

LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2012**

| | As At 31.12.2012 RM'000 (Unaudited) | As At 30.6.2012 RM'000 (Audited) |
|--|--|---|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant and equipment | 19,056 | 19,867 |
| Product development costs | 2,961 | 3,071 |
| Land and development expenditure | 19,252 | - |
| Investment in unquoted shares | 5,000 | 5,000 |
| Timber concessions | 3,799 | 6,964 |
| Trade and other receivables | - | 7,108 |
| Amount owing by an associated company | 22,491 | 26,884 |
| Deferred tax assets | 4,253 | 4,253 |
| Goodwill on consolidation | 4,535 | - |
| Advances for log purchases | 20,096 | 19,549 |
| Total non-current assets | 101,443 | 92,696 |
| Current Assets | | |
| Inventories | 8,628 | 5,703 |
| Amount owing by an associated company | 8,902 | 8,613 |
| Trade and other receivables | 9,116 | 9,985 |
| Current tax assets | 2,058 | 2,056 |
| Other assets | 1,868 | 3,184 |
| Fixed deposits, cash and bank balances | 411 | 200 |
| Total current assets | 30,983 | 29,741 |
| Total assets | 132,426 | 122,437 |
| EQUITY AND LIABILITIES | | |
| Capital and Reserves | | |
| Share capital | 120,874 | 120,874 |
| Share premium | 4,764 | 4,764 |
| Retained earnings | (26,760) | (26,814) |
| Equity attributable to owners of the Parent | 98,878 | 98,824 |
| Non-controlling interest | (326) | (630) |
| Total equity | 98,552 | 98,194 |
| Non-Current Liabilities | | |
| Hire-purchase payables | 425 | 508 |
| Borrowings | 3,484 | 140 |
| Deferred tax liabilities | 5,562 | 1,825 |
| Total non-current liabilities | 9,471 | 2,473 |

LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
AS AT 31 DECEMBER 2012
[CONTINUED]

| | As At 31.12.2012 RM'000 (Unaudited) | As At 30.6.2012 RM'000 (Audited) |
|---------------------------------------|--|---|
| Current Liabilities | | |
| Trade and other payables | 5,416 | 781 |
| Amount owing to an associated company | - | 874 |
| Hire-purchase payables | 170 | 233 |
| Borrowings | 18,335 | 18,145 |
| Other liabilities | 482 | 1,737 |
| Total current liabilities | 24,403 | 21,770 |
| Total liabilities | 33,874 | 24,243 |
| Total equity and liabilities | 132,426 | 122,437 |
| | | |
| Net Assets per Share (RM) | 0.41 | 0.41 |

*The accompanying Notes to Interim Financial Report form an integral part of the
Condensed Consolidated Statement of Financial Position*

LEWEKO RESOURCES BERHAD

Company No. 568420-K
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FINANCIAL QUARTER ENDED 31 DECEMBER 2012
(UNAUDITED)

| | Individual Quarter | | Cumulative Quarter | |
|---|--|--|--|---|
| | Current Year Quarter 31.12.2012 RM'000 | Preceding Year Corresponding Quarter 31.12.2011 RM'000 | Current Year To Date 31.12.2012 RM'000 | Preceding Year Corresponding Period 31.12.2011 RM'000 |
| Continuing operations | | | | |
| Revenue | 6,523 | 4,536 | 12,588 | 30,610 |
| Investment revenue | 1,387 | 450 | 2,323 | 1,805 |
| Other gains and losses | 7 | (40) | 17 | 244 |
| Other operating income | 55 | 19 | 62 | 40 |
| Changes in inventories of finished goods and work-in-progress | 188 | (3,906) | 2,438 | (12,749) |
| Raw materials and consumables used | 315 | (2,290) | 346 | (9,163) |
| Employee benefits expenses | (1,216) | (1,224) | (2,427) | (5,269) |
| Depreciation of property, plant and equipment | (452) | (476) | (889) | (1,958) |
| Amortisation of intangible assets | (55) | (55) | (110) | (278) |
| Amortisation of timber concession | (1,570) | (1,036) | (3,165) | (7,528) |
| Impairment of timber concession | - | (3,844) | - | (3,844) |
| Contract cost recognised | (1,525) | - | (2,829) | - |
| Other operating expenses | (3,891) | (3,914) | (8,191) | (21,636) |
| Profit/(Loss) from operations | (234) | (11,780) | 163 | (29,726) |
| Finance costs | (310) | (270) | (602) | (1,063) |
| Loss before tax | (544) | (12,050) | (439) | (30,789) |
| Tax credit | 794 | 1,222 | 797 | 2,800 |
| Net profit/(loss) from continuing operations | 250 | (10,828) | 358 | (27,989) |
| Discontinued operations | | | | |
| Net loss from discontinued operations | - | (1,235) | - | (3,138) |
| Net profit/(loss) and total comprehensive income/(loss) for the financial period | 250 | (12,063) | 358 | (31,127) |
| Profit/(Loss) and total comprehensive profit/(loss) attributable to: | | | | |
| Owners of the parent | 224 | (11,432) | 54 | (29,342) |
| Non-controlling interest | 26 | (631) | 304 | (1,785) |
| | 250 | (12,063) | 358 | (31,127) |
| Basic/diluted earnings/(loss) per share attributable to owners of the parent (sen) from: | | | | |
| Continuing operations | 0.09 | (4.45) | 0.02 | (11.39) |
| Discontinued operations | - | (0.28) | - | (0.75) |
| | 0.09 | (4.73) | 0.02 | (12.14) |

The accompanying Notes to Interim Financial Report form an integral part of the Condensed Consolidated Statement of Comprehensive Income

LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
FINANCIAL QUARTER ENDED 31 DECEMBER 2012
(UNAUDITED)

| | Attributable to owners of the Parent | | | Non-controlling Interest RM'000 | Total RM'000 |
|--|--------------------------------------|-----------------------------|-------------------------|------------------------------------|-----------------|
| | Share Capital RM'000 | Retained Earnings RM'000 | Share Premium RM'000 | | |
| 2012 | | | | | |
| At 1 July 2012 | 120,874 | (26,814) | 4,764 | (630) | 98,194 |
| Net profit and total comprehensive income for the financial period | - | 54 | - | 304 | 358 |
| At 31 December 2012 | <u>120,874</u> | <u>(26,760)</u> | <u>4,764</u> | <u>(326)</u> | <u>98,552</u> |
| 2011 | | | | | |
| At 1 January 2011 | 120,874 | 31,317 | 4,764 | 6,747 | 163,702 |
| Net loss and total comprehensive loss for the financial period | - | (58,131) | - | (3,717) | (61,848) |
| Issue of shares to non-controlling interests | - | - | - | 490 | 490 |
| Disposal of a subsidiary | - | - | - | (4,150) | (4,150) |
| At 30 June 2012 | <u>120,874</u> | <u>(26,814)</u> | <u>4,764</u> | <u>(630)</u> | <u>98,194</u> |

The accompanying Notes to Interim Financial Report form an integral part of the Condensed Consolidated Statement of Changes in Equity

LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**
FINANCIAL QUARTER ENDED 31 DECEMBER 2012
(UNAUDITED)

| | Current Year To Date 31.12.2012 RM'000 | Preceding Year Corresponding Period 30.6.2012 RM'000 |
|--|---|---|
| CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES | | |
| Profit/(loss) for the period | 358 | (61,847) |
| Adjustments for: | | |
| Impairment of timber concession | - | 18,867 |
| Fair value adjustments to loans and receivables | - | 8,389 |
| Amortisation of timber concession | 3,165 | 8,070 |
| Write down of inventories | - | 4,404 |
| Depreciation of property, plant and equipment | 928 | 3,389 |
| Finance costs | 602 | 2,534 |
| Amortisation of intangible assets | 110 | 388 |
| Allowance for doubtful debts | - | 370 |
| Property, plant and equipment written off | - | 104 |
| Unrealised loss on foreign currency exchange | 6 | 13 |
| Bad debts written off | 1 | 1 |
| Income tax credit recognised in profit or loss | (797) | (4,328) |
| Interest arising from amortization of financial assets | (1,822) | (2,633) |
| Dividend income from preference shares | (500) | (500) |
| Gain on disposal of property, plant and equipment | (7) | (108) |
| Interest income | - | (35) |
| | <hr/> 2,044 | <hr/> (22,922) |
| Movements in working capital: | | |
| (Increase)/Decrease in: | | |
| Inventories | (2,925) | 16,258 |
| Trade and other receivables | 10,627 | 4,617 |
| Amount owing by an associate | 5,380 | 6,957 |
| Other assets | 1,397 | (1,042) |
| (Decrease)/Increase in: | | |
| Trade and other payables | (5,907) | (879) |
| Amount owing to an associate | - | 141 |
| Other liabilities | (1,262) | 409 |
| Cash From Operations | <hr/> 9,354 | <hr/> 3,539 |
| Income tax refunded | - | 2,686 |
| Income tax paid | (2) | (66) |
| Net Cash From Operating Activities | <hr/> <hr/> 9,352 | <hr/> <hr/> 6,159 |

LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**
FINANCIAL QUARTER ENDED 31 DECEMBER 2012
(UNAUDITED)
[CONTINUED]

| | Current Year To Date 31.12.2012 RM'000 | Preceding Year Corresponding Period 30.6.2012 RM'000 |
|---|---|---|
| CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | 7 | 145 |
| Interest received | - | 34 |
| Advances for log purchases | - | (4,500) |
| Purchase of property, plant and equipment | (112) | (495) |
| Development expenditure paid | (78) | - |
| Net cash outflow from disposal of subsidiaries | - | (37) |
| Acquisition of a subsidiary | (7,551) | - |
| Net Cash Used In Investing Activities | <u>(7,734)</u> | <u>(4,853)</u> |
| CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES | | |
| Proceeds from onshore foreign currency loan | - | 3,647 |
| Proceeds from issuance of shares to non-controlling interest | - | 490 |
| Proceeds from term loan | - | 187 |
| Finance costs paid | (603) | (2,534) |
| Fixed deposits pledged as collateral | (146) | - |
| Repayment of bankers' acceptances and trust receipts | (471) | (1,949) |
| Repayment of term loans | (268) | (858) |
| Repayment of hire-purchase payables - net | (146) | (415) |
| Proceeds from/(Repayment of) bank overdraft | 486 | (50) |
| Net Cash Used In Financing Activities | <u>(1,148)</u> | <u>(1,482)</u> |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 470 | (176) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD | (6,627) | (6,449) |
| Effect of exchange rate changes on the balance of cash held in foreign currencies | - | (2) |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD | <u><u>(6,157)</u></u> | <u><u>(6,627)</u></u> |
| Cash and cash equivalents comprise: | | |
| Bank and cash balances | 225 | 160 |
| Fixed deposits | 187 | 40 |
| | <u>412</u> | <u>200</u> |
| Bank overdraft | (132) | (287) |
| Revolving credits | (6,250) | (6,500) |
| | <u>(5,970)</u> | <u>(6,587)</u> |
| Fixed deposits pledged for banking facilities | (187) | (40) |
| | <u>(6,157)</u> | <u>(6,627)</u> |

*The accompanying Notes to Interim Financial Report form an integral part of the
Condensed Consolidated Statement of Cash Flows*

LEWEKO RESOURCES BERHAD

Company No. 568420-K
(Incorporated in Malaysia)

NOTES TO INTERIM FINANCIAL REPORT FINANCIAL QUARTER ENDED 31 DECEMBER 2012

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The preparation of an interim financial report in conformity with FRS 134: Interim Financial Reporting, requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates.

The interim financial report should be read in conjunction with the audited financial statements for the financial period ended 30 June 2012. It contains unaudited condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial period ended 30 June 2012. The condensed consolidated interim financial report and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with FRSs.

2. Changes in Accounting Policies

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework (“MFRS Framework”) in conjunction with its planned convergence of FRSs with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) on 1 January 2012.

The MFRS Framework is a fully IFRS-compliant framework, equivalent to IFRSs which is mandatory for adoption by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception for Transitioning Entities. Transitioning Entities, being entities which are subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate are given an option to defer adoption of the MFRS Framework for an additional one year. Transitioning Entities also includes those entities that consolidates, equity accounts or proportionately consolidates an entity that has chosen to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2012. However, on 30 June 2012, the MASB decided to extend the aforementioned transitional period for another one year. Thus, Transitioning Entities are given an additional option to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2013. Consequently, the MFRS Framework will be mandatory for application for annual periods beginning on or after 1 January 2014.

The companies within the Group are Transitioning Entities and will continue with the FRS Framework and defer the adoption of the MFRS Framework until it is mandatory for all companies for annual periods beginning on or after 1 January 2014.

LEWEKO RESOURCES BERHAD

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3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial period ended 30 June 2012 was not qualified.

4. Seasonality or Cyclical Factors

The Group's performance could be affected by the rainy season during which its logging and log trading activities would be hampered.

5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current financial quarter.

6. Changes in Estimates

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

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the current financial quarter.

8. Dividends Paid

No dividends have been paid during the current financial year to date.

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LEWEKO RESOURCES BERHAD

Company No. 568420-K

(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012**

9. Segmental Information

(a) Segment Revenue

| | Current Financial Quarter | | | Current Financial Year To Date | | |
|--------------------------------------|---------------------------|-------------------------|-----------------|--------------------------------|-------------------------|-----------------|
| | External RM'000 | Inter-segment RM'000 | Total RM'000 | External RM'000 | Inter-segment RM'000 | Total RM'000 |
| Log trading, sawn and moulded timber | 4,427 | - | 4,427 | 8,193 | - | 8,193 |
| Precast concrete products | 2,096 | - | 2,096 | 4,395 | - | 4,395 |
| Property development | - | - | - | - | - | - |
| Others | 84 | (84) | - | 168 | (168) | - |
| | <u>6,607</u> | <u>(84)</u> | <u>6,523</u> | <u>12,756</u> | <u>(168)</u> | <u>12,588</u> |

(b) Segment Results

| | RM'000 | RM'000 |
|---------------------------------------|-------------------|-------------------|
| Log trading, sawn and moulded timber | (470) | (1,052) |
| Precast concrete products | 65 | 634 |
| Property development | (136) | (137) |
| Others | 307 | 718 |
| | <u>(234)</u> | <u>163</u> |
| Finance costs | (310) | (602) |
| Loss before tax | <u>(544)</u> | <u>(439)</u> |
| Tax credit | 794 | 797 |
| Net profit from continuing operations | <u><u>250</u></u> | <u><u>358</u></u> |

LEWEKO RESOURCES BERHAD

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**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012**

10. Valuations of Property, Plant and Equipment

There were no valuations of property, plant and equipment brought forward from the previous annual financial statements. The property, plant and equipment are stated at their historical cost less accumulated depreciation.

11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the current financial quarter which has not been reflected in the interim financial report.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter.

13. Changes in Contingent Liabilities and Contingent Assets

The Group has no contingent liabilities or contingent assets since the end of the last financial period.

14. Capital Commitments

The Group has no capital commitments as at the end of the current financial quarter.

15. Performance Review

For the quarter under review, The Group's continuing operations registered consolidated revenue and profit after tax ("PAT") of RM6.52 million and RM0.25 million respectively as compared to a revenue of RM4.54 million and loss after tax ("LAT") of RM10.83 million in the preceding year's corresponding quarter. The higher revenue and PAT recorded in the current quarter were due to the improvements in its timber and precast concrete division.

The log trading, sawn and moulded timber division recorded revenue of RM4.43 million, an increase of 5.5% from RM4.20 million recorded in the preceding year's corresponding quarter. The increase in revenue was mainly due to the higher log trading activities as compared to preceding year's corresponding quarter. Accordingly, Loss before tax ("LBT") for this division improved from RM11.71 to RM0.47 million. The improvement in LBT was also due to the recognition of impairment loss on timber concession in the preceding year's corresponding quarter.

The precast concrete division recorded revenue of RM2.10 million as compared to RM0.34 million recorded in the preceding year's corresponding quarter. This was mainly contributed by the higher workdone during the current financial quarter. The division recorded a PBT of RM0.06 million as compared to the LBT of RM0.18 million in the preceding year's corresponding quarter in tandem with the increased in revenue.

The property division recorded LBT of RM0.14 million. There was no revenue recognized in this division as the Group has yet to launch its property projects. The loss recorded in this division was mainly due to the preliminary expenses and finance charges incurred during the quarter under review.

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LEWEKO RESOURCES BERHAD

Company No. 568420-K
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**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012**

16. Comparison of Results with Preceding Quarter

For the quarter under review, The Group's continuing operations registered consolidated revenue and PAT of RM6.52 million and RM0.25 million respectively as compared to a revenue of RM6.07 million and PAT of RM0.11 million in the preceding quarter.

The log trading, sawn and moulded timber division recorded revenue of RM4.43 million, an increase of 17.5% from RM3.77 million recorded in the preceding quarter. The higher revenue was contributed by the increase in log trading activities. LBT for this division improved by 19.0% from RM0.58 million to RM0.47 million mainly attributed to profit generated from log trading activities.

The precast concrete division recorded revenue of RM2.10 million, a decrease of 8.7% from RM2.30 million recorded in the preceding quarter. This division recorded lower PBT of RM0.06 million as compared to the PBT of RM0.57 million recorded in the preceding quarter mainly due to the lower profit margin achieved in the current financial quarter.

The property division recorded LBT of RM0.14 million as compared to LBT of RM0.01 million recorded in the preceding quarter. There was no revenue recognized in this division as the Group has yet to launch its property projects. The higher loss recorded in this division was mainly due to the preliminary expenses and finance charges incurred during the quarter under review.

17. Commentary on Prospects

The performance of the Group's sawn and moulded division was adversely affected by the lower production output due to the sluggish demand of tropical timber in Europe. However, the division achieved higher profit margin in the current quarter contributed by the profit generated from log trading activities. The Group is continuously review its product mix and will take all necessary measures to improve its productivity and efficiency.

The Group's precast concrete division continuously reported positive results even though the current quarter results were affected by lower profit margin. On the long term strategy planning, the Group is focusing to increase its order book and plant utilisation. This division is expected to contribute positively to the Group in the future.

The Group is currently conducted preliminary works for the launching of its property projects in Ipoh. The property division is expected to be another source of income for the Group in the future.

Given the above circumstances and measures taken by the Group, the Board is fairly confident the Group's performance will be improved in the near term.

18. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax with profit forecast and shortfall in profit guarantee are not applicable.

19. Tax (Expense)/Credit

| | Current Financial Quarter RM'000 | Current Financial Year To Date RM'000 |
|------------------------|---|--|
| Deferred taxation | | |
| Current financial year | 794 | 797 |
| | 794 | 797 |

LEWEKO RESOURCES BERHAD

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**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012**

20. Profits/(Losses) on Sale of Unquoted Investments and/or Properties

There were no disposals of unquoted investments and/or properties during the current financial quarter.

21. Quoted Securities

(a) There were no purchases or disposals of quoted securities during the current financial quarter.

(b) The Group has no quoted securities as at the end of the current financial quarter.

22. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 14 February 2013.

23. Borrowings and Debt Securities

| | Secured RM'000 | Unsecured RM'000 | Total RM'000 |
|-----------------------|--------------------------|----------------------------|------------------------|
| Short term borrowings | 18,426 | 79 | 18,505 |
| Long term borrowings | 3,909 | - | 3,909 |
| | <u>22,335</u> | <u>79</u> | <u>22,414</u> |

All of the above borrowings are denominated in Malaysian Ringgit.

24. Off Balance Sheet Financial Instruments

The Group has no off balance sheet financial instruments as at 14 February 2013.

25. Changes in Material Litigations

Maju Weko Timber Industries Sdn. Bhd. ["MWTI"] vs. Irni Hana binti Mohd Ramli t/a Akrab Timber ["Defendant"]

On 29 April 2009, MWTI filed a summons to the Ipoh Sessions Court to recover a sum of approximately RM228,000 for goods sold and delivered to the Defendant.

The bankruptcy proceedings against the Defendant which was initiated by MWTI is still in progress.

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LEWEKO RESOURCES BERHADCompany No. 568420-K
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012****26. Related Party Transactions**

| | Current Financial Quarter RM'000 | Current Financial Year To Date RM'000 |
|---|---|--|
| Rental of premises paid to Indra Pusaka Sdn. Bhd., a company in which certain directors of the Company have interests | 21 | 42 |
| Rental of premises paid to Jurang Hijau Sdn. Bhd., a company in which persons connected with a director of the Company have interests | 8 | 16 |

27. Basic/Diluted Loss Per Share

| | Current Financial Quarter RM'000 | Current Financial Year To Date RM'000 |
|--|---|--|
| Net profit attributable to owners of the parent | 224 | 54 |
| Weighted average number of ordinary shares in issue ('000) | 241,748 | 241,748 |
| Basic/diluted profit per share (sen) | 0.09 | 0.02 |

28. Dividends Payable

No interim dividend has been declared or recommended for the current financial quarter.

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**NOTES TO INTERIM FINANCIAL REPORT
FINANCIAL QUARTER ENDED 31 DECEMBER 2012**

29. Realised and Unrealised Profits

The breakdown of retained profits of the Group as at the reporting date into realised and unrealised profits, is as follows:-

| | As At 31.12.2012 RM'000 | As At 30.6.2012 RM'000 |
|---|--|---------------------------------------|
| Total retained earnings of the Leweko Resources Berhad and its subsidiary companies | | |
| Realised | 27,852 | 22,007 |
| Unrealised | (1,316) | 2,422 |
| | <hr/> 26,536 | <hr/> 24,429 |
| Consolidated adjustments | (53,296) | (51,243) |
| Total Group's retained earnings as per statement of financial position | <hr/> <hr/> <u>(26,760)</u> | <hr/> <hr/> <u>(26,814)</u> |

By order of the Board,

Chan Chee Kheong
Chang Pooi Yee
Company Secretaries

21 February 2012