

MAGNA PRIMA BERHAD

Company No.: 369519-P

(Incorporated in Malaysia)

Interim Financial Statements

31 March 2009

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(Incorporated in Malaysia)

Interim Financial Statements - 31 March 2009

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MAGNA PRIMA BERHAD

(Company No.: 369519-P)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET

AS AT 31 March 2009

(The figures have not been audited)

	AS AT 31-03-2009 RM'000 (UNAUDITED)	AS AT 31-12-2008 RM'000 (AUDITED)
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,628	3,790
Prepaid lease rental	243	245
Investments	690	690
Deferred tax asset	6,139	6,828
	<u>10,700</u>	<u>11,553</u>
Current Assets		
Inventories	2,315	2,343
Property development costs	140,659	136,210
Amount owing by customers on contracts	72,492	85,818
Trade receivables	71,161	114,256
Other receivables	23,969	20,019
Cash held under Housing Development Accounts	9,162	5,926
Fixed deposits with licensed banks	842	1,842
Cash and bank balances	15,415	18,006
	<u>336,015</u>	<u>384,420</u>
TOTAL ASSETS	<u><u>346,715</u></u>	<u><u>395,973</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	53,459	53,459
Share premium	10,521	10,521
Other reserves	6,499	6,499
Retained profits	46,056	43,800
	<u>116,535</u>	<u>114,279</u>
Minority interests	3,160	2,994
TOTAL EQUITY	<u><u>119,695</u></u>	<u><u>117,273</u></u>
Non-Current Liabilities		
Hire purchase payables	1,108	1,338
Bank borrowings	23,398	34,360
Deferred taxation	70	69
	<u>24,576</u>	<u>35,767</u>
Current Liabilities		
Amount owing to customers on contracts	9,642	8,484
Trade payables	93,732	139,181
Other payables	31,535	19,118
Hire purchase payables	789	639
Bank borrowings	31,758	39,630
Taxation	34,988	35,881
	<u>202,444</u>	<u>242,933</u>
TOTAL LIABILITIES	<u><u>227,020</u></u>	<u><u>278,700</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>346,715</u></u>	<u><u>395,973</u></u>
Net asset per share attributable to equity holders of the parent (RM)	<u><u>2.18</u></u>	<u><u>2.14</u></u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD*(Company No.: 369519-P)***(Incorporated in Malaysia)****CONDENSED CONSOLIDATED INCOME STATEMENT**

For the financial period ended 31 March 2009

(The figures have not been audited)

	3 months ended		3 months ended	
	31-03-2009	31-03-2008	31-03-2009	31-03-2008
	RM'000	RM'000	RM'000	RM'000
Revenue	61,078	48,277	61,078	48,277
Cost of sales	(47,294)	(38,177)	(47,294)	(38,177)
Gross profit	13,784	10,100	13,784	10,100
Other operating income	157	888	157	888
Selling and distribution expenses	(2,955)	(443)	(2,955)	(443)
Administration expenses	(4,946)	(3,679)	(4,946)	(3,679)
Other operating expenses	(2,674)	(824)	(2,674)	(824)
	3,366	6,042	3,366	6,042
Finance costs	(100)	(29)	(100)	(29)
Profit before taxation	3,266	6,013	3,266	6,013
Taxation	(844)	(658)	(844)	(658)
Net profit for the period	2,422	5,355	2,422	5,355
Attributable to:				
Equity holders of the parent	2,256	5,028	2,256	5,028
Minority interests	166	327	166	327
Net profit for the period	2,422	5,355	2,422	5,355
Earnings per share attributable to equity holders of the parent:				
- Basic (sen)	4.22	9.62	4.22	9.62
- Diluted (sen)	3.78	7.29	3.78	7.29

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD

(Company No.: 369519-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the financial period ended 31 March 2009

(The figures have not been audited)

	Attributable to equity holders of the parent					Minority Interests	Total Equity
	Non-Distributable		Distributable				
	Share capital	Share premium	Warrants reserve	Capital reserve	Retained profits	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2009	53,459	10,521	6,469	30	43,800	114,279	117,273
Total recognised income and expense for the period	-	-	-	-	2,256	2,256	2,422
Balance as at 31 March 2009	53,459	10,521	6,469	30	46,056	116,535	119,695
	Attributable to equity holders of the parent					Minority Interests	Total Equity
	Non-Distributable		Distributable				
	Share capital	Share premium	Warrants reserve	Capital reserve	Retained profits	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2008	51,622	9,419	7,020	30	20,515	88,606	91,063
Total recognised income and expense for the period	-	-	-	-	5,028	5,028	5,355
Issue of ordinary shares:	920	276	-	-	-	1,196	1,196
- pursuant to exercise of warrants		276	(276)	-	-	-	-
Transfer of warrants reserve							
Balance as at 31 March 2008	52,542	9,971	6,744	30	25,543	94,830	97,614

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD

(Company No.: 369519-P)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the financial period ended 31 March 2009

(The figures have not been audited)

	3 months ended 31-03-2009 RM'000	3 months ended 31-03-2008 RM'000
Operating activities		
Profit before taxation	3,266	6,013
Adjustment for:-		
Depreciation of property, plant and equipment	243	249
Amortisation of prepaid lease rental	2	2
Property, plant & equipment written off	-	302
Reversal of allowance for diminution in value of other investment	-	(90)
Interest income	(81)	(73)
Interest expense	100	29
Operating profit before changes in working capital	<u>3,530</u>	<u>6,432</u>
Changes in working capital		
Inventories	28	-
Property development costs	(4,449)	(4,178)
Amount owing by/to customers on contract	14,484	8,399
Trade receivables	43,095	48,019
Other receivables	(2,951)	(3,234)
Trade payables	(45,449)	(33,490)
Other payables	12,418	(1,791)
	<u>17,176</u>	<u>13,725</u>
Net cash generated from operation	20,706	20,157
Interest paid	(100)	(29)
Interest received	81	73
Tax paid	(1,047)	(1,499)
Net cash generated from operation	<u>19,640</u>	<u>18,702</u>
Investing activities		
Purchase of property, plant and equipment	(28)	(173)
Net cash used in operation	<u>(28)</u>	<u>(173)</u>
Financing activities		
Repayment of hire purchase liabilities	(133)	(91)
Repayment of bank borrowings	(25,898)	(4,484)
Drawdown of bank borrowings	5,000	3,000
Net proceeds from new shares issued	-	1,196
Net cash used in operation	<u>(21,031)</u>	<u>(379)</u>
Net change in cash & cash equivalents	<u>(1,419)</u>	<u>18,150</u>
Cash & cash equivalents at beginning of the period	<u>23,932</u>	<u>28,492</u>
Cash & cash equivalents at end of the financial period	<u><u>22,513</u></u>	<u><u>46,642</u></u>

Cash and cash equivalents at the end of the financial period comprise the following:

	As at 31-03-2009 RM'000	As at 31-03-2008 RM'000
Cash and bank balances	15,415	36,760
Cash held under Housing Development Accounts	9,162	9,882
Fixed deposits with licensed banks	842	-
Bank overdrafts	(2,064)	-
	<u>23,355</u>	<u>46,642</u>
Less: Fixed deposits pledged with licensed banks	(842)	-
	<u><u>22,513</u></u>	<u><u>46,642</u></u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

A Explanatory Notes Pursuant To FRS 134

A1 Basis of Preparation

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in the Financial Reporting Standards ("FRS") No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008. These 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 financial year ended 31 December 2008.

A2 Changes in Accounting Policies

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2008. At the date of authorisation of these interim financial statements, the following FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:

FRSs and Interpretations		Effective for financial periods beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010

The adoption of the above FRS upon their effective dates are not expected to have significant financial impact on the Group.

A3 Auditors' Report For The Financial Year Ended 31 December 2008

The auditors' report on the financial statements for the financial year ended 31 December 2008 was not subject to any qualification.

A4 Seasonality or Cyclicity Factors

The Group's operations during the financial period under review are not materially affected by any seasonal or cyclical factors.

A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items which affect the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and current financial period under review.

A6 Material Changes in Estimates of Amounts

There were no material changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

A7 Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial period.

A8 Dividends Paid

The company did not pay any dividend for the period under review.

A9 Segmental Analysis

The Group's segmental report for the current financial period is as follows:

	Period ended 31-03-2009	Period ended 31-03-2008
	RM'000	RM'000
Segment Revenue		
Property Development	44,263	35,562
Construction and Engineering	27,516	32,925
Others	12,860	2,371
	<u>84,639</u>	<u>70,858</u>
Consolidation adjustments	(23,561)	(22,581)
Group Revenue	<u>61,078</u>	<u>48,277</u>
Segment Results		
Property Development	3,011	3,318
Construction and Engineering	75	3,063
Others	236	335
	<u>3,322</u>	<u>6,716</u>
Consolidation adjustments	44	(674)
Profit from Operations	<u>3,366</u>	<u>6,042</u>

No geographical segment has been presented as the Group's activities are carried out in Malaysia.

A10 Property, Plant and Equipment

There were no valuations done on the Group's property, plant and equipment.

A11 Material Events Subsequent to the End of the Period

There were no material events and transactions subsequent to the end of the current financial year till 15 May 2009 being the latest practicable date which is not earlier than 7 days from the date of issuance of this Interim Financial Statements.

A12 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial year, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

A13 Contingent Liabilities

Details of contingent liabilities of the company are as follows :

	As at 31-03-2009	As at 31-03-2008
	RM'000	RM'000
Company		
Guarantees given to financial institutions for facilities granted to subsidiary companies:		
- Secured on assets of subsidiary companies	120,102	95,702
- Unsecured	1,000	2,000
Guarantees given to trade creditors of subsidiary companies for credit facilities granted to subsidiary companies:		
- Unsecured	15,600	12,000
	<u>136,702</u>	<u>109,702</u>
Limit of guarantees	136,702	109,702
Amount utilized	<u>64,519</u>	<u>82,520</u>

A14 Capital Commitments

	As at 31-03-2009	As at 31-03-2008
	RM'000	RM'000
Approved and contracted for:		
Purchase of property, plant and equipment	-	1,514
Contractual obligation for development projects	-	55,437
	<u>-</u>	<u>56,951</u>

B Bursa Malaysia Listing Requirements

B1 Review of Performance

Compared to the previous year corresponding quarter gross profit for the current quarter of RM 13.784 million is up by 36% on the back of higher revenue from its Magna Ville project in Selayang as the Avare luxury condominium project in KLCC was completed.

B2 Comparison with Preceding Quarter's Results

Compared to the immediate preceding quarter where the Avare project was completed, turnover for the current quarter of RM61.078 million is down by 27% from RM 80.61 million and resulting in lower net profit.

B3 Prospects

The Board expects financial performance for the year 2009 to remain satisfactory due to contribution from new projects to be launched in 2009.

B4 Variance from Profit Forecast and Profit Guarantee

Not applicable as there were no profit forecast and profit guarantee published.

B5 Taxation

The breakdown of tax charge is as follows:

	31-03-2009	31-03-2008
	RM'000	RM'000
Current taxation		
- Malaysian income tax	843	1,133
- Deferred Taxation	1	(125)
	<u>844</u>	<u>1,008</u>
Over provision of Malaysian income tax in prior years	-	(350)
	<u>844</u>	<u>658</u>

B6 Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments or properties for the current quarter and current financial year.

B7 Quoted Investments

There was no purchase or disposal of quoted investments for the period under review. Details of quoted investments as at 31 March 2009 are as follows:

	RM'000
Total investment at cost	1,525
Less: Provision for diminution in value	(835)
Total investment at book value	<u>690</u>
Total investment at market value	<u>140</u>

B8 Corporate Proposal

The following corporate proposal announced by the Company has not been completed as at 15 May 2009 being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial Statements.

- (a) On 2 November 2007, the Company wholly-owned subsidiary, Magna City Development Sdn Bhd has entered into a Sale and Purchase Agreement with Muafakat Baru Sdn. Bhd. to purchase two parcels of freehold land held under Geran Mukim No. Hakmilik 1343 and 1344 with Lot 1075 and 1073 respectively all in the Mukim of Batu and Tempat Bangkong and District of Kuala Lumpur and State of Wilayah Persekutuan of total area measuring approximately 10.23 acres for a total cash consideration of RM 57,930,444.00 ("Proposed Acquisition").

The Proposed Acquisition was approved by Shareholders on 07 January 2008 and by Foreign Investment Committee on 19 February 2008.

On 18 March 2009, Muafakat Baru Sdn. Bhd. had agreed to an extension of time of three months until 19 June 2009 to complete the Proposed Acquisition.

- (b) On 2 March 2009, Magna Prima Berhad announced that its subsidiary, Permata Juang (M) Sdn Bhd (PJSB) had entered into a conditional sale and purchase agreement with Bukit Jalil Development Sdn. Bhd. ("BJD"), wherein BJD shall sell and PJSB shall purchase all the parcel of freehold land held under Lot 38476 in the Mukim of Petaling, Kuala Lumpur and State of Wilayah Persekutuan for a cash consideration of RM19,408,370.57 ("Proposed Acquisition").

The Proposed Acquisition is pending shareholders' approval.

- (c) On 23 March 2009, Magna Prima Berhad announced that its subsidiary, Twinicon (M) Sdn. Bhd. had entered into a conditional sale and purchase agreement with Lai Meng Girls' School Association for the proposed acquisition of all pieces of land measuring an aggregate area of approximately 10,587.50 square metres held under Geran 4628, 4629, 4630, 4631 and 4632, Lots 124, 125, 126, 127 and 128 all in Section 44, Town and District of Kuala Lumpur, Negeri Wilayah Persekutuan together with the buildings erected thereon for a cash consideration of RM148,151,380 ("Proposed Acquisition").

The Proposed Acquisition is pending shareholders' approval.

B9 Group Borrowings

Details of Group borrowings as at 31 March 2009 are as follows

Secured	RM'000
Bank borrowings	
- within 12 months	32,547
- after 12 months	24,506
Total	<u>57,053</u>

There are no borrowings in foreign currency.

B10 Details of Financial Instruments with Off Balance Sheet Risks

There is no off-balance sheet risk envisaged as at the date of this report that might materially affect the Group's business position.

B11 Changes and Details of Pending Material Litigation

- i) A police report was lodged by Ng Yak Hee, a director of Magna Prima Berhad ("Company"), on 23 October 2000 stating that a sum of RM22,100,000 was withdrawn from the bank accounts of two (2) subsidiary companies, namely Magna Prima Construction Sdn Bhd ("MPC") and Dunia Epik Sdn Bhd ("DE"), on 16 October 2000 without proper authorisation.
- ii) On 1 November 2000, the Company, together with MPC and DE as joint Plaintiffs (collectively known as "the Plaintiffs"), instituted a civil suit no.: D6-22-2039-2000 ("1st Suit") in the High Court of Kuala Lumpur ("Court") against Top Green and six (6) other individuals namely Lim Kee Peng, Chiang Yee Hong, Tang Chee Meng, Goh Hock Choy, Ser Cheng Chong and Goh Chiang Fein (collectively known with Top Green as "the Original Defendants"), for certain injunctive relief restraining the Defendants, amongst others, from disposing of their assets within the jurisdiction of the Court and for the recovery of the abovesaid sum of RM22,100,000. On 2 November 2000, the Court granted an ex-parte Injunction Order against the Original Defendants.
- iii) Top Green did not enter appearance in the 1st Suit. On 13 February 2001, the Plaintiffs entered judgment in default of appearance against Top Green in the 1st Suit. Subsequently, on 27 August 2002, the Plaintiffs obtained a charge over 200,000 ordinary shares of RM1.00 each in the Company ("Magna Shares") held by Top Green. On 28 November 2003, the Plaintiffs instituted a new suit no.: D6-24-323-2003 ("3rd Suit") in Court for the 200,000 Magna Shares held by Top Green and, on 12 March 2004, the Court granted in favour of the Plaintiffs an order for sale and transfer of the 200,000 Magna Shares. The said order was served on the then Malaysian Central Depository Sdn Bhd (now known as Bursa Malaysia Depository Sdn Bhd) and the said 200,000 Magna Shares were duly transferred on 10 May 2004 from Top Green to the CDS account of MPC, except for matters concerning suit no. D6-24-323-2003 ("3rd Suit") which we do not have any cause papers, the remaining details are in order.
- iv) The Plaintiffs, on 2 April 2002, instituted a new suit no.: D3-22-488-2002 ("2nd Suit") in Court for the relief and, amongst others, the recovery of the abovesaid sum of RM22,100,000 against Chiang Yee Hong, a former director of MPC and DE. Chiang Yee Hong did not enter appearance in the 2nd Suit. The Plaintiffs thereafter successfully entered a judgment in default of appearance against Chiang Yee Hong on 13 November 2003.
- v) A stockbroking company, Kuala Lumpur City Securities Sdn Bhd ("KLCS"), being a party interested in 150,000 and 155,000 Magna Shares held by Chiang Yee Hong and Tang Chee Meng respectively, both of whom were former directors of MPC and DE, via a legal charge, was allowed by the Court to intervene in the 1st Suit on 5 April 2003. Subsequently, KLCS filed an application ("KLCS's Application") in Court for an order to vary or set aside the injunctive order obtained by the Plaintiffs so that KLCS can exercise its rights under the abovesaid charge. A consent order was entered between the Plaintiffs and KLCS on 4 November 2003 wherein KLCS was allowed to exercise its rights to sell the abovesaid shares held by Chiang Yee Hong and Tang Chee Meng to recover money owing to KLCS.
- vi) The Plaintiffs applied on 10 April 2001 in the 1st Suit to trace the RM22,100,000 which was withdrawn from the accounts of the 2nd Plaintiff and 3rd Plaintiff. A consent judgment dated 21 May 2001 was entered into between the Plaintiffs and Bumiputra-Commerce Bank Berhad whereby the Plaintiffs are allowed amongst others to trace the flow of the RM22,100,000 so as to identify the recipients of the monies.
- vii) Since Judgment in Default had been granted against Chiang Yee Hong and in light of KLCS's Application, the Plaintiffs, on 11 December 2003, proceeded to file an application in respect of the 2nd Suit to garnish any moneys refundable by KLCS to Chiang Yee Hong after KLCS had recovered moneys owing by Chiang Yee Hong to KLCS. KLCS subsequently sold a part of the 150,000 Magna Shares and recovered money owing by Chiang Yee Hong to KLCS. On 25 May 2004, the Court subsequently allowed the Plaintiffs to garnish the moneys refundable by KLCS to Chiang Yee Hong. Nonetheless, the sum garnished was only RM1,602.10.
- viii) After KLCS had recovered the monies due and owing to them, there were 64,000 Magna Shares still held by Chiang Yee Hong. The Plaintiffs applied on 25 May 2004 to obtain a charge over the said 64,000 Magna Shares. On 28 June 2004, the Court granted Charging Order Nisi and subsequently on 3 August 2004, the Court granted Charging Order Absolute over the said 64,000 Magna shares.
- ix) Subsequently, the Plaintiffs discovered that there were 69,000 Magna Shares held by Top Green but currently pledged to Affin Nominees (Tempatan) Sdn Bhd ("Affin Nominees") and thus filed an application on 10 June 2004 to obtain a charge over the 69,000 Magna Shares. On 6 July 2004, the Charging Order Nisi was granted. On 5 November 2004, the Court granted Charging Order Absolute in respect of the said 69,000 Magna Shares.
- x) On 16 March 2004, the Court in the 1st Suit allowed the Plaintiff to amend the writ of summons and statement of claim, primarily to include three (3) new defendants: Amsteel Equity Capital Sdn Bhd, Konasegaran a/l Koothayan and Ee Beng Guan in the 1st Suit. On 6 July 2004, the Court allowed the Plaintiffs to amend the name Konasegaran a/l Koothayan to read as Konasagaran a/l Koothayan. The re-amended writ and statement of claim were extracted on 29 July 2004 and the extracted on 29 July 2004 and had been duly served on the respective defendants.
- xi) On 23 February 2005, the Plaintiffs having obtained a charging order over 69,000 Magna Shares in the 1st Suit instituted a new action by way of an originating summons no: D7-24-63-2005 ("the 4th Suit") in Court to apply for an order for sale of the 69,000 Magna Shares held by Top Green but pledged to Affin Nominees. Top Green did not enter appearance in the 4th Suit. On 28

September 2005, the Court ordered and with the consent of Affin Nominees (who entered into a consent judgment with the Plaintiffs in the 4th Suit) that the Plaintiffs be allowed to transfer of the 69,000 Magna Shares to the CDS account of MPC and subsequently to sell the same.

- xii) On 23 February 2005, the Plaintiffs, having obtained a charging order over the said 64,000 Magna Shares in the 2nd Suit, instituted a new action by way of an originating summons no: D5-24-64-2005 ("the 5th Suit") in Court to apply for an order for the sale of the 64,000 Magna Shares held by Chiang Yee Hong but pledged to Kuala Lumpur City Nominees (Tempatan) Sdn Bhd ("KLCN"). Subsequent to filing of the 5th Suit, it was discovered that Chiang Yee Hong had been made a bankrupt. As such all assets of Chiang Yee Hong vests in the Director General of Insolvency ("DG"). Accordingly, the Plaintiffs must first apply for leave from the court which made Chiang Yee Hong a bankrupt ("Bankruptcy Court") before proceeding with the hearing of the 5th Suit. The hearing of the application for the sale of the said 64,000 Magna Shares is now fixed on 28 August 2006 pending approvals of the DG and the creditors of Chiang Yee Hong in the relation to the proposed sale of 64,000 Magna Share by the Plaintiffs and the subsequent approval of the application to the Bankruptcy Court. The Plaintiffs have given instructions on 18 May 2006 to withdraw the 5th Suit.
- xiii) Pursuant to the consent judgment dated 21 May 2001, the Plaintiffs' solicitors had on 22 June 2004, applied for and the Court granted an order ordering both Nor Suhamine Bin Gusti and Tan Chow Poo, who were former officers of Bumiputra-Commerce Bank Berhad to appear in Court to be cross examined by the Plaintiffs' solicitors. The said cross examination of Tan Chow Poo was completed on 10 May 2005. Nor Suhamine bin Gusti was not cross-examined by the Plaintiffs' solicitors.
- xiv) On 16 September 2005, the Plaintiffs filed an application in the 1st Suit to amend the re-amended writ of summons and statement of claim to include five (5) new defendants: Bumiputra-Commerce Bank Berhad, Tan Chow Poo, Chok Chew Lan, Tsunami Capital Sdn Bhd and Schwab & Co Sdn Bhd. On 24 October 2005, the Court allowed the Plaintiff to amend the re-amended writ of summons and statement of claim to include the said five (5) new defendants.
- xv) As at 14 February 2006, the Plaintiffs have served the re-re-amended writ of summons and statements of claims on all the defendants. Bumiputra-Commerce Bank Berhad, Tan Chow Poo, Chok Chew Lan and Tsunami Capital Sdn Bhd are presently represented by their respective solicitors and have entered appearance in the 1st Suit. The Plaintiffs have served the re-re-amended writ of summons and statement at the both registered and business address of Schwab & Co Sdn. Bhd. as appearing in the official search report produced by the Companies Commission of Malaysia but its appears the Schwab & Co Sdn. Bhd. has moved from those addresses. The Plaintiffs would attempt to enter the judgment against the Schwab & Co Sdn. Bhd. as soon as possible.
- xvi) Lim Kee Peng, the 2nd Defendant had been adjudicated a bankrupt by way of the Adjudicating and Receiving Orders dated 22 November 2006 through a bankruptcy petition no.: 29-2404-2002 filed in the High Court of Shah Alam.
- xvii) The 1st Suit is presently at Case Management stage pending trial dates. The new case management date is now fixed on 29 and 30 June 2009, before Y.A. Puan Lim Yee Lan.

Settlement Agreement (SA) dated 10 September 2008 has been signed between Magna Prima Berhad, Magna Prima Construction Sdn Bhd, Dunia Epik Sdn Bhd and Tan Chee Meng the 4th Defendant for the purpose of transferring the said shares. As at 13 May 2009, 953,000 shares belonging to the 4th Defendant have been transferred to Magna Prima Berhad.

B12 Dividend proposed

A proposed final single tier exempt dividend of 5 sen per share (previous corresponding year – 1 sen less taxation at 26% franked dividend and 6 sen single tier exempt dividend) has been recommended for the financial year ended 31 December 2008 subject to shareholders' approval at the forthcoming Annual General Meeting.

The entitlement and payment dates will be announced at a date to be determined by the Directors.

B13 Earnings per Share ("EPS")

(a) Basic EPS

The basic earnings per share has been calculated by dividing the Group's net profit attributable to ordinary equity holders for the year by the weighted average number of ordinary shares in issue.

	Period ended	
	31-03-2009	31-03-2008
Net profit for the period (RM'000)	2,256	5,028
Weighted average number of ordinary shares in issue ('000)	53,459	52,277
Basic EPS (sen)	<u>4.22</u>	<u>9.62</u>

(b) Diluted EPS

The diluted earnings per share has been calculated by dividing the Group's net profit attributable to ordinary equity holders for the period by the weighted average number of ordinary shares that would have been in issue upon full exercise of the remaining Option under Warrants, adjusted for the number of such ordinary shares that would have been issued at fair value.

	Period ended	
	31-03-2009	31-03-2008
Net profit for the period (RM'000)	<u>2,256</u>	<u>5,028</u>
Weighted average number of ordinary shares in issue ('000)	53,459	52,277
Effect of dilution ('000)	<u>6,233</u>	<u>16,648</u>
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	<u>59,692</u>	<u>68,925</u>
Diluted EPS (sen)	<u>3.78</u>	<u>7.29</u>

BY ORDER OF THE BOARD

Magna Prima Berhad
 Yuen Yoke Ping (MAICSA 7014044)

Secretary

Petaling Jaya
 22 May 2009