

M3ENERGY BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2009

(The figures have not been audited)

		2009	2008	2009	2008
		Individual	Individual	Cumulative	Cumulative
		Quarter	Quarter	Quarter	Quarter
		Current	Preceding Year	Current	Preceding Year
		Year	Corresponding	Year	Corresponding
		Quarter	Quarter	to date	Period
	Note	31-Dec	31-Dec	31-Dec	31-Dec
		RM'000	RM'000	RM'000	RM'000
Continuing Operations					
Revenue	A8	89,997	44,783	184,142	90,827
Other income		5,771	304	10,460	1,751
Operating expenses		(76,759)	(33,987)	(161,350)	(66,637)
Depreciation and amortisation		(9,726)	(8,943)	(17,403)	(15,270)
Impairment loss		-	(324)	-	(1,999)
Loss on disposal of investment		-	-	-	(219)
Interest income		159	304	301	651
Interest expense		(1,986)	(2,341)	(3,162)	(4,110)
Other finance costs		(412)	(1,875)	(721)	(2,089)
Profit/(loss) before tax		7,044	(2,079)	12,267	2,905
Taxation	B5	(3,316)	598	(5,247)	(874)
Profit/(loss) for the period from continuing operations		3,728	(1,481)	7,020	2,031
Discontinued Operation					
Loss on disposal of business of the subsidiary	B8	(3,340)	-	(3,340)	-
Profit/(Loss) for the period		388	(1,481)	3,680	2,031
Attributable to:					
Equity holders of the parent		1,505	727	4,011	4,370
Minority Interest		(1,117)	(2,208)	(331)	(2,339)
		388	(1,481)	3,680	2,031
Earnings per share attributable to equity holders of the parent:					
Basic, for profit from continuing operations (sen)		3.90	0.59	5.92	3.52
Basic, for loss from discontinued operation (sen)		(2.69)	-	(2.69)	-
Basic, for profit for the period (sen)		1.21	0.59	3.23	3.52
Diluted, for profit from continuing operations (sen)		3.85	n/a	5.85	n/a
Diluted, for loss from discontinued operation (sen)		(2.66)	n/a	(2.66)	n/a
Diluted, for profit for the period (sen)		1.19	n/a	3.19	n/a

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

M3ENERGY BERHAD**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2009**

(The figures have not been audited)

		2009	2009
		Unaudited	Audited
		Current	Preceding
		Financial	Financial
		Period End	Year End
	Note	31-Dec	30-June
		RM'000	RM'000
Assets			
Non-Current Assets			
Property, plant and equipment		532,586	453,839
Prepaid lease rental		4,562	4,569
Exploration and evaluation assets		27,582	14,690
Intangible assets		24,920	26,355
Other investments		506	506
Available-for-sale investment	A12	13,309	15,497
Deferred tax assets		13,856	16,659
		<u>617,321</u>	<u>532,115</u>
Current Assets			
Inventories		6,415	9,754
Trade and other receivables		123,716	126,131
Tax recoverable		697	1,550
Cash and bank balances		146,731	168,209
		<u>277,559</u>	<u>305,644</u>
Total Assets		<u>894,880</u>	<u>837,759</u>
Equity and Liabilities			
Equity Attributable to Equity Holders of the Parent			
Share capital	A6	127,328	125,324
Reserves		255,870	284,989
		<u>383,198</u>	<u>410,313</u>
Minority interest		15,825	16,098
Total Equity		<u>399,023</u>	<u>426,411</u>
Non-Current Liabilities			
Long term borrowings	B9	370,304	260,998
Other payables		13,473	13,473
Deferred tax liabilities		144	182
		<u>383,921</u>	<u>274,653</u>
Current Liabilities			
Overdraft and short term borrowings	B9	44,045	40,284
Trade and other payables		66,153	96,310
Taxation		1,738	101
		<u>111,936</u>	<u>136,695</u>
Total Liabilities		<u>495,857</u>	<u>411,348</u>
Total Equity and Liabilities		<u>894,880</u>	<u>837,759</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Parent (RM)			
		3.15	3.43

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

M3ENERGY BERHAD**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2009**

(The figures have not been audited)

	<i>(6 months)</i> 31-Dec-09	<i>(6 months)</i> 31-Dec-08
	RM'000	RM'000
Profit before tax	8,927	2,905
Adjustments:-		
Non-cash items	17,883	20,099
Operating profit before changes in working capital	26,810	23,004
Changes in working capital	(27,582)	(5,862)
Cash used in operations	(6,317)	(4,335)
Net cash flow (used in)/generated from operating activities	(7,089)	12,807
Investing Activities		
Purchase of property, plant and equipment	(94,479)	(23,650)
Exploration and evaluation expenditure	(13,312)	(4,987)
Proceeds from disposal of subsidiary	-	1,411
Proceeds from disposal of property, plant and equipment	-	3
Interest income received	488	910
Dividends received	7	44
	(107,296)	(26,269)
Financing Activities		
Drawdown of borrowings	168,019	42,102
Repayment of borrowings	(47,266)	(58,478)
Proceeds from issuance of shares	2,636	-
Purchase of treasury shares	-	(270)
Dividend paid	(31,588)	(2,485)
(Placement)/ withdrawal of pledged deposits	(12,425)	1,056
	79,376	(18,075)
Net change in cash & cash equivalents	(35,009)	(31,537)
Cash and cash equivalents at beginning of the year	138,405	131,507
Effect of exchange rate changes	(164)	2,496
Cash and cash equivalents at end of the period	103,232	102,466
Cash and cash equivalents comprise:		
Cash on hand and at banks	39,905	19,417
Deposits with licensed banks	106,826	108,796
Bank overdrafts	(1,487)	(4,290)
Deposits pledged	(42,012)	(21,457)
	103,232	102,466

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the interim financial statements.

M3NERGY BERHAD

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 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
6 months ended 31 December 2009									
At 1 July 2009	125,324	79,408	(724)	7,382	2,172	196,751	410,313	16,098	426,411
Currency translation differences	-	-	-	(379)	-	-	(379)	58	(321)
Fair value loss on available-for-sale investment	-	-	-	(2,188)	-	-	(2,188)	-	(2,188)
Net income recognised directly in equity	-	-	-	(2,567)	-	-	(2,567)	58	(2,509)
Profit for the period	-	-	-	-	-	4,011	4,011	(331)	3,680
Dividend paid	-	-	-	-	-	(31,588)	(31,588)	-	(31,588)
Total recognised income and expense for the period	-	-	-	(2,567)	-	(27,577)	(30,144)	(273)	(30,417)
Share-based payment under ESOS	-	-	-	-	393	-	393	-	393
Share issue pursuant to ESOS	2,004	632	-	-	-	-	2,636	-	2,636
Transfer upon ESOS exercise	-	871	-	-	(871)	-	-	-	-
	2,004	1,503	-	(2,567)	(478)	(27,577)	(27,115)	(273)	(27,388)
At 31 December 2009	127,328	80,911	(724)	4,815	1,694	169,174	383,198	15,825	399,023
6 months ended 31 December 2008									
At 1 July 2008	125,064	79,211	(454)	5,743	1,815	211,268	422,647	33,475	456,122
Currency translation differences	-	-	-	847	-	-	847	88	935
Net income recognised directly in equity	-	-	-	847	-	-	847	88	935
Profit for the period	-	-	-	-	-	4,370	4,370	(2,339)	2,031
Total recognised income and expense for the period	-	-	-	847	-	4,370	5,217	(2,251)	2,966
Dividend paid	-	-	-	-	-	(2,485)	(2,485)	-	(2,485)
Purchase of treasury shares	-	-	(270)	-	-	-	(270)	-	(270)
Share-based payment under ESOS	-	-	-	-	285	-	285	-	285
	-	-	(270)	847	285	1,885	2,747	(2,251)	496
At 31 December 2008	125,064	79,211	(724)	6,590	2,100	213,153	425,394	31,224	456,618

M3ENERGY BERHAD**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 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 2009.

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 2009.

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 period ended 31 December 2009, the issued and paid-up share capital of the Company was increased from 125,324,372 to 127,328,272 arising from the allotment and issue of 2,003,900 new ordinary shares of RM1.00 each from the exercise of Employee Share Option Scheme.

At the end of the period, there were 5.2 million unexercised options under the ESOS.

- ii) During the current quarter under review. There was no buyback of shares, resale or cancellation of treasury shares.

As at 31 December 2009, the Company has 828,000 ordinary shares held as treasury shares.

	No. of shares	
	As at 31-Dec-09	As at 30-Jun-09
Outstanding Shares in Issue		
- Ordinary Shares of RM1 Each	'000	'000
Issued and fully paid	127,328	125,324
Less: Treasury shares	(828)	(828)
At 31 December 2009/30 June 2009	<u>126,500</u>	<u>124,496</u>

A7. Dividends Paid

A tax exempt interim dividend of 25% in respect of the financial year ending 30 June 2010 amounting to RM31,588,268 was paid on 10 December 2009.

A8. Segmental Reporting By Activity

	Segment Revenue		Segment Results	
	Year to date	Year to date	Year to date	Year to date
	31-Dec-09 RM'000	31-Dec-08 RM'000	31-Dec-09 RM'000	31-Dec-08 RM'000
Oil and gas services	74,888	58,434	33,142	35,311
Trading and manufacturing	17,853	16,676	510	(724)
Engineering, procurement and construction	91,184	15,414	10,580	1,706
Investment holding	493	1,045	(8,658)	(8,798)
Oil and gas exploration and production	-	-	(248)	(1,594)
Others	-	-	(663)	(461)
	184,418	91,569	34,663	25,440
Consolidation adjustments/Eliminations	(276)	(742)	(570)	(1,288)
	184,142	90,827	34,093	24,152
Discontinued operation	-	-	(3,340)	-
	184,142	90,827	30,753	24,152

Segment results is derived from earnings before interest income, interest expense, other finance costs, depreciation and amortisation.

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 6 January 2009, Oil and Natural Gas Corporation ("ONGC") terminated its contract for the development of offshore marginal fields of Cluster 7, off Mumbai, India ("Cluster 7 Project") with the Prize Petroleum Company Limited ("PPCL"), Hindustan Petroleum Corporation Ltd ("HPCL"), and M3nergy Berhad (hereinafter shall be collectively known as the "Consortium") as it was viewed that the Consortium would not be able to meet its contractual obligations due to a perceived disharmony in the relationship amongst the Consortium members. In view of this, M3nergy's portion of its bank guarantee amounting to RM13.2 million was claimed upon. Expenses relating to exploration and evaluation assets amounting to RM5.2 million were also written off in the financial statements for the year ended 30 June 2009.

The Company received a Notice of Arbitration ("Notice") on 15 May 2009 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 amounting to INR515 crores (equivalent to approximately RM368 million). In respond to this, the Company appointed its legal counsel and arbitrator, and issued a reply on 12 June 2009 to HPCL's legal counsel refuting their claims and allegations as well as a counterclaim against HPCL for losses incurred and all costs expenses on the Cluster 7 project.

Based on legal advice obtained by the Company, the Directors are of the opinion that the Company would have a good prospect of proving that it was not liable for the termination of the contract, and therefore no provision is required in the financial statements for this period ending 31 December 2009.

On 15 October 2009, the solicitors of HPCL & PPCL served the Statement of Claim on the Company's solicitors. Due to the short duration of time given to reply, the Company obtained an extension of time until 21 January 2010 to file its Defence Statement and Counterclaim.

Subsequently, representatives from HPCL, PPCL and the Company as well as their respective counsel appeared before the Arbitral Tribunal in Mumbai for the initial proceedings of the Arbitration on 3 December 2009. The Arbitral fixed 27 February 2010 as the next date to hear the parties on the question whether the issue of "concluded contract" be tried as a preliminary issue, if necessary, the Arbitral Tribunal will hear the parties further on 5 March 2010.

A10. Subsequent Event (continued)

The Company submitted on 21 January 2010 its Defence Statement and Counterclaim as well as its Application for the Arbitral Tribunal to determine the question on whether there was a concluded contract.

To-date, the Company has yet to receive the necessary replies from HPCL and PPCL.

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 during the quarter under review.

A12. 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's request.

On 26 March 2009, the Board of Directors decided not to proceed further with negotiations with CASB, DRR and DSM. The Company 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.

On 6 November 2009, the Company filed a suit against CASB vide Kuala Lumpur High Court Suit No. D-22NCC-443-2009 for losses suffered by the Company due to the failure of CASB to fulfil its contractual obligations when the Company exercised its put option requiring CASB to purchase 20,933,884 units of shares in MMM at the purchase consideration of RM20,515,206. CASB filed its Statement of Defence dated 24 December 2009 and the Company subsequently filed its Reply to the Statement of Defence on 15 January 2010.

A Pre-Trial Case Management to be held on 25 March 2010 has been set by the Courts.

A13. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in contingent liabilities or contingent assets since the last financial statements as at 30 June 2009 except for the claim by HPCL amounting to INR515 Crores (equivalent to approximately RM368 million) as disclosed in Note A10.

A14. Capital Commitments

	At 31-Dec-09 RM'000	At 30-Jun-09 RM'000
Capital expenditure approved and contracted for:		
- Property, plant and equipment	5,537	100,042

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

The Group revenue for the current financial period was RM184.1 million as compared to RM90.8 million for the corresponding period ended 31 December 2008. The significant increase came from two divisions, that is, the Engineering, Procurement and Construction (EPC) division, and Oil and Gas services (O&G) division. The divisions contributed approximately 50% and 37% respectively.

The Group generated profit before taxation of RM12.3 million for the period ended 31 December 2009 as compared to a profit before taxation of RM2.9 million for the corresponding period of the last financial year. The profit contribution is mainly due to foreign exchange gain along with other contributions being derived from the EPC and O&G FSO divisions.

The loss incurred on the discontinued operation is due to a provision made by Maveric Ltd as explained in Note B8.

B2. Material Change in Quarterly Profit Before Taxation

The profit before taxation is RM7.0 million for the current quarter as compared to RM5.2 million in the preceding quarter. It is mainly profit contributions from the Oil & Gas FPSO and FSO division.

B3. Prospects

The prospect of the Company remains positive. With the successful commissioning and commencement of the operations of FSO Ratu Songkhla in late November 2009, coupled with the existing FPSO Perintis operations to operating and maintaining a client-owned FSO facility, the Group continues its efforts in focusing an expanding its core business in the provision of floating facilities.

The Group also expects to generate revenue from its exploration and production segment in the next two to four years as more studies have been done.

In late-December 2009, the Engineering, Procurement and Construction division was awarded another contract amounting to approximately RM196 million by Sarawak Energy Berhad for the design, supply, erection and commissioning of a 275KV overhead transmission line project from Bakun to Similajau. The contract is for 24 months which commenced on 4 January 2010. This division is still currently actively negotiating and bidding for new projects.

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
	31-Dec-09	31-Dec-09
	RM'000	RM'000
Major components of tax expense:		
Current year provision	1,081	2,481
Deferred tax	2,235	2,766
	<u>3,316</u>	<u>5,247</u>
Overprovision - prior years	-	-
	<u>3,316</u>	<u>5,247</u>
Profit before taxation	<u>3,704</u>	<u>8,926</u>
Taxation at the statutory income tax rate	926	2,232
Tax effect on timing differences, provisions and expenses not deductible for tax purposes	2,390	3,015
Tax expense	<u>3,316</u>	<u>5,247</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.

Details of quoted securities held are as follows:

	Group	
	31-Dec-09 RM'000	30-Jun-09 RM'000
Purchase consideration		
Sale proceeds	-	-
Gain on disposal	-	-
Quoted securities held		
- at cost	73,034	73,034
- at carrying value	13,315	15,503
- at market value	14,290	16,478

B8. Status of Corporate Proposals

There were no outstanding corporate proposals except as disclosed below:

Since the disposal of Maveric Ltd's ("Maveric") (*formerly known as Total Automation Ltd*) core businesses in 2006, the company had not been successful in establishing any new business activities to date. In view of this, the Singapore Exchange Securities Trading Limited ("SGX-ST"), had required Maveric to make a cash exit offer to its shareholders in accordance with Rule 1309 of the Listing manual.

Therefore, in order to meet SGX-ST's requirement, Maveric has to resolve the outstanding warranty claim of SGD700,000 (equivalent to RM1.715 million) by Wartsila Corporation ("Wartsila") which had been provided for since 2007. This alleged warranty claim was for monetary compensation to rectify various alleged irregularities at several parts of the premises that was previously disposed to Wartsila. Subsequently, on 27 July 2009 and 17 September 2009, Wartsila highlighted other alleged irregularities of the same premise.

On 15 January 2010, Maveric received a cost report from Wartsila's quantity surveyor indicating a further claim of SGD1.24 million (equivalent to approximately RM3.03 million), thus bringing the total to SGD1.9 million (equivalent to approximately RM4.655 million). In addition, Maveric has incurred professional fees of SGD0.13 million (equivalent to approximately RM0.31 million) to-date.

However, since the claims are not final, an exit offer would be extremely difficult to conceptualise and implement until the full extent of the alleged claim can be determined from both the legal and technical perspective. The board of Maveric has advised SGX-ST on this issue and will provide further updates to the alleged claim and the resulting exit offer once it becomes available.

B9. Group Borrowings

The details of Group borrowings are as follows:

Nature	Secured/ Unsecured	Group 31-Dec-09		Group 30-Jun-09	
		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") /Trade Loan/Overdraft	Secured	28,799	-	33,208	-
Revolving Credit ("RC")	Unsecured	8,000	-	-	-
Term Loans	Secured	6,920	369,488	6,920	260,095
Hire-Purchase	Secured	326	816	156	903
		<u>44,045</u>	<u>370,304</u>	<u>40,284</u>	<u>260,998</u>

Included in term loans is a foreign currency loan amounting to USD 106.3 million (equivalent to RM363.9 million).

B10. Off Balance Sheet Financial Instruments

There is no Off Balance Sheet Financial Instruments held by the Company as at 31 December 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 31-Dec-09 RM'000	Quarter ended 31-Dec-08 RM'000	Year to date 31-Dec-09 RM'000	Year to date 31-Dec-08 RM'000
Profit from continuing operations attributable to equity holders of the parent	4,845	727	7,351	4,370
Loss from discontinued operation attributable to equity holders of the parent	(3,340)	-	(3,340)	-
Net profit attributable to equity holders of the parent	1,505	727	4,011	4,370
Weighted average number of ordinary shares in issue ('000)	124,205	124,259	124,205	124,259
Basic earnings per share (sen) for:				
Profit from continuing operations	3.90	0.59	5.92	3.52
Loss from discontinued operation	(2.69)	-	(2.69)	-
	1.21	0.59	3.23	3.52

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

Diluted earnings per share for the current period is calculated by dividing the adjusted net profit attributable to equity holders of the parent by the adjusted weighted average number of ordinary shares in issue and issuable during the financial period. The weighted average number of shares in issue has been adjusted to include the effects of dilution of share options.

The dilutive potential ordinary shares of the Group are the employees share options.

	Group	
	Quarter ended	Year to date
	31-Dec-09	31-Dec-09
	RM'000	RM'000
Profit from continuing operations attributable to equity holders of the parent	4,845	7,351
Loss from discontinued operation attributable to equity holders of the parent	(3,340)	(3,340)
Net profit attributable to equity holders of the parent	1,505	4,011
Weighted average number of ordinary shares in issue ('000)	124,205	124,205
Effects of dilution - share options ('000)	1,497	1,497
Adjusted weighted average number of ordinary shares in issue ('000)	125,702	125,702
Diluted earnings per share (sen) for :		
Profit from continuing operations	3.85	5.85
Loss from discontinued operation	(2.66)	(2.66)
	1.19	3.19

Diluted earnings per share for the corresponding previous period is not calculated as this was anti-dilutive.

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 24 February 2010.