or disclose any profit forecast or profit guarantee during the current financial quarter under review.

B5 Profit / (Loss) Before Taxation

	Current Year Quarter Ended 31.01.2012 RM'000	Preceding Year Quarter Ended 31.01.2011 RM'000	Current Year To Date 31.01.2012 RM'000	Preceding Year To Date 31.01.2011 RM'000
Profit / (Loss) before taxation is arrived at after charging / (crediting):-				
Interest Income	(143)	(160)	(230)	(236)
Other Income (excluding interest income)	(198)	(1,976)	(830)	(3,006)
Interest Expenses	952	1,205	3,622	3,689
Depreciation and Amortisation	1,692	1,671	5,483	6,859
Provision for and written off of receivables	-	-	-	1,050
Intangible assets written off - Patents	-	-	-	4,622
Allowance for obsolescent inventory written back	-	-	-	(189)
Provision for warranty cost	-	-	-	180
Impairment of assets	-	-	-	-
Loss / (Gain) on disposal of property, plant & Equipment	-	(923)	(66)	(65)
Foreign exchange loss / (gain)	270	(1,848)	(181)	(2,397)

Other than the items mentioned above, there were no provision for and /or write off of inventories, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter and financial period ended 31 January 2012.

B6 Tax Expenses

	Current Quarter 31.01.2012 RM'000	Current Year To Date 31.01.2012 RM'000
Income Tax	28	43
Deferred taxation	-	-
	<u>28</u>	<u>43</u>

The effective tax rate of the Group is higher than the statutory tax rate mainly due to certain expenses which are not deductible for tax purposes.

B7 Profit or Loss on Sales of Unquoted Investments and Properties

The Group has not disposed of any unquoted investments or properties during the current quarter under review.

B8 Quoted Securities

There was no purchase or disposal of quoted securities in the current quarter.

B9 Corporate Proposals

There were no corporate proposals announced and not completed as at the date of this report.

B10 Realised and Unrealised Profits/Losses Disclosure for Period Year to date 31 January 2012

	Current Year To Date 31.01.2012 RM'000	(Audited) Year To Date 31.01.2011 RM'000
Total retained profits / (accumulated losses) of COMCORP and its subsidiaries :		
- Realised	11,443	21,396
- Unrealised	3,445	567
	14,888	21,963
Total share of retained profits / (accumulated losses) from associated companies :		
- Realised	-	-
- Unrealised	-	-
Total share of retained profits / (accumulated losses) from jointly controlled entities :		
- Realised	-	-
- Unrealised	-	-
	14,888	21,963
Less: Consolidation adjustments	(24,507)	(24,527)
Total group retained profits / (accumulated losses) as per consolidated accounts	(9,619)	(2,564)

B11 Group Borrowings

	Payable within 12 months RM'000	Payable after 12 months RM'000	Total RM'000
Secured			
Bank Borrowings	77,551	883	78,434
Hire purchase payables	425	600	1,025
Total Borrowings	77,976	1,483	79,459

B12 Off Balance Sheet Financial Instrument

There were no off balance sheet financial instruments as at the date of this report that might materially affect the Group's business position.

B13 Changes in material litigation

Save as disclosed below, Comintel Corporation Bhd ("Comcorp") and its subsidiary companies are not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, and the Directors of Comcorp have no knowledge of any proceedings pending or threatened against Comcorp and/or its subsidiary companies or of any facts likely to give rise to any proceedings which may materially and adversely affect the position and/or business of Comcorp and its subsidiary companies:-

On 16 July 2010, Comintel Sdn Bhd ("Comintel"), a wholly owned subsidiary of the Company, commenced legal action against U Television Sdn Bhd ("1st Defendant") and Tan Sri Dato' Seri Vincent Tan Chee Yioun ("2nd Defendant") at the Kuala Lumpur High Court under suit no. S-22-624-2010.

U Television Sdn Bhd and Tan Sri Dato' Seri Vincent Tan Chee Yioun have applied to the High Court for the striking out of the Writ of Summons and Statement of Claim filed by Comintel against the 1st and 2nd Defendants (the Striking Out Application). The Striking Out Application was fixed for hearing on 25 May 2011 and was dismissed with costs of RM5,000 to be paid by the Defendants to Comintel. The Defendants filed their Defence and Amended Counter Claim against Comintel on 11 August 2011. Comintel then filed their Reply and Defence to the Amended Counter Claim on 12 August 2011. Comintel has filed its Pre-Trial Case Management Notice on 14 September 2011. The first Pre-Trial Case Management was then fixed on 24 October 2011 at the Kuala Lumpur High Court, during which the High Court has directed the parties to prepare and file the pre-trial cause papers. The matter is now fixed for a further Case Management on 21 May 2012 at the Kuala Lumpur High Court, for both parties to comply with the case management directions.

B14 Proposed Dividends

There were no dividends declared or proposed by the Company for the financial quarter under review.

B15 Earnings/(Loss) Per Share ("EPS")

The basic earnings/(loss) per share is calculated by dividing profit/(loss) for the period attributable to ordinary equity owners of the parent by the weighted average number of ordinary shares in issue during the financial quarter ended 31 January 2012 and is as follows:-

	Current Qtr 31.01.2012	Cumulative Qtr To-date 31.01.2012
Profit / (Loss) attributable to owners of the parent (RM'000)	996	(7,054)
Weighted average number of ordinary shares in issue (based on ordinary share of RM0.50 each) ('000)	140,000	140,000
Basic earnings / (loss) per share (sen)	0.71	(5.04)

B16 Comparative Figures

Comparative figures, where applicable, have been modified to conform with the current quarter presentation.

B17 Audit Report Qualification and Status of Matters Raised

The audited financial statements of the Group for the preceding year ended 31 January 2011 were not subject to any qualification.

B18 Authorisation for issue

These unaudited interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 22 March 2012.

Date: 22-Mar-2012