



YINSON HOLDINGS BERHAD

Company No: 259147-A
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT For the Nine-Month Period Ended 31 October 2012

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 Unaudited RM'000	31.10.2011 Unaudited RM'000	31.10.2012 Unaudited RM'000	31.10.2011 Unaudited RM'000
Revenue	192,554	194,478	692,474	549,912
Cost of trading goods sold	(136,923)	(145,944)	(523,068)	(420,352)
Direct expenses	(35,550)	(33,947)	(107,261)	(90,924)
Gross profit	20,081	14,587	62,145	38,636
Other operating income	(348)	1,724	1,895	4,476
Administrative expenses	(3,918)	(3,613)	(12,947)	(10,553)
Profit from operations	15,815	12,698	51,093	32,559
Finance costs	(4,463)	(2,902)	(12,881)	(7,930)
Share of results of associates	169	-	462	-
Share of results of joint ventures	(40)	-	(234)	-
Profit before tax	11,481	9,796	38,440	24,629
Income tax expense	(2,155)	(1,763)	(7,412)	(4,045)
Profit for the period	9,326	8,033	31,028	20,584
Profit attributable to:				
Equity holders of the parent	8,508	8,066	29,051	20,691
Non-controlling interests	818	(33)	1,977	(107)
	9,326	8,033	31,028	20,584
Earnings per share attributable to equity holders of the parent:				
Basic (sen)	4.34	11.14	14.80	28.58
Diluted (sen)	4.34	11.14	14.80	28.58

These condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**For the Nine-Month Period Ended 31 October 2012**

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 unaudited RM'000	31.10.2011 unaudited RM'000	31.10.2012 unaudited RM'000	31.10.2011 unaudited RM'000
Profit for the period	9,326	8,033	31,028	20,584
Exchange differences on translation of foreign operations	(692)	264	503	(172)
Fair value reserve	(1,068)	-	(18,511)	-
Total comprehensive income for the period	7,566	8,297	13,020	20,412
Total comprehensive income for the period attributable to:				
Equity holders of the Company	6,748	8,330	11,043	20,519
Non-controlling interests	818	(33)	1,977	(107)
	7,566	8,297	13,020	20,412

These condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**As at 31 October 2012**

	AS AT 31.10.2012 Unaudited RM'000	AS AT 31.1.2012 Unaudited and restated * RM'000	AS AT 1.2.2011 Unaudited and restated * RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	230,859	145,373	121,520
Investment properties	15,177	14,855	9,265
Intangible assets	117	118	129
Land use rights	4,540	4,612	5,696
Investment in joint ventures	125,099	29,821	-
Investment in associates	27,285	-	-
AFS securities	9,967	-	-
Deferred tax asset	-	-	552
	413,044	194,779	137,162
Current assets			
Inventories	642	655	628
Receivables	313,909	250,194	233,964
Prepayments	1,919	18,652	2,542
Tax recoverable	459	644	489
Marketable securities	49	47	37
Cash and bank balances	5,505	30,013	9,073
	322,483	300,205	246,733
Non-current assets held for sale	-	610	1,236
	322,483	300,815	247,969
TOTAL ASSETS	735,527	495,594	385,131
EQUITY AND LIABILITIES			
Current liabilities			
Short term borrowings	240,831	180,025	143,948
Payables	74,174	82,546	67,473
Tax payables	2,880	791	3,010
	317,885	263,362	214,431

YINSON HOLDINGS BERHAD (Company No. 259147-A)

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**As at 31 October 2012**

	AS AT 31.10.2012 Unaudited RM'000	AS AT 31.1.2012 Unaudited and restated * RM'000	AS AT 1.2.2011 Unaudited and restated * RM'000
Non-current liabilities			
Long term borrowings	144,368	71,917	46,008
Deferred tax liabilities	3,100	3,364	2,739
	147,468	75,281	48,747
Total liabilities	465,353	338,643	263,178
Equity attributable to owners of the parent			
Share capital	200,355	75,347	68,498
Share premium	8,077	4,369	-
Foreign currency translation reserve	(535)	(1,038)	-
Retained earnings	79,085	78,597	53,441
Fair value reserve	(18,511)	-	-
	268,471	157,275	121,939
Minority interests	1,703	(324)	14
Total equity	270,174	156,951	121,953
TOTAL EQUITY AND LIABILITIES	735,527	495,594	385,131
Net assets per share attributable to equity holders of the Company (RM)	1.340	2.087	1.780

* Upon the adoption of the MFRS framework, the consolidated statement of financial position as at 31 January 2012 has been restated.

These condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the Nine-Month Period Ended 31 October 2012

	Attributable to equity holders of the Company					Total equity attributable to owners of the parent RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Foreign exchange translation reserve RM'000	Share premium RM'000	Fair value reserve RM'000	Retained earnings RM'000			
At 1 February 2011 (restated)	68,498	-	-	-	53,441	121,939	14	121,953
Total comprehensive income for the period	-	(172)	-	-	20,691	20,519	(107)	20,412
Share issuance	6,849	-	4,369	-	-	11,218	-	11,218
Dividend in respect of the previous year	-	-	-	-	(1,413)	(1,413)	-	(1,413)
At 31 October 2011 (restated)	75,347	(172)	4,369	-	72,719	152,263	(93)	152,170
At 1 February 2012 (restated)	75,347	(1,038)	4,369	-	78,597	157,275	(324)	156,951
Total comprehensive income for the period	-	503	-	(18,511)	29,051	11,043	1,977	13,020
Share issuance	125,008	-	4,942	-	(24,806)	105,144	50	105,194
Share issuance expenses	-	-	(1,234)	-	-	(1,234)	-	(1,234)
Dividend in respect of the previous year	-	-	-	-	(3,757)	(3,757)	-	(3,757)
At 31 October 2012	200,355	(535)	8,077	(18,511)	79,085	268,471	1,703	270,174

These condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the Nine-Month Period Ended 31 October 2012

	9 months ended	
	31.10.2012	31.10.2011
	Unaudited RM'000	Unaudited and restated RM'000
OPERATING ACTIVITIES		
Profit before taxation	38,440	24,629
Adjustments for:		
Amortisation and depreciation	10,105	6,157
Impairment loss on receivables	180	180
Unrealised gain on foreign exchange	(659)	(215)
Interest expenses	12,296	7,719
Gain on disposal of property, plant and equipment	(4)	(170)
Loss on property, plant and equipment written off	203	51
Loss/(gain) on disposal of asset held for sale	34	(775)
Gain on disposal of investment property	-	(1,210)
Gain on disposal of subsidiary	-	(1,204)
Fair value gain on investment properties	-	(462)
Fair value gain on marketable securities	(2)	(3)
Share of results of joint ventures	234	-
Share of results of associates	(462)	-
Shares issuance expenses	314	-
Interest income	(1,329)	(186)
Operating cash flows before working capital changes	59,350	34,511
Receivables	(92,204)	(103,176)
Prepayments	16,734	1,620
Inventories	13	15
Payables	(7,712)	44,758
Cash flows used in operations	(23,819)	(22,272)
Interest received	1,329	186
Interest paid	(12,296)	(7,719)
Tax paid	(5,402)	(6,175)
Net cash flows used in operating activities	(40,188)	(35,980)
INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	4	316
Proceeds from disposal of asset held for sale	576	2,011
Proceeds from disposal of investment property	-	2,184
Purchase of property, plant and equipment	(23,068)	(52,184)
Purchase of intangible assets	(8)	(1)
Purchase of investment property	(322)	-
Disposal of subsidiary	-	4,069
Investment in joint ventures	(95,683)	(2)
Investment in associates	(26,823)	-

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the Nine-Month Period Ended 31 October 2012

	9 months ended	
	31.10.2012	31.10.2011
	Unaudited	Unaudited and
	RM'000	restated
	RM'000	RM'000
Net cash flows used in investing activities	(145,324)	(43,607)
FINANCING ACTIVITIES		
Bank borrowings	65,570	67,802
Proceeds from shares issuance	105,144	11,218
Shares issuance expense	(1,549)	-
Dividends paid	(3,757)	(1,413)
Proceed from minority interest	50	1
Net cash flows from financing activities	165,458	77,608
NET DECREASE IN CASH AND CASH EQUIVALENTS	(20,054)	(1,979)
Effects of foreign exchange rate changes	(3,037)	78
CASH AND CASH EQUIVALENTS AT THE BEGINNING		
OF THE YEAR	20,497	(4,299)
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	(2,594)	(6,200)
	As at	As at
	31.10.2012	31.10.2011
	RM'000	RM'000
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	5,506	2,706
Bank overdrafts (included within short term borrowings)	(8,100)	(8,906)
	(2,594)	(6,200)

These condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

1. First-time Adoption of Malaysian Financial Reporting Standards (“MFRS”)

These condensed consolidated interim financial statements, for the period ended 31 October 2012, have been prepared in accordance with *MFRS 134: Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with *IAS 34: Interim Financial Reporting* issued by the International Accounting Standards Board (“IASB”). For the periods up to and including the year ended 31 January 2012, the Group prepared its financial statements in accordance with the Financial Reporting Standards (“FRS”).

These condensed consolidated interim financial statements are the Group’s first MFRS condensed consolidated interim financial statements for part of the period covered by the Group’s first MFRS annual financial statements for the year ending 31 January 2013. *MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards (“MFRS 1”)* has been applied.

The date of transition to the MFRS framework is 1 February 2012. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. The impact of the transition from FRS to MFRS is described in Note 2.1 below.

2. Significant Accounting Policies

2.1 Application of MFRS 1

The audited financial statements of the Group for the year ended 31 January 2012 were prepared in accordance with FRS. Except for certain differences, the requirements under FRS and MFRS are similar. The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 January 2012 except as discussed below:

a) Definition of Cash and Cash Equivalents

Under FRS, the Group defined all its cash on hand and at banks and short term deposits as cash and cash equivalents where they are readily convertible to known amount of cash and are subject to insignificant risk of changes in value.

Upon transition to MFRS, the Group redefined its cash and cash equivalents to mean cash on hand and at banks and short term deposits for purposes of meeting short term funding requirements. The comparative information for the relevant periods in the condensed consolidated statements of cash flow has been restated accordingly.

	FRS for period ended 31.10.2011 RM'000	Fixed deposits RM'000	MFRS for period ended 31.10.2011 RM'000
Decrease in receivables	(102,670)	(506)	(103,176)
Cash flow used in operation	(21,766)	(506)	(22,272)
Cash and cash equivalents at end of period	(5,694)	(506)	(6,200)

b) **Foreign currency translation reserve**

Under FRS, the Group recognised translation differences on foreign operations as a separate component of equity. Cumulative foreign currency translation differences for all foreign operations are deemed to be nil as at the date of transition to MFRS.

Accordingly, at the date of transition to MFRS, the cumulative foreign currency translation differences of RM1,737,000 (31 October 2011: RM1,737,000; 31 January 2012: RM1,737,000) were adjusted to retained earnings.

The reconciliations of equity and total comprehensive income for comparative periods and of equity at the date of transition reported under FRS to those reported for those periods and at the date of transition under MFRS are provided below:

(i) <u>Reconciliation of equity as at 1 February 2011</u>			
	FRS as at	Foreign currency	MFRS as at
	1.2.2011	translation reserve	1.1.2011
	RM'000	RM'000	RM'000
Equity			
Foreign currency translation reserve	(1,737)	1,737	-
Retained earnings	55,178	(1,737)	53,441
(ii) <u>Reconciliation of equity as at 31 October 2011</u>			
	FRS as at	Foreign currency	MFRS as at
	31.10.2011	translation reserve	31.10.2011
	RM'000	RM'000	RM'000
Equity			
Foreign currency translation reserve	(1,909)	1,737	(172)
Retained earnings	74,456	(1,737)	72,719
(iii) <u>Reconciliation of equity as at 31 January 2012</u>			
	FRS as at	Foreign currency	MFRS as at
	31.1.2012	translation reserve	31.1.2012
	RM'000	RM'000	RM'000
Equity			
Foreign currency translation reserve	(2,775)	1,737	(1,038)
Retained earnings	80,334	(1,737)	78,597

2.2 MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Amendments to MFRSs and IC Interpretation		Effective for annual periods beginning on or after
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015
MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 13	Fair Value Measurements	1 January 2013
MFRS 119	Employee Benefits	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1	Government loans	1 January 2013
Amendments to MFRS 7	Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

3. Seasonal or Cyclical Factors

The Group's transport operations are generally affected by major festivals that occur in the first and third quarter of the financial year as there were fewer working days.

4. 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 and financial year to-date.

5. Changes in Accounting Estimate

There were no material changes in accounting estimates that have a material effect in the current quarter and financial year-to-date results.

6. Changes in the Composition of the Group

i) Yen Son Diversified

On 5 April 2012, the company wholly-owned subsidiary, Yinson Vietnam Company Limited, acquired a 49% stake at a value equivalent to RM431,591 in Yen Son Diversified Company Limited ("Yen Son Diversified") with a chartered (paid-up) share capital of VND6,000,000,000 equivalent to RM880,799. Yen Son Diversified was incorporated on 30 December 2010 and its principal activity shall be the provision of warehousing facilities at PTSC Phu My Port in Vung Tau, Vietnam. Yen Son Diversified has not commenced operation.

ii) Yinson Hibiscus Limited

On 25 July 2012, the Company announced it had incorporated a Labuan offshore company under the name of Yinson Hibiscus Limited (“YHL”) with a paid-up share capital of US\$10,000. The principal activity of YHL shall be the provision of leasing of vessel on a bare-boat basis. YHL has not commenced operation.

7. Segmental Information

For the Nine Month-Period Ended 31 October 2012					
	Transport RM'000	Marine RM'000	Trading RM'000	Other Operations RM'000	Consolidated RM'000
Revenue					
External Sales					
Gross revenue	85,313	78,948	560,145	6,714	731,120
Elimination	(78)	(25,361)	(7,189)	(6,018)	(38,646)
Net revenue	85,235	53,587	552,956	696	692,474
Results					
Segment results	6,734	18,061	26,350	(52)	51,093
Finance costs					(12,881)
Share of results of associates and joint ventures					228
Taxation					(7,412)
Profit after taxation and before minority interests					31,028
Non-controlling interests					(1,977)
Profit for the period					29,051
For the Nine Month-Period Ended 31 October 2011					
	Transport RM'000	Marine RM'000	Trading RM'000	Other Operations RM'000	Consolidated RM'000
Revenue					
External Sales					
Gross revenue	67,019	51,133	449,130	38,006	605,288
Elimination	(397)	(8,840)	(8,784)	(37,355)	(55,376)
Net revenue	66,622	42,293	440,346	651	549,912
Results					
Segment results	4,197	9,344	16,749	2,269	32,559
Finance costs					(7,930)
Taxation					(4,045)
Profit after taxation and before minority interests					20,584
Non-controlling interests					107
Profit for the period					20,691

The Group is organized into business units based on their product and services, and has four operating segments as follows:

- The transport segment consists of the provision of trucking services.
- The marine segment consists of leasing of vessels, provision of barge services and marine management services.

- (c) The trading segment consists of trading activities mainly in the construction related materials.
- (d) Other operations consist of provision of warehouses, rental from investment properties and investment income.

Except for the purchase of a vessel amounting to RM91.4 million, there has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

Group

For the period ended 31 October 2012, the Group's revenue increased by RM142.562 million or 26 percent to RM692.474 million compared to RM549.912 million for the preceding year corresponding period mainly attributable to increase in volume of sales from transport, trading and marine transport businesses.

The Group's profit before taxation for the financial period ended 31 October 2012 increased by RM13.811 million or 56 percent to RM38.440 million as compared to RM24.629 million for the preceding year mainly attributable to increase in revenue and contribution from trucking, trading and marine transport businesses.

Transport

Revenue from transport segment for the period ended 31 October 2012 increased by RM18.613 million or 28% to RM85.235 million compared with RM66.622 million for preceding year corresponding period due to increase in demand for the Group's transportation services. The increase in revenue led to better utilisation and return on the assets which resulted in an increase in earnings before interest and taxation by RM2.537 million to RM6.734 million compared to RM4.197 million for the preceding year corresponding period.

Marine

Revenue from marine segment for the period ended 31 October 2012 was RM53.587 million compared with RM42.293 million for the preceding year corresponding period, an increase of RM11.294 million. The increase in revenue was mainly due to the acquisition of a new vessel during the current year and contribution from full operations of new vessel acquired during the previous financial year. The increase in revenue resulted in an increase in profit before interest and taxation by RM8.717 million to RM18.061 million compared to RM9.344 for the preceding year corresponding period.

Trading

Revenue from trading segment for period ended 31 October 2012 was RM552.956 million compared with RM440.346 million, an increase of RM112.610 million or 26% due to increase in demand. The increase in revenue and improvement in profit margin resulted in an increase in profit before interest and taxation by RM9.601 million or 57% to RM26.350 million compared to RM16.749 million for the preceding year corresponding period.

Other Operations

The loss before interest and taxation for current period for other operations was RM0.052 million compared to profit before interest and taxation of RM2.269 million for the preceding year corresponding period. The drop in profit was mainly due to loss on disposal of subsidiary of RM0.152 million and shares issuance expenses of RM0.314 million incurred for rights issue during current period whilst in the preceding year corresponding period the profit comprised a gain of RM1.204 million on disposal of a subsidiary, fair value gain of RM0.462 million from reclassification of property, plant and equipment to investment property and gain of RM1.985 million from disposal of properties.

8. Profit Before Tax

Included in the profit before tax are the following items:

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 RM'000	31.10.2011 RM'000	31.10.2012 RM'000	31.10.2011 RM'000
Interest income	(746)	(146)	(1,329)	(186)
Other income including investment income	(105)	(48)	(359)	(252)
Gain on disposal of property, plant and equipment	(3)	(1,206)	(4)	(1,380)
Loss/(gain) on disposal of assets held for sale	-	-	34	(775)
Loss/(gain) on disposal of unquoted investments	188	(67)	152	(1,204)
Interest expense	4,110	2,732	12,296	7,719
Depreciation of property, plant and equipment	3,562	2,259	10,024	6,063
Amortisation of prepaid lease	24	27	72	86
Amortisation of intangible assets	3	3	9	8
Allowance for and write off of receivables	60	60	180	181
Allowance for and write off of inventories	-	-	-	-
Impairment of assets	-	-	-	-
Loss on property, plant and equipment written off	-	20	85	51
Loss on foreign exchange - realised	244	2	576	94
Gain on foreign exchange - unrealised	(792)	(253)	(659)	(2)
(Gain) or loss on derivatives	-	-	-	-
Net fair value (gain) or loss on marketable securities	-	5	(2)	(3)
Net fair value gain on adjustment of investment properties	-	-	-	(462)

9. Income Tax Expense

The taxation figures consist of:

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 RM'000	31.10.2011 RM'000	31.10.2012 RM'000	31.10.2011 RM'000
Current period income tax	2,220	1,593	7,676	4,339
Deferred tax :				
- Relating to origination and reversal of temporary difference	(65)	170	(264)	(294)
Total income tax expense	2,155	1,763	7,412	4,045

The effective tax rate of the Group for the current financial year's quarter is lower than the statutory rate in Malaysia due to certain income not subject to taxation and tax rate of certain subsidiaries are lower than the statutory tax rate in Malaysia.

10. Earnings Per Share

(a) Basic

Basic earnings per share amount are calculated by dividing the profit for the period, net of tax, attributable to owners of the parent by the weighted average number of shares in issue during the period.

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 RM'000	31.10.2011 RM'000	31.10.2012 RM'000	31.10.2011 RM'000
Profit net of tax attributable to owners of the parent used in the computation of EPS (RM'000)	8,508	8,066	29,051	20,691
Weighted average number of ordinary shares in issue ('000)	196,225	72,409	196,225	72,409
Basic earnings per share (sen)	4.34	11.14	14.80	28.58

(b) Diluted

Diluted earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary shares outstanding as at 31 October 2012

11. Property, plant and equipment

Acquisitions and disposals

During the nine months ended 31 October 2012, the Group acquired assets at a cost of RM94.527 million (31 October 2011: RM52.184 million).

Assets with a carrying amount of RM0.610 million were disposed by the Group during the nine months ended 31 October 2012 (31 October 2011 : RM4.511 million), resulting in a gain on disposal of RM30,000 (31 October 2011: RM2.155 million), recognised and included in other operating income.

12. Fair Value Hierarchy

The Group uses the following hierarchy for determining the fair value of the financial instruments carried at fair value:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs that are based on observable market data, either directly or indirectly
- Level 3 - Inputs that are not based on observable market data

As at the reporting date, the Group held the following financial assets that are measured at fair value

	Total RM'000	Level 1 RM'000	Level 2 RM'000	level 3 RM'000
31 October 2012				
Available-for-sale				
Equity securities	9,967	9,967	-	-
Fair value through profit or loss				
Equity securities	49	49	-	-
31 October 2011				
Available-for-sale				
Equity securities	-	-	-	-
Fair value through profit or loss				
Equity securities	45	45	-	-

13. Debt and Equity Securities

Except for the issuances of 113,020,800 ordinary shares of RM1.00 each at an issue price of RM0.75 each under the Two-call Rights Issue and 11,987,100 ordinary shares of RM1.00 at an issue price of RM1.70 each under Private Placement, there were no other issuances, repayment of debts, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial period ended 31 October 2012.

14. Interest-bearing Loans and Borrowings

Details of total Group's borrowings as at 31 October 2012 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings	32,932	207,899	240,831
Long term borrowings	144,368	-	144,368
Total borrowings	177,300	207,899	385,199

Except for RM166.466 million borrowings denominated in United States Dollar, all other borrowings are denominated in Ringgit Malaysia.

15. Dividend Paid

At the Annual General Meeting held on 31 July 2012, the shareholders of the Company have approved the payment of a first and final dividend of 2.5% less income tax in respect of financial year ended 31 January 2012. The dividend was paid on 14 September 2012.

16. Capital Commitments

Capital commitment for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at the end of financial period ended 31 October 2012 was as follows:

Approved and contracted for:- RM57.005 million

17. Changes in Contingent Liabilities and Contingent Assets

There were no contingent assets and no changes in contingent liabilities since the last audited financial statements as at 31 January 2012.

18. Related Party Disclosures

Significant related party transactions are as follows:

	Current quarter 3 months ended		Cumulative quarter 9 months ended	
	31.10.2012 RM'000	31.10.2011 RM'000	31.10.2012 RM'000	31.10.2011 RM'000
Rental income from Yinson Tyres Sdn Bhd	15	15	45	45
Transport income from Liannex Corporation (S) Pte Ltd	1,743	1,401	5,664	4,225
Transport charges to Tuck Seng Loong (JB) and Kargo Indera Sdn Bhd	167	-	167	7
Sales of goods to Handal Indah Sdn Bhd	121	89	313	247
Sales of goods to Triton Commuter Sdn Bhd	84	108	307	327
Purchases from Yinson Tyres Sdn Bhd	699	604	2,468	1,861
Interest expense from Liannex Corporation (S) Pte Ltd	15	705	36	916
Barge income from Liannex Corporation (S) Pte Ltd	628	553	2,743	1,457
Sales of goods and services to PTSC Asia Pacific Pte Ltd	1,895	-	2,643	-

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties. All outstanding balances with these parties are unsecured and are to be settled in cash within three months of reporting date.

19. Event After The Reporting Date

On 6 December 2012, YHB announced to Bursa Securities that its wholly-owned subsidiary, Yinson Vietnam Company Limited ("Yinson Vietnam"), had on 5 December 2012 entered into a joint venture with Yen Son Transport Limited ("Yen Son Transport") via a shareholders' agreement to invest in warehousing facilities at PTSC Phu My Port at Vung Tau Province, Vietnam. A joint venture company, namely Yen Son Diversified Company Limited ("Yen Son Diversified") has been formed to undertake the abovementioned joint venture.

As mentioned in Note 6 (i) above, on 5 April 2012 Yinson Vietnam acquired 49% stake in the chartered (paid-up) share capital of Yen Son Diversified. On 8 November 2012, it acquired a further 2% stake and increased its shareholding in the charter (paid-up) share capital of Yen Son Diversified to 51%.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

20. Performance Review

Explanatory comment on the performance of each of the Group's business activities is provided in Note 7.

21. Material Changes in the Profit Before Taxation of Current Quarter Compared with Preceding Quarter

The Group's net profit before taxation for the current quarter ended 31 October 2012 decreased by RM1.390 million to RM11.482 million compared to RM12.872 million for the preceding quarter ended 31 July 2012 mainly due to decrease in revenue and contribution from transport segment.

22. Commentary on Prospects

The global growth moderated amid heightened volatility in international financial markets and growth prospects for rest of year 2012 is expected to remain challenging and the Malaysian economic growth is expected to experience a moderate pace.

Barring unforeseen circumstances, the Group shall strive to sustain a satisfactory performance for the last quarter of the current financial year.

23. Profit Forecast

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interests and forecast profit after tax and non-controlling interests are not applicable

24. Status of Corporate Proposals

- a) There are no corporate proposals announced but not completed as at the date of issue of these financial statements.
- b) Status of Utilisation of Rights Issue ("RI") Proceeds as at 27 December 2012.

Purpose	Proposed Utilisation	Actual utilisation of RI as at 28 June 2012	Initial timeframe for utilisation of RI proceeds from date of listing (i.e. 8 March 2012)	Balance of unutilised RI proceeds
	RM'000	RM'000		
Investment pursuant to Consortium Agreement	40,000	37,149	Within 6 months	Not applicable (utilisation completed and excess allocated to working capital)
Repayment of LHW Advances	36,843	32,946	Within 6 months	Not applicable (utilisation completed and excess allocated to working capital)
Corporate exercise expenses	2,000	1,527	Within 6 months	Not applicable (utilisation completed and excess allocated to working capital)
Working capital				
(i) Purchase of fixed assets (30%)	1,777	3,881	Within 12 months	Not applicable (utilisation completed)
(ii) Payment to trade creditors (50%)	2,961	6,618	Within 12 months	Not applicable (utilisation completed)
(iii) Operating / administrative expenses (20%)	1,185	2,645	Within 12 months	Not applicable (utilisation completed)
Total	84,766	84,766		

c) Status of Utilisation of Proceeds Raised From Share Placement (“SP”)

Purpose	Proposed Utilisation	Actual utilisation of SP as at 27 December 2012	Initial timeframe for utilisation of SP proceeds from date of listing (i.e. 28 May 2012)	Balance of unutilised SP proceeds
	RM'000	RM'000		
Acquisition of fixed assets	6,521	6,594	Within 6 months	Not applicable (utilisation completed)
Repayment of bank overdrafts	1,630	1,600	Within 6 months	Not applicable (utilisation completed)
Accounts payable (creditors)	7,132	7,030	Within 6 months	Not applicable (utilisation completed)
Corporate exercise expenses	306	311	Within 1 month	Not applicable (utilisation completed)
Operating expenses	4,789	4,843	Within 12 months	Not applicable (utilisation completed)
Total	20,378	20,378		

25. Material Litigation

As at 31 October 2012, there was no material litigation against the Group.

26. Dividend Payable

No interim dividend has been declared for the period ended 31 October 2012 (31 October 2011: Nil).

27. Derivatives

The Group did not enter into any derivatives during the period ended 31 October 2012 or the previous financial year ended 31 January 2012.

28. Gains/Losses Arising From Fair Value Changes in Financial Liabilities

The Group did not have any financial liabilities measured at fair value through profit and loss as at 31 October 2012 and 31 January 2012.

29. Realised and Unrealised Retained Earnings

The breakdown of the retained earnings of the Group as at 31 October 2012 into realised and unrealised earnings is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, and prepared in accordance with *Guidance on 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, as issued by the Malaysian Institute of Accountants.

	Current quarter ended	Previous financial year ended
	31.10.2012	31.1.2012
	RM'000	RM'000
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Total retained earnings of the Company and its subsidiaries:-		
- Realised	89,189	79,841
- Unrealised	(1,329)	(1,424)
	<hr/>	<hr/>
	87,860	78,417
Total retained earnings from a joint ventures and associates - realised	204	(23)
Less Consolidation adjustments	(8,979)	203
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Total Group retained earnings as per consolidated financial statements	79,085	78,597
	<hr/>	<hr/>

30. Auditors' Report on Preceding Annual Financial Statements

The Auditors' Report on the financial statements for the year ended 31 January 2012 was not qualified.

31. Authorised For Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 December 2012