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CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

The Board of Directors of HEXAGON HOLDINGS BHD wishes to announce the unaudited results of the Group for the Forth quarter ended 31 March 2011 as follows:-

CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

	FYE 2011	FYE 2010	FYE 2011	FYE 2010
	Current Quarter	Current Quarter	12 months	12 months
	Ended	Ended	cumulative to	cumulative to
	31 March	31 March	31 March	31 March
	2011	2010	2011	2010
	Unaudited	Audited	Unaudited	Audited
	RM'000	RM'000	RM'000	RM'000
Revenue	56,638	165,208	326,781	414,276
Cost of Sales	(69,917)	(144,074)	(289,512)	(349,290)
Gross (Loss) / Profit	(13,279)	21,134	37,269	64,986
Other Income / (Expenses)	1,321	120	3,988	3,011
Selling & Distribution Expenses	(3,522)	(2,756)	(9,694)	(9,911)
Administration and General Expenses	(17,931)	(15,927)	(49,085)	(46,624)
Foreign Exchange (Loss) / Gain	(701)	(374)	(3,301)	(5,510)
Impairment loss on receivables	(12,256)	(2,551)	(12,648)	(3,463)
Profits / (Loss) from Operations ¹	(46,368)	(354)	(33,471)	2,489
Finance Costs	(2,961)	(2,779)	(11,855)	(9,722)
Share of (loss) / profit of associates	(83)	75	95	(95)
Profit / (Loss) before tax	(49,412)	(3,058)	(45,231)	(7,328)
Taxation	(254)	2,187	(647)	723
Profit / (Loss) after tax	(49,666)	(871)	(45,878)	(6,605)
Attributable to:				
Equity holders of the parents	(51,073)	215	(47,003)	(4,406)
Minority Interest	1,407	(1,086)	1,125	(2,199)
Net loss for the period	(49,666)	(871)	(45,878)	(6,605)
EPS - Basic	(Sen)	(38.49)	0.16	(35.42)
- Diluted	(Sen)	*	*	*

* anti-dilutive

Note:¹ Profit / (loss) from operation was arrived at after charging fair value adjustments and impairment for receivables under FRS139, change of estimate for long-term contracts, provisions for additional costs to complete projects previously undertaken, and inventory written-off totaling RM49.61 million.

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

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

	FYE 2011	FYE 2010	FYE 2011	FYE 2010
	Current Quarter Ended	Current Quarter Ended	12 months cumulative to date	12 months cumulative to date
	31 March 2011	31 March 2010	31 March 2011	31 March 2010
	RM'000	RM'000	RM'000	RM'000
Loss for the period	(49,666)	(871)	(45,878)	(6,605)
Foreign currency translation differences arising from consolidation	(716)	761	(649)	(251)
Total comprehensive loss	(50,382)	(110)	(46,527)	(6,856)
Total comprehensive (loss) / income attributable to:				
Equity holders of the Company	(49,950)	(846)	(47,401)	(5,430)
Minority Interest	(432)	736	874	(1,426)
	(50,382)	(110)	(46,527)	(6,856)

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

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2011

	As at 31 March 2011	As at 31 March 2010
	(Unaudited)	(Audited)
	RM'000	RM'000
ASSETS		
Non Current Assets		
Property, Plant and Equipment	92,003	98,137
Prepaid Lease Payments for land	5,733	5,809
Investment in Associates	685	586
Goodwill	3,119	2,035
Deferred Tax Assets	4,814	4,015
Development Expenditure	84	168
	106,438	113,750
Current Assets		
Inventories	55,548	56,487
Trade and Other Receivables	201,117	226,965
Tax Recoverable	958	2,472
Investments in Bond	3,000	3,000
Cash and Cash equivalents	63,331	27,896
	323,954	313,820
Total Assets	430,392	427,570
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share Capital	66,348	66,348
Other Reserves	10,982	11,380
(Accumulated Losses) / Retained Earnings	(24,081)	22,922
Shareholders' Fund	53,249	100,650
Minority Interest	18,949	17,020
Total Equity	72,198	117,670

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2011 (continued)

	As at 31 March 2011	As at 31 March 2010
	(Unaudited)	(Audited)
	RM'000	RM'000
LIABILITIES		
Non Current Liabilities		
Provision for Retirement Benefits	3,213	4,216
Long Term Borrowings	60,060	43,099
Deferred Tax Liabilities	143	877
	63,416	48,192
Current Liabilities		
Trade & Other Payables	92,484	67,267
Provision for Retirement Benefits	26	27
Overdraft & Short Term Borrowings	200,736	190,644
Current Tax Liabilities	1,532	3,770
	294,778	261,708
Total Liabilities	358,194	309,900
Total Equity and Liabilities	430,392	427,570
Net Asset per share	(Sen)	
	40	76

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

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATION STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2011

←----- Attributable to equity holders of the Company ----->

←----- Non-distributable ----->

	Share Capital	Other Capital Reserve	Exchange Reserve	Warrant Reserve	Share Based Payment Reserve	Distributable Retained Earnings	Minority Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months quarter ended 31 March 2011								
Balance as at 1 April 2010	66,348	1,095	(966)	9,519	1,732	22,922	17,020	117,670
Foreign currency translation	0	0	(398)	0	0	0	(251)	(649)
Loss recognized directly in equity (Loss) for the financial year	0	0	(398)	0	0	(47,003)	(251)	(649)
Total recognised income and expenses for the period	0	0	(398)	0	0	(47,003)	874	(46,527)
Dilution of minority interest	0	0	0	0	0	0	1,084	1,084
Transactions with owners in their capacity as owners :								
Dividend paid	0	0	0	0	0	0	(29)	(29)
Balance as at 31 March 2011	66,348	1,095	(1,364)	9,519	1,732	(24,081)	18,949	72,198

The Consolidation Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATION STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2010

←-----Attributable to equity holders of the Company ----->

←-----Non-distributable----->

	Share Capital RM'000	Other Capital Reserve RM'000	Exchange Reserve RM'000	Warrant Reserve RM'000	Share Based Payment Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
12 months quarter ended 31 March 2010									
Balance as at 1 April 2009	66,348	1,095	58	9,519	1,732	28,323	107,075	18,850	125,925
Foreign currency translation	0	0	(1,024)	0	0	0	(1,024)	773	(251)
Loss recognized directly in equity	0	0	(1,024)	0	0	0	(1,024)	773	(251)
Loss for the financial year	0	0	0	0	0	(4,406)	(4,406)	(2,199)	(6,605)
Total recognized income and expenses for the period	0	0	(1,024)	0	0	(4,406)	(5,430)	(1,426)	(6,856)
Transactions with owners in their capacity as owners :									
Dividend paid	0	0	0	0	0	(995)	(995)	0	(995)
Dividend paid to minority shareholders	0	0	0	0	0	0	0	(404)	(404)
Balance as at 31 March 2010	66,348	1,095	(966)	9,519	1,732	22,922	100,650	17,020	117,670

The Consolidation Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 31 MARCH 2011

	FYE 2011 Year ended 31 March 2011	FYE 2010 Year ended 31 March 2010 (Audited)
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Net Loss before tax	(45,231)	(7,328)
Adjustments for:-		
Non-cash items	10,588	26,680
Non-operating items (which are investing / financing)	(6,382)	(12,900)
Operating (loss) / profit before changes in working capital	(41,025)	6,452
Changes in working capital		
Net change in current assets	26,788	6,061
Net change in current liabilities	27,751	(12,259)
Net cash flow from operating activities	13,514	254
CASH FLOW FROM INVESTING ACTIVITIES		
Net purchase of property, plant and equipment	(3,391)	(12,430)
Net cash flow used in investing activities	(3,391)	(12,430)
CASH FLOW FROM FINANCING ACTIVITIES		
Placements of pledged fixed deposits	(26,279)	(830)
Dividend paid	0	(995)
Bank borrowings	10,197	5,787
Net cash flow (used in) / from financing activities	(16,082)	3,962
Net decrease in Cash & Cash Equivalents	(5,959)	(8,214)
Cash & Cash Equivalents at beginning of period – Note (a)	15,357	23,571
Cash & Cash Equivalents at end of period - Note (b)	9,398	15,357

The Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 March 2010 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2011

	FYE 2011	FYE 2010
	Year ended	Year ended
	31 March 2011	31 March 2010 (Audited)
	RM'000	RM'000
Note (a)		
Cash & Cash Equivalents at beginning of period		
Cash and bank balances	22,359	27,148
Unpledged fixed deposits with licensed banks	0	1,579
Bank overdraft	(7,002)	(5,156)
	15,357	23,571
Note (b)		
Cash & Cash Equivalents at end of period		
Cash & cash equivalents	63,331	27,896
Less : Pledged fixed deposits	(31,816)	(5,537)
Cash and bank balances	31,515	22,359
Bank overdraft	(22,117)	(7,002)
	9,398	15,357

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with FRS 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") 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 of the Group for the financial year ended 31 March 2010 and with the explanatory notes attached herein. These explanatory notes 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 last audited financial statements for the financial year ended 31 March 2010.

2. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for year ended 31 March 2010 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and interpretations by the Group with effect from 1 January 2010.

FRSs, Amendments to FRSs and Interpretations

FRS 4 Insurance Contracts
FRS 7 Financial Instruments: Disclosures
FRS 8 Operating Segments
FRS 101 Presentation of Financial Statements (Revised 2009)
FRS 123 Borrowing Costs
FRS 139 Financial Instruments: Recognition and Measurement
Amendment to FRS 1 First-time Adoption of Financial Reporting Standards
Amendment to FRS 2 Share-based Payment - Vesting Conditions and Cancellations
Amendment to FRS 7 Financial Instruments: Disclosures
Amendment to FRS 8 Operating Segments
Amendment to FRS 107 Statement of Cash Flows
Amendment to FRS 108 Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 116 Property, Plant and Equipment
Amendment to FRS 117 Leases
Amendment to FRS 118 Revenue
Amendment to FRS 119 Employee Benefits
Amendment to FRS 123 Borrowing Costs
Amendment to FRS 128 Investments in Associates
Amendment to FRS 131 Interest in Joint Ventures
Amendment to FRS 132 Financial Instruments: Presentation
Amendment to FRS 134 Interim Financial Reporting
Amendment to FRS 136 Impairment of Assets
Amendment to FRS 139 Financial Instruments: Recognition and Measurement
Amendment to FRS 140 Investment Property

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

CHANGES IN ACCOUNTING POLICIES (CONTINUED)

IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The adoption of the abovementioned FRSs, Amendments to FRSs and Interpretations will have no material impact on the financial statements of the Group except for the following:

a) FRS 8: Operating Segments (FRS 8)

FRS 8 requires segment information to be presented on a similar basis to that user for internal reporting purposes. As a result, the Group's segmental reporting had been presented based on the internal reporting to the chief operating decision maker who makes decisions on the allocation of resources and assesses the performance of the reportable segments. This standard does not have any impact on the financial position and results of the Group.

b) FRS 101: Presentation of Financial Statements (FRS 101)

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a financial position, an income statement, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements. Following from this, FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income. Comparative information, with exception of the requirements under FRS 139, had been re-presented so that it is also in conformity with the revised standard. This standard does not have any impact on the financial position and results of the Group.

c) FRS 139, Financial Instruments: Recognition and Measurement

Prior to the adoption of FRS 139, derivative contracts are off balance sheet items and gains and losses were recognised in the financial statements on settlement date. With the adoption of FRS 139, derivative contracts are now required to be initially recognised at fair value on the date the derivative contract is entered into and subsequently re-measured at fair value at each balance sheet date. In accordance with the requirement of this standard, the Group assessed its derivatives to see if they qualify for hedge accounting, and following that, have designated its derivatives arising from forward foreign exchange contracts as cash flow hedges. The Group recognises the changes in their fair value directly in equity, to the extent that the hedges are effective. As allowed under the transitional provisions of FRS 139, the Group has not applied the standard retrospectively.

3. QUALIFICATION OF AUDIT REPORT FOR THE PRECEDING ANNUAL FINANCIAL STATEMENTS

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

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
 A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

4. SEASONAL / CYCLICAL FACTORS

The Group's operations are not affected materially by any seasonal / cyclical factors.

5. UNUSUAL ITEMS THAT AFFECT THE FINANCIAL STATEMENTS DUE TO THEIR NATURE, SIZE, OR INCIDENCE

During the current quarter, the Group provided the necessary provisions and adjustments in accordance with the requirements of FRSs and changes in the business conditions specific to the assets or liabilities concerned.

6. MATERIAL CHANGES IN ESTIMATES

There were no significant changes in estimates of amounts reported in prior interim period of current financial year or in the prior financial year other than item reported on page 1 in Note¹.

7. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date.

8. DIVIDEND PAID

There was no payment of dividend for the quarter ended 31 March 2011.

9. SEGMENTAL REPORTING

The Group's segmental report for the current quarter and financial year-to-date are as follows:-

	Current Quarter Ended 31 March 2011	12 months cumulative to date 31 March 2011
	RM'000	RM'000
Segmental Revenue		
Manufacturing		
- Retail solutions	33,901	135,073
- Semiconductor	1,619	14,829
Trading and service	9,073	46,860
Engineering	37,934	182,392
Investment income	0	0
	<u>82,527</u>	<u>379,154</u>
Eliminations	(25,889)	(52,373)
Group Revenue	<u>56,638</u>	<u>326,781</u>

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
 A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

	Current Quarter Ended 31 March 2011	12 months cumulative to date 31 March 2011
	RM'000	RM'000
Segmental Results		
Manufacturing		
- Retail solutions	(3,087)	(293)
- Semiconductor	(4,181)	(7,891)
Trading and service	(634)	848
Engineering	(38,361)	(25,411)
Investment income	716	2,622
	<u>(45,547)</u>	<u>(30,125)</u>
Eliminations	(821)	(3,346)
Group loss from Operations	<u>(46,368)</u>	<u>(33,471)</u>

10. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation of property, plant and equipment during the current quarter. The valuations of property, plant and equipment have been brought forward without any amendments from the previous annual financial statements.

11. SUBSEQUENT EVENT

There was no material event subsequent to the end of the current quarter.

12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and financial period-to-date.

13. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet date.

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF
BURSA MALAYSIA SECURITIES BERHAD

14. REVIEW OF PERFORMANCE FOR CURRENT QUARTER AND FINANCIAL YEAR-TO-DATE

For the current quarter, the Group revenue was RM56.64million which was RM108.57million lower than that recorded in the same corresponding period last year. This was primarily due to lower revenue from Engineering division as substantial part of the projects was completed in previous quarters. Loss After Tax (LAT) has increased significantly to RM49.6 million from RM0.8 million recorded in the last corresponding period. This was largely attributable to significant provisions by the Engineering divisions for impairment of long-term contracts, provisions for additional costs to complete projects previously undertaken, fair value adjustments for receivables and inventory written-off.

For the financial year-to-date, the Group registered a lower revenue from RM414.2 million to RM326.7 million; whilst, LAT was sharply higher at RM45.8 million from RM6.6 million as compared to the same period last year. This was attributed to Engineering division which had provided significant provisions and impairments under FRS139 and fair value adjustments in current quarter as aforementioned.

15. REVIEW OF PERFORMANCE FOR CURRENT QUARTER AS COMPARED TO THE PRECEDING QUARTER

	<u>Current Quarter</u>	<u>Preceding Quarter ended 31 December 2010</u>
	RM'000	RM'000
Revenue	56,638	106,655
(Loss) / Profit after tax	(49,666)	1,074

The current quarter's revenue was lower by approximately RM50million or 47% as compared to the preceding quarter. The Group registered LAT of RM49.6 million as compared to PAT of RM1.0 million in the preceding quarter. This poor performance was mainly due to Engineering division as aforementioned.

16. PROSPECTS

Despite the current quarter poor performance as result of significant provisions and impairments under FRS139 and fair value adjustments, the Group continued to make good progress in manufacturing - retail solution and trading and services with greater acceptance of our products and services by the existing international clients. In addition, we are also looking into successful penetration into wider geographical locations. Engineering division, in view of successful execution of recent projects, is expected to perform equitably in foreseeable future.

The Board is optimistic that the diligent application of these efforts and measures will yield positive effects for the Group going forward.

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
 B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF
 BURSA MALAYSIA SECURITIES BERHAD

17. TAXATION

	<u>Current Quarter</u>	<u>Year to date</u>
	RM'000	RM'000
Loss before income tax	(49,412)	(45,231)
Taxation	(254)	(647)
Effective tax rate	-0.5%	-1.4%

The taxation charge to the Income Statement consists of :

	<u>Current Quarter</u>	<u>Year to date</u>
	RM'000	RM'000
Income tax	48	1,444
Deferred taxation	206	(797)
	<u>254</u>	<u>647</u>

The estimated effective tax rate of -1.4% was lower than the statutory tax rate because the Group would be expected to exercise group relief provision as provided by Income Tax Act 1967.

18. SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no other sales nor profits/(losses) on any sale of unquoted investments and properties for the current quarter and financial year-to-date.

19. QUOTED SECURITIES

There were no purchase and disposal of quoted securities by the Group for the current quarter and financial year-to-date.

20. CORPORATE PROPOSALS

There are no outstanding corporate proposals for the current quarter and financial year-to-date.

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF
BURSA MALAYSIA SECURITIES BERHAD

21. GROUP BORROWINGS

The Group borrowings are secured against corporate guarantees given by the company, charges over the landed properties, fixed deposits pledged and negative pledged over the Group's assets.

	As at 31 March 2011
	RM'000
Short Term Borrowings	
Bills Payable	135,749
Revolving Credits	7,859
Bank Overdraft	22,117
Others	140
Hire Purchase	1,516
Term Loans - Current portion	33,355
	<hr/> 200,736
Long Term Borrowings	
Hire Purchase	1,492
Term Loans – Long term portion	58,568
	<hr/> 60,060
Total Group Borrowings	<hr/> 260,796 <hr/>

All borrowings are denominated in local currency.

22. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at the reporting date.

23. CHANGES IN MATERIAL LITIGATION

There were no material litigations against the Group as at the reporting date.

24. PROPOSED DIVIDEND

No dividend has been declared nor proposed for the current quarter.

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
 B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF
 BURSA MALAYSIA SECURITIES BERHAD

25. EARNINGS PER SHARE ("EPS")

		Current Quarter Ended	Comparative Quarter Ended	12 months cumulative to date	12 months cumulative to date
		31 March 2011	31 March 2010 (Restated)	31 March 2011	31 March 2010 (Restated)
Net (loss) / profits	(RM'000)	(51,073)	215	(47,003)	(4,406)
BASIC EARNINGS PER SHARE					
Weighted average number of ordinary shares in issue	('000)	132,695	132,695	132,695	132,695
Earnings per Share	(Sen)	(38.49)	0.16	(35.42)	(3.32)
DILUTED EARNINGS PER SHARE					
Adjustment for warrant conversion		63,476	63,476	63,476	63,476
Adjusted weighted average number of ordinary shares in issue	('000)	196,171	196,171	196,171	196,171
Earnings per Share	(Sen)	*	*	*	*

* ANTI-DILUTIVE

NOTES TO THE INTERIM FINANCIAL REPORT FOR YEAR ENDED 31 MARCH 2011
B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF
BURSA MALAYSIA SECURITIES BERHAD

26. RETAINED EARNINGS

	As at 31 March 2011	As at 31 December 2010
	RM'000	RM'000
Total retained profits of the company and its subsidiaries :		
- Realised	(28,119)	24,649
- Unrealised	3,305	0
	<u>(24,814)</u>	<u>24,649</u>
Total share of accumulated losses from associated companies :		
- Realised	42	(321)
- Unrealised	0	0
	<u>(24,772)</u>	<u>24,328</u>
Consolidation adjustments	691	2,665
Total group retained profits as per consolidated accounts	<u>(24,081)</u>	<u>26,993</u>

By Order of the Board,

TAN BENG WAN

Executive Chairman and Group Chief Executive Officer

Date : 30th May 2011