PANSAR BERHAD (Company No. 18904-M)

(Formerly known as PWE INDUSTRIES BERHAD)

Interim Financial Statements
For the 3rd quarter ended 31 December 2010

Content

PANSAR BERHAD (Company No. 18904-M)
(Formerly known as PWE INDUSTRIES BERHAD)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED 31 DECEMBER 2010

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31.12.2010 RM'000	Preceding year corresponding quarter 31.12.2009 * RM'000	Current year to date 31.12.2010 RM'000	Preceding year corresponding period 31.12.2009 * RM'000
Revenue	96,236	N/A	265,951	N/A
Cost of sales	(82,397)	N/A	(229,356)	N/A
Gross profit	13,839	N/A	36,595	N/A
Other operating income	3,441	N/A	5,094	N/A
Selling and distribution expenses	(2,040)	N/A	(5,957)	N/A
Administrative expenses	(8,295)	N/A	(18,339)	N/A
Other operating expenses	199	N/A	(49)	N/A
Finance costs	(290)	N/A	(632)	N/A
Profit before tax	6,854	N/A	16,712	N/A
Income tax expense	(1,652)	N/A	(3,335)	N/A
Profit for the period	5,202	N/A	13,377	N/A
Other comprehensive income, net of tax:-				
Cash flow hedge	(24)	N/A	(24)	N/A
Foreign currency translation difference	188	N/A	216	N/A
Other comprehensive income for the period, net of tax	164	N/A	192	N/A
Total comprehensive income for the period	5,366	N/A	13,569	N/A
Profit for the period attributable to owners of the Company	5,202	N/A	13,377	N/A
Total comprehensive income attributable to owners of the Company	5,366	N/A	13,569	N/A
Weighted average number of shares in issue ('000)	259,783	N/A	211,349	N/A
Earnings per ordinary share (sen):-				
- Basic	2.00	N/A	6.33	N/A
- Diluted	N/A	N/A	N/A	N/A

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2010 and the Circular to Shareholders dated 8 February 2010; and the accompanying explanatory notes attached to the interim financial statements.

* No comparative figures are presented following the reverse acquisition as explained in Note A2 to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)
(Formerly known as PWE INDUSTRIES BERHAD)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	AS AT 31.12.2010 RM'000 (Unaudited)	AS AT 31.03.2010 RM'000 (Audited) *	
ASSETS			
Non-current assets			
Property, plant and equipment	3,885	4,290	
Intangible assets	190	193	
Deferred tax assets	247	2,696	
	4,322	7,179	
Current assets			
Inventories	47,735	34,215	
Trade and other receivables	165,576	88,483	
Derivative assets	43	-	
Tax refundable	-	130	
Cash and bank balances	3,598	5,030	
	216,952	127,858	
TOTAL ASSETS	221,274	135,037	
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital	140,000	5,000	
Reserves	(27,009)	75,652	
Total equity	112,991	80,652	
Non-current liabilities			
Deferred tax liabilities	31	3	
Current liabilities			
Trade and other payables	58,452	44,644	
Derivative liabilities	380	-	
Bank overdrafts	13,258	3,600	
Borrowings	34,180	4,000	
Provision for employee benefits	864	2,084	
Provision for taxation	1,118	54	
	108,252	54,382	
Total liabilities	108,283	54,385	
TOTAL EQUITY AND LIABILITIES	221,274	135,037	
Net assets per ordinary share (RM)	0.40	0.43	#

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2010 and the Circular to Shareholders dated 8 February 2010; and the accompanying explanatory notes attached to the interim financial statements.

* The latest audited statement of financial position of Pansar Company Sdn Bhd ("PCSB") as at 31 March 2010 has been presented as the comparative statement of financial position, following the reverse acquisition of Pansar Berhad ("PB") by PCSB as explained in Note A2 to the interim financial statements.

The net assets per share as at 31 March 2010 is calculated based on newly issued 187,000,000 ordinary shares of RM0.50 each in PB issued in exchange for 5,000,000 ordinary shares of RM1.00 each in PCSB following the reverse acquisition of PB by PCSB as explained in Note A2 to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)
(Formerly known as PWE INDUSTRIES BERHAD)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 31 DECEMBER 2010

		<---------------- Non-distributable		---------------->		<-- Distributable -->		
9-month period ended 31.12.2010	**Share capital RM'000**	**Share premium RM'000**	**Reverse acquisition reserve RM'000**	**Exchange translation reserve RM'000**	**Cash flow hedge reserve RM'000**	**General reserve RM'000**	**Retained profits RM'000**	**Total equity RM'000**
At 1 April 2010	5,000	3	-	859	-	300	74,490	80,652
Effects of adopting FRS 139	-	-	-	-	-	-	504	504
At 1 April 2010 (restated)	5,000	3	-	859	-	300	74,994	81,156
Total comprehensive income for the period	-	-	-	216	(24)	-	13,377	13,569
Transactions with owners:-								
Adjustment arising from reverse acquisition	135,000	-	(116,734)	-	-	-	-	18,266
At 31 December 2010	140,000	3	(116,734)	1,075	(24)	300	88,371	112,991

		<---------------- Non-distributable		---------------->		<-- Distributable -->		
9-month period ended 31.12.2009 *	**Share capital RM'000**	**Share premium RM'000**	**Reverse acquisition reserve RM'000**	**Exchange translation reserves RM'000**	**Cash flow hedge reserve RM'000**	**General reserve RM'000**	**Retained profits RM'000**	**Total equity RM'000**
At 1 April 2009	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total comprehensive income for the period	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
At 31 December 2009	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2010 and the Circular to Shareholders dated 8 February 2010; and the accompanying explanatory notes attached to the interim financial statements.

* No comparative figures are presented following the reverse acquisition as explained in Note A2 to the interim financial statements.

PANSAR BERHAD (Company No. 18904-M)
(Formerly known as PWE INDUSTRIES BERHAD)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 31 DECEMBER 2010

	Current year to date 31.12.2010 RM'000	Preceding year corresponding period 31.12.2009 * RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	16,712	N/A
Adjustments for:-		
Amortisation of intangible assets	11	N/A
Bad debts written off	10	N/A
Depreciation of property, plant and equipment	918	N/A
Gain from a bargain purchase	(1,749)	N/A
Gain on disposal of property, plant and equipment	(3)	N/A
Intangible assets written off	510	N/A
Interest expense	632	N/A
Interest income	(117)	N/A
Provision for employee benefits	864	N/A
Net change in fair value of financial instruments measured at fair value	(1,009)	N/A
Net unrealised foreign exchange differences	(2)	N/A
Net reversal of impairment losses for financial assets	(221)	N/A
Operating profit before changes in working capital	16,556	N/A
Increase in inventories	(11,230)	N/A
Increase in receivables	(19,033)	N/A
Decrease in payables	(20,002)	N/A
Employee benefits paid	(2,086)	N/A
Cash absorbed by operations	(35,795)	N/A
Interest paid	(632)	N/A
Interest received	42	N/A
Tax paid	(1,939)	N/A
Net cash used in operating activities	(38,324)	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of subsidiary companies	(2,690)	N/A
Purchase of intangible assets	(5)	N/A
Purchase of property, plant and equipment	(309)	N/A
Proceeds from disposal of property, plant and equipment	27	N/A
Net cash used in investing activities	(2,977)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Net of drawdown/(repayment) of short-term borrowings	30,180	N/A
Net cash provided by financing activities	30,180	N/A
Net decrease in cash and cash equivalents	(11,121)	N/A
Cash and cash equivalents brought forward	1,430	N/A
Effects of exchange difference	31	N/A
Cash and cash equivalents carried forward	(9,660)	N/A
Analysis of cash and cash equivalents:-		
Cash and bank balances	3,598	N/A
Bank overdrafts	(13,258)	N/A
	(9,660)	N/A

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2010 and the Circular to Shareholders dated 8 February 2010; and the accompanying explanatory notes attached to the interim financial statements.

* No comparative figures are presented following the reverse acquisition as explained in Note A2 to the interim financial statements.

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1 Basis of preparation

The unaudited interim financial statements have been prepared in accordance with FRS 134: *Interim Financial Reporting* issued by Malaysian Accounting Standards Board and *Chapter 9 Appendix 9B 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 financial year ended 31 March 2010 and the Circular to Shareholders dated 8 February 2010. 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 March 2010.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2010, except for the adoption of Financial Reporting Standards ("FRSs") effective for financial periods beginning 1 April 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1 First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an investment in a Subsidiary, Jointly Controlled Entity or Associate	
Amendments to FRS 2	Share-based Payment - Vesting Conditions and Cancellations
Amendments to FRS 101 and FRS 132	Puttable Financial Instruments and Obligations Arising on Liquidation
Amendments to FRS 132	Financial Instruments: Classification of Rights Issues and the Transitional Provision in Relation to Compound Instruments
Amendments to FRS 139 Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives	
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
	Improvement to FRSs (2009)

Other than for the application of FRS 7, FRS 8, FRS 101 and FRS 139, the application of the above FRSs, Amendments to FRSs and IC Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

(a) FRS 8: *Operating Segments*

The Group applied this standard from financial periods beginning on 1 April 2010. As this is a disclosure standard, there is no impact on the financial position or results of the Group. This new standard requires a ‘management approach’, under which segment information is presented on the same basis as that used for internal reporting purpose.

(b) FRS 101: *Presentation of Financial Statements (Revised)*

Arising from adoption of revised FRS101 which separates owner and non-owner changes in equity, the consolidated statement of changes in equity will now include only details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. The Group has adopted the format of consolidated statement of comprehensive income by presenting all items of income and expenses recognised in the income statement, together with all other items of recognised income and expense in one single statement. The adoption of this standard does not have any impact on the financial position and results of the Group

(c) FRS 139: *Financial Instruments - Recognition and Measurement*

The Group adopted FRS 139 on 1 April 2010 which has resulted in changes to accounting policies related to classification, recognition and measurement of its financial assets and liabilities as discussed below:

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134 (con't)

A1 Basis of preparation, cont'd

(i) Initial recognition and measurement

A financial instrument is recognised in the financial statements when, and only when, the Group becomes a party to the contractual provisions of the instruments. A financial instrument is recognised initially at its fair value. In the case of a financial instrument not categorised at fair value through profit or loss, the financial instrument is initially recognised at its fair value plus transaction costs that are directly attributable to acquisition or issue of the financial instrument.

An embedded derivative is recognised separately from the host contract and accounted for as a derivative if, and only if, it is not closely related to the economic characteristics and risks of the host contract and the host contract is not categorised as fair value through profit or loss. In the event that the embedded derivative is recognised separately, the host contract is accounted for in accordance with the policy applicable to the nature of the host contract.

(ii) Financial assets

(a) Financial assets at fair value through profit or loss

Prior to the adoption of FRS139, financial assets such as investments were accounted for at cost adjusted for amortisation of premium and accretion of discount less impairment or at lower of cost and market values, determined on an aggregate basis. With the adoption of FRS 139, the Group's short-term investments are now categorised and measured at fair value through profit or loss and measured at their fair values with the gains and losses recognised in profit or loss.

(b) Loans and receivables

Prior to adoption of FRS139, loans and receivables were stated at cost less allowance for doubtful debts. Under FRS 139, an impairment loss is recognised for trade and other receivables and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. Gains and losses arising from the amortisation process, impairment, or derecognition of this financial assets are recognised in Statement of Comprehensive Income.

(iii) Financial liabilities

The Group's financial liabilities include borrowings, trade and other payables. All financial liabilities are subsequently measured at amortised cost using the effective interest rate method.

Impact on opening balances

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparatives as at 31 March 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the statement of financial position as at 1 April 2010.

	Previously stated RM'000	Effects of FRS 139 RM'000	As restated RM'000
Assets			
Trade receivables	85,684	3,467	89,151
Deferred tax assets	2,696	(1,650)	1,046
Liabilities			
Derivative liabilities	-	(1,313)	(1,313)
Equity			
Retained profits	74,490	504	74,994

The adoption of FRS 139 does not have any significant impact on the profit for the financial period-to-date.

A2 Reverse acquisition

On 12 May 2008, the Company entered into a Conditional Sale and Purchase Agreement with Pan Sarawak Holdings Sdn Bhd to effect the Acquisitions, comprising:-

(a) 5,000,000 shares in Pansar Company Sdn Bhd ("PCSB") representing 100% equity interest in PCSB for a consideration of RM93,500,000; and

(b) 500,000 shares in Pansar Engineering Services Sdn Bhd ("PESSB") representing 100% equity interest in PESSB for a consideration of RM25,500,000.

The total consideration for the Acquisitions amounted to RM119,000,000 and was satisfied wholly *via* issuance of 238 million new ordinary shares of RM0.50 each in the Company at the issue price of RM0.50 per share. Upon completion of the Acquisitions on 21 October 2010, the Company became the legal parent of PCSB and PESSB.

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134 (con't)

A2 Reverse acquisition, cont'd

In accordance with *FRS 3 Business Combinations* , the substance of the aforementioned business combination between Pansar Berhad (“PB) and PCSB constituted a reverse acquisition whereby the acquirer and acquiree of the transaction for accounting purposes should be PCSB (i.e. legal subsidiary) and PB (i.e. legal holding company) respectively.

Under the reverse acquisition method of accounting, the consolidated financial statements, although issued under the name of the legal holding company, i.e. PB, represent a continuation of the financial statements of the legal subsidiary, i.e. PCSB. Accordingly, the latest audited statement of financial position of PCSB as at 31 March 2010 has been presented as the comparative statement of financial position. No comparative figures are presented for consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows as PCSB did not make any interim financial reporting prior to the reverse acquisition.

A3 Comments about seasonality or cyclicality of operations

The business of the Group is not subject to seasonal or cyclical fluctuations.

A4 Unusual items due to their nature, size and incidence

Saved as the effects from the adoption of FRS 139 as disclosed in A1 and those arising from the reverse acquisition as explained in Note A2, there were no unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size, or incidence during the current financial period under review.

A5 Changes in estimates

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

A6 Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter other than the issuance of 238,000,000 ordinary shares pursuant to the acquisition of PCSB and PESSB as described in Note A2.

A7 Dividend paid

There was no dividend paid by the Company during the current quarter under review.

A8 Segmental information

The following is an analysis of the Group's revenue and results by reportable segments:-

(i) Business Segments

Segments revenue and results	Marine & Industrial RM'000	Building Products RM'000	Wood Engineering RM'000	Electrical & Office Automation RM'000	Mechanical & Electrical RM'000	Elimination RM'000	Year to date 31.12.10 RM'000
Revenue	87,721	97,830	23,694	36,113	20,746	(153)	265,951
Segment results	13,320	4,991	2,312	3,458	973	5,471	30,525
Unallocated income							4,716
Unallocated expenses							(18,529)
Profit before tax							16,712

(ii) Geographical Segments

Total revenue from external customers	
- Malaysia	257,446
- Singapore	8,505
	265,951

No comparative figures are presented following the reverse acquisition of PB by PCSB as explained in Note A2.

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134 (con't)

A9 Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment for the financial period ended 31 December 2010.

A10 Subsequent events

There were no material events announced as at 18 February 2011.

A11 Changes in the composition of the Group

On 12 May 2008, the Company entered into a Conditional Sale and Purchase Agreement ("CSPA") with Pan Sarawak Holdings Sdn Bhd ("PHSB") to effect the Acquisitions, comprising:-

(a) 5,000,000 shares in Pansar Company Sdn Bhd ("PCSB") representing 100% equity interest in PCSB for a consideration of RM93,500,000; and

(b) 500,000 shares in Pansar Engineering Services Sdn Bhd ("PESSB") representing 100% equity interest in PESSB for a consideration of RM25,500,000.

The total consideration for the Acquisitions amounted to RM119,000,000 and was satisfied wholly via issuance of 238 million new ordinary shares of RM0.50 each in the Company at the issue price of RM0.50 per share. Upon completion of the Acquisitions on 21 October 2010, the Company became the legal parent of PCSB and PESSB.

The assets and liabilities arising from the Acquisitions are as follows:-	**Year to date 31.12.10 RM'000**
Property, plant & equipment	223
Intangible assets	1
Inventories	2,232
Trade and other receivables	54,101
Cash and bank balances	52
Trade and other payables	(33,730)
Bank overdrafts	(2,742)
Provision for taxation	(608)
Deferred taxation	(24)
Total net assets	19,505
Goodwill arising on acquisition	510
Gain from a bargain purchase	(1,749)
Total cost of business combination	18,266
The cash outflow on acquisitions is as follows:-	
Total cost of business combination	18,266
Less: Purchase consideration deemed satisfied by issue of shares	(18,266)
Cash and cash equivalents of subsidiary companies acquired	2,690
Net cash outflow of the Group	2,690

A12 Contingent liabilities or contingent assets

As at 18 February 2011, there were no material contingent liabilities or contingent assets which, upon being enforceable, might have a material impact on the financial position or business of the Group.

A13 Capital commitment

There were no commitments in respect of the Group since the last annual reporting date to the date of this report.

A14 Significant related party transactions

	Quarter ended		**Year to date**	
	31.12.10 RM'000	**31.12.09 RM'000**	**31.12.10 RM'000**	**31.12.09 RM'000**
Transactions with holding company	351	N/A	351	N/A
Transactions with other related parties	5,640	N/A	5,640	N/A

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of performance

For the current quarter under review, the Group recorded profit before tax of RM 6.8 million on the back of revenue of RM96 million.The Group's results were attributed to the profit contributions from its subsidiaries, namely PCSB and PESSB following the completion of reverse acquisition. The profit before tax in the current quarter also included the recognition of gain arising from a bargain purchase of PESSB amounting to RM1.7 million. As for the financial year to date, the Group's revenue and profit before tax was RM266 million and RM16.7 million respectively.

B2 Material changes in profit before tax for the quarter

There was no comparison made against the results of preceding quarter as this is the Group's first quarterly announcement following the completion of the reverse acquisition as explained in Note A2 to the interim financial statements.

B3 Commentary on prospects

Barring any unforseen circumstances, the Group's financial performance is expected to remain satisfactory for the remaining period of the financial year.

B4 Profit forecast and profit guarantee

Not applicable as no profit forecast was announced for the current financial year.

B5 Income tax expense

	Quarter ended		Year to date	
	31.12.10	31.12.09	31.12.10	31.12.09
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Malaysian income tax	772	N/A	2,592	N/A
- Foreign tax	15	N/A	31	N/A
	787	N/A	2,623	N/A
Over provision in prior year:-				
- Malaysian income tax	-	N/A	(99)	N/A
	787	N/A	2,524	N/A
Deferred tax				
- Malaysian income tax	863	N/A	808	N/A
- Foreign tax	2	N/A	3	N/A
	865	N/A	811	N/A
Income tax expense	1,652	N/A	3,335	N/A

The Group's effective tax rate for the current quarter and current year to date was lower than the statutory tax rate due mainly to the higher deductions allowable for tax purposes.

B6 Sales of unquoted investments and properties

There were no sales of unquoted investments and properties for the period under review.

B7 Quoted securities

There was no purchase or disposal of quoted securities for the period under review.

B8 Corporate proposals

There were no other corporate proposals announced but not completed as at 18 February 2011.

B9 Borrowings

The Group's borrowings as at 31 December 2010 are as follows:-

	RM'000
Bank overdrafts, secured	13,137
Bank overdrafts, unsecured	121
Bankers' acceptance	28,180
Revolving credit	6,000
	47,438

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B10 Derivative financial instruments

The outstanding foreign currency forward contracts as at 31 December 2010 are as follows:-

	Contract/ notional amount RM'000	Fair value RM'000
Foreign currency forward contracts		
- Less than 1 year	25,666	25,329

The Group enters into foreign currency forward contracts to hedge against the Group's exposure to foreign currency risks as a result of purchases denominated in currencies other than its functional currency.

There were no cash requirements for these derivatives as the Group only uses foreign currency forward contracts as its hedging instruments.

In line with the Group's foreign currency hedging policy, hedging is only considered for firm commitments and highly probable transactions. These derivatives and their underlying exposures will be monitored on an on-going basis.

Foreign currency forward contracts are recognised on the contract dates and subsequently measured at fair value which is determined by using the market rates at the end of reporting period. The subsequent cumulative change in the fair value of the commitment attributable to the hedged risk is recognised as an asset or a liability with the corresponding gain or loss recognised in the statement of comprehensive income.

The above derivative financial instruments are not subject to any credit risk, market risk and liquidity risk.

B11 Gains/losses arising from fair value changes of financial liabilities

	Current quarter gain RM'000	Period to date loss RM'000
Foreign currency forward contracts	70	(112)

B12 Realised and unrealised retained profits

The retained profits as at 31 December 2010 is analysed as follows:-

	RM'000
The retained profits of the Company and its subsidiaries:-	
- Realised	84,800
- Unrealised	1,048
	85,848
Add: Consolidation adjustments	2,523
Total Group's retained profits as per consolidated financial statements	88,371

B13 Changes in material litigation

As at 18 February 2011, there was no material litigation against the Group.

B14 Dividends

The Board of Directors did not propose any dividends for the quarter under review.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)

B15 Earnings per share	**Quarter ended**		**Year to date**	
	31.12.10	**31.12.09**	**31.12.10**	**31.12.09**
(i) Basic earnings per share				
Profit for the period attributable to owners of the Company (RM'000)	5,202	N/A	13,377	N/A
Weighted average number of ordinary shares of RM0.50 each in issue ('000)				
At 1 April 2010 / 1 October 2010	40,652	N/A	138,040	N/A
Effect of ordinary shares issued to effect the Acquisitions	219,131	N/A	73,309	N/A
Weighted average number of ordinary shares at 31 December 2010	259,783	N/A	211,349	N/A
Basic earnings per share based on the weighted average number of shares in issue (sen)	2.00	N/A	6.33	N/A

(ii) Dlitued earnings per share

Not applicable as at 31 December 2010.

B16 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the Company and its subsidiaries for the financial year ended 31 March 2010 was not subject to any qualification.