

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	THREE MONTHS ENDED 30 SEPTEMBER 2011 RM'000	2010 RM'000	SIX MONTHS ENDED 30 SEPTEMBER 2011 RM'000	2010 RM'000
Revenue	86,479	78,641	146,284	144,025
Cost of sales	(70,227)	(60,721)	(110,355)	(109,162)
Gross profits	16,252	17,920	35,929	34,863
Other income	2,648	1,530	6,318	13,276
Other operating expenses	(18,379)	(20,605)	(37,378)	(42,296)
Finance costs	(1,551)	(1,424)	(2,615)	(2,656)
Share of results of associates	130	-	130	-
(Loss) / Profit before tax	(900)	(2,579)	2,384	3,187
Tax expense	(1,234)	(848)	(3,512)	(1,408)
(Loss) / Profit for the financial period	(2,134)	(3,427)	(1,128)	1,779
Other comprehensive (loss) / income, net of tax				
Foreign currency translation differences for foreign operations	(21)	538	(488)	530
Other comprehensive (loss) / income for the financial period, net of tax	(21)	538	(488)	530
Total comprehensive (loss) / income for the financial period	(2,155)	(2,889)	(1,616)	2,309
(Loss) / Profit attributable to:-				
Owners of the Company	(410)	(2,413)	7,585	4,096
Non-controlling interest	(1,724)	(1,014)	(8,713)	(2,317)
(Loss) / Profit for the financial period	(2,134)	(3,427)	(1,128)	1,779
Total comprehensive (loss) / income attributable to:-				
Owners of the Company	(416)	(2,027)	7,282	4,474
Non-controlling interest	(1,739)	(862)	(8,898)	(2,165)
Total comprehensive (loss) / income for the financial period	(2,155)	(2,889)	(1,616)	2,309
(Loss) / Earnings per ordinary share (sen)				
-Basic	(0.22)	(1.30)	4.08	2.20

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2011

	Unaudited As at 30.09.2011 RM'000	Audited As at 31.03.2011 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	4,543	4,593
Investment in associates	17,008	-
Software development costs	2,391	2,731
Other investments	3,056	2,272
Investment property	32	32
Other receivables	12,696	6,591
Goodwill	127,495	127,495
Deferred tax assets	1,263	1,444
	<u>168,484</u>	<u>145,158</u>
Current Assets		
Other investments	11,084	10,426
Inventories	13,579	18,809
Trade receivables	68,005	88,881
Other receivables, deposits and prepayments	29,011	32,702
Current tax assets	2,460	2,909
Cash and cash equivalents	89,822	80,745
	<u>213,961</u>	<u>234,472</u>
Assets of disposal groups classified as held for sale	3,500	74,000
TOTAL ASSETS	<u>385,945</u>	<u>453,630</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	185,901	185,901
Share premium	9,744	9,744
Other reserves	(269)	34
Accumulated losses	(1,459)	(9,044)
	<u>193,917</u>	<u>186,635</u>
Non-controlling interest	11,070	19,768
TOTAL EQUITY	<u>204,987</u>	<u>206,403</u>
Non-Current Liabilities		
Borrowings	34,907	34,907
Hire purchase and lease creditors	12,963	7,210
Provision for post employment benefits	45	-
Deferred tax liabilities	985	1,253
	<u>48,900</u>	<u>43,370</u>
Current Liabilities		
Trade payables	30,946	32,906
Other payables, deposits and accruals	43,245	61,453
Borrowings	37,744	23,571
Hire purchase and lease creditors	12,951	10,539
Current tax payables	3,672	1,388
	<u>128,558</u>	<u>129,857</u>
Liabilities of disposal groups classified as held for sale	3,500	74,000
TOTAL LIABILITIES	<u>180,958</u>	<u>247,227</u>
TOTAL EQUITY AND LIABILITIES	<u>385,945</u>	<u>453,630</u>
Net assets per share (RM)	<u>1.0431</u>	<u>1.0040</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**
(The figures have not been audited)

	<----- Attributable to owners of the Company ----->				Total RM'000	Non-controlling interest RM'000	Total equity RM'000
	Ordinary shares RM'000	Share premium RM'000	Exchange translation reserve RM'000	Accumulated losses RM'000			
Six Months Financial Period Ended 30 September 2011							
Balance as at 1 April 2011	185,901	9,744	34	(9,044)	186,635	19,768	206,403
Total comprehensive (loss) / income for the financial period	-	-	(303)	7,585	7,282	(8,898)	(1,616)
Capital contribution by non-controlling interest in a subsidiary	-	-	-	-	-	200	200
Balance as at 30 September 2011	<u>185,901</u>	<u>9,744</u>	<u>(269)</u>	<u>(1,459)</u>	<u>193,917</u>	<u>11,070</u>	<u>204,987</u>

	<----- Attributable to owners of the Company ----->				Total RM'000	Non-controlling interest RM'000	Total equity RM'000
	Ordinary shares RM'000	Share premium RM'000	Exchange translation reserve RM'000	Retained earnings RM'000			
Six Months Financial Period Ended 30 September 2010							
Balance as at 1 April 2010	185,901	9,744	(85)	24,466	220,026	6,470	226,496
Total comprehensive income / (loss) for the financial period	-	-	378	4,096	4,474	(2,165)	2,309
Acquisition of subsidiary companies	-	-	-	-	-	12,290	12,290
Arising from dilution of equity interest in a subsidiary	-	-	-	-	-	8,133	8,133
Interim dividend #	-	-	-	(13,943)	(13,943)	-	(13,943)
Balance as at 30 September 2010	<u>185,901</u>	<u>9,744</u>	<u>293</u>	<u>14,619</u>	<u>210,557</u>	<u>24,728</u>	<u>235,285</u>

Interim dividend-in-specie of one (1) ISS Consulting Solutions Bhd shares for every one (1) Formis Resources Bhd shares held, or equivalent to a dividend rate of 10% single-tier exempt dividend per in respect of the financial year ended 31 March 2010.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2011**

	SIX MONTHS ENDED 30 SEPTEMBER	
	2011	2010
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,384	3,187
Adjustment for non-cash items	4,309	(5,396)
	<hr/>	<hr/>
Operating profit / (loss) before working capital changes	6,693	(2,209)
Net changes in assets	22,967	14,217
Net changes in liabilities	(19,979)	(7,938)
	<hr/>	<hr/>
Net cash generated from operations	9,681	4,070
Tax paid	(1,689)	(2,449)
Tax refund	824	1,076
	<hr/>	<hr/>
Net cash from operating activities	8,816	2,697
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of development properties	70,500	-
Placement of fixed deposits pledged	428	2,428
Other investments	(2,950)	(794)
Acquisition of subsidiary companies, net of cash and cash equivalents	-	5,073
Acquisition of investments in associates	(16,875)	-
Interest received	919	742
Dividend received	5	10
	<hr/>	<hr/>
Net cash from investing activities	52,027	7,459
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment to financial institutions	(48,175)	(7,294)
Issuance of share capital of a subsidiary to non-controlling interest	200	-
Interest paid	(2,452)	(2,388)
	<hr/>	<hr/>
Net cash used in financing activities	(50,427)	(9,682)
Net increase in cash and cash equivalents	10,416	474
Cash and cash equivalents at 1 April 2011/2010*	53,934	70,275
Effect of foreign exchange on opening balance	(346)	300
	<hr/>	<hr/>
Cash and cash equivalents at 30 September 2011/2010*	64,004	71,049

* Cash and cash equivalents at the beginning and end of the financial period are net of deposits pledged to banks.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**Notes to the Interim Financial Report
For the Second Quarter Ended 30 September 2011**

1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 March 2011. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the previous financial year ended 31 March 2011.

2 Significant Accounting Policies

(a) Changes in accounting policies

The significant accounting policies adopted are consistent with those previously adopted in the audited financial statements of the Group for the financial year ended 31 March 2011 saved for the adoption of all the new/revised FRSs, Improvements to FRSs and IC Interpretations that are relevant to the Group's operations and effective for financial periods beginning on or after 1 July 2010, 1 January 2011 and 1 July 2011 as follows: -

		Effective for financial periods beginning on or after
FRS 1 (Revised)	First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3 (Revised)	Business Combinations	1 July 2010
FRS 127 (Revised)	Consolidated and Separate Financial Statements	1 July 2010
Amendments to FRS 1 (Revised)	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1	Additional Exemptions for First-time Adopters	1 January 2011
Amendments to FRS 2	Scope of FRS 2 and FRS 3 (Revised)	1 July 2010
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 July 2010
Amendments to FRS 7	Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2011
Amendments to FRS 138	Intangible Assets	1 July 2010
IC Interpretation 4	Determining whether an Arrangement contains a Lease	1 January 2011
IC Interpretation 12	Service Concession Arrangements	1 July 2010
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distribution of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18	Transfer of Assets from Customers	1 January 2011
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 July 2010
Amendments to IC Interpretation 14 FRS 119	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 July 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Improvements to FRSs (2010)		1 January 2011

Other than the effect of the application of FRS 3 (Revised) and FRS 127 (Revised) described below, the application of the above new/revised FRSs, Amendments to FRSs and IC Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group: -

(i) FRS 3 (Revised): Business

The revised standard continues to apply the acquisition method to business combinations but with some significant changes compared with FRS 3. For example, all payments to purchase a business are recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently remeasured through the profit or loss. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs are expensed. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial period but may impact the accounting for future transactions or arrangements.

(ii) FRS 127 (Revised): Consolidated and Separate Financial Statements

The revised standard requires the effects of all transactions with non-controlling interest to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. All earnings and losses of the subsidiary are attributed to the parent and the non-controlling interests, even if the attribution of losses to the non-controlling interests results in a debit balance in the shareholders' equity. Profit or loss attributable to non-controlling interests for prior years is not restated. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is remeasured to fair value, and a gain or loss is recognised in profit or loss. The Group has adopted this revised standard prospectively to transactions with non-controlling interests from 1 January 2011.

3 Qualification of independent auditors' report on preceding annual audited financial statements

The independent auditors' report on the annual audited financial statements for the financial year ended 31 March 2011 was not qualified.

4 Seasonal and cyclical factors

The business of the Group was not affected by any significant seasonal and cyclical factors during the current financial period under review.

**Notes to the Interim Financial Report
For the Second Quarter Ended 30 September 2011**

5 Unusual items due to their nature, size or incidence

Saved as disclosed in note 2 and note 6 of this report, there were no unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size, or incidence during the current financial period under review.

6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years. Thus, there is no material effect in the financial statements of the current financial period under review.

7 Debt and equity securities

On 24 January 2011, the Company announced its proposal to issue 92,950,099 Free Warrants in FRB ("Free Warrants") on the basis of one (1) Free Warrant for every two (2) existing ordinary shares of RM1.00 each in FRB ("FRB Shares" or "Shares") held by the entitled shareholders of the Company on an entitlement date to be determined and announced later ("Proposed Free Warrants Issue").

On 26 April 2011, the Proposed Free Warrants Issue was completed followed by the listing of and quotation of the 92,950,099 Free Warrants on the Main Market of Bursa Malaysia Securities Bhd. None of the Free Warrants granted by the Company were exercised in the current financial period under review.

Saved as disclosed above, there were no issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company in the current financial period under review.

8 Dividends paid

No dividend has been paid in the current financial period under review.

9 Segmental reporting

Business Segments	Distribution RM'000	Networks RM'000	Software RM'000	Solutions RM'000	Systems RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<u>Six Months Financial Period Ended 30 September 2011</u>								
External sales	70,500	9,389	4,654	16,373	44,243	1,125	-	146,284
Inter segment sales	2,207	448	3,510	1,718	1,190	1,617	(10,690)	-
Total Sales	<u>72,707</u>	<u>9,837</u>	<u>8,164</u>	<u>18,091</u>	<u>45,433</u>	<u>2,742</u>	<u>(10,690)</u>	<u>146,284</u>
Segment results	3,455	1,641	5,368	(5,433)	138	(1,382)	-	3,787
Share of profit in associate								130
Interest expense								(2,452)
Interest Income								919
Profit before taxation								<u>2,384</u>
Segment assets	<u>63,629</u>	<u>41,263</u>	<u>33,286</u>	<u>22,863</u>	<u>71,372</u>	<u>153,532</u>	<u>-</u>	<u>385,945</u>
<u>Six Months Financial Period Ended 30 September 2010</u>								
External sales	54,715	11,151	5,220	17,636	51,856	3,447	-	144,025
Inter segment sales	2,622	2,148	14,434	(316)	1,291	15,690	(35,869)	-
Total Sales	<u>57,337</u>	<u>13,299</u>	<u>19,654</u>	<u>17,320</u>	<u>53,147</u>	<u>19,137</u>	<u>(35,869)</u>	<u>144,025</u>
Segment results	2,436	1,774	791	(8,598)	(1,093)	9,523	-	4,833
Interest expense								(2,388)
Interest Income								742
Profit before taxation								<u>3,187</u>
Segment assets	<u>60,982</u>	<u>45,857</u>	<u>22,596</u>	<u>36,521</u>	<u>78,371</u>	<u>270,388</u>	<u>-</u>	<u>514,715</u>

10 Carrying amount of revalued assets

There were no changes to the valuation of property, plant and equipment during the current financial period under review.

11 Subsequent events

There were no material events announced subsequent to the end of the current financial period under review.

**Notes to the Interim Financial Report
For the Second Quarter Ended 30 September 2011**

12 Changes in the composition of the group

- (i) On 13 June 2011, Formis Advanced Systems Sdn Bhd ("FAS"), a wholly-owned subsidiary of Man Yau Holdings Berhad ("MYHB"), increased its issued and paid-up share capital from RM2.00 to RM500,000.00 by an allotment of 499,998 ordinary shares of RM1.00 each. MYHB, a wholly-owned subsidiary of the Company subscribed for 299,998 ("Subscription of Shares") ordinary shares of RM1.00 each in FAS for cash at par. Following the Subscription of Shares, the equity interest of the Group via MYHB in FAS has been diluted from 100% to 60%. FAS has been reactivated to handle IT business out of Klang Valley and Petaling Jaya.
- (ii) On 28 June 2011, the Company announced that Formis Holdings Berhad ("FHB"), a wholly-owned subsidiary of the Group, acquired 21,000,000 ordinary shares of RM1.00 each in Ho Hup Construction Company Berhad ("Ho Hup") for a total cash consideration of RM16,800,000. This represents 20.59% of the total equity interests in Ho Hup. Accordingly, Ho Hup becomes a 20.59% owned associate of the Group.
- (iii) On 19 September 2011, the Company announced that Nostalgic Properties Sdn Bhd ("NPSB"), a wholly-owned subsidiary of MYHB, entered into a Shareholders' Agreement ("Shareholders' Agreement") together with Topacres Sdn Bhd ("TSB"), a wholly-owned subsidiary of Insas Berhad ("Insas") and Red Zone Development Sdn Bhd ("RZD") to regulate their relationships as shareholders of Macrodon Sdn Bhd ("MSB"), which will be undertaking the business of property development. As stated in the Shareholders' Agreement, NPSB agreed to subscribe 75,000 ordinary shares at an issue price of RM1.00 each and 2,925,000 redeemable preference shares at an issue price of RM1.00 each in MSB. As at the end of the current financial quarter under review, NPSB has subscribed in cash 75,000 ordinary shares at an issue price of RM1.00 each and 975,000 redeemable preference shares at an issue price of RM1.00 each in MSB totalling RM1,050,000, representing 30% of the equity interests in MSB. Accordingly, MSB becomes a 30% owned associate of the Group.

Saved as disclosed above, there were no other material events announced subsequent to the end of the current financial quarter under review.

13 Changes in contingent liabilities or contingent assets

Corporate Guarantee granted by the following Company during the current financial quarter under review is as follows:-

	RM'm
FRB	
- to leasing party for leasing facilities to a subsidiary	<u>4.10</u>

Corporate Guarantees cancelled by the following Companies during the current financial quarter under review are as follows:-

FRB	
- to leasing party for leasing facilities to a subsidiary	<u>32.02</u>
FHB	
- to leasing parties for leasing facilities to subsidiaries	<u>6.87</u>

Saved as disclosed above, there were no other changes on contingent liabilities or contingent assets of the Group.

14 Capital commitments

There were no capital commitments during the current financial period under review.

**Additional information required by Bursa Securities Listing Requirements
For the Second Quarter Ended 30 September 2011**

1 Review of performance

The Group recorded a revenue of RM86.5 million in the current quarter under review, an increase of approximately 9.97% from RM78.6 million in the corresponding quarter of the preceding financial year. The increase was mainly contributed from the distribution segment.

The Group recorded a loss before tax of RM0.9 million for the current quarter under review as compared to a loss before tax of RM2.6 million in the corresponding quarter of the preceding financial year. The results have improved compared to the corresponding quarter of the preceding financial year, due to a reduction in employee related expenses in the current quarter under review pursuant to measures taken by the Group in reducing operating costs.

For the current quarter under review, the Group has also written off the cost of a foreseeable loss of RM4.5 million in one of the existing projects of a subsidiary. This has resulted to a reduction in the Group's gross profit in the current quarter under review.

2 Variation of results against preceding quarter

	3 months ended 30.09.2011 RM'000	3 months ended 30.06.2011 RM'000
(Loss) / Profit before tax	<u>(900)</u>	<u>3,284</u>

The group posted a loss before tax of RM0.9 million for the current quarter under review as compared to a profit before tax of RM3.3 million for the preceding quarter. The loss in the current quarter under review is resulting from cost written off for a foreseeable loss of RM4.5 million in one of the existing projects of a subsidiary.

3 Current year prospects

The Board of Directors expects the performance of the Group for the next financial quarter to be satisfactory.

4 Profit forecast

Not applicable.

5 Income tax expense

	INDIVIDUAL QUARTER THREE MONTHS ENDED 30 SEPTEMBER		CUMULATIVE PERIOD SIX MONTHS ENDED 30 SEPTEMBER	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
Current tax expense				
- Malaysian taxation	989	503	3,293	995
- Foreign taxation	226	-	250	-
	<u>1,215</u>	<u>503</u>	<u>3,543</u>	<u>995</u>
Under provision in prior period				
- Foreign taxation	-	10	55	54
	<u>1,215</u>	<u>513</u>	<u>3,598</u>	<u>1,049</u>
Deferred taxation				
- origination and reversal of temporary differences	19	335	(86)	359
	<u>1,234</u>	<u>848</u>	<u>3,512</u>	<u>1,408</u>

The Group's effective tax rate for the current financial quarter is higher than the statutory tax rate as profits of certain subsidiaries cannot be set-off against losses of other subsidiaries for tax purposes as these subsidiaries are not able to satisfy the conditions for group relief and certain expenses were disallowed for tax deductions.

6 Unquoted investments and properties

On 19 September 2011, the Company announced that Nostalgic Properties Sdn Bhd ("NPSB"), a wholly-owned subsidiary of MYHB, entered into a Shareholders' Agreement ("Shareholders' Agreement") together with Topacres Sdn Bhd ("TSB"), a wholly-owned subsidiary of Insas Berhad ("Insas") and Red Zone Development Sdn Bhd ("RZD") to regulate their relationships as shareholders of Macrodon Sdn Bhd ("MSB"), which will be undertaking the business of property development. As stated in the Shareholders' Agreement, NPSB agreed to subscribe 75,000 ordinary shares at an issue price of RM1.00 each and 2,925,000 redeemable preference shares at an issue price of RM1.00 each in MSB. As at the end of the current financial quarter under review, NPSB has subscribed in cash 75,000 ordinary shares at an issue price of RM1.00 each and 975,000 redeemable preference shares at an issue price of RM1.00 each in MSB totalling RM1,050,000, representing 30% of the equity interests in MSB. Accordingly, MSB becomes a 30% owned associate of the Group.

**Additional information required by Bursa Securities Listing Requirements
For the Second Quarter Ended 30 September 2011**

7 Marketable securities

Details of disposal of quoted investments were as follows:

	Current quarter ended	Current year-to- date
	RM'000	RM'000
Sales proceeds on disposal	1,152	1,641
Gain on disposal	15	29

As at 30 September 2011, the quoted investments included in other investments are as follows: -

	Long term RM'000	Short term RM'000	Total RM'000
At cost	2,275	8,499	10,774
Less : Fair value adjustment			
- Opening balance	1,916	2,825	4,741
- Current year	35	1,590	1,625
	1,951	4,415	6,366
At fair value	324	4,084	4,408
At market value	324	4,084	4,408

8 Status of corporate proposals

On 24 January 2011, the Company announced its proposal to issue 92,950,099 Free Warrants in FRB ("Free Warrants") on the basis of one (1) Free Warrant for every two (2) existing ordinary shares of RM1.00 each in FRB ("FRB Shares" or "Shares") held by the entitled shareholders of the Company on an entitlement date to be determined and announced later ("Proposed Free Warrants Issue").

On 26 April 2011, the Proposed Free Warrants Issue was completed followed by the listing of and quotation of the 92,950,099 Free Warrants on the Main Market of Bursa Malaysia Securities Bhd. None of the Free Warrants granted by the Company were exercised in the current financial period under review.

Saved as disclosed above, there were no other corporate proposals announced or outstanding as at the date of this report.

9 Borrowings and debts securities

The Group's bank borrowings as at 30 September 2011 are as follows:

	RM'000
Short term bank borrowings - secured	41,244
Long term bank borrowings - secured	34,907
Total borrowings	76,151

All borrowings are denominated in Ringgit Malaysia.

10 Realised and unrealised Profits

The breakdown of accumulated loss of the Group as at the reporting date, into realised and unrealised profits, pursuant to the directive issued by Bursa Securities on 25 March 2010 and 20 December 2010, is as follows:

	30.09.2011 RM'000	30.06.2011 RM'000
Total accumulated losses of the Group: -		
- Realised	(1,774)	(1,473)
- Unrealised - in respect of deferred tax recognised in the statement of comprehensive income	278	296
- in respect of other items of income and expense	37	128
Total Group accumulated losses as per consolidated accounts	(1,459)	(1,049)

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above, is solely for compliance on the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

**Additional information required by Bursa Securities Listing Requirements
For the Second Quarter Ended 30 September 2011**

11 Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this announcement except for 92,950,099 Warrants issued on 26 April 2011.

12 Changes in material litigation

Please refer to the Summary of Material Litigation attached for further details.

13 Dividends

No dividends have been recommended during the financial quarter under review.

14 (Loss) / Earnings per ordinary share

(a) Basic (loss) / earnings per ordinary share

Basic (loss) / earnings per ordinary share for the financial year under review is calculated based on the Group's (loss) / profit after tax and minority interests divided by the weighted average ("WA") number of ordinary shares in issue during the financial year.

	INDIVIDUAL QUARTER THREE MONTHS ENDED 30 SEPTEMBER		CUMULATIVE PERIOD SIX MONTHS ENDED 30 SEPTEMBER	
	2011	2010	2011	2010
(Loss) / Profit after tax and minority interests (RM'000)	(410)	(2,413)	7,585	4,096
WA number of ordinary shares in issue ('000)	185,901	185,901	185,901	185,901
Basic (loss) / earnings per ordinary share (sen)	(0.22)	(1.30)	4.08	2.20

(b) Fully diluted earnings per ordinary share

No diluted earnings per share is presented for the financial quarter under review as the computation based on the outstanding warrants would have an anti-dilutive effect.

SUMMARY OF STATUS OF MATERIAL LITIGATIONS AS AT 25 NOVEMBER 2011

A. MATERIAL LITIGATION AGAINST THE GROUP

No.	Parties to the Suit	Case / Summons No.	Court	Latest Status
1	Risk Management And Safety Pty Ltd vs FORMIS BASS Software Sdn Bhd ("FBS")	In The Matter of An Arbitration Under the Arbitration Rules of the Singapore International Arbitration Centre Case No: ARB167/10/MXM	Singapore International Arbitration Centre	The pre-trial case management was held on 14 July 2011, while the hearing proceeded on 25 to 27 August 2011. At the conclusion of the hearing, time lines were given for parties to file their respective written submissions. RMSS filed its written submissions on 10 October 2011 and FBS filed its written submissions on 17 November 2011. RMSS is to file its reply submissions by 19 December 2011 and the tribunal will inform the parties if any further clarification is required.
2	Wills Consulting Pte. Ltd. (Plaintiff) vs Ledge Consulting Pte Ltd (Defendant) Ledge Consulting Pte Ltd (Plaintiff in Counterclaim) vs 1) Wills Consulting Pte. Ltd and 2) William Toh Geok Kim (Defendants in Counterclaim)	MC Suit No. 530 of 2011/D	Subordinate Court of the Republic of Singapore	Parties attended a Pre-Trial Conference on 29 September 2011 where the Registrar directed parties to kick-start the discovery process. Wills filed its List of Documents and Affidavit Verifying List Of Documents on 1 November 2011 whereas Ledge filed its List of Documents on 1 November 2011 and Affidavit Verifying List Of Documents on 2 November 2011. Parties have since written to each other to request for copies of all the documents set out in their respective lists. At the further Pre-Trial Conference fixed on 9 November 2011, parties informed the Assistant Registrar ("AR") that copies of documents were exchanged on 8 November 2011. However, Ledge has yet to furnish copies of certain invoices to Wills. The AR directed that copies of all documents listed in parties' List of Documents to be furnished to each respective party by no later than 22 November 2011. The AR then fixed a further Pre Trial Conference on 1 December 2011 for parties to update the Court whether they wish to seek specific discovery of documents.

SUMMARY OF STATUS OF MATERIAL LITIGATIONS AS AT 25 NOVEMBER 2011

B. MATERIAL LITIGATION FOR THE GROUP

No.	Parties to the Suit	Case / Summons No.	Court	Latest Status
1	Com-Line Systems Sdn. Bhd. ("CLS") vs. Xybase Sdn. Bhd. ("Xybase")	Civil Suit No. 22-226-2010 (transferred from Shah Alam Sessions Court Summons No. : 52-3507-2008)	Shah Alam High Court	<p>In brief, Com-Line's claim against the Defendant is for the sum of RM153,700.00 in respect of software services rendered to XYbase.</p> <p>At the case management hearing on 2 March 2011, the Court granted an extension to the parties to exchange and file the common bundle of documents and statement of agreed facts and issues by 11 April 2011. The matter was fixed for trial on 24th to 26th August 2011. When parties attended court for trial on 24.8.2011, the learned Judge opined that Parties should try to resolve this matter. Parties then proceeded to enter into a consent judgment to settle the matter wherein XYbase shall pay Com-Line the sum of RM85,000.00 ("the settlement sum") within thirty (30) days from 24.8.2011 as full and final settlement of Com-Line's claim against XYbase, with no order as to costs.</p> <p>XYbase has since paid the settlement sum to the Plaintiff and the matter is settled.</p>
2	Formis Resources Berhad ("FRB") vs. Devaharan a/l Appukutten ("Devaharan") and Alunan Pantai Sdn Bhd ("APSB")	Suit No.: S-22-372-2009	Kuala Lumpur High Court	<p>After several follow ups by FRB's solicitors on the extraction of the sealed creditor's petition, FRB was recently informed that the court is unable to locate the creditor's petition in the court file. In view of this, on 8 November 2011, FRB's solicitors have resubmitted the creditor's petition to court for it to be sealed and is currently pending extraction.</p>

SUMMARY OF STATUS OF MATERIAL LITIGATIONS AS AT 25 NOVEMBER 2011

B. MATERIAL LITIGATION FOR THE GROUP

No.	Parties to the Suit	Case / Summons No.	Court	Latest Status
3	ISS Consulting (M) Sdn Bhd ("ISS (M)") v TSH Resources Berhad		Regional Centre for Arbitration at Kuala Lumpur	<p>ISS (M) has served a Notice of Arbitration dated 2 June 2011 on TSH Resources Berhad ("the Respondent") under the Arbitration Act 2005 in the Regional Centre for Arbitration at Kuala Lumpur ("Arbitration"). The amount claimed is as follows :</p> <ul style="list-style-type: none"> (a) the following special damages: <ul style="list-style-type: none"> i) outstanding sums of RM1,770,560.00 pursuant to invoices issued; ii) outstanding costs on a time and material basis amounting to RM2,193,148.56; iii) air travel, visa applications and accommodation amounting to RM87,403.00; (b) further or alternatively general damages for ISS (M)'s losses and damages; (c) interest on the damages and/or sums awarded at such rate and for such period as deemed fit and just by the Arbitrators; and (d) legal costs and costs of the arbitration proceedings to be borne by the Respondent. <p>The Arbitration is based on the outstanding claims due and owing to ISS (M) by the Respondent, including but not limited to monies due and owing in respect of outstanding invoices for works and/or services done and/or rendered, and expenses incurred by ISS (M) pursuant to the Master Consultancy Services Agreement dated 15 February 2008 and the Supplemental Agreement dated 2 October 2009 entered into between ISS (M) and the Respondent which have been terminated by the mutual consent of both parties.</p> <p>TSH has on 18 August 2011 served their Notice of Arbitration dated 18 August 2011 on ISS (M) which contains in essence a counter claim for general damages to be assessed by the arbitral tribunal, other reliefs and remedies deemed fit; interests and legal costs of the arbitration. TSH has therefore requested that their notice of arbitration and ISS (M)'s Notice of Arbitration be heard by the same arbitrator. TSH is however not agreeable to the arbitrator ISS (M) has proposed and has proposed a different arbitrator. TSH has asked ISS (M) to respond to their proposed arbitrator within 30 days. ISS (M) is in the midst of obtaining its solicitors advice on the next course of action.</p>