

DPS RESOURCES BERHAD
(Company No. 630878-X)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND FIFTEEN MONTHS ENDED 30 JUNE 2012
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2012 RM'000	Preceding Year Corresponding Period 30.06.2011 RM'000	Current Year To Date 30.06.2012 RM'000	Preceding Year Corresponding Period 30.06.2011 RM'000
Revenue	13,687	19,422	13,687	19,422
Cost of sales	(11,928)	(15,462)	(11,928)	(15,462)
Gross Profit /(Loss)	1,759	3,960	1,759	3,960
Operating expenses	(1,712)	(2,224)	(1,712)	(2,224)
Other operating income	(244)	404	(244)	404
Profit /(Loss) from operations	(197)	2,140	(197)	2,140
Finance cost	(1,040)	(1,053)	(1,040)	(1,053)
Profit /(Loss) before tax	(1,237)	1,087	(1,237)	1,087
Taxation	-	-	-	-
Profit /(Loss) after tax	(1,237)	1,087	(1,237)	1,087
Minority interest	-	-	-	-
Net Profit /(Loss) for the period	(1,237)	1,087	(1,237)	1,087
OTHER COMPREHENSIVE INCOME				
AVAILABLE-FOR -SALE INVESTMENT				
Profit arising during the period	-	2	-	2
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(1,237)	1,089	(1,237)	1,089
Weighted average number of shares ('000s)	264,000	264,000	264,000	264,000
Earning per share (sen)				
- Basic	(0.47)	0.41	(0.47)	0.41
- Diluted	(0.47)	0.41	(0.47)	0.41

The unaudited Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

DPS RESOURCES BERHAD
(Company No. 630878-X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION 30 JUNE 2012
(The figures have not been audited)

	As at End Of Current Quarter 30.06.2012 RM'000	As at Preceding Financial Period End 31.03.2012 RM'000
Non-current assets		
Property, plant and equipment	113,751	129,312
Prepaid land lease payments	15,334	10,303
Investment properties	12,473	-
	<u>141,558</u>	<u>139,615</u>
Current assets		
Inventories	18,259	17,269
Trade and other receivables	19,359	6,688
Tax refundable	221	219
Available-for-sale investments	-	-
Cash, deposit and bank balances	556	637
Assets of disposal group classified as held for sale	21,760	28,908
	<u>60,155</u>	<u>53,721</u>
Total Assets	<u>201,713</u>	<u>193,336</u>
EQUITY		
Share capital	132,000	132,000
Reserves	(23,282)	(22,045)
Total equity	<u>108,718</u>	<u>109,955</u>
LIABILITIES		
Non-current liabilities		
Long term borrowings	25,185	29,180
Deferred Tax Liability	8,503	2,829
	<u>33,688</u>	<u>32,010</u>
Current liabilities		
Borrowings	29,406	21,297
Bank overdraft	1,568	956
Trade and other payable	8,705	15,322
Provision for taxation	1	1
Liabilities of disposal group classified as held for sale	19,627	13,796
	<u>59,307</u>	<u>51,371</u>
Total Liabilities	<u>92,995</u>	<u>83,381</u>
Total equity & liabilities	<u>201,713</u>	<u>193,336</u>
Net Tangible Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.41</u>	<u>0.41</u>

The unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

DPS RESOURCES BERHAD
(Company No. 630878-X)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FORTH QUARTER ENDED 30 JUNE 2012
(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 RM'000	→ Fair value reserve RM'000	Total RM'000
Balance as at 1 January 2011	132,000	17,933	185	5,475	(4)	155,589
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 loss for the financial period	-	(45,638)	-	-	4	(45,634)
Balance as at 31 March 2012	132,000	(27,705)	185	5,475	-	109,955
						-
As at 1 April 2012 as restated	132,000	(27,705)	185	5,475	-	109,955
Net loss for the financial period		(1,237)			-	(1,237)
Balance as at 30 June 2012	132,000	(28,942)	185	5,475	-	108,718

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2012.

DPS RESOURCES BERHAD
(Company No. 630878-X)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FORTH QUARTER ENDED 30 JUNE 2012
(The figures have not been audited)

	Current Current Year Quarter 30.06.12 RM'000	Preceding Year 15 months Period End 31-03-2012 RM'000
Net cash (outflow)/inflow from operating activities	(2,451)	23,548
Net cash inflow from investing activities	3,103	(14,404)
Net cash inflow/(outflow) from financing activities	(1,387)	(7,261)
Net increase/(decrease) in cash and cash equivalents	<u>(735)</u>	<u>1,883</u>
Cash and bank balances as at 1 April 2012	(277)	(2,160)
Cash and cash equivalents as at 30th June 2012	<u><u>(1,012)</u></u>	<u><u>(277)</u></u>
<u>Reconciliation :</u>		
Cash and bank balances	556	679
Bank overdrafts	(1,568)	(956)
Fixed deposit pledged with a licensed bank	-	-
Cash and cash equivalents as at 30th June 2012	<u><u>(1,012)</u></u>	<u><u>(277)</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.

DPS RESOURCES BERHAD
(Company No. 630878-X)

A1. Changes in accounting policies

The accounting policies and presentation adopted for the interim financial report are consistent with those adopted for the annual financial statements for the year ended 31st December 2011, except for the following adoption of new MFRSs, Amendments to FRSS and IC interpretations that are effective from 1 January 2012: -

MFRS 116 "Property, Plant and Equipement"

MFRS 139 "Financial instruments: recognition and measurement"

Revised MFRS 124 "Related party disclosures"

Amendment to MFRS 1 "First time adoption on fixed dates and hyperinflation"

Amendment to MFRS 7 "Financial instruments: Disclosures on Transfers of financial assets"

Amendment to MFRS 112 "Income taxes"

These are the Group's condensed consolidated interim financial statements for part of the period covered by the Group's first MFRS framework annual financial statements and MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards has been applied. The transition to MFRS framework does not have any material financial impact to the financial statements of the Group.

A2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 March 2012 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 Reporting

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

30 June 2012

Business Segments	Investment Holding	Manufacturing	Property Investment	Agro-based Industries	Adjustments and Eliminations	Per consolidated Financial Statements
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue :						
External Sales	-	13,252	146	289		13,687
Inter-segment	105	-			(105)	-
Total Revenue	<u>105</u>	<u>13,252</u>	<u>146</u>	<u>289</u>	<u>(105)</u>	<u>13,687</u>
Results :						
Segment results	(108)	102	141	(332)		(197)
Finance cost						(1,040)
Loss before tax						<u>(1,237)</u>
Taxation						-
Net (loss)/profit for the period						<u>(1,237)</u>

31 March 2012

Business Segments	Investment Holding	Manufacturing	Property Investment	Agro-based Industries	Adjustments and Eliminations	Per consolidated Financial Statements
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue :						
External Sales	-	80,559	728	1,614		82,901
Inter-segment	525	2,671		-	(3,196)	-
Total Revenue	<u>525</u>	<u>83,230</u>	<u>728</u>	<u>1,614</u>	<u>(3,196)</u>	<u>82,901</u>
Results :						
Segment results	(304)	(42,114)	404	(120)		(42,134)
Finance cost						(4,946)
Loss before tax						<u>(47,080)</u>
Income tax benefit						(30)
Net (loss)/profit for the period						<u>(47,110)</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 March 2012

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 March 2012.

A13. Capital Commitments

Capital commitments of the Group for the period ended 31 March 2012 are as follows:

	As at 30.06.12 RM'000
Approved and contracted for	18,000,000
-Deposit Paid	-
Capital commitments	<u>18,000,000</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 18 million for the rebuilding process.

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

B1 Review of Performance

	<----- 3 months ended ----->		Current Year
	Apr-12 to Jun-12 RM'000	Jan-12 to Mar-12 RM'000	To Date Apr-12 to Jun-12 RM'000
REVENUE			
Manufacturing and trading	13	13,433	13
Property development	0	146	0
Argo-bases Industries	0	451	0
Investment holdings	-	-	-
Total	14	14,029	14
PROFIT/ (LOSS) BEFORE TAX ("PBT")			
Manufacturing and trading - operations	(859)	(37,721)	(859)
Manufacturing and trading - gain on disposal of investment property	-	-	-
Property development	62	(11)	62
Argo-bases Industries	(332)	69	(332)
Investment holdings	(108)	(130)	(108)
Total	(1,237)	(37,794)	(1,237)

Comparison with preceding quarter

For the current quarter, the revenue of the Group is maintained at RM12.910 million. Loss after taxation is RM 2.014 million.

B2 Comparison with immediate preceding quarter's results

Group revenue decreased compared to the preceding quarter by 8.667% or RM1.119 million is mainly due to the continued slow down in the furniture export market coupled with the shortage of labour which affected production substantially.

B3 Commentary on Prospects

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

B4 Taxation

	Current Quarter 30.06.12 RM'000	Current Year To Date 30.06.12 RM'000
Taxation comprise the following :		
<i>Malaysian income tax</i>		
Current Tax Expense	-	-
	-	-

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

B5 Purchase or Disposal of Quoted Securities

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

B6 Corporate Proposal

Proposal:

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

B7 Group Borrowings and Debt Securities

Total Group borrowings as at 30 June 2012 were as follows :-

	Secured RM'000	Unsecured RM'000	As at
			30.06.12 Total RM'000
Short term borrowings			
Bank Overdrafts	591	977	1,568
Bankers Acceptance	11,746	12,846	24,592
Finance Lease Creditor	497	-	497
Revolving Credit	-	-	-
Term Loans	4,237	80	4,317
	17,071	13,903	30,974
Long term borrowings			
Finance Lease Creditors	-	-	-
Term Loans	24,896	289	25,185
	24,896	289	25,185
Total borrowings	41,967	14,192	56,159

B8 Derivative Financial Assets

Details of outstanding derivative financial instruments as at 30 June 2012:

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	-	-	-

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.

B9 Material Litigation

Save as disclosed in last quarter, the Group has not engaged in any material litigation either as plaintiff or defendant up to this quarter.

B10 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.

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 30.06.12	Cumulative Current Year To Date 30.06.12
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>(1,237)</u>	<u>(1,237)</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>(0.47)</u>	<u>(0.47)</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 30.06.12	Cumulative Current Year To Date 30.06.12
Profit attributable to ordinary equity holders of the parent (RM'000)	<u>(1,237)</u>	<u>(1,237)</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>(0.47)</u>	<u>(0.47)</u>
Diluted Earnings Per Share (sen)	<u>(0.47)</u>	<u>(0.47)</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 30.06.2012 RM'000	Group 31.03.2012 RM'000
Total retained profits		
- Realised profits	6,652	10,038
- Unrealised losses	-	(3,622)
	<u>6,652</u>	<u>6,416</u>
Less : Consolidation adjustments	(35,594)	(35,594)
	<u>(28,942)</u>	<u>(29,178)</u>
Total group retained profits as per statements of financial position		

B14 Profit for the Period

	Current Quarter Ended		Financial Period Ended	
	30.06.2012 RM'000	31.03.2012 RM'000	30.06.2012 RM'000	31.03.2012 RM'000
Profit for the period is arrived at after crediting :				
Bad debt recovery	-	-	-	1,643
Gain on foreign exchange	53	-	53	-
and after charging :				
Depreciation	877	799	877	1,664
Provision for loss in fire	-	34,536	-	43,255
Loss on foreign exchange	-	11	-	36