

Golden Frontier Berhad Group of Companies  
Condensed Consolidated Income Statements  
For 6 Months Ended 31 March 2008

|   | Individual Quarter   |                                      | Cumulative Quarter   |                                     |
|---|----------------------|--------------------------------------|----------------------|-------------------------------------|
|   | Current Year Quarter | Preceding Year Corresponding Quarter | Current Year-to-date | Preceding Year Corresponding Period |
|   | 31-Mar-08            | 31-Mar-07                            | 31-Mar-08            | 31-Mar-07                           |
|   | RM '000              | RM '000                              | RM '000              | RM '000                             |
| Revenue                                   | 39,289               | 31,696                               | 77,145               | 65,174                              |
| Operating profit                          | 4,296                | 3,342                                | 9,104                | 7,877                               |
| Interest expense                          | (757)                | (850)                                | (1,476)              | (1,727)                             |
| Interest income                           | 19                   | 14                                   | 47                   | 29                                  |
| Profit before taxation                    | 3,558                | 2,506                                | 7,674                | 6,179                               |
| Tax expense                               | (291)                | (164)                                | (694)                | (419)                               |
| Profit after taxation                     | 3,267                | 2,342                                | 6,981                | 5,760                               |
| Unusual Items                             | -                    | -                                    | -                    | -                                   |
| Net profit for the period                 | 3,267                | 2,342                                | 6,981                | 5,760                               |
| Basic earnings per ordinary share (sen)   | 5.64                 | 3.92                                 | 11.97                | 9.63                                |
| Diluted earnings per ordinary share (sen) | N/A                  | N/A                                  | N/A                  | N/A                                 |

Note - The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 30 September 2007 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies  
Condensed Consolidated Balance Sheet  
As At 31 March 2008

|   | Current<br>Year-to-date | Last Audited |
|---|-------------------------|--------------|
|   | 31-Mar-08               | 30-Sep-07    |
|   | RM '000                 | RM '000      |
| Property, plant and equipment               | 60,704                  | 61,543       |
| Prepaid Land Lease Payment                  | 13,665                  | 14,289       |
| Investment Properties                       | 8,034                   | 8,100        |
| Goodwill on consolidation                   | 10,440                  | 10,649       |
| Property Development Costs                  | 3,278                   | 3,447        |
| Property Development Costs                  | 3,106                   | 2,564        |
| Assets Held For Disposal                    | -                       | 1,925        |
| Inventories                                 | 25,562                  | 19,379       |
| Trade receivables                           | 36,873                  | 32,477       |
| Other receivables, deposits and prepayments | 5,363                   | 6,933        |
| Accrued Billings                            | -                       | -            |
| Current Tax Assets                          | 243                     | 317          |
| Cash and bank balances                      | 5,259                   | 3,569        |
| Total Current Assets                        | 76,406                  | 67,164       |
| Trade payables                              | 8,477                   | 6,197        |
| Other payables and accrued expenses         | 5,239                   | 3,892        |
| Dividend Payables                           | -                       | 1,179        |
| Short term borrowings                       | 48,278                  | 45,343       |
| Tax liabilities                             | 397                     | 212          |
| Total Current Liabilities                   | 62,391                  | 56,823       |
| Net Current Assets / (Liabilities)          | 14,016                  | 10,341       |
| Deferred tax                                | 8,062                   | 8,132        |
| Long-term liabilities                       | 1,367                   | 2,711        |
| Net Assets                                  | 100,708                 | 97,526       |
| Represented by:                             |                         |              |
| Issued capital                              | 62,257                  | 62,257       |
| Reserves                                    | 38,451                  | 35,269       |
| Shareholders' Equity                        | 100,708                 | 97,526       |

Note - The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 30 September 2007 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies  
Condensed Consolidated Statement of Changes in Equity  
As At 31 March 2008

|                              | Share Capital | Non-Distributable | Distributable | Total          |
|------------------------------|---------------|-------------------|---------------|----------------|
|                              | RM '000       | RM '000           | RM '000       | RM '000        |
| Balance as of 1 October 2006 |               |                   |               |                |
| As previously reported       | 62,257        | 25,930            | 7,404         | 95,591         |
| Effects of adopting FRS 121  |               | 868               | (3,151)       | (2,284)        |
| As restated                  | 62,257        | 26,798            | 4,252         | 93,307         |
| Effect of adopting FRS 3     |               | (52)              | 52            | -              |
| Effect of adopting FRS 140   |               | (3,229)           | 3,229         | -              |
| As adjusted                  | 62,257        | 23,516            | 7,534         | 93,307         |
| Shares buy-back              |               | (265)             | -             | (265)          |
| Exchange Reserve             |               | (1,326)           | -             | (1,326)        |
| Net profit during the period |               | -                 | 5,760         | 5,760          |
| Balance as of 31March 2007   | 186,771       | 21,926            | 13,293        | 97,476         |
| Balance as at 1 October 2007 | 62,257        | 20,717            | 14,552        | <b>97,526</b>  |
| Exchange Reserve             |               | (2,224)           | -             | (2,224)        |
| Shares buy-back              |               | (1,575)           | -             | (1,575)        |
| Net profit during the period |               | -                 | 6,981         | 6,981          |
| Balance as of 31March 2008   | 62,257        | 16,918            | 21,533        | <b>100,708</b> |

Note - The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 September 2007 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies  
Condensed Consolidated Cash Flow Statement  
As At 31 March 2008

|   | Current<br>Year-to-date | Preceding Year<br>Corresponding<br>Period |
|---|-------------------------|---|
|   | 31-Mar-08               | 31-Mar-07                                 |
|   | RM '000                 | RM '000                                   |
| Cash Flows From/(Used In) Operating Activities          |                         |   |
| <b>Profit before taxation</b>                           | 7,674                   | 6,179                                     |
| Adjustment for -  |                         |   |
| Non-cash items  | 2,899                   | 72  |
| Non-operating items                                     | 1,345                   | 1,939                                     |
| Operating Profit Before Working Capital Changes         | <b>11,918</b>           | <b>8,190</b>                              |
| Changes in working capital                              |                         |   |
| Net changes in current assets                           | (8,480)                 | 2,157                                     |
| Net changes in current liabilities                      | 3,627                   | (1,670)                                   |
| Cash Generated/(Used In) From Operations                | <b>7,065</b>            | <b>8,677</b>                              |
| Tax Paid  | (618)                   | (309)                                     |
| Tax Refunded  | 89                      | -   |
| <b>Cash Flows From/(Used In) Operating Activities</b>   | <b>6,536</b>            | <b>8,368</b>                              |
| Cash Flows From/(Used In) Investing Activities          |                         |   |
| Interest received                                       | 47                      | 227                                       |
| Proceeds from disposal of property, plant and equipment | 2,052                   | 82  |
| Purchase of property, plant and equipment               | (3,017)                 | (639)                                     |
| <b>Cash Flows From/(Used In) Investing Activities</b>   | <b>(918)</b>            | <b>(330)</b>                              |
| Cash Flows From/(Used In) Financing Activities          |                         |   |
| (Repayment of )/Proceeds from short term borrowings     | 3,202                   | (2,148)                                   |
| Interest paid   | (1,476)                 | (1,727)                                   |
| (Repayment of)/Proceeds from long term loan             | (1,504)                 | (2,577)                                   |
| Dividend Paid   | (1,179)                 | -   |
| Shares buy-back   | (1,575)                 | (265)                                     |
| <b>Cash Flows From/(Used In) Financing Activities</b>   | <b>(2,532)</b>          | <b>(6,717)</b>                            |
| Effects of Exchange Rate Changes                        | (1,289)                 | 60  |
| Net Increase / (Decrease) in Cash and Cash Equivalents  | 1,797                   | 1,381                                     |
| Cash and Cash Equivalents at Beginning of Period        | 3,449                   | 3,240                                     |
| <b>Cash and Cash Equivalents at End of Period</b>       | <b>5,246</b>            | <b>4,621</b>                              |

Note - The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 30 September 2007 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**1 Basis of Preparation**

This interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standard (FRS) 134 Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB)

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2007 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2008 annual financial statements. Details of these changes in accounting policies are set out in Note 2

The preparation of an interim financial report in conformity with FRS 134 Interim Financial Reporting requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2007 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with FRSs.

The financial information relating to the financial year ended 30 September 2007 that is included in the interim financial report as being previously reported information does not constitute the Company's statutory financial statements for that financial year but is derived from those financial statements other than those that have been restated as a result of the change in accounting policies. Statutory financial statements for the year ended 30 September 2007 are available from the Company's registered office.

**2 Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 September 2007 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") effective for financial period beginning on or after 1 July 2007:

|         |  |
|---------|--|
| FRS 107 | Cash Flow Statements                                     |
| FRS 112 | Income Taxes   |
| FRS 118 | Revenue  |
| FRS 134 | Interim Financial Reporting                              |
| FRS 137 | Provisions, Contingent Liabilities and Contingent Assets |

The adoption of the new/revised FRS does not have any significant impact on the financial statements of the Group.

**3 Auditors Report on Preceding Annual Financial Statements**

The audited financial statements of the Group for the preceding year ended 30 September 2007 was reported without any qualification.

**4 Seasonal or Cyclical Factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**5 Unusual Items due to their Nature, Size, or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during this current quarter and financial period-to-date.

**6 Changes in Estimates**

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

**7 Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in this current quarter and financial period-to-date except for the shares bought-back that were kept as treasury shares as follows -

|   | Shares (No.)      | Cost (RM)         |
|---|-------------------|-------------------|
| <u>Share Capital - Issued and Fully Paid of RM1.00 each</u> |                   |                   |
| Balance as at 31 December 2007                              | <u>62,257,204</u> | <u>62,257,204</u> |
| <u>Shares Bought-Back and Kept as Treasury Shares</u>       |                   |                   |
| Balance as at 1 October 2006                                | 2,255,800         | 1,559,637         |
| Shares bought-back during the period                        | <u>906,700</u>    | <u>751,698</u>    |
| Balance as at 30 September 2007                             | 3,162,500         | 2,311,335         |
| Shares bought-back from 1 October 2007 to 31 March 2008     | <u>1,590,100</u>  | <u>1,574,530</u>  |
| Balance as at 31 March 2008                                 | 4,752,600         | 3,885,865         |
| Shares bought-back from 1 April 2008 to 23 May 2008         | 320,600           | 328,078           |
| Balance as at 23 May 2008                                   | <u>5,073,200</u>  | <u>4,213,943</u>  |

**8 Dividend Paid**

There was no dividend paid during the current quarter ended 31 March 2008

However, during the 35th Annual General Meeting held on 27 March 2008, a Final Dividend of 4.5 Sen per share, tax exempt, amounting to RM2,582,155 in respect of financial year ended September 30, 2007 was approved for payment on 9 May 2008. The amount is based on the number of outstanding shares in issue excluding the Treasury Shares as at the dividend entitlement date.



Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**14 Tax Income/(Expense)**

|                              | Current Year<br>Quarter | Preceding Year<br>Corresponding<br>Quarter | Current<br>Year-to-date | Preceding Year<br>Corresponding<br>Period |
|------------------------------|-------------------------|--|-------------------------|---|
|                              | 31-Mar-08               | 31-Mar-07                                  | 31-Mar-08               | 31-Mar-07                                 |
|                              | RM '000                 | RM '000                                    | RM '000                 | RM '000                                   |
| Income Tax -                 |                         |  |                         |   |
| Provision for Current Year   |                         |  |                         |   |
| Malaysian income tax         | (62)                    | (53)                                       | (124)                   | (106)                                     |
| Overseas income tax          | (229)                   | (111)                                      | (569)                   | (313)                                     |
| Deferred tax                 | -                       | -  | -                       | -   |
| Over/(under) provided of tax | -                       | -  | -                       | -   |
| Real Property Gains Tax      | -                       | -  | -                       | -   |
| Tax Expense                  | <u>(291)</u>            | <u>(164)</u>                               | <u>(694)</u>            | <u>(419)</u>                              |
|                              | -                       | (0)  | -                       | 0   |

The effective tax rate of the Group are lower than the statutory income tax rate due mainly to the utilization of brought forward unabsorbed capital allowances, tax losses and reinvestment allowances in certain profit making subsidiary companies to set off against income that would otherwise have been subjected to tax. In addition, there is an overseas subsidiary generating profit in the current financial year not subject to tax as it is still under tax holiday whilst profit taxable on other foreign operations are generally at a lower rate than the statutory tax rate in Malaysia.

**15 Profit/(Loss) on Sale of Unquoted Investments and/or Properties**

There is no purchase nor sale of unquoted investment and/or property for this interim financial period and financial year-to-date except as follows -

- (i) Sale of a leasehold land and building previously rented to a 3rd parties, resulted in a profit on disposal of RM76,500
- (ii) Sale of a freehold land and building previously occupied as warehouse, resulted in a loss on disposal of RM4,750

**16 Purchase Consideration and Sales Proceeds of Quoted Securities and Profit/(Loss) Arising Therefrom**

There is no purchase nor sale of quoted securities for this interim financial period and financial year-to-date except for the purchase of own shares as disclosed under Note 7 above.

**17 Status of Corporate Proposals Announced but not Completed**

There is no corporate proposal announced but not completed at the date of issue of this interim financial report



Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**18 Bank Borrowings**

|  | Current<br>Year-to-date<br>31-Mar-08<br>RM '000 | Last Audited<br>30-Sep-07<br>RM '000 |
|--|---|--------------------------------------|
| Secured borrowings                           | 22,163  | 20,590                               |
| Unsecured borrowings                         | 27,483  | 27,464                               |
| <b>Total borrowings</b>                      | <b>49,645</b>                                   | <b>48,054</b>                        |
| Short-term borrowings                        | 48,278  | 45,343                               |
| Long-term borrowings                         | 1,367   | 2,711                                |
| <b>Total borrowings</b>                      | <b>49,645</b>                                   | <b>48,054</b>                        |
| Borrowing denominated in RM                  | 21,295  | 24,443                               |
| Borrowing denominated in USD - RM Equivalent | 20,619  | 16,115                               |
| Borrowing denominated in VND - RM Equivalent | 7,732   | 7,496                                |
| <b>Total borrowings</b>                      | <b>49,645</b>                                   | <b>48,054</b>                        |

The Group's secured borrowings were solely incurred for its operation in Vietnam, which consist of Term Loan, Revolving Credit and Trade Facilities, and were secured by way of corporate guarantees by the ultimate holding company, mortgage over the land and building and debentures over the fixed and floating assets of the Vietnam operation.

**19 Financial Instruments With off Balance Sheet Risk**

The Group does not have any off balance sheet financial instruments as at 23 May 2008, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report except for the forward foreign exchange contracts which have been entered into by the Group to hedge its foreign currency receivable as follows -

| <u>Currency</u> | <u>Contract<br/>Amount<br/>USD'000</u> | <u>Contract Date</u> | <u>Contract Type</u> | <u>Contract Period</u> |            | <u>Outstanding Contract Amount</u> |               |
|-----------------|--|----------------------|----------------------|------------------------|------------|------------------------------------|---------------|
|                 |  |                      |                      | <u>From</u>            | <u>To</u>  | <u>USD'000</u>                     | <u>RM'000</u> |
| USD             | 500                                    | 24/03/2008           | 6 Month Option       | 26/03/2008             | 26/09/2008 | 348                                | 1,114         |
| USD             | 450                                    | 28/03/2008           | 6 Month Option       | 28/03/2008             | 03/10/2008 | 411                                | 1,318         |
| USD             | 100                                    | 24/04/2008           | 6 Month Option       | 28/04/2008             | 28/10/2008 | 100                                | 314           |
| USD             | 100                                    | 25/04/2008           | 6 Month Option       | 29/04/2008             | 29/10/2008 | 100                                | 315           |
| USD             | 49                                     | 22/05/2008           | 2 Week Option        | 27/05/2008             | 10/06/2008 | 49                                 | 157           |
|                 | <u>1,199</u>                           |                      |                      |                        |            | <u>1,008</u>                       | <u>3,217</u>  |

The Group does not foresee any significant credit and market risks associated with the above forward exchange contracts as they are entered into with approved financial institutions and the Directors are of the view that the possibility of non-performance by these financial institutions is unlikely on the basis of their respective creditworthiness and financial strength.

There is no cash requirement for the above forward foreign exchange contract.

Transactions in foreign currencies are converted into Ringgit Malaysia at rates of exchange ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated into Ringgit Malaysia at the rates of exchange ruling at that date, except when there are related or matching forward exchange contracts in respect of trading transactions, in which case, the contracted rates of exchange are used. All exchange gains and losses arising on foreign currency transactions and translation are recognised in the income statement.

Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**20 Pending Litigation**

There is no pending material litigation at the date of issue of this interim financial report.

**21 Material Changes in the Profit Before Taxation for Quarter Reported on as Compared With the Immediate Preceding Quarter**

|                                   | Current Year<br>Quarter | Immediate<br>Preceding<br>Quarter | Increase /<br>(Decrease) |
|-----------------------------------|-------------------------|-----------------------------------|--------------------------|
|                                   | 31-Mar-08               | 31-Dec-07                         |                          |
|                                   | RM '000                 | RM '000                           | RM '000                  |
| Revenue                           | 39,289                  | 37,856                            | 1,433                    |
| Profit/(Loss) before taxation     | 3,558                   | 4,116                             | (558)                    |
| Profit/(Loss) before taxation - % | 9%                      | 11%                               |                          |

Higher group turnover in the current quarter was mainly contributed by the continued expansion in the Hanoi packaging plant, which registered an impressive 46% growth as compared to the previous quarter. Revenue in the Malaysia packaging plant grew marginally on more favourable selling prices whilst that in Ho Chi Minh City contracted slightly as market activities toned down in the short month of February and after the tet holiday celebration in Vietnam.

Profit before tax (PBT) however has dropped slightly in this quarter, following higher cost of production arising from increasing paper and other component prices, as well as hike in transportation and financial costs particularly in the Vietnam market.

**22 Review of the Performance of the Company and its Principal Subsidiaries (Current Year-to-Date vs. Preceding Year Corresponding Period)**

|                            | Current<br>Year-to-date | Preceding Year<br>Corresponding<br>Period | Increase /<br>(Decrease) |
|----------------------------|-------------------------|---|--------------------------|
|                            | 31-Mar-08               | 31-Mar-07                                 |                          |
|                            | RM '000                 | RM '000                                   | RM '000                  |
| Revenue                    | 77,145                  | 65,174                                    | 11,971                   |
| Profit before taxation     | 7,674                   | 6,179                                     | 1,495                    |
| Profit before taxation - % | 10%                     | 9%  |                          |

Despite the absence of contribution from the property development division (which contributed RM9.0 million in turnover and RM1.9m in profitability in the preceding year corresponding period), Group revenue and profit for the current period still increased significantly, mainly attributed to the substantial growth in the packaging division, notably in Hanoi plant where turnover have expanded considerably to contribute profit to the Group, as opposed to losses that it still experienced in the preceding year corresponding quarter. Profitability in the Ho Chi Minh City and Malaysia plants have also improved on increased business volume, underpinned by better margin and improved production yield.

### **23 Current Year Prospects**

#### Corrugated Carton Manufacturing

In Malaysia, apart from striving to expand our market share both in our existing region as well as moving into new region, we will continue to work to strengthen our productivity and efficiency including the upgrade of production facilities and capacities to maintain and enhance our competitive edge, and step up product proliferation i.e. widening our product range in order to tap on new market segments. In addition, we will also embark on project to increase our production and storage floor area to cater for growing business volume.

In Vietnam, the favourable economic environment will continue to drive our growth. Our priority remains for niche market as well as to further expand our business volume to increase profitability. Upgrading of our production facilities will be stepped up to cater for the higher capacity requirement and to ensure quality deliveries to the customers.

#### Property Development

After the completion of the earlier Penhill Perdana project, we are now focusing our efforts to secure and plan for commencement of our other impending project. Even though we see that the demand in property market may slow down in the near term, we will continue to explore opportunities to broaden our property land bank both in Penang vicinity and other places in preparation for our future ventures in this business segment.

#### Overall performance -

The financial losses originating from the US sub prime loan crisis continue to haunt the international financial market, though to a lesser extent now. The increasing inflationary risks from the climbing oil and commodity prices, as well as the weakening US dollars however have exerted great pressure to the world economy, and there are various signs indicating strongly that the US may be moving closer to a recession. These, to a certain extent will adversely affect the business world and the fear of a global economic slowdown may crystallised if they worsen.

Nevertheless, the economic prospect in Malaysia and Vietnam remains upbeat, albeit cautiously, on the back of sustained strong domestic demand, supported by strong private consumption spending and investment activities in Malaysia, and the continue inflow of foreign investment and domestic expansion in Vietnam. The high inflationary pressure experienced in Vietnam, though is worrying, is not expected to affect the overall economy growth in this country as the government has implemented various policies and measures to counter and contain the risks.

Operating under this favourable backdrop, we expect our packaging division to continue to dominate the Group's revenue and profitability, with the Vietnam operation spearheading the growth. Property development division on the other hand though will continue to contribute in the current financial year, the quantum would not be significant. Barring unforeseen circumstances, we expect performance both in revenue and profitability for the Group to move up further in Financial Year 2008.

### **24 Explanatory Notes for Variances Between Actual and Forecasted Profits**

Not Applicable.

Golden Frontier Berhad Group of Companies  
Notes to the Interim Financial Report

**25 Basic Earnings per Ordinary Share**

|  | Current Year<br>Quarter | Preceding Year<br>Corresponding<br>Quarter | Current<br>Year-to-date | Preceding Year<br>Corresponding<br>Period |
|--|-------------------------|--|-------------------------|---|
|  | 31-Mar-08               | 31-Mar-07                                  | 31-Mar-08               | 31-Mar-07                                 |
| Net profit attributable to ord. s'holders (RM'000) | 3,267                   | 2,342                                      | 6,981                   | 5,760                                     |
| Weighted average no. of ordinary shares in issue   | 57,970                  | 59,680                                     | 58,300                  | 59,803                                    |
| Basic earnings per ordinary share (Sen)            | 5.64                    | 3.92                                       | 11.97                   | 9.63                                      |

**26 Diluted Earnings per Ordinary Share**

No fully diluted earnings per share of the Group has been presented as the average fair value of the shares of the Company is lower than the exercise price for the conversion of Warrants to ordinary shares. The effect of this would be anti-dilutive to the earnings per ordinary share.

Should there be any computation being made, it shall be based on 93,385,806 ordinary shares, assuming full conversion of Warrants 2000/2010.

**27 Dividend Payable**

The Board of Directors have not proposed any dividend for the current financial year ending 30 September 2008

**28 Provision of Financial Assistance (Disclosure Pursuant to Paragraph 3.1 of Practice Note No. 11/2001)**

|  | Current Year<br>Quarter       |
|--|-------------------------------|
|  | As At<br>31-Mar-08<br>RM '000 |
| (i) Aggregate amount of financial assistance provided during the reporting quarter   |                               |
| - Corporate Guarantee given by the Holding Company to financial institutions for credit facilities granted to certain of its' subsidiary companies | <u>80,448</u>                 |
| - Loan/Advances given by the Holding Company to certain of its' subsidiary companies   | <u>20,551</u>                 |
| - Loan/Advances given by one of the licensed moneylending company within the Group to 3rd parties  | <u>5,538</u>                  |
| (ii) Financial impact of the financial assistance provided   |                               |

The provision of the financial assistance does not have any effect on the issued and paid-up share capital and substantial shareholders' shareholding of GFB and would not have any material effect on the net assets, net tangible assets, gearing and earnings of GFB Group.