

**M3ENERGY BERHAD**
**CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009**

(The figures have not been audited)

		2009	2008	2009	2008
	Note	Individual Quarter Current Year Quarter 30-June RM'000	Individual Quarter Preceding Year Corresponding Quarter 30-June RM'000	Cumulative Quarter Current Year to date 30-June RM'000	Cumulative Quarter Preceding Year Corresponding Period 30-June RM'000
<b>Continuing Operations</b>					
Revenue	A8	126,110	39,871	276,676	167,998
Other income		2,685	306	8,535	926
Operating expenses		(118,680)	(30,551)	(235,359)	(134,224)
		10,115	9,626	49,852	34,700
Provision for termination of contract	A10	(328)	-	(18,381)	-
Depreciation and amortisation		(10,927)	(9,354)	(34,593)	(26,327)
Impairment (loss)/reversal		(11)	(2,689)	(1,686)	7,577
Loss on disposal of investment		-	3,828	(219)	3,267
Interest income		114	644	862	2,825
Interest expense		627	550	(5,034)	(3,555)
Other finance costs		2,073	399	(1,151)	(514)
Share of results in associate		-	-	-	(7,227)
<b>(Loss)/Profit before tax</b>		1,663	3,004	(10,350)	10,746
Taxation	B5	(2,373)	240	(4,170)	(2,592)
<b>(Loss)/Profit for the period from continuing operations</b>		(710)	3,244	(14,520)	8,154
<b>Discontinued Operation</b>					
Loss for the period from discontinued operation		-	(758)	-	(2,558)
<b>(Loss)/Profit for the period</b>		(710)	2,486	(14,520)	5,596
Attributable to:					
Equity holders of the parent		(1,352)	3,782	(13,185)	9,261
Minority Interest		642	(1,296)	(1,335)	(3,665)
		(710)	2,486	(14,520)	5,596
<b>Earnings per share attributable to equity holders of the parent:</b>					
Basic, for profit/(loss) from continuing operations (sen)		(1.09)	3.31	(10.61)	8.56
Basic, for loss from discontinued operation (sen)		-	(0.28)	-	(1.16)
Basic, for profit/(loss) for the period (sen)		(1.09)	3.03	(10.61)	7.40
Diluted, for profit from continuing operations (sen)		n/a	n/a	n/a	n/a
Diluted, for loss from discontinued operations (sen)		n/a	n/a	n/a	n/a
Diluted, for profit for the period (sen)		n/a	n/a	n/a	n/a

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements

**M3ENERGY BERHAD****CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2009**

(The figures have not been audited)

		<b>2009</b>	<b>2008</b>
		<b>Unaudited Financial Year End 30-June RM'000</b>	<b>Audited Preceding Financial Year End 30-June RM'000</b>
	<b>Note</b>		
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		453,921	372,367
Prepaid lease rental		4,569	4,582
Exploration and evaluation assets		14,689	11,531
Intangible assets		26,355	29,212
Other investments		506	517
Investment available-for-sale	A12	15,497	-
Deferred tax assets		16,660	21,391
		<u>532,197</u>	<u>439,600</u>
<b>Current Assets</b>			
Inventories		9,754	14,071
Trade and other receivables		132,305	52,326
Tax recoverable		1,518	1,816
Cash and bank balances		168,209	157,071
		<u>311,786</u>	<u>225,284</u>
Assets classified as held for sale	A12	-	18,139
		<u>311,786</u>	<u>243,423</u>
<b>Total Assets</b>		<u><b>843,983</b></u>	<u><b>683,023</b></u>
<b>Equity and Liabilities</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital	A6	125,324	125,064
Reserves		<u>283,968</u>	<u>297,583</u>
		409,292	422,647
Minority interest		<u>16,152</u>	<u>33,475</u>
<b>Total Equity</b>		<u><b>425,444</b></u>	<u><b>456,122</b></u>
<b>Non-Current Liabilities</b>			
Borrowings	B9	267,172	9,307
Other payables		13,473	16,304
Deferred tax liabilities		1,369	115
		<u>282,014</u>	<u>25,726</u>
<b>Current Liabilities</b>			
Overdraft and short term borrowings	B9	40,284	172,305
Trade and other payables		96,145	26,028
Taxation		96	2,458
		<u>136,525</u>	<u>200,791</u>
Liabilities directly associated with the assets classified as held for sale	A12	-	384
		<u>136,525</u>	<u>201,175</u>
<b>Total Liabilities</b>		<u><b>418,539</b></u>	<u><b>226,901</b></u>
<b>Total Equity and Liabilities</b>		<u><b>843,983</b></u>	<u><b>683,023</b></u>
<b>Net Assets Per Share Attributable to Ordinary Equity Holders of the Parent (RM)</b>			
		3.29	3.39

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements.

**M3ENERGY BERHAD****CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009**

(The figures have not been audited)

	<i>(12 months)</i> <b>30-Jun-09</b> <b>RM'000</b>	<i>(12 months)</i> <b>30-Jun-08</b> <b>RM'000</b>
Net (Loss)/ Profit before tax	(10,350)	8,188
Adjustments:-		
Non-cash items	46,326	27,003
Operating profit before changes in working capital	35,976	35,191
Changes in working capital	(9,772)	26,338
Cash used in operations	(8,368)	(6,845)
Net cash flow from operating activities	17,836	54,684
Investing Activities		
Purchase of property, plant and equipment	(101,950)	(146,245)
Exploration and evaluation expenditure	(8,210)	(4,386)
Purchase of intangible assets	-	(14,578)
Proceeds from disposal of associate	-	15,163
Proceeds from disposal of subsidiary	1,411	-
Proceeds from disposal of property, plant and equipment	105	-
Interest income received	1,477	4,205
Dividends received	67	22
	(107,100)	(145,819)
Financing Activities		
Drawdown of borrowings	384,690	186,364
Repayment of borrowings	(266,034)	(113,276)
Proceeds from issuance of shares	343	-
Purchase of treasury shares	(270)	(454)
Dividends paid	(2,485)	(1,876)
Dividends paid to minority shareholders	(16,208)	-
(Placement)/ Withdrawal of pledged deposits	(3,003)	37,094
	97,033	107,852
Net change in cash & cash equivalents	7,769	16,717
Cash and cash equivalents at beginning of the year	131,507	109,989
Effect of exchange rate changes	3,472	4,801
Cash and cash equivalents at end of the period	142,748	131,507
Cash and cash equivalents comprise:		
Cash on hand and at banks	36,606	28,159
Deposits with licensed banks	131,603	128,912
Bank overdrafts	(197)	(3,502)
Deposits pledged with licensed banks	(25,264)	(22,261)
	142,748	131,308
Cash and bank balances classified as held for sale	-	199
	142,748	131,507

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements.

**M3ENERGY BERHAD**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2009**

(The figures have not been audited)

<----- Attributable to Equity Holders of the Parent ----->

	Share Capital RM'000	Share Premium RM'000	Treasury shares RM'000	Other Reserves RM'000	Share Option Reserve RM'000	Retained Earnings RM'000	Sub-Total RM'000	Minority Interest RM'000	Total Equity RM'000
<b>12 months ended 30 June 2009</b>									
At 1 July 2008	125,064	79,211	(454)	5,743	1,815	211,268	422,647	33,475	456,122
Currency translation differences	-	-	-	464	-	-	464	220	684
Fair value adjustment through equity	-	-	-	1,256	-	-	1,256	-	1,256
Net income recognised directly in equity	-	-	-	1,720	-	-	1,720	220	1,940
Loss for the period	-	-	-	-	-	(13,185)	(13,185)	(1,335)	(14,520)
Total recognised income and expense for the period	-	-	-	1,720	-	(13,185)	(11,465)	(1,115)	(12,580)
Dividends paid	-	-	-	-	-	(2,485)	(2,485)	(16,208)	(18,693)
Purchase of treasury shares	-	-	(270)	-	-	-	(270)	-	(270)
Share-based payment under ESOS	-	-	-	-	522	-	522	-	522
Cancellation of ESOS	-	-	-	-	(51)	51	-	-	-
Transfer upon ESOS exercise	-	114	-	-	(114)	-	-	-	-
Share issue pursuant to ESOS	260	83	-	-	-	-	343	-	343
	260	197	(270)	1,720	357	(15,619)	(13,355)	(17,323)	(30,678)
At 30 June 2009	125,324	79,408	(724)	7,463	2,172	195,649	409,292	16,152	425,444
<b>12 months ended 30 June 2008</b>									
At 1 July 2007	125,064	79,211	-	1,130	-	203,883	409,288	35,091	444,379
Currency translation differences	-	-	-	2,282	-	-	2,282	2,049	4,331
Share of associate's reserve	-	-	-	2,211	-	-	2,211	-	2,211
Disposal of associate	-	-	-	120	-	-	120	-	120
Net income recognised directly in equity	-	-	-	4,613	-	-	4,613	2,049	6,662
Profit for the period	-	-	-	-	-	9,261	9,261	(3,665)	5,596
Total recognised income and expense for the period	-	-	-	4,613	-	9,261	13,874	(1,616)	12,258
Dividends paid	-	-	-	-	-	(1,876)	(1,876)	-	(1,876)
Purchase of treasury shares	-	-	(454)	-	-	-	(454)	-	(454)
Share-based payment under ESOS	-	-	-	-	1,815	-	1,815	-	1,815
	-	-	(454)	4,613	1,815	7,385	13,359	(1,616)	11,743
At 30 June 2008	125,064	79,211	(454)	5,743	1,815	211,268	422,647	33,475	456,122

## M3ENERGY BERHAD

### NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

#### A1. Accounting Policies

The interim financial statements has been prepared in accordance with the reporting requirements outlined in the Financial Reporting Standards (FRS) 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB) and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (Bursa) Listing Requirements and should be read in conjunction with the Group's annual audited financial statements for the year ended 30 June 2008.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the audited financial statements for the year ended 30 June 2008.

The Group has not made an early adoption of FRS 139 (Financial Instruments: Recognition and Measurement) which is effective for accounting periods beginning on or after 1 January 2010. The transitional provision in FRS 139 exempts entities from disclosing the possible impact arising from the initial application of this standard on the financial statements of the Group.

#### A2. Audit Qualifications

The audit report of the preceding annual financial statements was not subject to any qualification.

#### A3. Seasonal or Cyclical Factors

There were no seasonal or cyclical events that had materially affected the nature of the operations for the period.

#### A4. Unusual Items

There were no significant unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group since the last financial period except as disclosed in Notes A10.

#### A5. Changes in Estimates

There are no changes in estimates of amounts reported in prior interim periods or financial years that have a material effect in the current quarter.

#### A6. Debt and Equity Securities

i) For the year ended 30 June 2009, the issued and paid-up share capital of the Company was increased from 125,064,172 to 125,324,372 arising from the allotment and issue of 260,200 new ordinary shares of RM1.00 each from the exercise of Employee Share Option Scheme.

At the end of the quarter, there were 7.5 million unexercised options under the ESOS.

ii) The Company purchased its own shares during the September 2008 quarter and the last financial year. The shares purchased are being held as treasury shares.

Outstanding Shares in Issue - Ordinary Shares of RM1 Each	No. of shares	
	2009 '000	2008 '000
Issued and fully paid	125,324	125,064
Less: Treasury shares	(828)	(483)
At 30 June 2009/30 June 2008	<u>124,496</u>	<u>124,581</u>

**A7. Dividends Paid**

No dividend was paid during the current quarter.

**A8. Segmental Reporting By Activity**

	Segment Revenue		Segment Results	
	Year to date	Year to date	Year to date	Year to date
	30-Jun-09	30-Jun-08	30-Jun-09	30-Jun-08
	RM'000	RM'000	RM'000	RM'000
Oil and gas services	114,402	82,762	30,025	21,805
Trading and manufacturing	34,671	39,429	(653)	2,541
Engineering, procurement and construction	126,921	43,616	7,705	(5,449)
Investment holding	2,126	2,377	1,074	5,240
Oil and gas exploration and production	-	-	(571)	(2,385)
Others	126	789	(1,713)	(667)
	278,246	168,973	35,867	21,085
Consolidation adjustments/Eliminations	(1,570)	(975)	(40,894)	(252)
	276,676	167,998	(5,027)	20,833
Discontinued operation	-	2,895	-	(2,552)
	276,676	170,893	(5,027)	18,281

Segment results is earnings before interest income, interest expense, other finance costs and share of results in associate.

**A9. Valuations of Property, Plant and Equipment**

The valuations of property, plant and equipment had been brought forward without any amendment from the previous annual financial statements.

**A10. Subsequent Event**

On 12 January 2009, the Company received a letter from Oil and Natural Gas Corporation ("ONGC") dated 6 January 2009 addressed to Prize Petroleum Co Ltd, Hindustan Petroleum Corporation Ltd ("HPCL") and M3nergy Berhad ("Consortium") giving notice of termination of the contract for the development of offshore marginal fields of Cluster 7, off Mumbai, India ("Cluster 7 Project"). ONGC viewed that the Consortium partners could not meet their contractual obligations under the contract due to a perceived disharmony in the relationship amongst Consortium partners.

Despite all the appeals made to ONGC by the Consortium and the Company for the continuance of the project, on 23 April 2009, ONGC invoked a claim on the USD13.3 million performance bond that was issued on behalf of the Consortium by Hindustan Petroleum Corporation Ltd. In view of the termination of contract, a provision of RM18.1 million was made in the 3rd quarter ended 31 March 2009.

On 15 May 2009, the Company received a Notice of Arbitration ("Notice") from an Indian law firm, acting on behalf of HPCL claiming damages for loss of profit, reputation and further disputes with regards to the termination of the Cluster 7 Project by ONGC. Based on legal opinion given by a Malaysian law firm, the Board has decided to defend any arbitration initiated by HPCL as well as to consider possible counterclaim ("Claim") for damages including all expenses incurred as Defendant and Plaintiff in relation to the Notice and Claim respectively, as well as repudiating the claims made under the Notice.

On 12 June 2009, the Company's appointed legal advisor issued a reply to HPCL's legal counsel stating the Company's stand on the issues, refuting HPCL's claims and allegations as well as to counterclaim against HPCL for losses incurred including all costs and expenses of the Cluster 7 project, and informed them of the Company's nominated arbitrator for the arbitration proceedings.

#### A11. Changes in Composition of the Group

There are no material changes in the composition of the Group for the current year including business combinations, acquisitions or disposal of subsidiaries and long term investments, restructuring or discontinuing operations except as disclosed below.

- (i) On 27 January 2009, M3nergy India Private Limited, a wholly-owned subsidiary of M3nergy Berhad was incorporated in India. The company's authorised and paid-up capital is INR1,000,000 and INR100,000 respectively. The principal activity of company is to conduct oil and gas exploration and production activities, provide floating production and/or storage facilities, Engineering, Procurement and Construction (EPC) services, and operation and maintenance services in the oil and gas industry.
- (ii) On 8 June 2009, M3nergy Nusantara Sdn Bhd, a wholly-owned subsidiary of M3nergy Berhad was incorporated in Malaysia. The company's authorised and paid-up capital is RM100,000.00 and RM2.00 respectively. The principal activity of the company is to conduct business as operators of and/or contractors for the provision of offshore installations for the oil and gas industry.

#### A12. Assets Classified as Held for Sale/Investment Available-for-Sale

This pertains to the Company's investment in securities of Malaysian Merchant Marine Berhad ("MMM").

Pursuant to the Supplemental Share Sale Agreement between the Company and Core Attributes (M) Sdn Bhd ("CASB") on 12 December 2007, CASB had an irrevocable option over 20,933,884 MMM ordinary shares ("Option OS") for RM20,515,206 in addition to the call option over MMM Islamic Preference Shares and Warrants held by the Company, which may be exercised by 31 December 2008. M3nergy Berhad also has a put option on CASB, Dato' Ramesh Rajaratnam ("DRR") and Datin SL. Sharlini Manickam ("DSM") to require them to purchase all the Option OS for RM20,515,206 by 31 December 2008 ("Put Option Agreement").

Subsequent to the Company's put option notice, CASB requested to extend the deadline of the Put Option Agreement from 31 December 2008 to 31 December 2009. The Company agreed to an extension of the deadline to only 31 March 2009 on certain terms and conditions. CASB did not accept the Company's counter proposal and later claimed that the put option has lapsed. On 18 February 2009, CASB requested for the call and put option over the Option OS to be extended to 31 December 2009 at the same purchase price of RM20,515,206 or at a mutually agreeable price if exercised before that date. The Company has rejected CASB request and sought legal advice on the matter.

On 26 March 2009, the Board of Directors decided not to proceed further with negotiations with CASB, DRR and DSM. The Company has informed CASB and DRR/DSM that it will be seeking other potential buyers for the Option OS and reserving and/or enforcing all its legitimate rights under the Share Sale Agreement as well as all its rights to claim damages from CASB.

Subsequently on 27 April 2009, the Company announced that it would take legal proceedings against CASB for damages for the breach of the Put Option.

In view of the above, the investment of MMM is now classified as investment available-for-sale.

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

Other than disclosed in A10, the provision of RM12.9 million which represent the 30% share of potential claim as disclosed in second quarter (31 December 2009) was made and accounted for in the previous quarter ended 31 March 2009.

Notwithstanding the above, there is no material changes in contingent liabilities or contingent assets since the last annual financial statements as at 30 June 2008.

#### A14. Capital Commitments

	At 30-Jun-09 RM'000	At 30-Jun-08 RM'000
Capital expenditure approved and contracted for:		
- Property, plant and equipment	100,042	5,125

## ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD

### B1. Performance Review

The Group revenue for the twelve months ended 30 June 2009 improved by 64.7% to RM276.7 million as compared to RM167.9 million for the year ended 30 June 2008. The major contributors came from the Engineering, Procurement and Construction division and Oil and Gas services division with RM126.9 million and RM114.4 million respectively.

The Group loss before tax for the year ended 30 June 2009 was RM10.3 million as compared to a profit before tax of RM10.7 million for the corresponding year ended 30 June 2008. The loss is mainly due to a write-off of expenses in relation to Cluster 7 Project as disclosed in Note A10.

### B2. Material Change in Quarterly Profit Before Taxation

The Group recorded a profit before tax of RM1.6 million in the current quarter as compared to a loss before tax of RM14.9 million in the preceding quarter. The improvement of the Group's performance was mainly due to the expenses written-off in relation to Cluster 7 project as disclosed in Note A10 in the previous quarter which was offset by a profit contribution from the Engineering, Procurement and Construction division in the current quarter.

### B3. Prospects

The prospect of the Company remains positive despite a temporary set-back on the project in India. The conversion of a vessel into a Floating, Storage and Offloading ("FSO") facility has been completed and it is now at its final phase of hook-up and commissioning. The work is progressing well and on schedule.

Based on our existing contract to operate and maintain a client-owned vessel until 2012 and with a contract extension to operate and maintain the FPSO Perintis for another 5 years with a proven track record over the past nine years, the Group will continue efforts and focus on expanding its core business in providing FPSO/FSO facilities.

The exploration and production segment is expected to generate revenue in the next three to five years.

### B4. Profit Forecast and Profit Guarantee

No profit forecast and/or profit guarantee have been issued by the Group.

### B5. Taxation

	Group	
	Quarter ended	Year to date
	30-Jun-09	30-Jun-09
	RM'000	RM'000
Major components of tax expense:		
Current year provision	489	925
Deferred tax	1,893	5,985
	<u>2,382</u>	<u>6,910</u>
Overprovision - prior years	(9)	(2,740)
	<u>2,373</u>	<u>4,170</u>
Loss before taxation	1,663	(10,350)
Taxation at the statutory income tax rate	416	(2,588)
Tax effect on timing differences, provisions and expenses not deductible for tax purposes	1,966	9,498
Overprovision in prior year	(9)	(2,740)
Tax expense	<u>2,373</u>	<u>4,170</u>



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

There was no sale of unquoted investments or properties during the quarter.

**B7. Purchase and Disposal of Quoted Securities**

There was no purchase and disposal of quoted securities during the period other than the purchase of the Company's shares as disclosed in note A6.

Details of quoted securities held are as follows:

	Group	
	30-Jun-09 RM'000	30-Jun-08 RM'000
Purchase consideration	-	-
Sale proceeds	-	15,163
Gain on disposal	-	3,267
Quoted securities held		
- at cost	73,034	73,034
- at carrying value	15,503	15,932
- at market value	16,478	18,197

**B8. Status of Corporate Proposals**

There were no outstanding corporate proposals except as disclosed below:

Maveric Ltd ("Maveric"), a 54.85% subsidiary, had on 10 December 2007, entered into a conditional sale and purchase agreement with Messrs Tan Keng Siong Thomas, Tan Sek Khoon and Yeo Ai Tee (each a "Vendor" and collectively, the "Vendors") to acquire the entire issued and paid-up share capital of Kim Heng Marine & Oilfield Pte Ltd, Kim Heng Maritime Pte Ltd, Kim Heng Tubulars Pte Ltd, Kim Heng Shipbuilding & Engineering Pte Ltd, Darwin Offshore Logistics Base Pty Ltd, Darwin Base Waste Pty Ltd and Alpine Progress Shipping Pte Ltd (Proposed Acquisition), which is subject to the approval of the shareholders of the Company at an extraordinary general meeting to be convened.

On 13 February 2009, Maveric announced that Maveric and the Vendors have mutually agreed to terminate the Proposed Acquisition after being unable to come to an agreement on mutually acceptable commercial terms and structure following several discussions in light of current challenging economic conditions.

Maveric had on 16 and 26 March 2009 written to the Singapore Exchange Securities Trading Limited (the "SGX-ST"), requesting an extension of time until end August 2009 to finalise the various possible options and present the same to the shareholders at an extraordinary general meeting.

On 6 April 2009, Maveric announced that the SGX-ST has via a letter dated 2 April 2009 rejected the request. SGX-ST further informed Maveric that pursuant to Rule 1018 (2) of the listing Manual, Maveric is required to make a cash exit offer to its shareholders in accordance with Rule 1309 of the Listing Manual, within 6 months from the SGX-ST's letter dated 2 April 2009.

As a result, on 23 June 2009 Maveric announced that Messrs Collins Stewart Pte. Limited has been appointed as the independent financial advisor to the Board of Directors of Maveric for the purposes of the Proposed Exit Offer and the transactions contemplated thereunder.

**B9. Group Borrowings**

The details of Group borrowings are as follows:

Nature	Secured/ Unsecured	Group 30-Jun-09		Group 30-Jun-08	
		Repayable Within 12 Months RM'000	Repayable After 12 Months RM'000	Repayable Within 12 Months RM'000	Repayable After 12 Months RM'000
Revolving Credit ("RC")	Unsecured	-	-	13,066	-
RC/Trade Loan/Overdraft	Secured	33,208	-	10,851	-
Term Loans	Secured	6,920	266,269	147,993	9,118
Hire-Purchase	Secured	156	903	395	189
		<u>40,284</u>	<u>267,172</u>	<u>172,305</u>	<u>9,307</u>

Term loans comprise of a foreign currency loan amounting to USD 73.5 million ( equivalent to RM258.9 million).

**B10. Off Balance Sheet Financial Instruments**

There is no Off Balance Sheet Financial Instruments held by the Company as at 30 June 2009.

**B11. Material Litigation and Dispute**

There is no other material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings, pending or threatened, against the Company or its subsidiary companies or of facts likely to give rise to any proceedings which might materially affect the position or business of the Company or its subsidiary companies, financially or otherwise, except as disclosed in Note A10.

**B12. Dividends**

No dividend was declared during the quarter.

**B13. Earnings Per Share****(a) Basic**

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the parent by the weighted average number of ordinary shares in issue during the period. The weighted average number of shares in issue has been adjusted to include the effects of shares buy back, as disclosed in notes A6.

	Group			
	Quarter ended 30-Jun-09 RM'000	Quarter ended 30-Jun-08 RM'000	Year to date 30-Jun-09 RM'000	Year to date 30-Jun-08 RM'000
Profit/(loss) from continuing operations attributable to ordinary equity holders of the parent	(1,352)	4,138	(13,185)	10,707
Loss from discontinued operation attributable to ordinary equity holders of the parent	-	(356)	-	(1,446)
Net profit/(loss) attributable to equity holders of the parent	<u>(1,352)</u>	<u>3,782</u>	<u>(13,185)</u>	<u>9,261</u>
Weighted average number of ordinary shares in issue ('000)	124,314	125,064	124,314	125,064
Basic earnings per share (sen) for:				
Profit/(loss) from continuing operations	(1.09)	3.31	(10.61)	8.56
Loss from discontinued operation	-	(0.28)	-	(1.16)
Profit/(loss) for the period	<u>(1.09)</u>	<u>3.03</u>	<u>(10.61)</u>	<u>7.40</u>

**B13. Earnings Per Share (contd)**

**(b) Diluted**

This is not applicable.

**B14. Authorised for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 August 2009.