

M3ENERGY BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2010

(The figures have not been audited)

		2010	2009	2010	2009
		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-Mar	31-Mar	31-Mar	31-Mar
		RM'000	RM'000	RM'000	RM'000
Continuing Operations					
Revenue	A8	81,815	59,739	265,957	150,566
Other income		14,418	4,099	24,878	5,850
Operating expenses		(60,341)	(50,042)	(221,691)	(116,679)
Provision for termination of contract		-	(18,053)	-	(18,053)
Depreciation and amortisation		(11,462)	(8,396)	(28,865)	(23,666)
Impairment loss	B7	(14,240)	324	(14,240)	(1,675)
Loss on disposal of investment		-	-	-	(219)
Interest income		176	97	477	748
Interest expense		(3,136)	(1,551)	(6,298)	(5,661)
Other finance costs		(377)	(1,135)	(1,098)	(3,224)
Profit/(Loss) before tax		6,853	(14,918)	19,120	(12,013)
Taxation	B5	(1,406)	(923)	(6,653)	(1,797)
Profit/(Loss) for the period from continuing operations		5,447	(15,841)	12,467	(13,810)
Discontinued Operation					
Loss on disposal of business of the subsidiary	B8	(129)	-	(3,469)	-
Profit/(Loss) for the period		5,318	(15,841)	8,998	(13,810)
Attributable to:					
Equity holders of the Company		5,114	(16,203)	9,125	(11,833)
Minority Interest		204	362	(127)	(1,977)
		5,318	(15,841)	8,998	(13,810)
Earnings per share attributable to equity holders of the Company:					
Basic, for profit/(loss) from continuing operations (sen)		4.17	(13.04)	10.02	(9.52)
Basic, for loss from discontinued operation (sen)		(0.10)	-	(2.76)	-
Basic, for profit for the period (sen)		4.07	(13.04)	7.26	(9.52)
Diluted, for profit from continuing operations (sen)		4.13	n/a	9.91	n/a
Diluted, for loss from discontinued operation (sen)		(0.10)	n/a	(2.73)	n/a
Diluted, for profit for the period (sen)		4.03	n/a	7.18	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 MARCH 2010**

(The figures have not been audited)

		2010	2009
		Unaudited	Audited
		Current	Preceding
		Financial	Financial
		Period End	Year End
	Note	31-Mar	30-June
		RM'000	RM'000
Assets			
Non-Current Assets			
Property, plant and equipment		525,100	453,839
Prepaid lease rental		4,561	4,569
Exploration and evaluation assets		28,035	14,690
Intangible assets		24,230	26,355
Other investments	B7	506	506
Available-for-sale investment	A12,B7	-	15,497
Deferred tax assets		12,717	16,659
		<u>595,149</u>	<u>532,115</u>
Current Assets			
Inventories		10,709	9,754
Trade and other receivables		133,814	126,131
Tax recoverable		677	1,550
Cash and bank balances		131,092	168,209
		<u>276,292</u>	<u>305,644</u>
Total Assets		<u>871,441</u>	<u>837,759</u>
Equity and Liabilities			
Equity Attributable to Equity Holders of the Company			
Share capital	A6	127,353	125,324
Reserves		260,301	284,989
		<u>387,654</u>	<u>410,313</u>
Minority interest		15,523	16,098
Total Equity		<u>403,177</u>	<u>426,411</u>
Non-Current Liabilities			
Long term borrowings	B9	353,332	260,998
Other payables		9,413	13,473
Deferred tax liabilities		167	182
		<u>362,912</u>	<u>274,653</u>
Current Liabilities			
Overdraft and short term borrowings	B9	46,726	40,284
Trade and other payables		56,921	96,310
Taxation		1,705	101
		<u>105,352</u>	<u>136,695</u>
Total Liabilities		<u>468,264</u>	<u>411,348</u>
Total Equity and Liabilities		<u>871,441</u>	<u>837,759</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (RM)			
		3.19	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 MARCH 2010**

(The figures have not been audited)

	<i>(9 months)</i> 31-Mar-10 RM'000	<i>(9 months)</i> 31-Mar-09 RM'000
Profit/(Loss) before tax	15,651	(12,013)
Adjustments:-		
Non-cash items	25,443	47,497
Operating profit before changes in working capital	41,094	35,484
Changes in working capital	(48,494)	(23,647)
Cash used in operations	(9,727)	(6,100)
Net cash flow (used in)/generated from operating activities	<u>(17,127)</u>	<u>5,737</u>
Investing Activities		
Purchase of property, plant and equipment	(97,682)	(36,786)
Exploration and evaluation expenditure	(14,728)	(6,396)
Proceeds from disposal of subsidiary	-	1,411
Proceeds from disposal of property, plant and equipment	-	3
Interest income received	781	1,199
Dividends received	23	44
	<u>(111,606)</u>	<u>(40,525)</u>
Financing Activities		
Drawdown of borrowings	188,024	50,392
Repayment of borrowings	(64,238)	(43,544)
Proceeds from issuance of shares	2,668	279
Purchase of treasury shares	-	(270)
Dividend paid	(31,588)	(2,485)
Dividend paid to minority shareholders	-	(10,840)
(Placement)/ withdrawal of pledged deposits	1,168	(1,382)
	<u>96,034</u>	<u>(7,850)</u>
Net change in cash & cash equivalents	(32,699)	(42,638)
Cash and cash equivalents at beginning of the year	138,405	131,507
Effect of exchange rate changes	(2,741)	3,528
Cash and cash equivalents at end of the period	<u>102,965</u>	<u>92,397</u>
Cash and cash equivalents comprise:		
Cash on hand and at banks	41,592	17,324
Deposits with licensed banks	89,500	102,134
Bank overdrafts	(104)	(3,417)
Deposits pledged	(28,023)	(23,644)
	<u>102,965</u>	<u>92,397</u>

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.

M3ENERGY BERHAD

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2010

(The figures have not been audited)

	<----- Attributable to Equity Holders of the Company ----->									
			Share							
	Share Capital RM'000	Share Premium RM'000	Treasury shares RM'000	Other Reserves RM'000	Option Reserve RM'000	Retained Earnings RM'000	Sub-Total RM'000	Minority Interest RM'000	Total Equity RM'000	
9 months ended 31 March 2010										
At 1 July 2009	125,324	79,408	(724)	7,382	2,172	196,751	410,313	16,098	426,411	
Currency translation differences	-	-	-	(2,030)	-	-	(2,030)	(448)	(2,478)	
Fair value loss on available-for-sale investment	-	-	-	(1,256)	-	-	(1,256)	-	(1,256)	
Net loss recognised directly in equity	-	-	-	(3,286)	-	-	(3,286)	(448)	(3,734)	
Profit for the period	-	-	-	-	-	9,125	9,125	(127)	8,998	
Dividend paid	-	-	-	-	-	(31,588)	(31,588)	-	(31,588)	
Total recognised income and expense for the period	-	-	-	(3,286)	-	(22,463)	(25,749)	(575)	(26,324)	
Share-based payment under ESOS	-	-	-	-	421	-	421	-	421	
Share issue pursuant to ESOS	2,029	640	-	-	-	-	2,669	-	2,669	
Transfer upon ESOS exercise	-	882	-	-	(882)	-	-	-	-	
	2,029	1,522	-	(3,286)	(461)	(22,463)	(22,659)	(575)	(23,234)	
At 31 March 2010	127,353	80,930	(724)	4,096	1,711	174,288	387,654	15,523	403,177	
9 months ended 31 March 2009										
At 1 July 2008	125,064	79,211	(454)	5,743	1,815	211,268	422,647	33,475	456,122	
Currency translation differences	-	-	-	43	-	-	43	9	52	
Net income recognised directly in equity	-	-	-	43	-	-	43	9	52	
Loss for the period	-	-	-	-	-	(11,833)	(11,833)	(1,977)	(13,810)	
Total recognised income and expense for the period	-	-	-	43	-	(11,833)	(11,790)	(1,968)	(13,758)	
Dividend paid	-	-	-	-	-	(2,485)	(2,485)	(10,840)	(13,325)	
Purchase of treasury shares	-	-	(270)	-	-	-	(270)	-	(270)	
Share-based payment under ESOS	-	-	-	-	285	-	285	-	285	
Share issued pursuant to ESOS	212	161	-	-	(93)	-	280	-	280	
	212	161	(270)	43	192	(14,318)	(13,980)	(12,808)	(26,788)	
At 31 March 2009	125,276	79,372	(724)	5,786	2,007	196,950	408,667	20,667	429,334	

The condensed consolidated statement of changes in equity 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**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2010****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 the Group's financial year beginning on or after 1 July 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 March 2010, the issued and paid-up share capital of the Company was increased from 125,324,372 to 127,352,872 arising from the allotment and issue of 2,028,500 new ordinary shares of RM1.00 each from the exercise of Employee Share Option Scheme ("ESOS").

At the end of the period, there were 5.1 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 March 2010, the Company has 828,000 ordinary shares held as treasury shares.

	No. of shares	
	As at 31-Mar-10 '000	As at 30-Jun-09 '000
Outstanding Shares in Issue		
- Ordinary Shares of RM1 Each		
Issued and fully paid	127,353	125,324
Less: Treasury shares	(828)	(828)
At 31 March 2010 / 30 June 2009	<u>126,525</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 31-Mar-10 RM'000	Year to date 31-Mar-09 RM'000	Year to date 31-Mar-10 RM'000	Year to date 31-Mar-09 RM'000
Oil and gas services	127,526	84,200	68,689	46,035
Trading and manufacturing	26,660	25,610	2,636	(647)
Engineering, procurement and construction	111,476	40,260	13,197	5,591
Investment holding	619	14,831	(24,382)	(14,992)
Oil and gas exploration and production	-	-	(346)	(1,233)
Others	-	-	(1,035)	(935)
	266,281	164,901	58,759	33,819
Consolidation adjustments/Eliminations	(324)	(14,335)	(2,858)	(13,392)
	265,957	150,566	55,901	20,427
Discontinued operation	-	-	(3,469)	-
	265,957	150,566	52,432	20,427

Segment results are derived from earnings before interest income, interest expense, other finance costs, and 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 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 RM378 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 and all costs incurred 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.

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.

HPCL & PPCL had since submitted their Amended Statement of Claim in response to which the Company had on 11 May 2010 submitted its Amended Defence Statement and Counterclaim.

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 had 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 then agreed to extend the deadline to 31 March 2009 subject to certain terms and conditions. CASB did not accept the Company's counter proposal and 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 fulfill 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.

On 7 April 2010, Pre-Trial Case Management fixed the trial dates to be 3 & 4 May 2010. On the hearing date of 3 May 2010, the Company requested for an adjournment of the trial pending the negotiation for settlement proposed by CASB through its solicitor's letter dated 29 April 2010. Under the circumstances, the Company proceeded to seek withdrawal of the case with liberty to file afresh. The Judge allowed the withdrawal of the action with liberty to file afresh, and with no order as to cost.

The Company will follow up on the settlement proposal from CASB before any conclusive decision can be made with regards to further action that needs to be undertaken.

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 RM378 million) as disclosed in Note A10.

A14. Capital Commitments

	At 31-Mar-10 RM'000	At 30-Jun-09 RM'000
Capital expenditure approved and contracted for:		
- Property, plant and equipment	14,254	100,042

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

The Group revenue for the current financial period was RM266.0 million as compared to RM150.6 million for the corresponding period ended 31 March 2009. The significant increase came from two divisions, that is, the Oil and Gas services (O&G) division, and Engineering, Procurement and Construction (EPC) division. The divisions contributed approximately 48% and 42% respectively.

The Group generated a profit before tax of RM19.1 million for the period ended 31 March 2010 as compared to a loss before tax of RM12.0 million for the corresponding period of the last financial year. The favourable result is mainly due to a substantial foreign exchange gain from the weakening of USD currency. However, the gains were offset by an impairment of investment in MMM amounting to RM14.2 million. The results of the previous year's corresponding period included a provision of RM18.1 million, which arose from the termination of Cluster 7 Project as disclosed in Note A10.

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 tax is RM6.9 million for the current quarter as compared to RM7.0 million in the preceding quarter. The results for the quarter arose from the exchange gain off set with the impairment loss on investment in MMM.

B3. Prospects

The prospect of the Company remains positive. To-date, the Group owns, operates and maintains 2 floating facilities, ie the FPSO Perintis and FSO Ratu Songkhla. The Group also operates and maintains a FSO for a client operating in the Joint-Development Area. With these contracts in-hand, the Group is continuing its efforts in expanding its core business in providing such floating facilities.

The EPC division is currently actively negotiating and bidding for new projects.

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

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-Mar-10	31-Mar-10
	RM'000	RM'000
Major components of tax expense:		
Current year provision	481	2,962
Deferred tax	1,162	3,928
	<u>1,643</u>	<u>6,890</u>
Overprovision - prior years	(237)	(237)
	<u>1,406</u>	<u>6,653</u>
Profit before taxation	6,724	15,651
Taxation at the statutory income tax rate	1,681	3,913
Tax effect on timing differences, provisions and expenses not deductible for tax purposes	(38)	2,977
Overprovision in prior year	(237)	(237)
Tax expense	<u>1,406</u>	<u>6,653</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-Mar-10 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	6	15,503
- at market value	1,024	16,478

The investment in MMM was fully impaired during the quarter. This is due to MMM's announcement of its change in status on 5 March 2010 to PN17 company.

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 RM1.70 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 RM3.01 million), thus bringing the total to SGD1.94 million (equivalent to approximately RM4.71 million)("the said claim"). A discussion between Maveric and Wartsila's was held in March 2010. Subsequent to the discussion, Maveric instructed its consultant to verify the said claim.

The exit plan shall be concluded once Wartsila finalises its claim.

B9. Group Borrowings

The details of Group borrowings are as follows:

Nature	Secured/ Unsecured	Group 31-Mar-10		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	39,508	-	33,208	-
Term Loans	Secured	6,920	352,479	6,920	260,095
Hire-Purchase	Secured	298	853	156	903
		46,726	353,332	40,284	260,998

Included in term loans is a foreign currency loan amounting to USD 106.5 million (equivalent to RM348.6 million).

B10. Off Balance Sheet Financial Instruments

There are no Off Balance Sheet Financial Instruments held by the Company as at 31 March 2010.

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 Company 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-Mar-10 RM'000	Quarter ended 31-Mar-09 RM'000	Year to date 31-Mar-10 RM'000	Year to date 31-Mar-09 RM'000
Profit/(Loss) from continuing operations attributable to equity holders of the Company	5,243	(16,203)	12,594	(11,833)
Loss from discontinued operation attributable to equity holders of the Company	(129)	-	(3,469)	-
Net profit/(loss) attributable to equity holders of the Company	5,114	(16,203)	9,125	(11,833)
Weighted average number of ordinary shares in issue ('000)	125,636	124,300	125,636	124,300
Basic earnings per share (sen) for:				
Profit/(Loss) from continuing operations	4.17	(13.04)	10.02	(9.52)
Loss from discontinued operation	(0.10)	-	(2.76)	-
	<u>4.07</u>	<u>(13.04)</u>	<u>7.26</u>	<u>(9.52)</u>

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

Diluted earnings per share for the current period is calculated by dividing the adjusted net profit attributable to equity holders of the Company 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 31-Mar-10 RM'000	Year to date 31-Mar-10 RM'000
Profit from continuing operations attributable to equity holders of the Company	5,243	12,594
Loss from discontinued operation attributable to equity holders of the Company	(129)	(3,469)
Net profit attributable to equity holders of the Company	5,114	9,125
Weighted average number of ordinary shares in issue ('000)	125,636	125,636
Effects of dilution - share options ('000)	1,394	1,394
Adjusted weighted average number of ordinary shares in issue ('000)	127,030	127,030
Diluted earnings per share (sen) for :		
Profit from continuing operations	4.13	9.91
Loss from discontinued operation	(0.10)	(2.73)
	4.03	7.18

Diluted earnings per share for the corresponding previous period was 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 May 2010.