

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For The Third Quarter Ended 30 September 2011

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year 30 Sept 2011 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Sept 2010 RM'000 (unaudited)	Current Year To date 30 Sept 2011 RM'000 (unaudited)	Preceding Year Corresponding Period 30 Sept 2010 RM'000 (unaudited)
Revenue		21,323	18,194	58,905	50,110
Cost of sales		(17,231)	(15,715)	(48,938)	(42,074)
Gross profit		4,092	2,479	9,967	8,036
Other income		399	142	993	495
		4,491	2,621	10,960	8,531
Selling and distribution expenses		(783)	(511)	(1,771)	(1,469)
Administrative expenses		(1,543)	(1,254)	(4,409)	(3,627)
Other operating expenses		(229)	(300)	(753)	(930)
Finance costs		(68)	(64)	(175)	(118)
Share of profit for an associate		118	57	242	108
Profit before taxation		1,986	549	4,094	2,495
Income tax expense	B5	(609)	(126)	(1,182)	(642)
		-31%	-23%	-29%	-26%
Profit after taxation		1,377	423	2,912	1,853
Other Comprehensive Income					
Currency translation difference		382	(383)	167	(862)
Total Comprehensive Income		1,759	40	3,079	991
ATTRIBUTABLE TO:					
Equity holders of the Company		1,759	40	3,079	991
Minority interests		-	-	-	-
		1,759	40	3,079	991
Earnings per share (sen):					
Basic	B13	1.72	0.53	3.65	2.32
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 30 September 2011. 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 30 September 2011

	As at end of current year quarter ended 30 Sept 2011 RM'000 (Unaudited)	Audited 31 Dec 2010 RM'000 (Audited)
Note		
ASSETS		
NON-CURRENT ASSETS		
Investment in associates	1,706	1,464
Property, plant and equipment	14,190	15,444
Investment in shares	-	-
Development expenditure	200	326
Prepaid lease rental	367	395
	<u>16,463</u>	<u>17,629</u>
CURRENT ASSETS		
Inventories	17,786	19,661
Trade receivables	24,496	20,072
Other receivables, prepayments and deposits	2,256	1,064
Amount owing by associates	404	230
Amount owing by related parties	19	3
Tax recoverable	141	98
Fixed deposits with licensed banks	2,750	2,697
Cash and bank balances	6,897	6,221
	<u>54,749</u>	<u>50,046</u>
TOTAL ASSETS	<u>71,212</u>	<u>67,675</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	40,000	40,000
Treasury shares	(50)	(49)
Share premium	1,531	1,531
Other reserve	92	92
Exchange fluctuation reserve	(1,924)	(2,091)
Retained profits	13,977	11,903
TOTAL EQUITY	<u>53,626</u>	<u>51,386</u>
NON-CURRENT AND DEFERRED LIABILITY		
Term loans	-	-
Deferred taxation	1,499	1,499
	<u>1,499</u>	<u>1,499</u>
CURRENT LIABILITIES		
Trade payables	6,861	5,598
Other payables and accruals	1,691	1,736
Amount owing to directors	-	218
Amount owing to a related company	-	178
Amount owing to related parties	954	169
Short-term borrowings	B9 5,513	6,726
Bank overdrafts	B9 280	130
Dividend payable	-	-
Provision for taxation	788	35
	<u>16,087</u>	<u>14,790</u>
TOTAL LIABILITIES	<u>17,586</u>	<u>16,289</u>
TOTAL EQUITY AND LIABILITIES	<u>71,212</u>	<u>67,675</u>
Net Assets per share based on number of shares in issue (RM)	<u>0.67</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 2010 and the accompanying explanatory notes attached to the interim financial statements.

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Third Quarter Ended 30 September 2011

	Attributable to Equity Holders of the Company					Total RM'000	
	Non-distributable		Distributable				
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Other Reserve RM'000	Exchange Fluctuation Reserve RM'000	Retained profits RM'000	
9 months period ended 30 September 2010							
At 1 January 2010	40,000	-	1,531	92	(1,244)	10,671	51,050
Treasury Shares	-	(43)	-	-	-	-	(43)
<u>Comprehensive Income</u>	-	-	-	-	-	1,853	1,853
Profit for the financial period	-	-	-	-	(862)	-	(862)
Other Comprehensive Income	-	-	-	-	(862)	-	(862)
Currency translation difference	-	-	-	-	(862)	-	(862)
Total Comprehensive income	-	-	-	-	(862)	1,853	991
Dividend paid	-	-	-	-	-	(840)	(840)
At 30 September 2010	40,000	(43)	1,531	92	(2,106)	11,684	51,158
9 months period ended 30 September 2011							
At 1 January 2011	40,000	(49)	1,531	92	(2,091)	11,903	51,386
Treasury Shares	-	(1)	-	-	-	-	(1)
<u>Comprehensive Income</u>	-	-	-	-	-	2,912	2,912
Profit for the financial period	-	-	-	-	-	2,912	2,912
Other Comprehensive Income	-	-	-	-	167	-	167
Currency translation difference	-	-	-	-	167	-	167
Total Comprehensive income	-	-	-	-	167	2,912	3,079
Dividend payable	-	-	-	-	-	(838)	(838)
At 30 September 2011	40,000	(50)	1,531	92	(1,924)	13,977	53,626

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 2010 and the accompanying explanatory notes attached to the interim financial statements.

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

For The Third Quarter Ended 30 September 2011

	Current Year Quarter 30 Sept 2011 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Sept 2010 RM'000 (unaudited)
	Note	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	4,094	2,495
Adjustments for:		
Write back allowance for doubtful debts	(25)	(126)
Allowance for doubtful debts	76	2
Write back allowance for slow moving stocks	(309)	(170)
Allowance for slow moving stocks	26	632
(Reversal)/Provision for unrealised profits	(130)	166
Amortisation of development expenditure	126	196
Depreciation of property, plant and equipment	1,668	1,787
Gain on disposal of property, plant and equipment	(23)	(14)
Goodwill written off	-	70
Unrealised exchange (gain)/loss	(539)	160
Amortisation of prepaid lease rental	28	117
Interest expense	175	118
Interest income	(43)	(48)
Share of profit in an associate	(242)	(109)
Operating profit before working capital changes	4,882	5,276
Decrease/(Increase) in Inventories	2,288	(4,379)
Increase in Trade & other receivables	(5,128)	(2,219)
Increase/(Decrease) in Trade & other payables	1,218	(210)
Increase in amount owing by an associate	(174)	(343)
Increase in amount owing to related parties	769	1,333
Decrease in amount owing to a related company	(178)	(292)
Cash inflow/(outflow) from operations	3,677	(833)
Interest paid	(175)	(118)
Net tax paid	(472)	(498)
Net cash inflow/(outflow) from operating activities	3,030	(1,449)
CASH FLOWS FOR INVESTING ACTIVITIES		
Development expenditure incurred	-	(18)
Interest received	43	48
Purchase of property, plant and equipment and prepaid lease	(400)	(487)
Proceeds from disposal of plant and equipment	9	146
Treasury shares buy-back	(1)	(43)
Repayment to directors	(218)	(170)
Increase of share capital in subsidiary	-	(70)
Increase of share capital in an associated company	-	(596)
Net cash outflow for investing activities	(567)	(1,190)
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividends paid	(838)	(840)
(Net repayment)/drawdown of bills payables	(1,213)	4,191
Repayment of HP instalments	-	(50)
Net cash (outflow)/inflow for financing activities	(2,051)	3,301
NET INCREASE IN CASH AND CASH EQUIVALENTS	412	662
EFFECTS OF CHANGES IN FOREIGN EXCHANGE	167	(862)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER	8,788	7,977
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	9,367	7,777
	A16	

Note:

This is prepared based on the consolidated results of the Group for the financial year ended 30 September 2011. 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 2010 and the accompanying explanatory notes attached to the interim financial statements.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPT 2011

PART A: EXPLANATORY NOTES PERSUANT 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 2010. 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 2010.

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 2010, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations.

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
FRS 1 (Revised) First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3 (Revised) Business Combinations	1 July 2010
FRS 127 (Revised) Consolidated and Separate Financial Statements	1 July 2010
Amendments to FRS 1 (Revised): Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1: Additional Exemptions for First-time Adopters	1 January 2011
Amendments to FRS 2: Scope of FRS 2 and FRS 3 (Revised)	1 July 2010
Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary	1 July 2010
Amendments to FRS 7: Improving Disclosures about Financial Instruments	1 January 2011

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

A2. Changes in Accounting Policies (cont'd)

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
Amendments to FRS 138: Consequential Amendments Arising from FRS 3 (Revised)	1 July 2010
Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and FRS 3 (Revised)	1 July 2010
IC Interpretation 4 Determining Whether An Arrangement Contains a Lease	1 January 2011
IC Interpretation 12 Service Concession Arrangements	1 July 2010
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17 Distributions of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18 Transfers of Assets from Customers	1 January 2011
Annual Improvements to FRSs (2010)	1 January 2011

The above accounting standards and interpretations (including the consequential amendments) are not relevant to the Group's operations except as follows:-

- (i) FRS 3 (Revised) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. In addition, all transaction costs, other than share and debt issue costs, will be expensed as incurred. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.
- (ii) FRS 127 (Revised) requires accounting for changes in ownership interests by the group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When the group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The revised standard also requires all losses attributable to the minority interest to be absorbed by the minority interest instead of by the parent. The Group will apply the major changes of FRS 127 (Revised) prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting its future transactions or arrangements.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

A3. Status of audit qualifications

The auditors' report on the financial statements for the financial year ended 31 December 2010 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.

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.

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 30 September 2011.

A8. Dividends Paid

A first and final single-tier dividend of 1.05 sen ordinary share amounting to approximately RM838,000 in respect of the financial year ended 31 December 2010 was paid on 11 July 2011.

UMS-NEIKEN GROUP BERHAD
 (Company No: 650473-V)
 (Incorporated in Malaysia)

PART A: EXPLANATORY NOTES PURSUANT 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 30.09.2011 (Unaudited)	(Unaudited) Profit Before Taxation RM'000	Ended 30.09.2010 (Unaudited)	(Unaudited) Profit Before Taxation RM'000
Malaysia	15,994	1,652	13,177	310
Hong Kong	5,329	286	4,993	256
Vietnam	-	48	24	(17)
	<u>21,323</u>	<u>1,986</u>	<u>18,194</u>	<u>549</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 30 September 2011 and up to date of this report.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

A12. Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

A13. Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets as of the end of the financial period to date, save as disclosed below,

	RM'000
Corporate guarantee given to licenced banks for credit facilities granted to subsidiaries	31,700

A14. Commitments

The Group has not obtained any foreign exchange contract from a financial institution or capital commitment under quarter review, save as disclosed below,

	RM'000
Approved and contracted for:- Acquisition of a vacant leasehold land	1,832

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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
		30.09.2011 RM'000 (Unaudited)	30.09.2010 RM'000 (Unaudited)	30.09.2011 RM'000 (Unaudited)	30.09.2010 RM'000 (Unaudited)
Ming Kee Manufactory Limited ("MKK")	Purchase of fuse link, screws, inserts, cables, plug, metalware, etc	117	289	451	1,048
MKK	Sales of power cordset	102	41	531	124
MKK	Office rental	15	15	44	47
MKK	Business Consultancy fee	23	24	69	75
Group Talent Ltd ("GTL")	Purchases of fuse	-	51	30	89
Supeready Elec (Fenghua) Co Ltd ("SE")	Sales of power cordset	5	3	15	3
High Project Electric Wire & Cables Manufactory (Fenghua) Limited ("HPC")	Purchase of power cordset, etc	47	505	451	667
United MS Cables Mfg Sdn. Bhd. ("UMSC")	Purchase of electrical wire	399	292	1,566	1,073

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

A16. Cash and cash equivalents

	At 30.09.2011 RM'000 (Unaudited)	At 30.09.2010 RM'000 (Unaudited)
Fixed deposits with licensed banks	2,750	2,694
Cash and bank balances	6,897	6,421
Bank overdrafts	(280)	(1,338)
	<u>9,367</u>	<u>7,777</u>

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, High Project Electrical Manufactory (Dongguan) Limited and Neiken Switchgear (VN) Co. Ltd had been translated at the exchange rates ruling at the reporting 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	0.4094
Chinese Renmimbi	0.4988
United States Dollar	3.1910

UMS-NEIKEN GROUP BERHAD
 (Company No: 650473-V)
 (Incorporated in Malaysia)

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

B1. Review of Performance

	Individual Quarter		Year to date	
	30.09.2011 (RM'000)	30.09.2010 (RM'000)	30.09.2011 (RM'000)	30.09.2010 (RM'000)
Revenue	21,323	18,194	58,905	50,110
Profit before taxation	1,986	549	4,094	2,495

The Group achieved revenue of RM21.3 million for the quarter ended 30 September 2011 and RM58.9 million for the financial year to date. This represents an increase of approximately 17% compared to the corresponding quarter in the preceding year and 18% for the financial year to date. The increase in revenue is mainly due to the improvement in sales demand of home appliances and export market. Profit before taxation of the Group registered an increase of approximately 261% and 64% respectively as compared to the corresponding quarter and financial year to date, is mainly due to improvement in sales demand at better profit margin and favourable exchange movement against US dollar.

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

	Individual Quarter	
	30.09.2011 (RM'000)	30.06.2011 (RM'000)
Revenue	21,323	20,698
Profit before taxation	1,986	1,300

The Group achieved revenue of approximately RM21.32 million for the current quarter under review as compared to RM20.70 million in the previous quarter, registering an increase of approximately 3%.

Profit before taxation of the Group for the current quarter under review also improved from RM1.300 million in the previous quarter to RM1.986 million due to the selling prices adjustment on previous escalated increase cost in raw material.

B3. Current Year Prospects

The Board expects the performance for the current year to be challenging, due to the continuous greater economic uncertainties on Europe Union debts crisis and the fluctuation of US dollar exchange movement. The Group will continue to mitigate the risks by focus more on local sales, especially the expansion of distribution network and introduction of additional electrical consumer appliances, as well as streamline the manufacturing operation for the better margin.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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 30.09.2011 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 30.09.2010 RM'000 (Unaudited)	Cumulative Current Year to Date 30.09.2011 RM'000 (Unaudited)	Cumulative Preceding Year Corresponding Quarter 30.09.2010 RM'000 (Unaudited)
Current tax Expense	<u>609</u>	<u>126</u>	<u>1,182</u>	<u>642</u>

Tax expense for the financial quarter ended 30 September 2011 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 is higher than the statutory rate due to higher depreciation over capital allowance claimed and utilisation of tax losses relief in some subsidiaries.

B6. Unquoted Investments and/or Properties

There were no purchases or disposal of unquoted investments and/or properties in the quarter ended 30 September 2011.

B7. Quoted and marketable investments

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

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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 overdrafts	280
Bill payables	5,513
Total	<u>5,793</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

On 2nd September 2010, pursuant to a settlement, the High Court ordered Ultiglobal Electrical Sdn Bhd, Pong Chun Hsiung and Soo Yoke Eng & Boo Pang to compensate the subsidiary an amount of RM60,000 in total and apologise in newspaper "The Star" for the suit filed against them for trademark infringement by the subsidiary which its content of apology must subject to the management satisfaction and acceptance. Advertisement of the apology notice has been published in The Star newspaper on 14 November 2011.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

B12. Dividends

The Board does not recommend any interim dividend in respect of the financial year ending 31 December 2011 during this quarter.

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 30.09.2011 (Unaudited)	Preceding Year Corresponding Quarter 30.09.2010 (Unaudited)	Cumulative Current Year to Date 30.09.2011 (Unaudited)	Preceding Year Corresponding Quarter 30.09.2010 (Unaudited)
Profit attributable to Equity holders of parent (RM'000)	<u>1,377</u>	<u>423</u>	<u>2,912</u>	<u>1,853</u>
Weighted average number of ordinary shares of RM0.50 each in issue	<u>79,811</u>	<u>79,958</u>	<u>79,811</u>	<u>79,958</u>
Basic Earnings Per Share based on the weighted average number of shares in issue (sen)	<u>1.72</u>	<u>0.53</u>	<u>3.65</u>	<u>2.32</u>

The Company's ESOS scheme expired on 23 April 2011. The options granted to employees pursuant to the ESOS scheme also lapsed on 23 April 2011.

UMS-NEIKEN GROUP BERHAD
(Company No: 650473-V)
(Incorporated in Malaysia)

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

B14. Disclosure of realised and unrealised profits

The breakdown of the retained profits of the group as at 30 September 2011, into realised and unrealised profits, are presented in accordance with the directive issued by Bursa Malaysia Securities Berhad and prepared in accordance with 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*, as issued by the Malaysian Institute of Accountants, is as follows:-

	As at financial period ended 30.09.2011 RM'000 (unaudited)	As at financial year ended 31.12.2010 RM'000 (audited)
Total retained earnings of the Group		
- Realised	35,659	34,249
- Unrealised	(2,402)	(2,691)
	33,257	31,558
Total retained earnings of an Associate		
- Realised	516	263
- Unrealised	(6)	(6)
	33,767	31,815
Less: Consolidation adjustments	(19,790)	(19,912)
Total retained earnings as per condensed consolidated statement of changes in equity	13,977	11,903

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