

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTERS</u>	
	Current Quarter 31 December 2011 RM'000	Preceding Year Corresponding Quarter 31 December 2010 RM'000	Current Year to Date 31 December 2011 RM'000	Preceding Year Corresponding Period 31 December 2010 RM'000
Revenue	22,322	22,671	89,257	88,511
Other income	1,405	110	1,453	182
Changes in inventories of finished goods and work-in-progress	(50)	(317)	1,601	702
Raw materials used	(11,586)	(12,793)	(43,776)	(46,297)
Employee benefits	(3,988)	(3,867)	(14,755)	(13,490)
Depreciation of property, plant and equipment	(1,314)	(1,382)	(5,628)	(5,724)
Other operating expenses	(6,412)	(2,855)	(25,793)	(22,521)
Finance costs	(141)	(126)	(583)	(536)
Profit Before Tax	236	1,441	1,776	827
Tax expense	(217)	(516)	(1,036)	(683)
Profit After Tax	19	925	740	144
Other Comprehensive Income				
Exchange differences on translating foreign operations	(34)	(1,099)	323	(443)
Total Comprehensive Income/(Expense) for the period	(15)	(174)	1,063	(299)
Profit After Tax Attributable to:				
Owners of the Company	28	953	773	228
Minority Interests	(9)	(28)	(33)	(84)
	19	925	740	144
Total Comprehensive (Expense)/Income Attributable to:				
Owners of the Company	(6)	(146)	1,096	(215)
Minority Interest	(9)	(28)	(33)	(84)
	(15)	(174)	1,063	(299)
Profit per Share (Sen)				
Basic (Note B14)	0.04	1.24	1.01	0.30
Diluted (Note B14)	0.04	1.24	1.01	0.30

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2011**

	<u>Unaudited</u> as at 31 December 2011 RM'000	<u>Audited</u> as at 31 December 2010 RM'000
ASSETS		
Non-Current Asset		
Property, plant and equipment	<u>32,910</u>	<u>34,391</u>
Current Assets		
Inventories	9,539	8,646
Trade receivables	9,185	10,392
Other receivables, deposits and prepayments	1,730	1,696
Tax recoverable	-	714
Fixed deposits	2,016	1,875
Cash and bank balances	<u>10,554</u>	<u>6,430</u>
	<u>33,024</u>	<u>29,753</u>
Total Assets	<u><u>65,934</u></u>	<u><u>64,144</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000	40,000
Share premium	5,593	5,593
Treasury shares	(1,843)	(1,843)
Accumulated losses	(4,349)	(5,122)
Foreign exchange translation reserves	132	(191)
Total Equity Attributable to Owners of the Company	<u>39,533</u>	<u>38,437</u>
Minority interest	<u>(17)</u>	<u>16</u>
Total Equity	<u>39,516</u>	<u>38,453</u>
Non-Current Liabilities		
Bank borrowings	1,608	2,019
Deferred taxation	<u>1,864</u>	<u>1,887</u>
	<u>3,472</u>	<u>3,906</u>
Current Liabilities		
Trade payables	11,878	11,635
Other payables and accruals	3,233	2,562
Bank borrowings	7,177	7,588
Bank overdraft	404	-
Provision for taxation	254	-
	<u>22,946</u>	<u>21,785</u>
Total Liabilities	<u>26,418</u>	<u>25,691</u>
Total Equity and Liabilities	<u><u>65,234</u></u>	<u><u>64,144</u></u>
Net Assets per Ordinary Share Attributable to Owners of the Company (RM)	<u>0.51</u>	<u>0.50</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011**

	Current Year to Date 31 December 2011 RM'000	Preceding Year Corresponding Period 31 December 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,776	827
Adjustment for:-		
Non-cash items	5,813	6,206
Non-operating items	368	883
Operating profit before working capital changes	7,957	7,916
Net changes in current assets	(1,174)	(2,744)
Net changes in current liabilities	1,828	217
CASH FROM OPERATIONS	8,611	5,389
Interest paid	(531)	(471)
Tax refund	1,056	-
Tax paid	(1,146)	(577)
NET CASH FROM OPERATING ACTIVITIES	7,990	4,341
NET CASH FOR INVESTING ACTIVITIES		
Interest received	163	40
Proceed from disposal of property, plant and equipment	7	46
Purchase of property, plant and equipment	(2,976)	(2,246)
NET CASH USED IN INVESTING ACTIVITIES	(2,806)	(2,160)
CASH FLOWS FOR FINANCING ACTIVITIES		
Net drawdown of other short-term bank borrowings	779	474
Drawdown of hire purchase	1,121	-
Repayment of hire purchase	(2,970)	(3,089)
Repayment of term loan	(265)	(255)
NET CASH USED IN FINANCING ACTIVITIES	(1,335)	(2,870)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	3,849	(689)
EFFECT OF CHANGES IN EXCHANGE RATES	12	(439)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	8,305	9,433
CASH AND CASH EQUIVALENTS AT END OF PERIOD	12,166	8,305

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 – CONTINUED**

* Cash and cash equivalents included in the cash flow statements comprise of the following:

	RM'000	RM'000
Fixed deposits**	2,016	1,875
Cash and bank balances	10,554	6,430
Bank overdraft	(404)	-
	<u>12,166</u>	<u>8,305</u>

** included in the fixed deposits are RM1,216,000 (2010: RM1,000,000) which have been pledged to licensed banks for banking facilities made available to the Group.

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011

	<----- Non-Distributable ----->				Distributable	Total	Minority	Total Equity
	Share Capital	Share Premium	Treasury Shares	Foreign Exchange Translation Reserves	Accumulated Losses	Attributable to Owners of the Company	Interest	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2011	40,000	5,593	(1,843)	(191)	(5,122)	38,437	16	38,453
Profit for the period	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	323	773	1,096	(33)	1,063
As at 31 December 2011	40,000	5,593	(1,843)	132	(4,349)	39,533	(17)	39,516
As at 1 January 2010	40,000	5,593	(1,843)	252	(5,350)	38,652	-	38,652
Loss for the period	-	-	-	-	-	-	100	100
Other comprehensive income	-	-	-	(443)	228	(215)	(84)	(299)
As at 31 December 2010	40,000	5,593	(1,843)	(191)	(5,122)	38,437	16	38,453

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A. EXPLANATORY NOTES IN ACCORDANCE WITH FRS 134

A1. Basis of Preparation

Statement of compliance

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2010. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2010.

Significant accounting policies

The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 December 2010 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), Amendments and Issues Committee ("IC") Interpretations with effect from 1 January 2011:

FRSs, Amendments and IC Interpretations

FRS 1 (Revised)	First-time Adoption of Financial Reporting Standards
FRS 3 (Revised)	Business Combinations
FRS 127 (Revised)	Consolidated and Separate Financial Statements
Amendments to FRS 1 (Revised)	Limited Exemption from Comparative FRS 7
	Disclosures for First-time Adopters
Amendments to FRS 1	Additional Exemptions for First-time Adopters
Amendments to FRS 2	Share-based Payment
Amendments to FRS 2	Group Cash-settled Share-based Payment
	Transactions
Amendments to FRS 5	Non-current Assets Held for Sales and Discontinued
	Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 132	Financial Instruments : Presentation
Amendments to FRS 138	Intangible Assets
Amendments to FRSs "Improvements to FRSs (2010)"	
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

The adoption of the above FRSs, Amendments and IC Interpretations did not result in any significant financial impact on the interim financial report upon their initial application, except for the following:

- (a) FRS 3 (Revised) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. In addition, all transaction costs, other than share and debt issue costs, will be expensed as incurred. This revised Standard will be applied prospectively and therefore, there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A1. Basis of Preparation – continued

- (b) FRS 127 (Revised) requires accounting for changes in ownership interests by the Group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When the Group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The revised Standard also requires all losses attributable to the minority interest to be absorbed by the minority interest instead of by the parent. The Group will apply the major changes of FRS 127 (Revised) prospectively and therefore, there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for its future transactions or arrangements.
- (c) Amendments to FRS 7 requires enhanced disclosures about fair value measurements and liquidity risk, which includes disclosures of fair value measurements by level of a fair value measurement hierarchy and a separate liquidity risk analysis for derivative and non-derivative financial liabilities.

Malaysian Financial Reporting Standards (MFRS)

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

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC15), including its parent, significant investor and vent user.

The Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2012. In presenting its first MFRS financial statements, the Group will be required to restate the financial position as at 1 January 2012 to amounts reflecting the application of MFRS Framework.

The Group has started a preliminary assessment of the differences between FRS and accounting standards under the MFRS Framework and is in the process of assessing the financial effects of the differences. Accordingly, the financial position as disclosed in these financial statements for the year ended 31 December 2011 could be different if prepared under the MFRS Framework.

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2012.

A2. Seasonality or Cyclicity Factors

The Group's interim operations were not significantly affected by any seasonal or cyclical factors.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the quarter, there were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A4. Change in Estimates

There were no changes in estimates of amounts reported in prior interim period that have a material effect on the results for the quarter.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A5. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

During the quarter, there were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellation, shares held as treasury shares and resale of treasury shares for the quarter under review.

A6. Dividend Paid

There was no dividend paid during the quarter under review.

A7. Segmental Reporting**(a) By Business Segment**

Business segmental information has been presented as follows.

(b) By Geographical Segment**Current Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2011				
Revenue				
- Sales to external customer	18,282	4,040	-	22,322
- Inter-segment sales	2,293	-	(2,293)	-
Total revenue	<u>20,575</u>	<u>4,040</u>	<u>(2,293)</u>	<u>22,322</u>
Segment results	<u>255</u>	<u>(131)</u>	<u>253</u>	<u>377</u>
Finance costs				<u>(141)</u>
Profit before tax				<u><u>236</u></u>

Preceding Quarter

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 30 September 2011				
Revenue				
- Sales to external customer	21,437	2,916	-	24,353
- Inter-segment sales	1,529	-	(1,529)	-
Total revenue	<u>22,966</u>	<u>2,916</u>	<u>(1,529)</u>	<u>24,353</u>
Segment results	<u>2,250</u>	<u>(275)</u>	<u>(445)</u>	<u>1,530</u>
Finance costs				<u>(160)</u>
Profit before tax				<u><u>1,370</u></u>

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****Preceding Year Corresponding Quarter**

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2010				
Revenue				
- Sales to external customer	20,477	2,194	-	22,671
- Inter-segment sales	1,672	-	(1,672)	-
Total revenue	<u>22,149</u>	<u>2,194</u>	<u>(1,672)</u>	<u>22,671</u>
Segment results	<u>7,983</u>	<u>(441)</u>	<u>(5,975)</u>	<u>1,567</u>
Finance costs				<u>(126)</u>
Profit before tax				<u>1,441</u>

Cumulative Quarters

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2011				
Revenue				
- Sales to external customer	77,630	11,627	-	89,257
- Inter-segment sales	6,268	-	(6,268)	-
Total revenue	<u>83,898</u>	<u>11,627</u>	<u>(6,268)</u>	<u>89,257</u>
Segment results	<u>2,747</u>	<u>(512)</u>	<u>124</u>	<u>2,359</u>
Finance costs				<u>(583)</u>
Profit before tax				<u>1,776</u>

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2010				
Revenue				
- Sales to external customer	81,584	6,927	-	88,511
- Inter-segment sales	5,610	-	(5,610)	-
Total revenue	<u>87,194</u>	<u>6,927</u>	<u>(5,610)</u>	<u>88,511</u>
Segment results	<u>8,937</u>	<u>(865)</u>	<u>(6,709)</u>	<u>1,363</u>
Finance costs				<u>(536)</u>
Profit before tax				<u>827</u>

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****(c) By Industry Segment****Current Quarter**

	Injection Moulding	Cosmetics and Skin Care	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
As at 31 December 2011				
Revenue				
- Sales to external customer	21,314	1,008	-	22,322
- Inter-segment sales	2,293	-	(2,293)	-
Total revenue	<u>23,607</u>	<u>1,008</u>	<u>(2,293)</u>	<u>22,322</u>
Segment results	<u>210</u>	<u>(86)</u>	<u>253</u>	<u>377</u>
Finance costs				<u>(141)</u>
Profit before tax				<u>236</u>

Preceding Quarter

	Injection Moulding	Cosmetics and Skin Care	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
As at 30 September 2011				
Revenue				
- Sales to external customer	23,612	741	-	24,353
- Inter-segment sales	1,529	-	(1,529)	-
Total revenue	<u>25,141</u>	<u>741</u>	<u>(1,529)</u>	<u>24,353</u>
Segment results	<u>2,615</u>	<u>(640)</u>	<u>(445)</u>	<u>1,530</u>
Finance costs				<u>(160)</u>
Loss before tax				<u>1,370</u>

Preceding Year Corresponding Quarter

	Injection Moulding	Cosmetics and Skin Care	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
As at 31 December 2010				
Revenue				
- Sales to external customer	21,921	750	-	22,671
- Inter-segment sales	1,672	-	(1,672)	-
Total revenue	<u>23,593</u>	<u>750</u>	<u>(1,672)</u>	<u>22,671</u>
Segment results	<u>7,825</u>	<u>(283)</u>	<u>(5,975)</u>	<u>1,567</u>
Finance costs				<u>(126)</u>
Loss before tax				<u>1,441</u>

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A7. Segmental Reporting – continued**(c) By Industry Segment – continued****Cumulative Quarters**

	Injection Moulding	Cosmetics and Skin Care	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
As at 31 December 2011				
Revenue				
- Sales to external customer	85,338	3,919	-	89,257
- Inter-segment sales	6,268	-	(6,268)	-
Total revenue	<u>91,606</u>	<u>3,919</u>	<u>(6,268)</u>	<u>89,257</u>
Segment results	<u>2,562</u>	<u>(327)</u>	<u>124</u>	<u>2,359</u>
Finance costs				(583)
Profit before tax				<u>1,776</u>
	Injection Moulding	Cosmetics and Skin Care	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
As at 31 December 2010				
Revenue				
- Sales to external customer	87,170	1,341	-	88,511
- Inter-segment sales	5,610	-	(5,610)	-
Total revenue	<u>92,780</u>	<u>1,341</u>	<u>(5,610)</u>	<u>88,511</u>
Segment results	<u>8,908</u>	<u>(836)</u>	<u>(6,709)</u>	<u>1,363</u>
Finance costs				(536)
Loss before tax				<u>827</u>

A8. Material Events Subsequent to the End of the Quarter Under Review

There was no material event subsequent to the end of the quarter that has not been reflected in the interim financial statements.

A9. Changes in the Composition of the Group

There were no changes in the composition of the Group during the quarter.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Group's Results for the Quarter Ended 31 December 2011

For the current quarter under review, the Group recorded revenue of RM22.32Million and Profit Before Tax at RM236K as compared to revenue of RM22.67Million and Profit Before Tax of RM1.44Million for the corresponding quarter in previous financial year.

Overseas operations have improved as a result of better productivity and improved margins on products. The Malaysian operations continue to incur increasing costs but with improved productivity have been able to maintain a profitable margin.

The contribution from the new segment shows improved performance with higher revenue contribution as it goes into the second year of operations. Loss has been reduced as revenue increases and fixed costs are recovered.

B2. Variation of Results Against Preceding Quarter

The Group reported a Profit Before Tax of RM236,000 as compared to the preceding quarter of Profit Before Tax of RM1,370,000.

Revenue is lower on the back of low value product line from existing customers and the lower profit in the plastic sector was due to timing differences in recognition of profits on lower completion of jobs in the last quarter.

The loss in Vietnam arose from low profit margins and the lower loss in the quarter was a result of higher productivity and improved cost management.

The overall lower profit in the quarter was due to lower margin from lower value product line and lower volume of high value product.

The new segment, the wellness activity, show continued improvements with increased revenue arising from increased outlets. Losses have also reduced and this is after having to provide irrecoverable receivables in the early stages of operations. Overheads had also stabilised with increased business activity.

The new segment, the wellness activity, show continued improvements with increased revenue arising from increased outlets. Losses have also reduced and this is after having to provide irrecoverable receivables in the early stages of operations. Overheads had also stabilised with increased business activity.

B3. Prospects of the Group

The group continues with its prudent steps to monitor the operational costs to enhance productivity and to remain competitive.

There are signs of encouraging business inflow arising from the slightly stable situation in the Eurozone and gradual return of consumer / business confidence in the United States.

Consequently, the Group is cautiously optimistic and aim towards a performance level that better the previous year.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B4. Profit Forecast

The Group did not publish any profit forecast during the quarter.

B5. Not Applicable**B6. Tax (Expense)/Income**

Tax (expense)/income comprise the following:-

	Individual quarter ended		Cumulative quarter ended	
	31 December 2011 RM'000	31 December 2010 RM'000	31 December 2011 RM'000	31 December 2010 RM'000
In respect of the current period:-				
Income tax	(186)	(659)	(1,004)	(995)
Deferred tax	123	278	123	422
	<u>(63)</u>	<u>(381)</u>	<u>(881)</u>	<u>(573)</u>
In respect of the prior year:				
Income tax	(54)	(40)	(55)	(40)
Deferred tax	(100)	(95)	(100)	(70)
Tax (expense)/income	<u>(217)</u>	<u>(516)</u>	<u>(1,036)</u>	<u>(683)</u>

For its Vietnam's subsidiary, the company is exempted from corporate income tax for 4 (four) years commencing from the first year the Vietnam entity having taxable income and shall be granted a 50% (fifty percent) reduction of corporate income tax for period of 7 (seven) subsequent years.

B7. Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments or properties during the quarter.

B8. Purchase or Disposal of Quoted and Marketable Securities

There was no purchase or disposal of quoted and marketable securities during the quarter.

B9. Corporate Proposals

There were no corporate proposals during the quarter.

B10. Borrowings

The Group's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:-

	31 December 2011 RM'000	31 December 2010 RM'000
Short Term Borrowings		
Bankers' Acceptance	5,501	4,722
Term Loans	280	280
Hire Purchase Payable	1,396	2,586
	<u>7,177</u>	<u>7,588</u>

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B10. Borrowings – continued**Long Term Borrowings**

Term Loans	348	613
Hire Purchase Payable	1,260	1,406
	<u>1,608</u>	<u>2,019</u>
	<u>8,785</u>	<u>9,607</u>

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B12. Material Litigation

The directors do not have any knowledge of any proceedings pending or threatened against the Group as the date of this report.

B13. Dividends

There were no dividends declared or proposed by the company for the quarter ended 31 December 2011.

B14. Profit per Share (PPS)**Basic profit per share**

	Individual quarter ended		Cumulative quarter ended	
	31 December 2011	31 December 2010	31 December 2011	31 December 2010
Profit attributable to ordinary shareholders (RM'000)	28	953	773	228
Weighted average number of shares in issue (RM'000)#	76,908	76,908	76,908	76,908
Basic PPS (Sen)	<u>0.04</u>	<u>1.24</u>	<u>1.01</u>	<u>0.30</u>

Note:

Upon deducting 3,092,000 treasury shares held by the company as at end of the quarter under review.

Diluted PPS

Diluted PPS is equal to the basic PPS as there were no potential ordinary shares outstanding in both the previous and current financial years.

B15. Audit Report

The auditors' report of the company for the financial year ended 31 December 2010 was not subject to any qualification.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B16. Notes to the Statement of Comprehensive Income

	Individual quarter ended		Cumulative quarter ended	
	31 December 2011 RM'000	31 December 2010 RM'000	31 December 2011 RM'000	31 December 2010 RM'000
Profit before taxation is arrived at after crediting:-				
Interest income	126	40	163	40
Gain on disposal of property, plant and equipment	-	52	6	9
Gain on foreign exchange				
- Realised	987	51	956	51
- Unrealised	259	-	259	-
and charging:-				
Interest expense	127	111	531	471
Depreciation of property, plant and equipment	1,314	1,382	5,628	5,724
Allowance for impairment losses on receivables	186	-	186	-
Allowance for impairment losses on inventories	230	-	230	-
Loss on foreign exchange				
- Realised	500	124	1,041	-
- Unrealised	38	461	38	461

Save as disclosed in the above, there were no gain/(loss) on disposal of quoted/unquoted investments, exceptional items, and other items required to be disclosed under the additional disclosure requirement for public listed companies that are listed on Main or Ace Markets of the Bursa Malaysia Securities Berhad for the current quarter and year ended 31 December 2011.

B17. Realised/Unrealised Profits/(Losses)

	31 December 2011 RM'000	31 December 2010 RM'000
Total realised losses of Ge-Shen Corporation Berhad and its subsidiaries	(2,706)	(5,013)
Total unrealised profits/(losses) of Ge-Shen Corporation Berhad and its subsidiaries		
- in respect of deferred tax recognised in the income statement	(1,864)	(1,887)
- in respect of unrealised gain/(loss) on foreign exchange	221	461
- other unrealised profits	-	1,426
Total Realised/Unrealised Losses	<u>(4,349)</u>	<u>(5,122)</u>