

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For The Fourth Quarter Ended 31 December 2010

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year 31 Dec 2010 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Dec 2009 RM'000 (unaudited)	Current Year To date 31 Dec 2010 RM'000 (unaudited)	Preceding Year Corresponding Period 31 Dec 2009 RM'000 (unaudited)
Revenue		17,630	16,987	67,740	62,544
Cost of sales		(14,154)	(15,032)	(56,228)	(52,652)
Gross profit		3,476	1,955	11,512	9,892
Other income		170	783	665	1,567
		3,646	2,738	12,177	11,459
Selling and distribution expenses		(663)	(747)	(2,132)	(2,004)
Administrative expenses		(1,998)	(1,966)	(5,625)	(4,850)
Other operating expenses		(72)	(1,091)	(1,002)	(1,921)
Finance costs		(81)	(36)	(199)	(314)
Share of profit for an associate		83	(56)	191	-
Profit before taxation		915	(1,158)	3,410	2,370
Income tax expense	B5	(668)	461	(1,310)	(237)
Profit after taxation		247	(697)	2,100	2,133
Other Comprehensive Income					
Currency translation difference		11	(184)	(851)	(453)
Total Comprehensive Income		258	(881)	1,249	1,680
ATTRIBUTABLE TO:					
Equity holders of the Company		258	(881)	1,249	1,680
Minority interests		-	-	-	-
		258	(881)	1,249	1,680
Earnings per share (sen):					
Basic	B13	0.31	(0.87)	2.63	2.67
Diluted		N/A	N/A	N/A	N/A

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 31 December 2010. The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Audited Financial

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2010

	As at end of current year quarter ended 31 Dec 2010 RM'000 (Unaudited)	Audited 31 Dec 09 RM'000 (Audited)
Note		
ASSETS		
NON-CURRENT ASSETS		
Investment in associates	1,476	689
Property, plant and equipment	15,444	17,360
Investment in shares	-	-
Development expenditure	326	576
Prepaid lease rental	395	479
	<u>17,641</u>	<u>19,104</u>
CURRENT ASSETS		
Inventories	19,661	16,277
Trade receivables	20,072	19,424
Other receivables, prepayments and deposits	1,064	1,482
Amount owing by associates	230	34
Amount owing by related parties	4	236
Tax recoverable	96	959
Fixed deposits with licensed banks	2,697	3,418
Cash and bank balances	6,224	4,559
	<u>50,048</u>	<u>46,389</u>
TOTAL ASSETS	<u>67,689</u>	<u>65,493</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	40,000	40,000
Treasury shares	(49)	-
Share premium	1,531	1,531
Other reserve	92	92
Exchange fluctuation reserve	(2,095)	(1,244)
Retained profits	11,931	10,671
TOTAL EQUITY	<u>51,410</u>	<u>51,050</u>
NON-CURRENT AND DEFERRED LIABILITIES		
Hire Purchase Payables	-	10
Deferred taxation	1,499	1,740
	<u>1,499</u>	<u>1,750</u>
CURRENT LIABILITIES		
Trade payables	5,598	5,661
Other payables and accruals	1,763	1,937
Amount owing to directors	192	170
Amount owing to a related company	-	292
Amount owing to related parties	347	199
Short-term borrowings	6,726	4,220
Bank overdrafts	130	-
Provision for taxation	24	214
	<u>14,780</u>	<u>12,693</u>
TOTAL LIABILITIES	<u>16,279</u>	<u>14,443</u>
TOTAL EQUITY AND LIABILITIES	<u>67,689</u>	<u>65,493</u>
Net Assets per share based on number of shares in issue (RM)	<u>0.64</u>	<u>0.64</u>

Note:

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Fourth Quarter Ended 31 December 2010

	Attributable to Equity Holders of the Company				Distributable		Total RM'000
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Non-distributable	Exchange Fluctuation Reserve RM'000	Retained profits RM'000	
12 months period ended 31 December 2009							
At 1 January 2009	40,000	-	1,531	92	(783)	9,368	50,208
<u>Comprehensive Income</u>	-	-	-	-	-	2,143	2,143
Profit for the financial period	-	-	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	(461)	-	(461)
Currency translation difference	-	-	-	-	(461)	2,143	1,682
Total Comprehensive income	-	-	-	-	(461)	2,143	(461)
Dividend paid	-	-	-	-	-	(840)	(840)
At 31 December 2009	40,000	-	1,531	92	(1,244)	10,671	51,050
12 months period ended 31 December 2010							
At 1 January 2010	40,000	-	1,531	92	(1,244)	10,671	51,050
Treasury Shares	-	(49)	-	-	-	-	(49)
Comprehensive Income	-	-	-	-	-	2,100	2,100
Profit for the financial period	-	-	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	(851)	-	(851)
Currency translation difference	-	-	-	-	(851)	2,100	1,249
Total Comprehensive income	-	-	-	-	(851)	2,100	(840)
Dividend paid	-	-	-	-	-	(840)	(840)
At 31 December 2010	40,000	(49)	1,531	92	(2,095)	11,931	51,410

The unaudited Condensed Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

For The Fourth Quarter Ended 31 December 2010

Note	Current Year Quarter 31 Dec 2010 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Dec 2009 RM'000 (unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,410	2,370
Adjustments for:		
Write back allowance for doubtful debts	(126)	(161)
Allowance for doubtful debts	3	-
Write back allowance for slow moving stocks	(170)	-
Allowance for slow moving stocks	688	-
Bad debts written off	-	34
Provision for unrealised loss/(profit)	94	(208)
Amortisation of development expenditure	273	370
Depreciation of property, plant and equipment	2,421	2,495
Gain on disposal of property, plant and equipment	(19)	-
Goodwill written off	70	-
Unrealised exchange gain	(1)	(251)
Amortisation of prepaid lease rental	84	88
Interest expense	199	314
Interest income	(53)	(27)
Share of profit in an associate	(191)	(9)
Operating profit before working capital changes	<u>6,682</u>	<u>5,015</u>
Inventories	(3,996)	7,882
Receivables	(105)	4,791
Payables	(237)	(3,301)
Cash inflow from operations	<u>2,344</u>	<u>14,387</u>
Interest paid	(199)	(314)
Net tax paid	(878)	553
Net cash inflow from operating activities	<u>1,267</u>	<u>14,626</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
(Repayment to)/Advances from an associates	(196)	676
Development expenditure incurred	(23)	(76)
Interest received	53	27
Purchase of property, plant and equipment and prepaid lease	(633)	(745)
Proceeds from disposal of plant and equipment	146	-
Treasury shares	(49)	-
Refund for purchase of property land	-	467
Repayment to directors	22	150
Advances from related parties	380	3,477
Increase of share capital in subsidiary	(70)	(490)
Increase of share capital in associated company	(596)	-
Net cash (outflow)/inflow for investing activities	<u>(966)</u>	<u>3,486</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividends paid	(840)	(840)
Net repayment of bills payables	2,563	(12,732)
Repayments to a related company	(292)	(550)
Hire Purchase Financing	-	-
Repayment of HP instalments	(67)	(83)
Net cash inflow/(outflow) for financing activities	<u>1,364</u>	<u>(14,205)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>1,665</u>	<u>3,907</u>
EFFECTS OF CHANGES IN FOREIGN EXCHANGE	<u>(851)</u>	<u>(453)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER	<u>7,977</u>	<u>4,523</u>
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	<u>8,791</u>	<u>7,977</u>

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Note:

This is prepared based on the consolidated results of the Group for the financial year ended 31 December 2010. The unaudited Condensed Statement of Cash Flow should be read in conjunction with the Group's Audited Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DEC 2010

PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134")

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with FRS 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009. The 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 financial year ended 31 December 2009.

A2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations.

FRSs/IC Interpretations	Effective date
FRS 7 Financial Instruments: Disclosures	1 January 2010
FRS 8 Operating Segments	1 July 2009
Revised FRS 101 (2009) Presentation of Financial Statements	1 January 2010
Revised FRS 123 (2009) Borrowing Costs	1 January 2010
Revised FRS 139 (2010) Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 1 and FRS 127: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 2: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 7, FRS 139 and IC Interpretation 9	1 January 2010

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PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A2. Changes in Accounting Policies (Cont'd)

Amendments to FRS 101 and FRS 132: Puttable Financial Instruments and Obligation Arising on Liquidation	1 January 2010
Amendments to FRS 132: Classification of Rights Issues and The Transitional Provision in Relation to Compound Instruments	1 January 2010
IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10 Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11: FRS 2 – Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13 Customer Loyalty Programmes	1 January 2010
IC Interpretation 14: FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
Annual Improvements to FRSs (2009)	1 January 2010

The above FRSs, IC Interpretations and amendments do not have significant impact on the financial statements of the Group, except as follows:

The revised FRS 101 (2009) has introduced terminology changes (including revised titles for the financial statements) and changes in the format and content of the financial statements. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. The adoption of this revised standard will only impact the form and content of the presentation of the Group's financial statements.

A3. Status of audit qualifications

The auditors' report on the financial statements for the financial year ended 31 December 2009 was not subject to any qualification.

A4. Seasonal and Cyclical Factors

The Group's business operations were not materially affected by any major seasonal or cyclical factors.

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PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A5. Nature and Amount of Exceptional and Extraordinary Items

There were no items of unusual nature and/or amount affecting assets, liabilities, equity, net income or cash flow during the current quarter under review.

A6. Changes in Estimates

There was no material changes in estimates used for the preparation of this interim financial report.

A7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities for the financial quarter under review, save as disclosed below:-

- i) On 8 November 2010, the Company had purchased a total of 21,500 of its issued share capital ("UMSNGB shares") from open market. The total consideration paid for the share buy back of UMSNGB shares, including the transaction costs was RM5,852.75. The purchase was financed by internally generated fund. The share purchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

As at the date of this report, the total shares bought back amounted to 188,500 UMSNGB shares. None of the treasury held were resold or cancelled during the financial period ended 31 December 2010.

A8. Dividends Paid

There were no dividends paid during the financial period under review.

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PART A: EXPLANATORY NOTES PERSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A9. Segment information

Business Segment

The principal businesses of the Group are designing, manufacturing and trading of electrical wiring accessories which are substantially within a single business segment, and therefore, segmental reporting is deemed not necessary.

Geographical Segment

In determining the geographical segments of the Group, segment revenue is based on the country of operations.

The Group's financial information analysed by geographical segment is as follows:

	Current Year Quarter		Preceding Year Corresponding Quarter	
	Ended 31.12.2010		Ended 31.12.2009	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Revenue	Profit Before	Revenue	Profit Before
	RM'000	Taxation	RM'000	Taxation
		RM'000		RM'000
Malaysia	13,164	772	12,080	(1,210)
Hong Kong	4,466	115	4,853	189
Vietnam	-	28	54	(137)
	<u>17,630</u>	<u>915</u>	<u>16,987</u>	<u>(1,158)</u>

A10. Revaluation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

There was no revaluation of property, plant and equipment during the financial quarter under review.

A11. Significant Events Subsequent to the End of the Financial Period

There were no significant events subsequent to 31 December 2010 and up to date of this report.

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PART A: EXPLANATORY NOTES PERSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A12. Effect of Changes in the Composition of the Group

On 2 December 2010, the Company incorporated a 100% owned subsidiary company known as UMS Lamp (M) Sdn Bhd (Company No: 924032 A) ("UMS Lamp") with an issued and fully paid-up share capital of RM100,000 comprising of 100,000 ordinary shares at RM1.00 each.

UMS Lamp is presently dormant and its proposed principal activity is involved in the sales of lamp and fitting products.

A13. Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets as of the end of the financial period to date.

A14. Commitments

The Group has not obtained any foreign exchange contract from a financial institution under quarter review.

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PART A: EXPLANATORY NOTES PERSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A15. Significant Related Party Transactions

Details of the recurrent related party transactions ("RRPT"), which had been entered into in the ordinary course of business and have been established under terms that were mutually agreed between the parties, are as follows :-

Transaction parties	Nature of transaction	Current Year Quarter	Preceding Year Corresponding Quarter	Cumulative Current Year to Date	Cumulative Preceding Year Corresponding Quarter
		31.12.2010 RM'000 (Unaudited)	31.12.2009 RM'000 (Unaudited)	31.12.2010 RM'000 (Unaudited)	31.12.2009 RM'000 (Unaudited)
Ming Kee Manufactory Limited ("MKK")	Purchase of fuse link, screws, inserts, cables, plug, metalware, etc	290	372	1,338	1,258
MKK	Sales of power cordset	-	41	124	122
MKK	Office rental	15	17	62	68
MKK	Business Consultancy fee	24	27	99	109
Group Talent Ltd ("GTL")	Purchases of fuse	15	-	104	47
Supeready Elec (Fenghua) Co Ltd ("SE")	Sales of power cordset	4	3	7	10
Uni-Channel Enterprise Sdn Bhd	Sales of fan products	-	57	-	262
High Project Electric Wire & Cables Manufactory (Fenghua) Limited ("HPC")	Purchase of power cordset, cable reel, etc	513	457	1,180	2,249
United MS Cables Mfg Sdn. Bhd. ("UMSC")	Purchase of electrical wire	179	266	1,252	835

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PART A: EXPLANATORY NOTES PERSUANT TO FINANCIAL REPORTING STANDARD 134 ("FRS 134") (CONT'D)

A16. Cash and cash equivalents

	At 31.12.2010 RM'000 (Unaudited)	At 31.12.2009 RM'000 (Unaudited)
Fixed deposits with licensed banks	2,697	3,418
Cash and bank balances	6,224	4,559
Bank overdraft	(130)	-
	8,791	7,977

A17. Translation of Foreign Currency Financial Statements

For consolidation purposes, all foreign currency monetary assets and liabilities and the financial statements of the Group's foreign subsidiaries, High Project Limited and Neiken Switchgear (VN) Co. Ltd had been translated at the exchange rates ruling at the balance sheet date.

The applicable closing foreign exchange rates used (expressed on the basis on one unit of foreign currency to Ringgit Malaysia equivalent) in the translation of foreign currency monetary assets and liabilities and the financial statements of the foreign subsidiaries are as follows:-

	RM
Hong Kong Dollar	0.3962
United States Dollar	3.0835

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS

B1. Review of Performance

	Individual Quarter		Year to date	
	31.12.2010 (RM'000)	31.12.2009 (RM'000)	31.12.2010 (RM'000)	31.12.2009 (RM'000)
Turnover	17,630	16,987	67,740	62,544
Profit/(loss) before taxation	915	(1,158)	3,410	2,370

The Group achieved revenue of RM17.6 million for the quarter ended 31 December 2010 and RM67.8 million for the financial year to date. This represents an increase of approximately 4% compared to the corresponding quarter in the preceding year and 8% compared to the financial year to date. The increase in revenue is mainly due to the increase in sales demand, particularly on export and home appliances market. The profit before taxation of the Group improved from the loss before taxation and registered an increase of 44% as compared to the corresponding quarter in 2009 and the previous financial year to date, is mainly due to higher profit margin and lower allowance of slow moving stocks.

B2. Comment on Material Changes in the Profit Before Taxation for the Quarter Reported on as Compared With Immediate Preceding Quarter

	Individual Quarter	
	31.12.2010 (RM'000)	30.09.2010 (RM'000)
Turnover	17,630	18,194
Profit before taxation	915	549

The Group achieved revenue of approximately RM17.63 million for the current quarter under review as compared to RM18.19 million in the previous quarter, registering a decrease of approximately 3%.

Profit before taxation of the Group for the current quarter under review was improved from RM0.549m in the previous quarter to RM0.915m was due to higher profit margin and reduction in operation cost.

B3. Current Year Prospects

The Board expects the performance for the current year to be challenging, due to uncertainties in the prices of raw materials, the weakening USD dollar affecting export sales and ability of new products to penetrate the electrical appliances market.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)

B4. Variance of Actual Profit and Forecast Profit of the Group

The disclosure requirements for explanatory notes for the variance of actual profit and forecast profit and for the shortfall in profit guarantee are not applicable.

B5. Income Tax Expense

	Current Year Quarter 31.12.2010 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 31.12.2009 RM'000 (Unaudited)	Cumulative Current Year to Date 31.12.2010 RM'000 (Unaudited)	Cumulative Preceding Year Corresponding Quarter 31.12.2009 RM'000 (Unaudited)
Current tax Expense	668	(461)	1,310	237

Tax expense for the financial quarter ended 31 December 2010 is derived based on management's best estimate of the tax rate for the year.

The Group's effective tax rate for the current quarter and year to date higher than the statutory rate, is mainly due to higher depreciation and allowance of slow moving stock incurred by the subsidiaries and losses incurred by a subsidiary in Malaysia.

B6. Unquoted Investments and/or Properties

There were no purchases or disposal of unquoted investments and/or properties in the quarter ended 31 December 2010.

B7. Quoted and marketable investments

There were no investment or disposal of quoted and marketable securities during the current quarter under review.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)

B8. Status of Corporate Proposals

There were no corporate proposals announced during the financial quarter under review.

B9. Group borrowings

The Group's borrowings as at the end of the reporting quarter are as follows:

	Short-Term (Secured) RM'000
Bank Overdraft	130
Bill payables	6,715
Hire purchase payables	11
Total	<u>6,856</u>

There are no foreign currency borrowings at the end of the reporting quarter.

B10. Derivatives financial instrument

There are no derivatives financial instruments as at the date of this report.

B11. Changes in material litigation

For the High Court ordered Ultiglobal Electrical Sdn Bhd, Pang Chun Hsiung and Soo Yoke Eng & Boo Pang to compensate the subsidiary an amount of RM60,000.00 in total and apologise in newspaper "The Star" for the suit filed against them for the trademark infringement by the subsidiary which its content of apology must subject to the management satisfaction and acceptance, however the draft of apology still in progress under quarter review.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)

B12. Dividends

The Board of Directors is pleased to recommend a first and final single tier dividend of 1.05 sen per ordinary share in respect of the financial year ended 31 December 2010, subject to approval of shareholders at the forthcoming annual general meeting of the Company. The entitlement and payment dates shall be announced in due course.

B13. Basic earnings per share

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

	Current Year Quarter 31.12.2010 (Unaudited)	Preceding Year Corresponding Quarter 31.12.2009 (Unaudited)	Cumulative Current Year to Date 31.12.2010 (Unaudited)	Preceding Year Corresponding Quarter 31.12.2009 (Unaudited)
Profit attributable to Equity holders of parent (RM'000)	247	(697)	2,100	2,133
Weighted average number of ordinary shares of RM0.50 each in issue	79,830	80,000	79,951	80,000
Basic Earnings Per Share based on the weighted average number of shares in issue (sen)	0.31	(0.87)	2.63	2.67

The Company has an ESOS scheme in place. At the end of the financial period, there are 415,000 options granted to employees pursuant to the ESOS scheme. Diluted earnings per share are not disclosed herein as the options granted are deemed anti-dilutive.

B14. Disclosure of realised and unrealised profits

On March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of the Bursa Securities 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 or losses.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)

B14. Disclosure of realised and unrealised profits (Cont'd)

On 20 December 2010, Bursa securities further issued guidance on the disclosure and the format required.

The breakdown of the retained profits of the group as at 31 December 2010, into realised and unrealised profits, pursuant to the directive, is as follows:-

	As at financial year ended 31.12.2010 RM '000	As at financial period ended 30.9.2010 RM '000
Total retained earnings of the Group		
- Realised	34,877	35,253
- Unrealised	(2,697)	(3,166)
	32,180	32,087
Less: Consolidation adjustments	(20,249)	(20,403)
Total retained earnings as per condensed consolidated statement of changes in equity	11,931	11,684

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

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

B15. Disclosure In Relation To Any Agreement, Arrangement, Joint Venture Or Collaboration For The Purpose Of Bidding For Or Securing A Project Or Contract

There were no agreements, arrangement, joint venture or collaboration for the purpose of bidding for or securing a project or contract entered by the Company during the financial period under review.

B16. Authorisation for issue

The fourth quarterly report was authorised for issued by the Board of Directors in accordance with the resolution of the directors on 23 February 2011.