

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE  
ENDED 30 JUNE 2011

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**HEXAGON HOLDINGS BERHAD** (Company No.: 280116-H)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011**

The Board of Directors of HEXAGON HOLDINGS BHD wishes to announce the unaudited results of the Group for the First quarter and Year-to-date ended 30 June 2011 as follows:-

**CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011**

	<b>FYE 2012</b>	FYE 2011	<b>FYE 2012</b>	FYE 2011
	<b>Current Quarter Ended</b>	Current Quarter Ended	<b>3 months cumulative to date</b>	3 months cumulative to date
	<b>30 June 2011</b>	30 June 2010	<b>30 June 2011</b>	30 June 2010
	RM'000	RM'000	RM'000	RM'000
Revenue	70,721	78,789	70,721	78,789
Cost of Sales	(57,487)	(61,741)	(57,487)	(61,741)
Gross Profit	13,234	17,048	13,234	17,048
Other Income / (Expenses)	602	302	602	302
Selling & Distribution Expenses	(2,071)	(1,972)	(2,071)	(1,972)
Administration and General Expenses	(10,747)	(10,715)	(10,747)	(10,715)
Foreign Exchange (Loss) / Gain	86	(424)	86	(424)
Allowance for doubtful debts	(5)	(394)	(5)	(394)
Profits from Operations <sup>1</sup>	1,099	3,845	1,099	3,845
Finance Costs	(3,191)	(2,890)	(3,191)	(2,890)
Share of profit / (loss) of associates	171	(17)	171	(17)
Profit / (Loss) before tax	(1,921)	938	(1,921)	938
Taxation	(534)	(334)	(534)	(334)
Profit / (Loss) after tax	(2,455)	604	(2,455)	604
Attributable to:				
Equity holders of the parents	(2,706)	789	(2,706)	789
Non-controlling interest	251	(185)	251	(185)
Net Profit for the period	(2,455)	604	(2,455)	604
EPS - Basic	(Sen) (2.04)	0.59	(2.04)	0.59
- Diluted	(Sen) *	*	*	*

\* anti-dilutive

The Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011****CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011**

	<b>FYE 2012</b>	FYE 2011	<b>FYE 2012</b>	FYE 2011
	<b>Current Quarter Ended</b>	Current Quarter Ended	<b>3 months cumulative to date</b>	3 months cumulative to date
	<b>30 June 2011</b>	30 June 2010	<b>30 June 2011</b>	30 June 2010
	RM'000	RM'000	RM'000	RM'000
Profit / (Loss) for the period	(2,455)	604	(2,455)	604
Foreign currency translation differences arising from consolidation	91	(40)	91	(40)
<b>Total comprehensive income / (loss)</b>	<b>(2,364)</b>	<b>564</b>	<b>(2,364)</b>	<b>564</b>
<b>Total comprehensive income / (loss) attributable to:</b>				
Equity holders of the Company	(2,602)	449	(2,602)	449
Non-controlling Interest	238	115	238	115
	<b>(2,364)</b>	<b>564</b>	<b>(2,364)</b>	<b>564</b>

The Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITIONS AS AT 30 JUNE 2011**

	<b>As at 30 June 2011</b>	<b>As at 31 March 2011</b>
	(Unaudited)	(Audited)
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, Plant and Equipment	95,496	97,863
Investments in Associates	909	738
Goodwill on Consolidation	2,035	2,035
Deferred Tax Assets	5,511	5,841
Development Expenditure	63	84
	104,014	106,561
<b>Current Assets</b>		
Inventories	54,199	55,463
Other Investments	3,000	3,000
Derivative Assets	106	106
Trade and Other Receivables	200,415	197,965
Current Tax Assets	836	1,353
Cash and Cash equivalents	38,075	64,565
	296,631	322,452
<b>Total Assets</b>	400,645	429,013
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of The Parent</b>		
Share Capital	66,348	66,348
Other Reserves	11,254	11,150
Retained Earnings / (Accumulated Losses)	(27,412)	(24,683)
Shareholders' Fund	50,190	52,815
<b>Non-controlling Interest</b>	19,436	18,934
<b>Total Equity</b>	69,626	71,749

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED  
 30 JUNE 2011

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITIONS AS AT 30 JUNE 2011 (continued)**

	<b>As at 30 June 2011</b>	<b>As at 31 March 2011</b>
	(Unaudited)	(Audited)
	RM'000	RM'000
<b>LIABILITIES</b>		
<b>Non Current Liabilities</b>		
Provision for Retirement Benefits	3,419	3,213
Long Term Borrowings	32,951	28,887
Deferred Tax Liabilities	778	1,125
	<b>37,148</b>	<b>33,225</b>
<b>Current Liabilities</b>		
Trade & Other Payables	95,571	88,326
Provision for Retirement Benefits	26	26
Overdraft & Short Term Borrowings	195,993	233,482
Current Tax Liabilities	2,281	2,205
	<b>293,871</b>	<b>324,039</b>
<b>Total Liabilities</b>	<b>331,019</b>	<b>357,264</b>
<b>Total Equity and Liabilities</b>	<b>400,645</b>	<b>429,013</b>
Net Asset per share	(Sen)	
	<b>38</b>	<b>40</b>

The Consolidated Statements of Financial Positions should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011**

**CONSOLIDATION STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR-TO-DATE ENDED 30 JUNE 2011**

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

	Share Capital	Other Capital Reserve	Exchange Reserve	Warrant Reserve	Share Based Payment Reserve	Retained Earnings / (Accumulated losses)	Total	Non - controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2011	66,348	1,095	(1,196)	9,519	1,732	(24,683)	52,815	18,934	71,749
Foreign currency translation Profit / (Loss) for the period	0	0	104	0	0	0	104	(13)	91
Total comprehensive income / (loss) for the period	0	0	0	0	0	(2,706)	(2,706)	251	(2,455)
Transaction with owners in their capacity as owners :	0	0	104	0	0	(2,706)	(2,602)	238	(2,364)
Changes in ownership interest in a subsidiary	0	0	0	0	0	(23)	(23)	264	241
Total transaction with owners	0	0	0	0	0	(23)	(23)	264	241
Balance as at 30 June 2011	66,348	1,095	(1,092)	9,519	1,732	(27,412)	50,190	19,436	69,626

The Consolidation Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011**

**CONSOLIDATION STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR-TO-DATE ENDED 30 JUNE 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	Retained Earnings / (Accumulated losses) RM'000	Total RM'000	Non - controlling Interest RM'000	Total Equity RM'000
Balance as at 1 April 2010	66,348	1,095	(966)	9,519	1,732	22,922	100,650	17,020	117,670
Foreign currency translation	0	0	(340)	0	0	0	(340)	300	(40)
Profit / (Loss) for the period	0	0	0	0	0	789	789	(185)	604
Total comprehensive income / (loss) for the period	0	0	(340)	0	0	789	449	115	564
Transaction with owners in their capacity as owners :									
Changes in ownership interest in a subsidiary	0	0	0	0	0	0	0	0	0
Total transaction with owners	0	0	0	0	0	0	0	0	0
Balance as at 30 June 2010	66,348	1,095	(1,306)	9,519	1,732	23,711	101,099	17,135	118,234

The Consolidation Statements 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-TO-DATE ENDED  
 30 JUNE 2011

**CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR-TO-DATE ENDED 30 JUNE 2011**

	<b>FYE 2012</b>	<b>FYE 2011</b>
	<b>Year-to-date ended</b>	<b>Year-to-date ended</b>
	<b>30 June 2011</b>	<b>30 June 2010</b>
	RM'000	RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before tax	(1,921)	938
Adjustments for:-		
Non-cash items	9,124	4,842
Non-operating items (which are investing / financing)	(4,841)	(3,322)
Operating profit / (loss) before changes in working capital	2,362	2,458
Changes in working capital		
Net change in current assets	(1,186)	(22,840)
Net change in current liabilities	6,635	24,174
Net cash flow from / (used in) operating activities	7,811	3,792
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net purchase of property, plant and equipment	(735)	(1,075)
Net cash flow (used in) / from investing activities	(735)	(1,075)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Withdrawals / (Placements) of pledged fixed deposits	18,909	(1,287)
Bank borrowings	(29,240)	(6,222)
Net cash flow from / (used in) financing activities	(10,331)	(7,509)
Net increase / (decrease) in Cash & Cash Equivalents	(3,255)	(4,792)
Cash & Cash Equivalents at beginning of period – Note (a)	10,158	15,357
Cash & Cash Equivalents at end of period - Note (b)	6,903	10,565

The Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.



**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR-TO-DATE ENDED  
30 JUNE 2011**

	<b>FYE 2012</b>	<b>FYE 2011</b>
	<b>Year-to-date ended</b>	<b>Year-to-date ended</b>
	<b>30 June 2011</b>	<b>30 June 2010</b>
	RM'000	RM'000
<b>Note (a)</b>		
<b>Cash &amp; Cash Equivalents at beginning of period</b>		
Cash & cash equivalents	64,565	27,896
Less : Pledged fixed deposits	(31,934)	(5,537)
Cash and bank balances	32,631	22,359
Bank overdraft	(22,473)	(7,002)
	<b>10,158</b>	<b>15,357</b>
<b>Note (b)</b>		
<b>Cash &amp; Cash Equivalents at end of period</b>		
Cash & cash equivalents	38,075	22,401
Less : Pledged fixed deposits	(13,025)	(4,250)
Cash and bank balances	25,050	18,151
Bank overdraft	(18,147)	(7,586)
	<b>6,903</b>	<b>10,565</b>

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

**A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING**

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**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 2011 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 statement for the financial year ended 31 March 2011.

**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 2011 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Issues Committee (IC) Interpretations by the Group with effect from 1 January 2011.

**Adoption of FRSs, Amendments to FRSs and IC Interpretations**

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (Revised)
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 1	Additional Exemptions for First-time Adopters
Amendments to FRS 2	Share-based Payment
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS132	Financial Instruments : Presentation
Amendments to FRS138	Intangible Assets
Amendments to FRS 1, FRS 3, FRS 7, FRS 101, FRS 121, FRS 128, FRS 131, FRS 132, FRS 134, FRS 139 and Amendments to IC Interpretation 13	Improvements to FRSs (2010)
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

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**CHANGES IN ACCOUNTING POLICIES (CONTINUED)**

The adoption of the abovementioned FRSs, Amendments to FRSs and Interpretations do not have any significant impact on the financial statements of the Group except for the following:

**FRS 127 : Consolidated and Separate Financial Statements (revised) ("FRS 127")**

FRS 127 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 non-controlling interest to be absorbed by the non-controlling interest instead of by the parent. The term minority interest was replaced by the term non-controlling interest.

**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 2011 was not subject to any qualification.

**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**

There were no items affecting the assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence of the Group for the period.

**6. MATERIAL CHANGES IN ESTIMATES**

There were no significant changes in estimates of amounts reported in the prior financial years that have a material effect in the current interim period.

**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 30 June 2011.

## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

## A. EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING

**9. SEGMENTAL REPORTING**

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

	<b>Current Quarter Ended</b>	<b>3 months cumulative to</b>
	<b>30 June 2011</b>	<b>date</b>
	<b>RM'000</b>	<b>30 June 2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segmental Revenue</b>		
Manufacturing		
- Retail solutions	44,312	44,312
- Semiconductor	3,192	3,192
Trading and service	8,570	8,570
Engineering	23,380	23,380
Investment income	0	0
	<u>79,454</u>	<u>79,454</u>
Eliminations	(8,733)	(8,733)
<b>Group Revenue</b>	<u>70,721</u>	<u>70,721</u>

**Segmental Results**

Manufacturing		
- Retail solutions	2,925	2,925
- Semiconductor	(1,659)	(1,659)
Trading and service	228	228
Engineering	(127)	(127)
Investment income	705	705
	<u>2,072</u>	<u>2,072</u>
Eliminations	(973)	(973)
<b>Group Profit from Operations</b>	<u>1,099</u>	<u>1,099</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**

During the financial period-to-date, the following change in composition was effected:

- On 31 May 2011, Hexagon Distributors Sdn Bhd, a wholly-owned subsidiary of the Company, increased its equity interest in Darwin International Trading (Shanghai) Co. Ltd. from 51% to 55.5% with total cash consideration of approximately RM361,680 (foreign exchange rate USD1: RM3.014). This has no material impact on the Group for the 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 THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

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

For the current quarter, the Group's total revenue of RM70.72million which was RM8.07million lower than that recorded in the same corresponding period last year. This was primarily due to lower revenue from Engineering division as most of the major projects had been completed in previous financial year. Consequently, the Group registered a Loss After Tax (LAT) of RM2.46 million as compared to Profit After Tax (PAT) of RM0.6 million recorded in the last corresponding period.

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

	<u>Current Quarter</u>	<u>Preceding Quarter ended 31 March 2011</u>
	RM'000	RM'000
Revenue	70,721	56,638
(Loss) / Profit after tax	(2,455)	(49,666)

The current quarter's performance was better than previous quarter which was marred by significant impairment of debts and provisions in relation to FRS139 and FRS111.

**16. PROSPECTS**

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 the successful execution of recent projects, is expected to turnaround in foreseeable future.

Barring any unforeseen circumstances, we anticipate a better performance for the coming financial quarters. Nevertheless, the Board remains cognizant of the relatively still sluggish economy in US and Europe, and the volatility of their respective currencies against the Ringgit.

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 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
Profit / (loss) before tax	(1,921)	(1,921)
Taxation	(534)	(534)
Effective tax rate	28%	28%

The taxation charge to the Income Statement consists of :

	<u>Current Quarter</u>	<u>Year to date</u>
	RM'000	RM'000
Income tax	534	534
Deferred taxation	0	0
	<u>534</u>	<u>534</u>

The estimated effective tax rate of 28% was higher than the statutory tax rate because the certain expenses which were not deductible for tax expenses and no deferred tax assets was recognised in this quarter.

**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 THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

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## 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.

	<b>As at 30 June 2011</b>
	RM'000
Short Term Borrowings	
Bills Payable	105,798
Revolving Credits	7,807
Bank Overdraft	18,147
Others	3,738
Hire Purchase	1,008
Term Loans - Current portion	59,495
	<hr/> 195,993
Long Term Borrowings	
Hire Purchase	1,639
Term Loans – Long term portion	31,312
	<hr/> 32,951
Total Group Borrowings	<hr/> <hr/> 228,944

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 THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

**25. EARNINGS PER SHARE ("EPS")**

		<b>Quarter and Year-to-date 30 June 2011</b>	<b>Quarter and Year-to-date 30 June 2010</b>
Net profit/(loss)	(RM'000)	(2,706)	789
<b>BASIC EARNINGS PER SHARE</b>			
Weighted average number of ordinary shares in issue	('000)	132,695	132,695
Earnings per Share	(Sen)	(2.04)	0.59
<b>DILUTED EARNINGS PER SHARE</b>			
Adjustment for warrant conversion		63,476	63,476
Adjusted weighted average number of ordinary shares in issue	('000)	196,171	196,171
Earnings per Share	(Sen)	*	*

\* ANTI-DILUTIVE

**26. RETAINED EARNINGS / (ACCUMULATED LOSSES)**

	<b>As at 30 June 2011</b>	<b>As at 31 March 2011</b>
	RM'000	RM'000
Total accumulated losses of the company and its subsidiaries :		
- Realised	(41,713)	(38,554)
- Unrealised	5,118	4,013
	(36,595)	(34,541)
Total share of retained profit / (accumulated losses) from associated companies :		
- Realised	52	(119)
- Unrealised	0	0
	(36,543)	(34,660)
Consolidation adjustments	9,131	9,977
Total group accumulated losses as per consolidated accounts	(27,412)	(24,683)

**HEXAGON HOLDINGS BERHAD** (Company No.: 280116-H)

Incorporated in Malaysia

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2011

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

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By Order of the Board,

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**TAN BENG WAN**

Executive Chairman and Group Chief Executive Officer

Date : 23 August 2011