

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2011
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2011 RM'000	Preceding Year Corresponding Period 30.06.2010 RM'000	Current Year To Date 30.06.2011 RM'000	Preceding Year Corresponding Period 30.06.2010 RM'000
Revenue	19,422	27,712	42,393	55,461
Cost of sales	(15,462)	(23,704)	(34,413)	(46,453)
Gross profit	<u>3,960</u>	<u>4,008</u>	<u>7,980</u>	<u>9,008</u>
Operating expenses	(2,224)	(3,166)	(4,623)	(7,589)
Other operating income	404	86	2,595	689
Profit from operations	<u>2,140</u>	<u>928</u>	<u>5,952</u>	<u>2,108</u>
Finance cost	(1,053)	(869)	(2,029)	(1,872)
Profit before tax	<u>1,087</u>	<u>59</u>	<u>3,923</u>	<u>236</u>
Taxation	-	-	-	-
Profit after tax	<u>1,087</u>	<u>59</u>	<u>3,923</u>	<u>236</u>
Minority interest	-	-	-	-
Net profit for the period	<u><u>1,087</u></u>	<u><u>59</u></u>	<u><u>3,923</u></u>	<u><u>236</u></u>
OTHER COMPREHENSIVE INCOME				
AVAILABLE-FOR -SALE INVESTMENT				
Profit arising during the period	<u>2</u>	<u>2</u>	<u>2</u>	<u>(6)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u><u>1,089</u></u>	<u><u>61</u></u>	<u><u>3,925</u></u>	<u><u>230</u></u>
Weighted average number of shares ('000s)	<u>264,000</u>	<u>264,000</u>	<u>264,000</u>	<u>264,000</u>
Earning per share (sen)				
- Basic	<u>0.41</u>	<u>0.02</u>	<u>1.49</u>	<u>0.09</u>
- Diluted	<u>0.41</u>	<u>0.02</u>	<u>1.49</u>	<u>0.09</u>

The unaudited Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION 30 JUNE 2011
(The figures have not been audited)

	As At End Of Current Quarter 30.06.2011 RM'000	As At Preceding Financial Year End 31.12.10 RM'000
Non-current assets		
Property, plant and equipment	161,408	161,180
Prepaid land lease payments	15,903	15,970
Investment properties	13,500	13,780
	<u>190,811</u>	<u>190,930</u>
Current assets		
Inventories	26,761	24,763
Trade and other receivables	18,181	21,266
Tax refundable	221	221
Available-for-sale investments	3,763	5,195
Cash, deposit and bank balances	723	290
	<u>49,649</u>	<u>51,735</u>
Total Assets	<u>240,460</u>	<u>242,665</u>
EQUITY		
Share capital	132,000	132,000
Reserves	27,514	23,589
Total equity	<u>159,514</u>	<u>155,589</u>
LIABILITIES		
Non-current liabilities		
Long term borrowings	29,219	30,037
Deferred Tax Liability	8,503	8,503
	<u>37,722</u>	<u>38,540</u>
Current liabilities		
Borrowings	31,688	29,960
Bank overdraft	2,597	2,433
Trade and other payable	8,938	16,140
Provision for taxation	1	3
	<u>43,224</u>	<u>48,536</u>
Total Liabilities	<u>80,946</u>	<u>87,076</u>
Total equity & liabilities	<u>240,460</u>	<u>242,665</u>
Net Tangible Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.60</u>	<u>0.59</u>

The unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2011
(The figures have not been audited)

	Share Capital RM'000	<u>Distributable</u> Retained Profit RM'000	Share Premium RM'000	<u>Non-Distributable</u> Revaluation reserve	Fair value reserve RM'000	Total RM'000
Balance as at 1 January 2010	132,000	41,181	185	5,475		178,841
Revaluation increase					-	-
Tax effect thereon					-	-
Net profit not recognized in income statement	-	-	-	-	-	-
Revaluation decrease which reverses the previous increase					-	-
Tax effect thereon					-	-
Expenses on right issue written off			-			-
Net loss not recognized in income statement	-	-	-	-	-	-
Issue of ordinary share on right issue	-					-
Net profit for the financial year		(23,248)			(4)	(23,252)
Balance as at 31 December 2010	132,000	17,933	185	5,475	(4)	155,589
As at 1 January 2010 as restated	132,000	17,933	185	5,475	(4)	155,589
Net Profit for the financial year		3,923			2	3,925
Balance as at 30 June 2011	132,000	21,856	185	5,475	(2)	159,514

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SECOND QUARTER ENDED 30 JUNE 2011
 (The figures have not been audited)

	Cumulative Current Year Quarter 30.06.11 RM'000	Cumulative Preceding Year Period 31.12.10 RM'000
Net cash (outflow)/inflow from operating activities	(1,761)	2,152
Net cash inflow from investing activities	1,095	2,543
Net cash inflow/(outflow) from financing activities	936	(6,073)
Net increase/(decrease) in cash and cash equivalents	<u>270</u>	<u>(1,378)</u>
Cash and bank balances as at 1 January 2011	(2,160)	(782)
Cash and cash equivalents as at 30 June 2011	<u><u>(1,890)</u></u>	<u><u>(2,160)</u></u>
 <u>Reconciliation :</u>		
Cash and bank balances	723	290
Bank overdrafts	(2,597)	(2,433)
Fixed deposit pledged with a licensed bank	(16)	(16)
Cash and cash equivalents as at 30 June 2011	<u><u>(1,890)</u></u>	<u><u>(2,160)</u></u>

The unaudited Condensed Consolidated Statement Of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

PART A: EXPLANATORY NOTES IN ACCORDANCE WITH FRS 134 REQUIREMENTS

A1. Accounting Policies

The Financial statement of the Group for the current reporting period have been prepared in accordance with FRS 134- Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Malaysia"), and should be read in conjunction with the Group's financial statements for the year ended 31 December 2010.

Except as described below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements of the Group for the year ended 31 December 2010.

With effect from 1 January 2011, the Group adopted the following new or Revised financial reporting standards ("FRS") and amendments to existing standards that are relevant to its operations. These FRSs became effective for the financial periods beginning after 1 January 2010.

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures and additional Exemptions for First-time adopters
Amendments to FRS 3	Business Combinations
Amendments to FRS 7	Improving Disclosures about financial Instruments
Amendments to FRS 101	Presentation of Financial Statements
Amendments to FRS 121	The Effects of Changes in Foreign Exchange Rates
Amendments to FRS 128	Investment in Associates
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting

The adoption of the above FRSs and amendemnts to existing standards did not result in any changes to the Group's accounting policies or have any significant impact on the financial statements of the Group.

Revised FRS 124 Related Party Disclosures

The Group has not adopted the revised FRS 124, Related Party Disclosures that has been issued by MASB, which is relevant to the Group and effective for annual periods beginning on or after 1 January 2012. The Group will apply the revised FRS 124 from 1 January 2012 and its adoption is unlikely to have any impact on the financial position or results of the Group.

A2. Auditors' Report on Preceding Annual Financial Statements

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

A3. Comments about Seasonality or Cyclicity

The Group's performance is not subject to seasonality or cyclicity.

A4. 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 current quarter under review due to their nature, size or incidence.

A5. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A6. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt securities nor any movement in the share capital for the quarter and financial period under review.

A7. Dividends Paid

There were no dividends paid during the quarter under review.

A8. Segmental Information

Business segments

The principal activities of the Group consist of those relating to manufacturing of wood based products, trading, property and agro-based farming. The Group's segmental reporting for business segments is as below:

Primary Reporting Format-Business Segments	Revenue			
	Quarter Ended 30.06.11		Quarter Ended 30.06.10	
	Revenue RM '000	Profit/(loss) before taxation RM '000	Revenue RM '000	Profit/(loss) before taxation RM '000
Manufacturing of wood based products	18,802	1,128	27,268	10
Trading	-	-	-	-
Property investment	145	8	146	29
Agro-based industry	475	(49)	298	20
	<u>19,422</u>	<u>1,087</u>	<u>27,712</u>	<u>59</u>
<u>ADD: Inter-segment revenue</u>				
Investment holding	180		210	
Manufacturing of wood based products	<u>596</u>		<u>3,524</u>	
	<u>20,198</u>		<u>31,446</u>	

Geographical segments

The Group's operations are principally carried out in Malaysia. In determining the geographical segments of the Group, sales of goods are based on the country in which the customer is located.

The Group's goods are mainly sold to customers located in Malaysia, Europe, America, Asia Pacific, Middle East and Africa.

	Current Quarter 30.06.11 RM '000	Current Year To Date 30.06.11 RM '000
Malaysia	4,309	12,227
Middle East	1,349	2,492
Europe	3,974	8,400
America	5,435	10,577
Asia Pacific	2,693	5,900
Africa	1,662	2,798
	<u>19,422</u>	<u>42,393</u>

A9. Valuations of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the year ended 31 December 2010

A10. Subsequent Events

A fire occurred on 9 July 2011 damaging a portion of the buildings, plant and machinery, stock and office equipment of one of the subsidiaries, Shantawood Manufacturing Sdn. Bhd. Despite the putting off of the fire occurred on 9 July 2011 by the fire-brigade, two of the adjacent buildings were also caught fire later respectively on 10 and 13 July 2011 due to spreading of ashes.

The operations of the Group have not been materially affected by the occurrence of the three fires and certain top priority machinery and tools which were damaged by the fires have been repaired or replaced and relocated to the unaffected areas. As at this reporting date, the operations are almost back to normal.

Based on the currently available data, the Directors anticipate to the best of their knowledge that, there shall be no material loss to be suffered by the Group as a result of the occurrence of the three fires after claiming the relevant losses from two insurance companies.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group for the current year to date.

A12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets of a material nature since the last audited financial statements for the year ended 31 December 2010.

A13. Capital Commitments

Capital commitments of the Group for the period ended 30 June 2011 are as follows:

	As at 30.06.11 RM'000
Approved and contracted for	-
-Deposit Paid	-
Capital commitments	-

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS

B1 Review of Performance

The DPS Group's performance for the quarter under review versus the corresponding quarter of the previous financial year is tabled below:

Description	2nd Qtr 2011 RM '000	2nd Qtr 2010 RM '000	Increase / RM'000	(Decrease) %
Revenue	19,422	27,712	(8,290)	-29.9%
Profit before tax (PBT)	1,087	59	1,028	1742.4%
Profit after tax (PBT)	1,087	59	1,028	1742.4%
Other Comprehensive Income	2	2	-	0.0%
Total Comprehensive Expenditure	1,089	61	1,028	1685.2%

Group revenue reduce by 29.90% or 8.290 million was mainly due to the strengthening of RM against USD of approximately 7.93% (average RM 3.014 in second quarter 2011 vs. average RM3.2530 in second quarter 2010).

Due to the unstable at the global economy situation, reviewing and selection of the buyers, strengtening the term of payment in order to secure company interest. Our innovation committee team will continuously improve over all cost saving, wastage, consolidating production process, to reduce man power and increase out put.

B2 Comparison with immediate preceding quarter's results

The DPS Group's current quarter performance versus the preceding quarter is tabled below:

Description	2nd Qtr 2011 RM '000	1st Qtr 2011 RM '000	Increase / RM'000	(Decrease) %
Revenue	19,422	22,971	(3,549)	-15.4%
Profit before tax (PBT)	1,087	2,836	(1,749)	-160.9%
Profit after tax (PBT)	1,087	2,836	(1,749)	-160.9%
Other Comprehensive Income/(Expenditure)	2	(3)	(1)	0.0%
Total Comprehensive Income	1,089	2,833	(1,750)	-160.7%

Group revenue decrease compared to the preceding quarter by 15.4% or RM3.549 million was due to reviewing shipment and credit risk control to all countries's customers due to global economy situation. The decrease in profit was mainly due to fixed cost & cost of materials increased.

B3 Commentary on Prospects

The Group continues to operate in a challenging environment due to uncertainty in the global economy.

B4 Taxation

Current Quarter	Current Year To Date
30.06.11	30.06.11
RM'000	RM'000

Taxation comprise the following :

Malaysian income tax

Current Tax Expense

-	-
<u>-</u>	<u>-</u>

The effective tax rate for the periods presented above is lower than the statutory tax rate due to the availability of reinvestment allowance, double tax deduction incentive for exports and tax incentive for approved food production project under agro-based industries in reducing taxable income and utilisation of tax losses brought forward.

B5 Sales of Unquoted Investments and/or Properties

There were no material sales of unquoted investments and/or properties for the current quarter and financial period under review except for as disclosed. as follows:

Available-for-sale investments

The total available for sales investment as at 30.06.2011 are as follows:

	Available for sales investment
At Cost	3,765
At Book value / carrying amount	3,763
At fair value	3,763

B6 Purchase or Disposal of Quoted Securities

- a) There were no purchases or disposals of quoted securities for the current quarter under review.
 b) There were no investments in quoted securities as at the end of the financial period.

B7 Corporate Proposal**Proposal:**

There was no corporate proposal proposed or undertaken during the quarter under review.

B8 Group Borrowings and Debt Securities

Total Group borrowings as at 30 June 2011 were as follows :-

	Secured RM'000	Unsecured RM'000	As at 30.06.11 Total RM'000
Short term borrowings			
Bank Overdrafts	662	1,935	2,597
Bankers Acceptance	8,244	14,254	22,498
Finance Lease Creditor	210	-	210
Revolving Credit	3,000	-	3,000
Term Loans	5,650	330	5,980
	<u>17,766</u>	<u>16,519</u>	<u>34,285</u>
Long term borrowings			
Finance Lease Creditors	-	-	-
Term Loans	28,455	764	29,219
	<u>28,455</u>	<u>764</u>	<u>29,219</u>
Total borrowings	<u>46,221</u>	<u>17,283</u>	<u>63,504</u>

B9 Derivative Financial Assets

Details of outstanding derivative financial instruments as at 30 Jun 2011:

Foreign Exchange Forward Contracts :	Contracted Value RM '000	Fair value RM '000	Changes in Fair Value RM '000
Within 1 year			
- Used to hedge trade receivables	613	604	<u>9</u>

Forward foreign exchange contracts are entered into with licensed banks to hedge part of the Group's sales from exchange rate movements. As the exchange rates are pre-determined under such contracts, the Group is not exposed to any market risk. Given that the contracts are entered into with licensed banks, we are of the view that credit risk is minimal.

B10 Material Litigation

This previous case of Mr Chwa Yeou Toh has been settled on 4/7/2011.

B11 Dividend Payable

No dividend was paid during the financial year and the Directors do not recommend any dividend to be paid for the year under review.

B12 Earnings per Share

a) Basic

The earnings per share for the current quarter and cumulative year to date are computed as follows:

	Individual Current Year Quarter 30.06.11	Cumulative Current Year To Date 30.06.11
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>1,087</u>	<u>3,925</u>
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	<u>264,000</u>	<u>264,000</u>
Basic Earnings Per Share (sen)	<u>0.41</u>	<u>1.49</u>

b) Diluted

The calculation of the diluted earnings per share is based on the profit attributable to ordinary equity holders of the parent for the current quarter and cumulative year to date divided by the adjusted weighted average number of ordinary shares of RM0.50 each in issue and issuable under the exercise of share options granted under the DPS Employees' Share Option Scheme.

	Individual Current Year Quarter 30.06.11	Cumulative Current Year To Date 30.06.11
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>1,087</u>	<u>3,925</u>
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	<u>264,000</u>	<u>264,000</u>
Basic Earnings Per Share (sen)	<u>0.41</u>	<u>1.49</u>
Diluted Earnings Per Share (sen)	<u>0.41</u>	<u>1.49</u>

B13 Disclosure of Realised and Unrealised Profits

On 25 March 2010, Bursa Malaysia Securities Berhad (Bursa Malaysia) issued a directive to all listed issuers and requires to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits and losses. On 20 December 2010, Bursa Malaysia further issued guidance on the disclosure and the format required.

The determination of realised and unrealised profits is complied based on Guidance of Special Matter No. 1. Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

The group's retained earnings as at reporting date may be analysed as follows:

	Group 30.06.2011 RM'000	Group 31.12.2010 RM'000
Total retained profits		
- Realised profits	61,111	57,224
- Unrealised losses	<u>(3,661)</u>	<u>(3,697)</u>
	57,450	53,527
Less : Consolidation adjustments	<u>(35,594)</u>	<u>(35,594)</u>
Total group retained profits as per statements of financial position	<u>21,856</u>	<u>17,933</u>

B14 Change of Financial Year End

The financial year end of the Group has been changed from 31 December to 31 March and the current reporting period will be of five quarters commencing 1 January 2011 and ending 31 March 2012.