

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2011 RM'000	Preceding Year Corresponding Period 30.09.10 RM'000	Current Year To Date 30.09.2011 RM'000	Preceding Year Corresponding Period 30.09.10 RM'000
Revenue	12,023	28,961	54,417	84,422
Cost of sales	(11,898)	(28,645)	(46,311)	(75,098)
Gross Profit /(Loss)	<u>125</u>	<u>316</u>	<u>8,106</u>	<u>9,324</u>
Operating expenses	(10,594)	(22,390)	(15,218)	(29,980)
Other operating income	225	347	2,822	1,036
Profit /(Loss) from operations	<u>(10,244)</u>	<u>(21,727)</u>	<u>(4,290)</u>	<u>(19,620)</u>
Finance cost	(979)	(989)	(3,008)	(2,861)
Profit /(Loss) before tax	<u>(11,223)</u>	<u>(22,716)</u>	<u>(7,298)</u>	<u>(22,481)</u>
Taxation	(30)	(9)	(30)	(9)
Profit /(Loss) after tax	<u>(11,253)</u>	<u>(22,725)</u>	<u>(7,328)</u>	<u>(22,490)</u>
Minority interest	-	-	-	-
Net Profit /(Loss) for the period	<u><u>(11,253)</u></u>	<u><u>(22,725)</u></u>	<u><u>(7,328)</u></u>	<u><u>(22,490)</u></u>
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>AVAILABLE-FOR -SALE INVESTMENT</b>				
Profit arising during the period	<u>6</u>	<u>-</u>	<u>10</u>	<u>(6)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u><u>(11,247)</u></u>	<u><u>(22,725)</u></u>	<u><u>(7,318)</u></u>	<u><u>(22,496)</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>(4.26)</u>	<u>(8.61)</u>	<u>(2.77)</u>	<u>(8.52)</u>
- Diluted	<u>(4.26)</u>	<u>(8.61)</u>	<u>(2.77)</u>	<u>(8.52)</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 SEPTEMBER 2011  
(The figures have not been audited)

	As At End Of Current Quarter 30.09.2011 RM'000	As At Preceding Financial Year End 31.12.10 RM'000
<b>Non-current assets</b>		
Property, plant and equipment	131,001	161,180
Prepaid land lease payments	15,870	15,970
Investment properties	13,500	13,780
	<u>160,371</u>	<u>190,930</u>
<b>Current assets</b>		
Inventories	23,596	24,763
Trade and other receivables	41,878	21,266
Tax refundable	221	221
Available-for-sale investments	1,794	5,195
Cash, deposit and bank balances	461	290
	<u>67,950</u>	<u>51,735</u>
<b>Total Assets</b>	<u>228,321</u>	<u>242,665</u>
<b>EQUITY</b>		
Share capital	132,000	132,000
Reserves	16,271	23,589
<b>Total equity</b>	<u>148,271</u>	<u>155,589</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Long term borrowings	28,074	30,037
Deferred Tax Liability	8,503	8,503
	<u>36,577</u>	<u>38,540</u>
<b>Current liabilities</b>		
Borrowings	31,704	29,960
Bank overdraft	2,613	2,433
Trade and other payable	9,130	16,140
Provision for taxation	26	3
	<u>43,473</u>	<u>48,536</u>
<b>Total Liabilities</b>	<u>80,050</u>	<u>87,076</u>
<b>Total equity &amp; liabilities</b>	<u>228,321</u>	<u>242,665</u>
<b>Net Tangible Assets per share attributable to ordinary equity holders of the parent (RM)</b>	<u>0.56</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 THIRD QUARTER ENDED 30 SEPTEMBER 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
<b>Balance as at 1 January 2010</b>	<b>132,000</b>	<b>41,181</b>	<b>185</b>	<b>5,475</b>		<b>178,841</b>
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)
<b>Balance as at 31 December 2010</b>	<b>132,000</b>	<b>17,933</b>	<b>185</b>	<b>5,475</b>	<b>(4)</b>	<b>155,589</b>
						-
As at 1 January 2010 as restated	132,000	17,933	185	5,475	(4)	155,589
Net Profit for the financial year		(7,328)			10	(7,318)
<b>Balance as at 30 September 2011</b>	<b>132,000</b>	<b>10,605</b>	<b>185</b>	<b>5,475</b>	<b>6</b>	<b>148,271</b>

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 THIRD QUARTER ENDED 30 SEPTEMBER 2011  
(The figures have not been audited)**

	Cumulative Current Year Quarter 30.09.11 RM'000	Cumulative Preceding Year Period 31.12.10 RM'000
Net cash (outflow)/inflow from operating activities	(36,386)	2,152
Net cash inflow from investing activities	36,785	2,543
Net cash inflow/(outflow) from financing activities	(407)	(6,073)
Net increase/(decrease) in cash and cash equivalents	<u>(8)</u>	<u>(1,378)</u>
Cash and bank balances as at 1 January 2011	(2,160)	(782)
Cash and cash equivalents as at 30 September 2011	<u><u>(2,168)</u></u>	<u><u>(2,160)</u></u>
<b><u>Reconciliation :</u></b>		
Cash and bank balances	445	274
Bank overdrafts	(2,613)	(2,433)
Fixed deposit pledged with a licensed bank	-	-
Cash and cash equivalents as at 30 September 2011	<u><u>(2,168)</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 30.09.11		Quarter Ended 30.09.10	
	Revenue RM '000	Profit/(loss) before taxation RM '000	Revenue RM '000	Profit/(loss) before taxation RM '000
Manufacturing of wood based products	11,500	(11,179)	28,601	(22,562)
Trading	-	-	-	-
Property investment	146	(18)	146	(112)
Agro-based industry	377	(56)	215	(51)
	<u>12,023</u>	<u>(11,253)</u>	<u>28,961</u>	<u>(22,725)</u>
<b><u>ADD: Inter-segment revenue</u></b>				
Investment holding	180		315	
Manufacturing of wood based products	<u>1,115</u>		<u>2,464</u>	
	<u>13,318</u>		<u>31,740</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 30.09.11 RM '000	Current Year To Date 30.09.11 RM '000
Malaysia	3,286	15,513
Middle East	256	2,747
Europe	2,515	10,915
America	2,771	13,349
Asia Pacific	2,510	8,410
Africa	685	3,483
	<u>12,023</u>	<u>54,417</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**

There were no material events subsequent to the end of the current quarter under review up to date of this quarterly report

**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 September 2011 are as follows:

	As at
	30.09.11
	RM'000
Approved and contracted for	15,000,000
-Deposit Paid	-
Capital commitments	<u>15,000,000</u>

The Group intends to rebuild the factory as well as to repair the damaged plant & machinery which was caused by the recent fire by the end of the next quarter . It has estimated an amount of RM 15 million for the rebuilding process.

**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	3rd Qtr 2011 RM '000	3rd Qtr 2010 RM '000	Increase / RM'000	(Decrease) %
Revenue	12,023	28,961	(16,938)	-58.5%
Profit /(Loss) before tax (PBT)	(11,223)	(22,716)	11,493	-50.6%
Profit /(Loss) after tax (PBT)	(11,253)	(22,725)	11,472	-50.5%
Other Comprehensive Income	6	-	6	0.0%
Total Comprehensive Expenditure	(11,247)	(22,725)	11,478	-50.5%

Group revenue reduced by 58.50% or 16.938 million was mainly due to the fire incident on 9 July to 13 July, which has affected output for the month of July & Aug 2011. The Group registered a loss before taxation of RM 11.2 million, which was mainly attributable to a provision of an estimated loss of RM8.7 million to be provided from the difference.

**B2 Comparison with immediate preceding quarter's results**

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

Description	3rd Qtr 2011 RM '000	2nd Qtr 2011 RM '000	Increase / RM'000	(Decrease) %
Revenue	12,023	19,422	(7,399)	-38.1%
Profit /(Loss) before tax (PBT)	(11,223)	1,087	(12,310)	109.7%
Profit /(Loss) after tax (PBT)	(11,253)	1,087	(12,340)	109.7%
Other Comprehensive Income/(Expenditure)	6	2	8	0.0%
Total Comprehensive Income	(11,247)	1,089	(12,332)	109.6%

Group revenue decreased compared to the preceding quarter by 38.10% or RM7.399 million and it was due to loss of production as a result of the fire incident on 9 July to 13 July 2011. As a result of the fire, the loss after taxation incurred is mainly due to additional provision of RM8.7 million in relation to the difference between the estimated claims from the insurance proceeds against the total write-offs in relation to the fixed assets and stocks.

In addition, the increase in operating costs associated with the clearing and cleaning up of the factory areas affected by the fire was the main contributing factor.

**B3 Commentary on Prospects**

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

**B4 Taxation**

Current Quarter 30.09.11 RM'000	Current Year To Date 30.09.11 RM'000
--	---

**Taxation comprise the following :**

***Malaysian income tax***

Current Tax Expense	30	30
	30	30

The current tax expenses payable is due to underprovision of tax in previous financial years.

**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 30.09.2011 are as follows:

	Available for sales investment
At Cost	1,784
At Book value / carrying amount	1,794
At fair value	1,794



**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 September 2011 were as follows :-

	Secured RM'000	Unsecured RM'000	As at 30.09.11 Total RM'000
<b>Short term borrowings</b>			
Bank Overdrafts	571	2,042	2,613
Bankers Acceptance	7,946	14,765	22,712
Finance Lease Creditor	175	-	175
Revolving Credit	3,000	-	3,000
Term Loans	5,488	330	5,818
	<u>17,180</u>	<u>17,137</u>	<u>34,317</u>
<b>Long term borrowings</b>			
Finance Lease Creditors	-	-	-
Term Loans	27,361	713	28,074
	<u>27,361</u>	<u>713</u>	<u>28,074</u>
<b>Total borrowings</b>	<u>44,541</u>	<u>17,850</u>	<u>62,391</u>

**B9 Derivative Financial Assets**

Details of outstanding derivative financial instruments as at 30 September 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	4,305	4,465	<u>160</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**

There were no contingent liabilities and contingent assets in this quarter report.

**B11 Changes in Contingent Assets and Contingent Liabilities**

There were no material contingent assets or liabilities as at the date of this quarterly report except for the corporate guarantees given to financial institutions by the Company in relation to credit facilities given to its subsidiaries.

**B12 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.

### B13 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 30.09.11	Cumulative Current Year To Date 30.09.11
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>(11,253)</u>	<u>(7,329)</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>(4.26)</u>	<u>(2.78)</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 30.09.11	Cumulative Current Year To Date 30.09.11
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>(11,253)</u>	<u>(7,329)</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>(4.26)</u>	<u>(2.78)</u>
Diluted Earnings Per Share (sen)	<u>(4.26)</u>	<u>(2.78)</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 30.09.2011 RM'000	Group 31.12.2010 RM'000
Total retained profits		
- Realised profits	49,661	57,224
- Unrealised losses	<u>(3,463)</u>	<u>(3,697)</u>
	46,199	53,527
Less : Consolidation adjustments	<u>(35,594)</u>	<u>(35,594)</u>
Total group retained profits as per statements of financial position	<u>10,605</u>	<u>17,933</u>