

VASTALUX ENERGY BERHAD (Company No : 789373-V)
(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

Condensed Consolidated Statement of Comprehensive Income
For the first quarter ended 31 March 2011 (Unaudited)

| | Current Year Quarter Ended 31.3.2011 | Previous Year Quarter Ended 31.3.2010 | Current Year To Date 31.3.2011 | Previous Year To Date 31.3.2010 |
|---|---|--|---|--|
| | RM | RM | RM | RM |
| <u>Continuing operation</u> | | | | |
| Revenue | 74,423 | 2,701,690 | 74,423 | 2,701,690 |
| Cost of sales | - | (8,459,707) | - | (8,459,707) |
| Gross profit / (loss) | <u>74,423</u> | <u>(5,758,017)</u> | <u>74,423</u> | <u>(5,758,017)</u> |
| Other operating income | - | 97,154 | - | 97,154 |
| Finance cost | (15) | (75,921) | (15) | (75,921) |
| Administration expenses | (271,580) | (1,591,971) | (271,580) | (1,591,971) |
| Other operating expenses | - | (1,007,333) | - | (1,007,333) |
| Loss before taxation from continuing operation | <u>(197,172)</u> | <u>(8,336,088)</u> | <u>(197,172)</u> | <u>(8,336,088)</u> |
| Taxation | 49,293 | 2,193,878 | 49,293 | 2,193,878 |
| Loss after taxation from continuing operation | <u>(147,879)</u> | <u>(6,142,210)</u> | <u>(147,879)</u> | <u>(6,142,210)</u> |
| <u>Discontinued operation</u> | | | | |
| Loss after taxation from discontinued operation | - | - | - | - |
| Net loss for the period | <u>(147,879)</u> | <u>(6,142,210)</u> | <u>(147,879)</u> | <u>(6,142,210)</u> |
| Attributable to: | | | | |
| Owners of the parent | (147,879) | (6,101,927) | (147,879) | (6,101,927) |
| Minority interest | - | (40,283) | - | (40,283) |
| Net loss for the period | <u>(147,879)</u> | <u>(6,142,210)</u> | <u>(147,879)</u> | <u>(6,142,210)</u> |
| Loss per share from continuing operation: | | | | |
| - Basic (sen) | (0.07) | (2.96) | (0.07) | (2.96) |
| - Diluted (sen) | - | - | - | - |

VASTALUX ENERGY BERHAD (Company No : 789373-V)
(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

Condensed Consolidated Statement of Financial Position
As at 31 March 2011 (Unaudited)

| | Note | (Unaudited) 31.3.2011 RM | (Audited) 31.12.2010 RM |
|---|------|---|-------------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Deferred tax assets | | 230,175 | 180,882 |
| Non-current asset of disposal group classified as held for sale | B12 | <u>19,873,280</u> | <u>19,873,280</u> |
| | | <u>20,103,455</u> | <u>20,054,162</u> |
| Current assets | | | |
| Other receivables, deposits and prepayments | | 635,761 | 75,830 |
| Amount due from subsidiaries | | 55,307,756 | 55,307,756 |
| Tax recoverable | | 2,060,947 | 2,060,947 |
| Cash and bank balances | | <u>59,255</u> | <u>736,875</u> |
| | | 58,063,719 | 58,181,408 |
| Asset of disposal group classified as held for sale | B12 | <u>193,897,074</u> | <u>193,897,074</u> |
| | | <u>272,064,248</u> | <u>272,132,644</u> |
| TOTAL ASSETS | | | |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Share capital | | 51,560,000 | 51,560,000 |
| Capital reserves | | 26,056,536 | 26,056,536 |
| Accumulated losses | | <u>(212,694)</u> | <u>(64,815)</u> |
| Shareholders' equity | | <u>77,403,842</u> | <u>77,551,721</u> |
| Minority interest | | - | - |
| Equity related to disposal group classified as held for sale | B12 | <u>(28,525,545)</u> | <u>(28,525,545)</u> |
| | | <u>48,878,297</u> | <u>49,026,176</u> |
| TOTAL EQUITY | | | |
| LIABILITIES | | | |
| Current liabilities | | | |
| Other payables and accruals | | 717,357 | 671,027 |
| Amount due to a director | | 33,153 | - |
| Provision for taxation | | <u>12,822</u> | <u>12,822</u> |
| | | 763,332 | 683,849 |
| Liabilities directly associated with disposal group classified as held for sale | B12 | <u>222,422,619</u> | <u>222,422,619</u> |
| | | <u>223,185,951</u> | <u>223,106,468</u> |
| TOTAL LIABILITIES | | | |
| TOTAL EQUITY AND LIABILITIES | | | |
| | | <u>272,064,248</u> | <u>272,132,644</u> |
| Net assets per share attributable to ordinary equity holders of the Company from continuing operation (RM) | | | |
| | | 0.38 | 0.38 |

VASTALUX ENERGY BERHAD (Company No : 789373-V)
(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

**Condensed Consolidated Statement of Changes in Equity
For the first quarter ended 31 March 2011 (Unaudited)**

| | Share Capital RM | Non Distributable:- Capital Reserves RM | Foreign Exchange Reserve RM | Distributable:- Accumulated Losses RM | Total RM | Equity related to disposal group classified as held for sale RM | Minority Interest RM | Total Equity RM |
|---|------------------------|--|--------------------------------------|--|-------------------|---|----------------------------|-----------------------|
| 3 months ended 31 March 2010 | | | | | | | | |
| Balance at 1.1.2010 | 51,560,000 | 31,922,308 | 166,844 | (43,134,526) | 40,514,626 | - | 4,637,923 | 45,152,549 |
| Net loss for the period | - | - | - | (6,101,927) | (6,101,927) | - | (40,283) | (6,142,210) |
| Balance at 31.3.2010 | 51,560,000 | 31,922,308 | 166,844 | (49,236,453) | 34,412,699 | - | 4,597,640 | 39,010,339 |
| 3 months ended 31 March 2011 | | | | | | | | |
| Balance at 1.1.2011 | 51,560,000 | 26,056,536 | - | (64,815) | 77,551,721 | (28,525,545) | - | 49,026,176 |
| Net loss for the period | - | - | - | (147,879) | (147,879) | - | - | (147,879) |
| Balance at 31.3.2011 | 51,560,000 | 26,056,536 | - | (212,694) | 77,403,842 | (28,525,545) | - | 48,878,297 |

VASTALUX ENERGY BERHAD (Company No : 789373-V)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

Condensed Consolidated Statements of Cash Flow
For the first quarter ended 31 March 2011 (Unaudited)

| | (Unaudited) Current Year To Date Ended 31.3.2011 RM | (Audited) Previous Year To Date Ended 31.12.2010 RM |
|---|--|--|
| Loss before taxation from continuing operation | (197,172) | (756,357) |
| Loss before taxation from discontinued operation | - | (21,096,208) |
| Loss before taxation, total | <u>(197,172)</u> | <u>(21,852,565)</u> |
| <u>Adjustments for :</u> | | |
| Non-cash items | - | 6,643,842 |
| Operating loss before working capital changes | <u>(197,172)</u> | <u>(15,208,723)</u> |
| Changes in working capital | <u>(513,601)</u> | <u>20,885,821</u> |
| | (710,773) | 5,677,098 |
| Interest paid | - | (1,116,032) |
| Interest received | - | 407,384 |
| Net cash flows (for) / from operating activities | <u>(710,773)</u> | <u>4,968,450</u> |
| Investing activities | | |
| Purchase of property, plant and equipment | - | (1,013,514) |
| Payment for land lease | - | (160,364) |
| Net cash used in investing activities | <u>-</u> | <u>(1,173,878)</u> |
| Financing activities | | |
| Advance from a director | 33,153 | - |
| Repayments of borrowings | - | (1,943,753) |
| | <u>33,153</u> | <u>(1,943,753)</u> |
| Net change in cash and cash equivalents | (677,620) | 1,850,819 |
| Cash and cash equivalents at beginning of the period | <u>(6,784,383)</u> | <u>(8,635,202)</u> |
| Cash and cash equivalents at end of the period | <u>(7,462,003)</u> | <u>(6,784,383)</u> |
| <u>Cash and cash equivalents comprise of:</u> | | |
| <u>Continuing operation</u> | | |
| Cash and bank balances | 59,255 | 736,875 |
| <u>Discontinued operation</u> | | |
| Deposits with licensed bank | 57,952 | 57,952 |
| Cash and bank balances | <u>1,304,575</u> | <u>1,304,575</u> |
| | <u>1,362,527</u> | <u>1,362,527</u> |
| Less: | | |
| Bank overdrafts | (5,482,408) | (5,482,408) |
| Portion of deposits for repayment of bonds within 12 months | <u>(3,401,377)</u> | <u>(3,401,377)</u> |
| | <u>(7,462,003)</u> | <u>(6,784,383)</u> |