

Golden Frontier Berhad Group of Companies
Condensed Consolidated Income Statements
For 3 Months Ended 31 December 2010

| | Individual Quarter | | Cumulative Quarter | |
|---|-------------------------|--|-------------------------|--|
| | Current Year Quarter | Preceding Year Corresponding Quarter (Restated) | Current Year-to-date | Preceding Year Corresponding Period (Restated) |
| | 31-Dec-10 RM '000 | 31-Dec-09 RM '000 | 31-Dec-10 RM '000 | 31-Dec-09 RM '000 |
| Revenue | 43,809 | 43,199 | 43,809 | 43,199 |
| Operating profit | 1,763 | 4,968 | 1,763 | 4,968 |
| Interest expense | (716) | (401) | (716) | (401) |
| Interest income | 9 | 12 | 9 | 12 |
| Profit before taxation | 1,056 | 4,579 | 1,056 | 4,579 |
| Tax expense | (286) | (252) | (286) | (252) |
| Profit after taxation | 770 | 4,327 | 770 | 4,327 |
| Unusual Items | - | - | - | - |
| Net profit for the period | 770 | 4,327 | 770 | 4,327 |
| Basic earnings per ordinary share (sen) | 1.41 | 7.80 | 1.41 | 7.80 |
| 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 2010 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies
 Condensed Consolidated Statement of Comprehensive Income
 For 3 Months Ended 31 December 2010

| | Individual Quarter | | Cumulative Quarter | |
|--|-------------------------|--|--------------------------|---|
| | Current Year Quarter | Preceding Year Corresponding Quarter | Current Year-to- date | Preceding Year Corresponding Period |
| | 31-Dec-10 | 31-Dec-09 | 31-Dec-10 | 31-Dec-09 |
| | RM '000 | RM '000 | RM '000 | RM '000 |
| Profit for the period | 770 | 4,327 | 770 | 4,327 |
| Other comprehensive income | | | | |
| Exchange difference on translation of foreign operations | 503 | (1,074) | 503 | (1,074) |
| Total comprehensive income for the period attributable to Owners of the Company | <u>1,273</u> | <u>3,253</u> | <u>1,273</u> | <u>3,253</u> |

Note - The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 September 2010 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Statement of Financial Position
As At 31 December 2010

| | Current Year-to-date | Last Audited (Restated) |
|-------------------------------------|-------------------------|----------------------------|
| | 31-Dec-10 | 30-Sep-10 |
| | RM '000 | RM '000 |
| Property, plant and equipment | 67,183 | 68,140 |
| Prepaid Land Lease Payment | - | - |
| Investment Properties | 10,500 | 10,500 |
| Goodwill on consolidation | 9,259 | 9,373 |
| Property Development Costs | 3,628 | 3,628 |
| Deferred Tax Assets | - | - |
| Inventories | 22,867 | 23,629 |
| Trade & Other Receivables | 35,206 | 37,391 |
| Prepayments | 7,084 | 839 |
| Current Tax Assets | 301 | 350 |
| Cash and bank balances | 1,406 | 4,162 |
| Total Current Assets | 66,864 | 66,371 |
| Trade & Other Payables | 12,282 | 15,897 |
| Other payables and accrued expenses | 3,933 | - |
| Advance payments from customers | - | 82 |
| Loans & Borrowings | 28,578 | 29,677 |
| Tax liabilities | 286 | 216 |
| Total Current Liabilities | 45,079 | 45,872 |
| Net Current Assets / (Liabilities) | 21,785 | 20,499 |
| Deferred tax | 6,853 | 6,853 |
| Loans & Borrowings | 4,232 | 3,330 |
| Net Assets | 101,269 | 101,957 |
| Represented by: | | |
| Issued capital | 56,616 | 56,609 |
| Reserves | 44,653 | 45,348 |
| Shareholders' Equity | 101,269 | 101,957 |

Note - The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 September 2010 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 December 2010

| | Share Capital | Non-Distributable | Distributable | Total |
|---|---------------|-------------------|---------------|----------------|
| | RM '000 | RM '000 | RM '000 | RM '000 |
| Balance as of 1 October 2009 | | | | |
| As previously reported | 56,431 | 19,340 | 31,463 | 107,234 |
| Effect of adopting amendment to FRS 117 | - | (1,981) | 2,265 | 284 |
| Balances as of 1 October 2009 Restated | 56,431 | 17,359 | 33,728 | 107,518 |
| Total comprehensive income for the period | | (1,074) | 4,327 | 3,253 |
| Shares buy-back | | (398) | | (398) |
| Dividend Paid | | | (1,390) | (1,390) |
| Balance as of 31 December 2009 | <u>56,431</u> | <u>15,887</u> | <u>36,665</u> | <u>108,983</u> |
| Balance as at 1 October 2010 | | | | |
| As previously reported | 56,609 | 10,244 | 34,726 | 101,579 |
| Effect of adopting amendment to FRS 117 | - | (1,935) | 2,313 | 378 |
| Balances as of 1 October 2010 Restated | 56,609 | 8,309 | 37,039 | 101,957 |
| Total comprehensive income for the period | | 503 | 770 | 1,273 |
| Issue of shares | 7 | - | - | 7 |
| Share Premium | | 3 | - | 3 |
| Shares buy-back | | (599) | - | (599) |
| Dividend Paid | | - | (1,372) | (1,372) |
| Balance as of 31 December 2010 | <u>56,616</u> | <u>8,216</u> | <u>36,437</u> | <u>101,270</u> |

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 2010 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 December 2010

| | Current Year-to-date | Preceding Year Corresponding Period (Restated) |
|---|-------------------------|--|
| | 31-Dec-10 | 31-Dec-09 |
| | RM '000 | RM '000 |
| Cash Flows From/(Used In) Operating Activities | | |
| Profit before taxation | 1,056 | 4,579 |
| Adjustment for - | | |
| Non-cash items | 1,488 | 1,521 |
| Non-operating items | 751 | 273 |
| Operating Profit Before Working Capital Changes | 3,295 | 6,373 |
| Changes in working capital | | |
| Net changes in current assets | (3,353) | (2,127) |
| Net changes in current liabilities | 318 | 800 |
| Cash Generated/(Used In) From Operations | 260 | 5,046 |
| Tax Paid | - | (269) |
| Tax Refunded | - | - |
| Cash Flows From/(Used In) Operating Activities | 260 | 4,777 |
| Cash Flows From/(Used In) Investing Activities | | |
| Interest received | 9 | 12 |
| Proceeds from disposal of property, plant and equipment | 143 | 1 |
| Purchase of property, plant and equipment | (436) | (2,706) |
| Cash Flows From/(Used In) Investing Activities | (284) | (2,693) |
| Cash Flows From/(Used In) Financing Activities | | |
| (Repayment of)/Proceeds from short term borrowings | 4,036 | (222) |
| Interest paid | (716) | (401) |
| (Repayment of)/Proceeds from long term loan | (3,909) | 493 |
| Dividend Paid | (1,372) | (1,390) |
| Shares buy-back | (599) | (398) |
| Cash Flows From/(Used In) Financing Activities | (2,560) | (1,918) |
| Effects of Exchange Rate Changes | 151 | 445 |
| Net Increase / (Decrease) in Cash and Cash Equivalents | (2,433) | 611 |
| Cash and Cash Equivalents at Beginning of Period | 3,839 | 2,942 |
| Cash and Cash Equivalents at End of Period | 1,406 | 3,553 |

Note - The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 30 September 2010 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 2010 annual financial statements except those disclosed in Note 2 below.

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 2010 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 2010 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 2010 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 2010 except for changes arising from adoption of all applicable FRSs and Amendment to FRSs which are effective for the current financial period. These changes in accounting policies have not resulted in any retrospective adjustments except for the following -

Amendment to FRS 117 (revised) : Leases

Amendments to FRS 117 remove the classification of leases of land and of buildings, and instead, require assessment of classification based on the risks and rewards of the lease itself. The reassessment of land elements of unexpired leases shall be made retrospectively in accordance with FRS 108. Therefore, the Group has reclassified the prepaid lease payments for land as land held in accordance with FRS 116 and FRS 140. This amendment shall be presented on the statement of financial position as at the beginning of the earliest comparative period in accordance with FRS 101.

| <u>As at 30 September 2010</u> | As previously reported RM'000 | Effect on adoption of FRS 117 RM'000 | As restated RM'000 |
|---------------------------------------|-------------------------------------|---|-----------------------|
| Property, plant & equipment | 62,543 | 5,597 | 68,140 |
| Investment Properties | 6,100 | 4,400 | 10,500 |
| Prepaid lease payment | 9,619 | (9,619) | - |
| Revaluation Surplus | (6,200) | 1,935 | (4,265) |
| Retained earnings | (34,726) | (2,313) | (37,039) |

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

3 Auditors Report on Preceding Annual Financial Statements

The audited financial statements of the Group for the preceding year ended 30 September 2010 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.

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 as disclosed below -

| | Shares (No.) | Cost (RM) |
|--|-------------------|-------------------|
| <i>Share Capital - Issued and Fully Paid of RM1.00 each</i> | | |
| Balance as at 1 October 2010 | 56,608,800 | 56,608,800 |
| Issue of new shares (via warrant conversion) during the period | 7,306 | 7,306 |
| Balance as at 31 December 2010 | <u>56,616,106</u> | <u>56,616,106</u> |
| <i>Shares Bought-Back and Kept as Treasury Shares</i> | | |
| Balance as at 1 October 2010 | 1,702,000 | 1,860,503 |
| Shares bought-back during the period | 435,200 | 599,383 |
| Balance as at 31 December 2010 | <u>2,137,200</u> | <u>2,459,886</u> |
| Shares bought-back from 1 January 2011 to 21 February 2011 | 515,900 | 741,229 |
| Balance as at 21 February 2011 | <u>2,653,100</u> | <u>3,201,115</u> |

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

8 Dividend Paid

| Current Year-to-date | Preceding Year Correspond- ing Period |
|-------------------------|--|
| 31-Dec-10 | 31-Dec-09 |
| RM '000 | RM '000 |

| | | |
|------------------|-------|-------|
| Interim Dividend | 1,372 | 1,390 |
|------------------|-------|-------|

An Interim Dividend of RM0.025 per share, tax exempt, amounting to RM1,371,852 in respect of financial year ended 30 September 2010 has been approved by the Board of Directors on 18 August 2010 for payment on 26 November 2010. The amount is based on the number of outstanding shares in issue excluding the Treasury Shares as at the dividend entitlement date.

For the preceding year corresponding period, an Interim Dividend of RM0.025 per share, tax exempt, amounting to RM1,389,791 in respect of financial year ended 30 September 2009 has been approved by the Board of Directors on 20 August 2009 for payment on 20 November 2009. The amount is based on the number of outstanding shares in issue excluding the Treasury Shares as at the dividend entitlement date.

9 Segmental Information

| Revenue | Profit Before Taxation | Revenue | Profit Before Taxation |
|----------------------|---------------------------|--------------------------------------|---------------------------|
| Current Year-to-date | | Preceding Year-to-date (Restated) | |
| 31-Dec-10 | | 31-Dec-09 | |
| RM '000 | RM '000 | RM '000 | RM '000 |

By Industry Segment -

Investment holdings, provision of management consultancy services

Manufacturing of corrugated fibreboard carton

Property development

Trading and insurance agency and others

Group transaction

| | | | |
|---------|-------|---------|-------|
| 736 | (41) | 924 | 183 |
| 48,333 | 1,246 | 49,311 | 4,518 |
| 179 | 41 | 179 | 10 |
| 120 | (52) | 130 | (6) |
| 49,368 | 1,194 | 50,544 | 4,705 |
| (5,559) | (138) | (7,345) | (126) |
| 43,809 | 1,056 | 43,199 | 4,579 |

By Geographical Location -

Malaysia

Vietnam

| | | | |
|--------|-------|--------|-------|
| 18,551 | 601 | 17,855 | 1,034 |
| 25,258 | 455 | 25,344 | 3,545 |
| 43,809 | 1,056 | 43,199 | 4,579 |

10 Carrying Amount of Revalued Properties, Plants and Equipment

Land and buildings of the Group and of the Company were revalued by the directors during the financial year ended 30 September 2006 based on the valuation reports of independent firm of professional valuers on an open market value basis.

Investment Properties of the Group and of the Company were revalued by the directors during the financial year ended 30 September 2010 based on the valuation reports of independent firm of professional valuers on an open market value basis.

The carrying amount of other properties, plants and equipment have been brought forward without amendment from the previous audited financial statements for the year ended 30 September 2010.

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

11 Subsequent Events

There is no material event occurred between the end of this interim financial period and within 7 days before the date of issue of this interim financial report except for the proposed disposal of Alcamax Packaging (Vietnam) Joint Stock Company, a wholly owned subsidiary of the Company as announced to Bursa Securities on 18 January 2011.

12 Changes in the Composition of the Group

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

13 Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liability or contingent asset since the previous audited balance sheet date as at 30 September 2010.

14 Tax Income/(Expense)

| | Current Year Quarter | Preceding Year Corresponding Quarter | Current Year-to-date | Preceding Year Corresponding Period |
|------------------------------|-------------------------|--|-------------------------|---|
| | 31-Dec-10 | 31-Dec-09 | 31-Dec-10 | 31-Dec-09 |
| | RM '000 | RM '000 | RM '000 | RM '000 |
| Income Tax - | | | | |
| Provision for Current Year | | | | |
| Malaysian income tax | (107) | (69) | (107) | (69) |
| Overseas income tax | (179) | (183) | (179) | (183) |
| Deferred tax | - | - | - | - |
| Over/(under) provided of tax | - | - | - | - |
| Real Property Gains Tax | - | - | - | - |
| Tax Expense | <u>(286)</u> | <u>(252)</u> | <u>(286)</u> | <u>(252)</u> |
| | - | - | - | - |

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 one overseas subsidiary generating profit in the current financial year not subject to tax as it is still under tax holiday whilst profit taxable on the remaining overseas subsidiaries 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 sale of unquoted investment and/or property for this interim financial period and financial year-to-date.

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.

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

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 except the following.

- (a) The Company had on 3 December 2010 announced that its' wholly owned subsidiary, Golden Frontier Paper Industry Sdn Bhd had on even date entered into conditional sale and purchase agreements to acquire four (4) pieces of freehold plantation land, measuring approximately 182,336.0648 square metre / 1,962,646.07 square feet or 45.06 acres, for a total cash consideration of RM10,794,569.90
- (b) The Company had on 18 January 2011 announced that it has on even date entered into a conditional share sale and purchase agreement with Thai Containers Group Company Limited to dispose of its entire aggregate equity interest of 6,000,000 ordinary shares of USD1.00 each in Alcamax Packaging (Vietnam) Joint Stock Company, a wholly owned subsidiary of the Company for an estimated cash consideration of USD21 million, subject to adjustments ("Proposed Disposal")

This Proposed Disposal is subject to -

- (i) the approval of the shareholders of GFB being obtained at an EGM to be convened;
(ii) the approval of any other relevant authorities/parties, if required.

18 Bank Borrowings

| | Current Year-to-date 31-Dec-10 RM '000 | Last Audited 30-Sep-10 RM '000 |
|--|---|--------------------------------------|
| Secured borrowings | 19,868 | 17,462 |
| Unsecured borrowings | 12,942 | 15,545 |
| Total borrowings | <u>32,810</u> | <u>33,007</u> |
| Short-term borrowings | 28,578 | 29,677 |
| Long-term borrowings | 4,232 | 3,330 |
| Total borrowings | <u>32,810</u> | <u>33,007</u> |
| Borrowing denominated in RM | 12,856 | 15,794 |
| Borrowing denominated in USD - RM Equivalent | 3,545 | 2,596 |
| Borrowing denominated in VND - RM Equivalent | 16,409 | 14,617 |
| Total borrowings | <u>32,810</u> | <u>33,007</u> |

The Group's secured borrowings were made up of (a) A Term Loan facility in Malaysia which is secured by way of a first legal charge over a piece of freehold land held in the name of one of the subsidiary company, and (b) Banking Facilities 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 Disclosure of derivatives

There were no financial derivatives as at 31 December 2010.

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 Quarter | Immediate Preceding Quarter (Restated) | Increase / (Decrease) |
|-----------------------------------|-------------------------|---|--------------------------|
| | 31-Dec-10 | 30-Sep-10 | |
| | RM '000 | RM '000 | RM '000 |
| Revenue | 43,809 | 42,587 | 1,222 |
| Profit/(Loss) before taxation | 1,056 | (356) | 1,412 |
| Profit/(Loss) before taxation - % | 2% | -1% | |

Group revenue continued to expand on increased volume and increased average selling prices (due to adjustment on cost increase) in both the Vietnam and Malaysia marketplace, resulting in better bottom line in this quarter.

Last quarter loss was mainly because of year end provisions made on doubtful debts as well as loss on disposal of investment property / leasehold land in subsidiaries.

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

| | Current Year-to-date | Preceding Year Corresponding Period (Restated) | Increase / (Decrease) |
|----------------------------|-------------------------|---|--------------------------|
| | 31-Dec-10 | 31-Dec-09 | |
| | RM '000 | RM '000 | RM '000 |
| Revenue | 43,809 | 43,199 | 610 |
| Profit before taxation | 1,056 | 4,579 | (3,523) |
| Profit before taxation - % | 2% | 11% | |

Despite marginal increase in revenue, profit before tax for this quarter was substantially lower as compared to preceding corresponding quarter, mainly due to the much lower margin in the corrugated carton businesses after a series of substantial paper cost hike since the beginning of year 2010, without corresponding adjustment in selling prices both in terms of quantum and promptness under the prevailing market pricing mechanism.

Profitability was also affected by the continue increase in other production costs (e.g. labour, transport charges, consumables etc.) and higher borrowing costs, particularly in Vietnam where bank's interest rate differential between this current quarter (average 16%-18% p.a.) and preceding year corresponding quarter (average 6%-8% p.a.) has been substantial after the government's 4% p.a. interest rate subsidy has expired at end of 2009, and base interest rate has also trended upward since then.

23 Current Year Prospects

The recovery in the global economy continues but growth in 2011 is expected to be slower than that in 2010.

The Group is now moving in the direction to transform itself to be an integrated player in the paper and paper related businesses. Our earlier announcement on the purchase of 4 pieces of land totalling 45 acres in early December 2010 was the Group's first step taken towards this transformation. The disposal of the Vietnam operation presented a valuable opportunity for the Group to re-position itself in the domestic market. Over the next one to two years, the management is planning to invest to expand the existing businesses by setting up a new corrugating facility at other domestic region and to move upstream possibly into paper mill businesses that provide synergy with our current core businesses and making the Group an integrated player in the industry. For the longer term, after transforming to be an integrated player, the Group is looking at regionalize its presence in other countries to grow its revenue base.

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

For the packaging division, paper costs are seen to stabilise and this augers well for the business. We expect the selling price increase to customers to continue and this will help to recoup lost margin. Moving forward, though the disposal of the Vietnam's operation if materialised will substantially reduced the Group's total operating revenue and profit, there will be substantial gains on disposal that will be more than sufficient to cushion the Group loss of earnings from Vietnam operations. On the back of these expectations, barring unforeseen circumstances, we anticipate that the Group's performance in the current financial year (FY2011) to be better than that in the financial year 2010.

24 Explanatory Notes for Variances Between Actual and Forecasted Profits

Not Applicable.

25 Basic Earnings per Ordinary Share

| | Current Year Quarter 31-Dec-10 | Preceding Year Corresponding Quarter (Restated) 31-Dec-09 | Current Year-to-date 31-Dec-10 | Preceding Year Corresponding Period (Restated) 31-Dec-09 |
|--|--------------------------------------|---|--------------------------------------|--|
| Net profit attributable to ord. s'holders (RM'000) | 770 | 4,327 | 770 | 4,327 |
| Weighted average no. of ordinary shares in issue | 54,693 | 55,439 | 54,693 | 55,439 |
| Basic earnings per ordinary share (Sen) | 1.41 | 7.80 | 1.41 | 7.80 |

26 Diluted Earnings per Ordinary Share

No disclosure is made for the diluted earnings per ordinary share for the current quarter / year as it is anti-dilutive.

27 Dividend Payable

The Board of Directors has on 25 November 2010 proposed a final dividend of RM0.04 per share, tax exempt, in respect of financial year ended 30 September 2010. This dividend is subject to approval by the shareholders at the forthcoming Annual General Meeting of the Company and has not been included as a liability in this interim financial report.

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

| | Current Year Quarter As At 31-Dec-10 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>88,068</u> |
| - Loan/Advances given by the Holding Company to certain of its' subsidiary companies | <u>23,613</u> |
| - Loan/Advances given by one of the licensed moneylending company within the Group to 3rd parties | <u>5,200</u> |

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

(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.

29 Realised and unrealised profit / losses disclosure

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Securities") had issued directives to all listed issuers pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose a breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into unrealised profits or losses.

On 20 December 2010, Bursa Securities further issued guidance on the disclosure and the prescribed format of presentation.

Pursuant to the directive, the breakdown of the retained profits of the Group as at 31 December 2010, into realised and unrealised profits is as follows :

| | As at end of | |
|---|----------------------|----------------------|
| | 31/12/2010 | 30/09/2010 |
| | RM'000 | RM'000 |
| Total retained profits of the Company and its subsidiaries | | |
| - Realised | 49,877 | 49,807 |
| - Unrealised | (1,440) | (1,427) |
| | <u>48,437</u> | <u>48,380</u> |
| Less : Consolidation adjustments | (12,000) | (11,341) |
| Total retained profits as per statement of financial position | <u><u>36,437</u></u> | <u><u>37,039</u></u> |

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No.1 "Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements", issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.