P.A. RESOURCES BERHAD

UNAUDITED INTERIM FINANCIAL STATEMENT

FOR QUARTER ENDED 31 MARCH 2011

P.A. RESOURCES BERHAD (664612-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANACIAL POSITION
AS AT 31 MARCH 2011

(The figures have not been audited)

	As at 31-Mar-11 (Unaudited) RM'000	As at 31-Mar-10 (Audited) RM'000 Restated
ASSETS		
Non-current assets		
Property, plant and equipment	78,324	75,922
Goodwill on consolidation	120	120
Trade receivable	373	5,787
	78,817	81,829
Current assets		
Inventories	38,103	32,871
Trade receivables	17,607	15,359
Other receivables, prepayments and deposits	4,119	2,004
Tax recoverable	1,677	1,705
Cash and bank balances	4,513	9,210
	66,019	61,149
Total assets	144,836	142,978
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	98,743	66,792
Reserves	(45,678)	(35,560)
	53,065	31,232
Minority interest	511	466
Total equity	53,576	31,698
LIABILITIES		
Non-current liabilities		
Borrowings	29,298	26,034
Deferred taxation	121	-
	29,419	26,034
Current liabilities		
Trade payables	3,946	4,319
Other payables and accruals	7,612	2,119
Borrowings	45,065	78,808
Bank overdraft	5,214	-
Taxation	4	-
	61,841	85,246
Total liabilities	91,260	111,280
Total equity and liabilities	144,836	142,978
Net assets per share attrubutable to equity holders of the Company (sen)	27.68	24.44

The condensed consolidated Statement of Financial Position should be read in conjunction with the Audited financial statements for the financial year ended 31 March 2010 and the accompanying explanatory notes attached to the interim financial statements.

P.A. RESOURCES BERHAD (664612-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2011
(The figures have not been audited)

	3 months ended		12 months ended	
	31-Mar-11	31-Mar-10	31-Mar-11 (Unaudited)	31-Mar-10 (Audited)
	RM'000	RM'000	RM'000	RM'000
Revenue	20,735	21,088	82,582	97,038
Cost of sales	(16,928)	(28,974)	(71,076)	(100,413)
Gross profit / (loss)	3,807	(7,886)	11,506	(3,375)
Other income	8	108	378	359
Other operating expenses	(12,446)	(5,544)	(13,716)	(6,388)
Distribution and administrative expenses	(1,426)	(1,134)	(4,749)	(4,228)
Operating loss	(10,057)	(14,456)	(6,581)	(13,632)
Finance costs	(1,412)	(1,309)	(5,325)	(4,837)
Loss before taxation	(11,469)	(15,765)	(11,906)	(18,469)
Tax expenses	(28)	-	(44)	-
Loss for the period	(11,497)	(15,765)	(11,950)	(18,469)
Other comprehensive Income				
Revaluation of land and buildings	(12)	-	2,425	-
Currency translation differences	(36)	-	(16)	-
Income tax relating to components of other comprehensive income	1	-	(121)	-
Total comprehensive loss for the period	(11,544)	(15,765)	(9,662)	(18,469)
Profit/(Loss) attributable to:				
Owner of the Company	(11,351)	(15,758)	(11,995)	(18,365)
Minority Interest	(146)	(7)	45	(104)
	(11,497)	(15,765)	(11,950)	(18,469)
Total comprehensive income/(loss) attributable to:				
Owner of the Company	(11,398)	(15,758)	(9,707)	(18,365)
Minority Interest	(146)	(7)	45	(104)
	(11,544)	(15,765)	(9,662)	(18,469)
Earnings per share for loss attributable to the owners of the Company:				
Basic earnings per share (sen)	(5.92)	(12.33)	(6.96)	(14.37)

The condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2010 and the accompanying explanatory notes attached to the interim financial statements.

P.A. RESOURCES BERHAD (664612-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2011
(The figure have not been audited)

	Attributable to equity holders of the Company							
	<----------------------*Non-distributable*---------------->					*Distributable*	Minority Interest	Total Equity
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Revaluation Reserves RM'000	Translation Reserve RM'000	Revenue Reserve RM'000	RM'000	RM'000
Balance as at 1 April 2009	66,792	4,215	(3,045)	3,557	25	(21,894)	-	49,650
Subscription of shares in a subsidiary	-	-	-				570	570
Total comprehensive loss for the period	-	-	-	(58)	(53)	(18,307)	(104)	(18,522)
As at 31 March 2010	66,792	4,215	(3,045)	3,499	(28)	(40,201)	466	31,698
As at 1 April 2010, as previously stated	66,792	4,215	(3,045)	3,499	(28)	(40,201)	466	31,698
-effect of adopting FRS 139	-	-	-	-	-	-	-	-
As at 1 April 2010, as restated	66,792	4,215	(3,045)	3,499	(28)	(40,201)	466	31,698
Issue of new ordinary shares pursuant to the right issue	31,951	-	-	-	-	-	-	31,951
Corporate exercise transaction cost	-	(411)	-	-	-	-	-	(411)
Total comprehensive loss for the period	-	-	-	2,304	(16)	(11,995)	45	(9,662)
As at 31March 2011	98,743	3,804	(3,045)	5,803	(44)	(52,196)	511	53,576

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 31 MARCH 2011
(The figures have not been audited)

	12 months ended	
	31-Mar-11	**31-Mar-10**
	(Unaudited)	(Audited)
	RM'000	**RM'000 Restated**
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(11,906)	(18,469)
Adjustments for:		
Allowance for doubtful debts	8,942	5,259
Allowance for obsolete inventories	2,956	-
Depreciation of property, plant and equipment	5,239	4,885
Loss / (Gain) on disposal of property, plant and equipment	19	(35)
Provision for unrealised loss on foreign currency exchange	187	-
Interest expenses	5,213	4,709
Interest income	(65)	(66)
Operating profit / (loss) before working capital changes	10,585	(3,717)
(Increase) / Decrease in inventories	(8,187)	8,894
(Increase) / Decrease in receivables	(6,760)	3,039
Increase in payables	5,120	789
Cash generated from operations	758	9,005
Interest paid	(5,213)	(4,709)
Income tax paid	(12)	(574)
Net cash (used in) / generated from operating activities	(4,467)	3,722
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	-	66
Additional investment in a subsidiary companies	-	(393)
Purchase of property, plant and equipment	(5,253)	(9,326)
Proceeds from disposal of property, plant and equipment	18	99
Net cash used in investing activities	(5,235)	(9,554)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment of) / Net proceed from trade bills payables	(45,091)	23
Drawdown of term loans	27,156	-
Repayment of term loans	(13,559)	(903)
Repayment of hire purchase liabilities	(117)	(349)
Decrease in fixed deposits	-	(65)
Corporate exercise transaction cost	(411)	-
Proceeds from issuance of right issues	31,951	-
Net cash used in financing activities	(71)	(1,294)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(9,773)	(7,126)
Effect of foreign exchange fluctuations	(203)	(53)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	6,513	13,692
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	(3,463)	6,513
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank overdraft	(5,214)	-
Deposits, cash in hand and at banks	4,513	9,210
Fixed deposits pledged	(2,762)	(2,697)
	(3,463)	6,513

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

NOTES TO THE INTERIM FINANCIAL REPORT
(The figures have not been audited**)**

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

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

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted for the interim financial report are consistent with those of the audited financial statements for the year ended 31 March 2010 except for the adoption of the following new FRSs and Interpretations, and amendment to certain FRSs and Interpretations which are applicable and relevant for the financial period beginning 1 April 2010:

- FRS 7: Financial Instruments: Disclosures
- FRS 8: Operating Segments
- FRS 101 (revised): Presentation of Financial Statements
- FRS 123 (revised): Borrowing Costs
- FRS 139: Financial Instruments: Recognition and Measurement
- Amendments to FRS 127: Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
- Amendments to FRS 7: Financial Instruments: Disclosures
- Amendments to FRS 132: Financial Instruments: Presentation
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and IC Interpretation 9, Reassessment of Embedded Derivatives
- FRSs contained in the document entitled "Improvements to FRSs (2009)"
- IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 10: Interim Financial Reporting and Impairment
- IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions
- IC Interpretation 13: Customer Loyalty Programmes

The new FRSs, Amendments to FRSs and Interpretations above are expected to have no significant impact on the financial statements of the Company upon their initial application other than as disclosed below:

FRS 8, Operating Segments

FRS 8 is effective for financial statements of the Group for the year ending 31 March 2011. FRS 8, which replaces FRS 114_{2004}, FRS 8 requires segment information to be presented on a similar basis to that used for internal reporting purpose. As a result, the Group segmental reporting has been presented based on the internal reporting to the chief operating decision maker who makes decisions on the allocation of resources and assesses the performance of the reportable segments. This Standard does not have any impact on the financial position and results of the Group.

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FRS 101 (revised), Presentation of Financial Statements

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements.

With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements.

The revised standard prohibits the presentation of items of income and expenses (that is 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are required to be shown in a statement of comprehensive income.

Amendment to FRS 117, Leases

Leasehold land is classified as a finance lease if the Group has substantially all the risks and rewards incidental to ownership. Previously, leasehold land was classified as an operating lease. Following the amendment to FRS 117, the classification of leasehold land has been changed from operating to finance lease. The effect of the change which is adjusted for retrospectively is disclosed below.

	As previously stated RM'000	FRS 117 RM'000	As restated RM'000
Balances as at 31 March 2010			
Property, plant and equipment	-	785	785
Prepaid land lease payment	785	(785)	-

FRS 139: Financial Instruments: Recognition and Measurement

Prior to the adoption of FRS 139, financial derivatives were recognized on their settlement dates. Outstanding derivatives at the balance sheet date were not recognized. With the adoption of FRS 139, all financial assets and financial liabilities, including derivatives are recognized at contract dates when, and only when, the Company or any subsidiary becomes a party to the contractual provisions of the instruments.

With the adoption of FRS 139, the Group classifies its financial assets and financial liabilities in the following categories:

Pre-FRS 139	**Post-FRS 139**
Private-debt instruments	Loans and receivables
Long-term borrowings	Financial liabilities at amortised cost

The measurement bases applied to the financial assets and financial liabilities in the prior financial year are changed to conform to the measurement standards of FRS 139 in the current quarter. At initial recognition, all financial assets and financial liabilities are measured at their fair value plus in the case of financial instruments not at fair value through profit and loss, transaction costs directly attributable to the acquisition of the instruments. Subsequent to their initial recognition, the financial assets and liabilities are measured as follows:

Loans and other financial liabilities

At amortized cost effective interest rate method.

Loans and receivables

Non-current receivables, previously measured at invoice amount and subject to impairment, are now classified as loans and receivables and measured at fair value plus transaction costs initially and subsequently, at amortized cost using the effective interest method.

When loans and receivables are impaired, the carrying amount of the asset is reduced and the amount of the loss is recognized in the statement of comprehensive income. Impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the asset's original effective interest rate.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized (such as an improvement in the debtor's credit rating), the reversal of the previously recognized impairment loss is recognized in the statement of comprehensive income.

The Group has applied the new policies prospectively in relation to the financial instruments above in accordance with FRS 139. The effects of the re-measurement on 1 April 2010 of the financial assets and financial liabilities brought forward from the previous financial year are adjusted to the opening retained profits. Comparatives are not restated.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the audited financial statements of the Group for the year ended 31 March 2010 was not subject to any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The business of the Group was not affected materially by any seasonally or cyclical factors for the quarter under review.

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There are no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial period-to-date.

6. CHANGES IN ESTIMATES

There was no material changes in the estimates used for the presentation of this interim financial statement.

7. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities for the financial period ended 31 March 2011.

8. DIVIDENDS PAID

No dividend was paid during the current financial period.

9. SEGMENTAL INFORMATION

In the prior year's audited consolidated financial statements, the basis of segmentation was on a primary format of business segment and a secondary format of geographical segment. From the preceding quarter and for the current financial year ending 31 March 2011, the basis of segmentation has been changed to operating segment based on information reported internally to the chief operating decision-maker. The adoption of FRS 8 has no material impact on the presentation of operating segment information.

9. SEGMENTAL INFORMATION (CONT'D)

12 months period ended 31-3-2011	Extrusion and fabrication RM'000	Aluminium billets and tolling RM'000	Construction contract RM'000	Others RM'000	Total RM'000
Revenue					
Total sales	63,615	12,575	9,129	-	85,319
Inter-segment sales	(2,737)	-	-	-	(2,737)
External sales	60,878	12,575	9,129	-	82,582
Results					
Profit/(Loss) from operations	(7,330)	761	248	(260)	(6,581)
Finance costs	(3,895)	(1,406)	(24)	-	(5,325)
Taxation					(44)
Loss after taxation					(11,950)
Assets					
Segment assets	96,492	45,139	2,651	434	144,716
Liabilities					
Segment liabilities	67,798	22,495	821	146	91,260
Other information:					
Capital expenditure	5,058	106	89	-	5,253
Depreciation	4,362	791	86	-	5,239

12 months period ended 31-3-2010	Extrusion and fabrication RM'000	Aluminium billets and tolling RM'000	Construction contract RM'000	Others RM'000	Total RM'000
Revenue					
Total sales	69,926	25,596	1,516	-	97,038
Inter-segment sales	-	-	-	-	-
External sales	69,926	25,596	1,516	-	97,038
Results					
Loss from operations	(10,763)	(2,385)	(293)	(191)	(13,632)
Finance costs	(3,397)	(1,435)	(5)	-	(4,837)
Taxation					-
Loss after taxation					(18,469)

9. SEGMENTAL INFORMATION (CONT'D)

12 months period ended 31-12-2010	Extrusion and fabrication RM'000	Aluminium billets and tolling RM'000	Construction contract RM'000	Others RM'000	Total RM'000
Assets					
Segment assets	93,603	46,477	2,494	285	142,859
Liabilities					
Segment liabilities	74,877	35,686	353	366	111,282
Other information:					
Capital expenditure	7,057	2,307	28	-	9,392
Depreciation	4,098	762	25	-	4,885

10. VALUATION OF PROPERTY, PLANT & EQUIPMENT

The valuations of property, plant and equipment have been brought forward without any amendments from the previous audited financial statements for the financial year ended 31 March 2010 except as disclosed below:

The valuation of the freehold land and factory building was carried out by TD Aziz Sdn. Bhd., an external independent firm of valuers, on 3 May 2010 using the comparative method.

Details of the external independent valuer involved were:

Chockalingan P. Mohan (Registered Valuer)
16th Floor, Menara Akademi Etiqa,
No. 23, Jalan Melaka,
50100 Kuala Lumpur.

The resultant surplus has been credited to revaluation reserves.

11. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no other changes in the composition of the Group during the quarter ended 31 March 2011.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 31 March 2010.

14. CAPITAL COMMITMENTS

There was no material capital commitment as at 31 March 2011.

PART B - NOTES PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. PERFORMANCE REVIEW

For the quarter under review, the Group recorded revenue of RM20.74 million, a decrease of approximately 1.67% as compared to RM21.09 million for the preceding year corresponding quarter. The Group recorded a pre-tax loss of RM11.47 million as compared to a pre-tax loss of RM15.77 million for the preceding year corresponding quarter. For the quarter under review, the Group recorded an operating profit of RM0.43 million but this was offset by the provision of doubtful debt (RM8.94 million) for an amount which has been long outstanding and provision for obsolete inventories (RM2.96 million).

16. QUARTERLY RESULTS COMPARISON

The Group's revenue as compared to the immediate preceding quarter has increased from RM18.45 million to RM20.73 million. The Group recorded a pre-tax loss of RM11.47 million as compared to the immediate preceding quarter pre-tax loss of RM0.93 million. The provision for doubtful debt and obsolete inventories mentioned above was the main reason for the pre-tax loss incurred.

17. COMING YEAR PROSPECTS

The Board expects the coming financial year to be challenging given that the outlook for the domestic and global economy is still uncertain. Nevertheless, the Group will amongst others continue to place great emphasis in cost management, product improvement and credit control.

18. PROFIT FORECAST OR PROFIT GUARANTEE

No profit forecast or profit guarantee has been issued by the Group.

19. RELATED PARTY TRANSACTIONS

(i) There were no related party transactions entered into by the Company and/or its subsidiaries during the financial period to date.

(ii) There were no transactions with the directors and key management personnel other than the remuneration package paid to them in accordance with the terms and conditions of their appointment.

20. TAXATION

	Current Quarter 31-March-2011 RM'000	**Current Year To Date 31-March-2011 RM'000**
Current period:		
- current taxation	-	16
- prior year under provision	28	28
- deferred taxation	-	-
	28	44

No deferred tax assets have been recognized in respect of tax losses for the group.

21. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no disposals of unquoted investments and properties during the financial period under review.

22. MARKETABLE SECURITIES

The Group did not deal in any quoted investments.

23. STATUS OF CORPORATE PROPOSALS

a) As announced on 23 July 2010, the Company completed the implementation of the Right Issue with warrants. 63,901,650 Rights Shares together with 63,901,650 Warrants were issued pursuant to the Rights Issue with Warrants. The new shares and warrants issued were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on 23 July 2010.

There were no corporate proposals that have been announced by the Group but not completed as at date of this announcement.

b) **<u>Status of utilisation of proceeds from rights issue</u>**

The Company has raised RM31.951 million cash ("Proceeds") via its Rights Issue Exercise which was completed on 23 July 2010. The following is the status of utilisation of Proceeds as at 31 January 2011.

Details of utilisation	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation	Deviation RM'000	Explanation
Repayment of bank borrowings	5,000	5,000	Within one (1) year	-	Completed
Working capital for our Group's existing business operation	26,501	26,540	Within one (1) year	(39)	Completed
Estimated expenses in relation to the Corporate Exercises	450	411	Within one (1) month	39	Utilised for working capital
Total	31,951	31,951		-	

24. GROUP BORROWINGS

The Group's borrowings as at 31 March 2011 comprise the following:-

		RM'000	RM'000
(a)	Current		
	Bank Overdraft	5,214	
	Trade bills payable (Secured)	9,589	
	Revolving credit (Secured)	10,000	
	Hire purchase liabilities	15	
	Term loans (Secured)	25,461	
			50,279
(b)	Non-current		
	Factoring loan (Secured)	1,131	
	Term loans (Secured)	28,133	
	Hire purchase liabilities	34	
			29,298
			79,577

The above banking securities of the Group are secured by way of:-

(a) The Group's freehold land and factory buildings;
(b) The Group's leasehold land and building;
(c) Fixed deposits of the Group; and
(d) Corporate guarantee given by the Company
(e) Joint and several guarantees by certain directors.

25. FINANCIAL INSTRUMENTS

Foreign Currency Forward Contracts

Foreign currency forward contracts are entered into by the Group in currencies other than its functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions. Given that the contracts are entered into with locally incorporated licensed banks, we are of the view that credit risk and the counterparty risk are minimal. Apart from a small fee payable to the banks there are no cash requirements for the forward contracts.

26. REALISED AND UNREALISED PROFITS AND LOSSES

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Malaysia") issued a directive to all issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers 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 format required.

The breakdown of accumulated losses of the Group and the Company as at the reporting date, into realised and unrealised losses, pursuant to the directive, is as follows:

26. REALISED AND UNREALISED PROFITS AND LOSSES (CONT'D)

	Year to date 31-March-2011 RM'000
Total accumulated losses of the Company and it's subsidiaries:	
- Realised	(52,009)
- Unrealised	(187)
Total Group accumulated losses as per consolidated accounts	(52,196)

The determination of realised and unrealised losses is based on the Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or 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 losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

27. DIVIDEND

No dividend has been recommended for the current quarter.

28. EARNINGS PER SHARE

The basic earnings per share for the financial period has been calculated by dividing the net profit/loss after tax and minority interest attributable to shareholders by the weighted average number of ordinary shares in issue during the period (excluding treasury shares 5,780,700 retained by the Company).

29. EARNINGS PER SHARE (CONT'D)

a. Basic earning per share	**Quarter Ended**		**Year To Date**	
	31-Mar-2011	**31-Mar-2010**	**31-Mar-2011**	**31-Mar-2010**
Net loss attributable to shareholders (RM'000)	(11,351)	(15,758)	(11,995)	(18,365)
Weighted average number of ordinary shares in issue ('000)	191,705	127,803	172,447	127,803
Basic earning per share (sen)	(5.92)	(12.33)	(6.96)	(14.37)

b. Diluted earnings per share

There is no potential ordinary shares that are diluted given that the average market price of ordinary shares during the period is less than the exercise price of the warrants.

30. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of directors in accordance with a resolution of the directors on 25th May 2011.