



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARDS 134**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard (“FRS”) 134<sup>2004</sup> “Interim Financial Reporting” issued by 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 for the year ended 31 December 2011. 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 the financial year ended 31 December 2011.

**A2. Changes in Accounting Policies**

The significant accounting policies are consistent with those adopted for the Audited Financial Statements for the year ended 31 December 2011. On 1 January 2011, the Group and the Company adopted the following revised FRSs, Amendments, and Interpretations mandatory for annual financial periods beginning on or after 1 January 2011:-

<b>Revised FRSs, Amendments and Interpretations</b>	<b>Effective Date</b>
Revised FRS 3 “Business Combinations”	1 January 2011
Amendments to FRS 7 “Financial Instruments: “Disclosure – improving disclosure about financial instruments”	1 January 2011
Revised FRS 127 “Consolidated and separate financial statements”	1 January 2011
Improvements to FRSs (2010)	1 January 2011

The adoption of the abovementioned revised FRSs, Amendments and Interpretations did not have any effect on the financial performance or position of the Group and of the Company.

The Group and the Company’s financial statements for annual period beginning on 1 January 2012 will be prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) issued by the MASB that will also comply with International Financial Reporting Standards (“IFRS”). As a result, the Group and the Company will not be adopting the above new/amendments/interpretation.

**A3. Audit Qualification of Preceding Annual Financial Statements**

The Audited Financial Statements for the year ended 31 December 2011 were not subject to any qualification by the auditor.

**A4. Seasonal and Cyclical Factors**

The Group is principally engaged in property development in the State of Perak. The business operations are cyclical in nature which dependent on the economic conditions in the State of Perak.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**A5. Material and Unusual Items**

There were no unusual material and unusual items affecting the Group's assets, liabilities, equity, net income or cash flows in the current financial quarter under review.

**A6. Changes in Estimates**

There were no changes in the estimates that have material effect in the current financial quarter under review.

**A7. Debt and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities during the current financial quarter except for the conversion of Irredeemable Convertible Preference Shares ("ICPS") to ordinary shares.

The Company has converted RM692,300 nominal value of Irredeemable Convertible Preference Shares into 969,220 new ordinary shares from 1<sup>st</sup> January 2012 until 31<sup>st</sup> March 2012 with a conversion basis of every 10 units of ICPS to 7 units of ordinary shares.

**A8. Dividend**

No dividend was paid during the financial quarter under review.

**A9. Segmental Reporting**

No segmental information analysis is prepared as the Group's business activities are predominantly located in Malaysia and engaged in the property development and the provision of management contract services.

**A10. Property, Plant and Equipment**

There was no valuation of property, plant and equipment in the current financial quarter under review. The valuation of property, plant and equipment has been brought forward without amendment from the financial statements for the year ended 31 December 2011.

**A11. Subsequent Events**

Saved as disclosed in Notes A7 and B8, there were no material events subsequent to the end of the current financial quarter ended 31 March 2012 and up to the date of this report.

**A12. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.



**MAJUPERAK HOLDINGS BERHAD (585389-X)**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**A13. Changes in Contingent Liabilities and Contingent Assets**

There were no changes in contingent liabilities or contingent assets since the last annual statements of financial position as at 31 December 2011.

**A14. Capital Commitments**

There were no capital commitments in the financial statements as at 31 December 2011 and as at the date of this report.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**B. EXPLANATION NOTES PURSUANT TO PARAGRAPH 9.22 OF THE LISTING REQUIREMENTS OF THE BURSA MALAYSIA SECURITIES BERHAD**

**B1. Performance Review**

The Group's revenue for the financial period ended 31 March 2012 of RM14.85 million was higher compared with the revenue of RM3.35 million recorded in the preceding year's corresponding period which resulted in a favourable variance of 343.20%. The increase in revenue was mainly from the sales of land compared to the preceding year's corresponding period.

The profit before tax from continuing operations in the current year to-date of RM8.08 million was 827.90% higher in comparison to (RM1.11 million) losses before tax from continuing operations recorded with the preceding year's corresponding period. The improved pre-tax profit for the current quarter was mainly due to revenue recorded has been increased and decrements of administrative expenses compared to the preceding year's corresponding period.

The Group's Net Assets per share as at 31 March 2012 has increased to RM1.25 compared to RM1.22 as at 31 December 2011.

**B2. Comparison with Preceding Quarter's Results**

	Quarter ended	
	30 Mar 12	30 Dec 11
	RM'000	RM'000
Revenue	14,851	6,706
Profit before taxation from continuing operations	8,082	3,156

For the current quarter under review, the Group's revenue of RM14.85 million has increased by RM8.14 million compared to the preceding quarter of RM6.71 million. The Group had recorded profit before tax from continuing operations of RM8.08 million compared to profit before tax from continuing operations of RM3.16 million recorded in the preceding quarter under review. The increment of profit before tax from continuing operations were due to better revenue recognised which derived from the sales of Sg. Buloh's land in the current quarter under review.

**B3. Current Year Prospects**

The Group expects to achieve satisfactory results in the year 2012. The process of restructuring its subsidiaries to streamline operations is showing progress and the Group will continue its efforts in applying effective cost saving measures.

**B4. Profit Forecast**

Not applicable as the Group did not publish any profit forecast.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**B5. Income Tax Expense**

The taxation for the current financial quarter consists of the followings:

	<b>Current Quarter 3 months ended 31 Mar 2012 RM'000</b>	<b>Cumulative Quarter 3 months ended 31 Mar 2012 RM'000</b>
Current year provision	<u>(2,119)</u>	<u>(2,119)</u>
	<u>(2,119)</u>	<u>(2,119)</u>

The Group's tax rate for the current financial period is higher than the statutory tax rate principally due to there is no any non-deductible expenses have being calculated.

**B6. Sale of Unquoted Investments and Properties**

There were no sales of unquoted investments or properties for the current financial quarter and financial period to date.

**B7. Quoted Securities**

There were no purchases or disposals of quoted securities for the current financial quarter.

**B8. Corporate Proposals**

- i. On 14 March 2012, Majuperak Energy Resources Sdn Bhd ("MER"), a wholly owned subsidiary of the Company has entered into a sale and purchase agreement with Nandex Land Sdn Bhd a wholly owned subsidiary of Meda Inc Berhad for the sale of all that pieces of land held under Master Titles HS(D) Nos. 15024 PT 13677 and HS(D) No. 15026 PT 13679, both of Mukim Sungai Siput, District of Kuala Kangsar, State of Perak Darul Ridzuan, measuring approximately 1,036,150 square metres in area ("the Land") to Nandex to develop into a mixed development comprising of commercial and residential properties at a total consideration of Ringgit Malaysia Thirteen Million Only (RM13,000,000) only. However the sales of the Land is conditional upon the settlement of Land issues affected on the said Land, where the MER has appointed a project manager to settle the said Land issues and the sanction of the State Authorities of Perak Darul Ridzuan being obtained for the sale and transfer of the Land. As at to date the two conditions precedent, have yet to be fulfilled. However, the sale and purchase agreement provides for minimum of two (2) months for MER to resolve and fulfil the said conditions. Based on the net book value of the Land as at 31 December 2011 and the purchase price, there would be an estimated gain of RM8,318,705 only arising from the said sales. The proceeds from the sales, in the event the conditions are fulfilled, will be utilised partly as incurred costs to settle the Land issue and the balance is for working capital for MER's future project development purposes.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012**

**B9. Borrowings**

Total Group borrowings as at 31 March 2012 are as follows:

	<b>31 Mar 2012</b>	<b>31 Dec 2011</b>
	<b>RM'000</b>	<b>RM'000</b>
Current: secured	100	275
Non Current: secured	-	-

The above borrowings are denominated in Ringgit Malaysia.

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off a balance sheet risk as at the date of this report.

**B.11 Material Litigation**

The Group is not involved in any material litigation, either as plaintiff or as defendant, and the Directors have no knowledge of any proceedings, pending or threatened, against the Group or of any fact likely to give rise to any proceedings which might materially and adversely affect the position or business of the Group.

**B12. Earnings/(Loss) per share**

**a) Basic earnings/(loss) per share**

The basic earnings/(loss) per share are calculated by dividing the Group's net profit/(loss) attributable to shareholders (net dividend of ICPS) by the weighted average number of shares in issue during the year.

	<b>Individual quarter</b>		<b>Cumulative quarter</b>	
	<b>ended</b>	<b>ended</b>	<b>ended</b>	<b>ended</b>
	<b>31 Mar 2012</b>	<b>31 Mar 2011</b>	<b>31 Mar 2012</b>	<b>31 Mar 2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Continuing operations:</b>				
Net profit/(loss) attributable to shareholders (RM'000)	5,353	(1,628)	5,353	(1,628)
Weighted average number of shares in issue ('000)	170,341	161,956	170,341	161,956
Basic earnings/(loss) per share (sen)	<b>3.14</b>	(1.01)	<b>3.14</b>	(1.01)



NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2012

b) Diluted earnings/(loss) per share

For the diluted earnings/(loss) per share calculation, the weighted average number of ordinary shares in issue during the financial year has been adjusted for the dilutive effects of potential ordinary shares in respect of conversion of ICPS into ordinary shares.

	Individual quarter		Cumulative quarter	
	Ended 31 Mar 2012	ended 31 Mar 2011	ended 31 Mar 2012	ended 31 Mar 2011
	RM'000	RM'000	RM'000	RM'000
<b>Continuing operations:</b>				
Net profit/(loss) attributable to shareholders (RM'000)	6,703	(1,118)	6,703	(1,118)
Weighted average number of shares in issue ('000)	170,341	161,956	170,341	161,956
Conversion of ICPS ('000)	176,963	194,073	176,963	194,073
Weighted average number of shares in issue ('000)	347,304	356,030	347,304	356,030
Diluted earnings/(loss) per share (sen)	<b>1.69</b>	(0.31)	<b>1.69</b>	(0.31)

**B13. AUTHORISATION FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors passed at the Board of Directors' meeting held on **23<sup>rd</sup> May 2012**.