

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Income Statements
For The Year Ended 31 March 2010

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.03.10 RM'000	31.03.09 RM'000	31.03.10 RM'000	31.03.09 RM'000
Revenue	71,668	69,486	279,149	291,078
Operating Expenses	(68,298)	(70,322)	(265,315)	(273,335)
Other Operating Income	10,115	1,754	10,669	2,990
Profit From Operations	<u>13,485</u>	<u>918</u>	<u>24,503</u>	<u>20,733</u>
Finance Costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit Before Tax	13,485	918	24,503	20,733
Taxation	(30)	2,076	4,616	4,981
Profit After Tax	<u><u>13,455</u></u>	<u><u>2,994</u></u>	<u><u>29,119</u></u>	<u><u>25,714</u></u>
Attributable to:				
Equity holders of the parent	9,961	3,122	27,974	26,026
Minority interests	3,494	(128)	1,145	(312)
	<u><u>13,455</u></u>	<u><u>2,994</u></u>	<u><u>29,119</u></u>	<u><u>25,714</u></u>
Earnings Per Share				
(a) Basic (sen)	6.07	1.90	17.04	15.85
(b) Diluted (sen)	-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Balance Sheets
As At 31 March 2010

	As at 31.03.10 RM'000 unaudited	As at 31.03.2009 RM'000 audited
ASSETS		
Non-current assets		
Property, plant and equipment	160,314	168,245
Prepaid land lease payments	9,441	9,597
Land held for property development	17,678	23,520
Deferred tax assets	-	595
Goodwill on consolidation	26,763	15,008
	<u>214,196</u>	<u>216,965</u>
Current assets		
Non current assets held for resale	2,001	-
Property development costs	44,024	50,498
Inventories	86,286	70,020
Trade receivables	34,852	19,125
Other receivables	5,294	34,906
Term deposits	34,098	22,029
Cash and bank balances	19,755	45,253
	<u>226,310</u>	<u>241,831</u>
TOTAL ASSETS	<u><u>440,506</u></u>	<u><u>458,796</u></u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Balance Sheets
As At 31 March 2010

	As at 31.03.10 RM'000 unaudited	As at 31.03.2009 RM'000 audited
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	131,370	131,370
Retained earnings	210,618	185,928
Capital reserves	884	668
	<u>342,872</u>	<u>317,966</u>
Minority interests	20,026	19,313
Total equity	<u>362,898</u>	<u>337,279</u>
Non-current liabilities		
Other payables	-	84,153
Deferred tax liabilities	3,010	-
	<u>3,010</u>	<u>84,153</u>
Current liabilities		
Borrowings	39,861	14,884
Trade payables	30,585	9,485
Other payables	4,152	12,995
	<u>74,598</u>	<u>37,364</u>
Total liabilities	<u>77,608</u>	<u>121,517</u>
TOTAL EQUITY AND LIABILITIES	<u>440,506</u>	<u>458,796</u>
Net asset per share	2.09	1.94

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Cashflow Statements
For The Year Ended 31 March 2010

	31.03.10 RM'000 unaudited	31.03.09 RM'000 audited
Cash flows from operating activities		
Profit before taxation and minority interests	24,503	20,733
Adjustments for :		
Allowance for doubtful debts	3	242
Allowance for doubtful debts written back	(504)	(1,222)
Amortisation of prepaid land lease payments	156	19
Bad debts written off	514	-
Depreciation	13,147	12,376
Discount on acquisition of a subsidiary	(47)	-
Gain on investment in marketable securities	-	(32)
Impairment of goodwill	-	61
Interest expenses	448	873
Interest income	(416)	(1,054)
Inventory written off	-	94
Loss on disposal of property, plant and equipment	148	-
Property, plant and equipment written off	10	109
Operating profit before working capital changes	<u>37,962</u>	<u>32,199</u>
Changes in working capital :		
Inventories	(16,266)	(9,691)
Receivables	13,682	1,687
Payables	19,893	16,095
Property development costs	(20,964)	(7,645)
	<u>34,307</u>	<u>32,645</u>
Interest paid	(448)	(873)
Income tax paid	(67)	(314)
Net cash used in operating activities	<u>33,792</u>	<u>31,458</u>
Cash flows from investing activities		
Interest received	416	1,054
Investment in a subsidiary	(62,480)	-
Proceeds from disposal of investment securities	-	3,045
Proceeds from disposal of property, plant and equipment	110	-
Purchase of non-current asset held for resale	(2,001)	-
Purchase of property, plant and equipment	(5,488)	(23,383)
Repayment of land lease	-	(282)
Net cash used in investing activities	<u>(69,443)</u>	<u>(19,566)</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Cashflow Statements
For The Year Ended 31 March 2010

	31.03.10 RM'000 unaudited	31.03.09 RM'000 audited
Cash flows from financing activities		
(Increase)/decrease in fixed deposits pledged to a bank	(1,834)	6
Dividend paid	(3,284)	(4,311)
Proceeds from issuance of preference shares of a subsidiary company	529	12,515
Proceeds from short term borrowings net of repayment	7,710	(7,088)
Net cash generated from financing activities	3,121	1,122
Net (decrease)/increase in cash and cash equivalent	(32,530)	13,014
Cash and cash equivalents at beginning of the year	67,282	54,268
Cash and cash equivalents at end of the year	34,752	67,282
 Analysis of cash and cash equivalents		
Fixed deposits	34,098	-
Cash and bank balances	19,755	67,282
Bank overdrafts	(17,267)	-
	36,586	67,282
Fixed deposits pledged as security	(1,834)	-
	34,752	67,282

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement Of Changes In Equity
For The Year Ended 31 March 2010

	Share Capital RM'000	Consolidation Reserve RM'000	Translation Reserve RM'000	Distributable Retained Profits RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
Current Year To Date Ended 31 March 2010							
At 1 April 2009	131,370	518	150	185,928	317,966	19,313	337,279
Transfer of shares from minority interests of a subsidiary	-	200	-	-	200	-	200
Translation differences	-	-	16	-	16	-	16
Profit for the year	-	-	-	27,974	27,974	1,145	29,119
Interim dividend paid	-	-	-	(3,284)	(3,284)	-	(3,284)
Investment in a subsidiary company by minority interests	-	-	-	-	-	529	529
Disposal of shares in a subsidiary company by minority interests	-	-	-	-	-	(961)	(961)
At 31 March 2010	131,370	718	166	210,618	342,872	20,026	362,898

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement Of Changes In Equity
For The Year Ended 31 March 2010

	Share Capital RM'000	Consolidation Reserve RM'000	Translation Reserve RM'000	Distributable Retained Profits RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
Preceding Year Corresponding Year Ended 31 March 2009							
At 1 April 2008							
As previously stated	131,370	518	173	151,571	283,632	7,110	290,742
Effect of adopting FRS 112	-	-	-	12,642	12,642	-	12,642
At 1 April 2008 (restated)	131,370	518	173	164,213	296,274	7,110	303,384
Translation differences	-	-	(23)	-	(23)	-	(23)
Profit for the year	-	-	-	26,026	26,026	(312)	25,714
Interim dividend paid	-	-	-	(4,311)	(4,311)	-	(4,311)
Investment in a subsidiary company by minority interests	-	-	-	-	-	12,515	12,515
At 31 March 2009	131,370	518	150	185,928	317,966	19,313	337,279

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2009)

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

1. Accounting policies and methods of computation

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

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2009. These explanatory notes attached to the interim financial statements 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 year ended 31 March 2009.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2009.

The Group has not early adopted the following FRSs and Issues Committee Interpretations which have effective dates as follow :

		Effective for financial periods beginning on or after
FRS 3	Business Combinations	1 July 2010
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments : Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 101	Presentation of Financial Statements	1 January 2010
FRS 123	Borrowing Costs	1 January 2010
FRS 127	Consolidated and Separate Financial Statements	1 July 2010
FRS 139	Financial Instruments : Recognition and Measurement	1 January 2010
Amendment to FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2010
Amendment to FRS 2	Share-based Payment - Vesting Conditions and Cancellations	1 January 2010
Amendment to FRS 2	Share-based Payment	1 July 2010
Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2010
Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 July 2010
Amendment to FRS 7	Financial Instruments : Disclosures	1 January 2010
Amendment to FRS 8	Operating Segments	1 January 2010
Amendment to FRS 107	Cash Flow Statements	1 January 2010
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2010
Amendment to FRS 110	Events After the Balance Sheet Date	1 January 2010
Amendment to FRS 116	Property, Plant and Equipment	1 January 2010

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

2. Changes in Accounting Policies (Continued)

		Effective for financial periods beginning on or after
Amendment to FRS 117	Leases	1 January 2010
Amendment to FRS 118	Revenue	1 January 2010
Amendment to FRS 119	Employee Benefits	1 January 2010
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance	1 January 2010
Amendment to FRS 123	Borrowing Costs	1 January 2010
Amendment to FRS 127	Consolidated and Separate Financial Statements : Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendment to FRS 127	Consolidated and Separate Financial Statements	1 January 2010
Amendment to FRS 128	Investments in Associates	1 January 2010
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies	1 January 2010
Amendment to FRS 131	Interests in Joint Ventures	1 January 2010
Amendment to FRS 132	Financial Instruments: Presentation	1 January 2010
Amendment to FRS 134	Interim Financial Reporting	1 January 2010
Amendment to FRS 136	Impairment of Assets	1 January 2010
Amendment to FRS 138	Intangible Assets	1 January 2010
Amendment to FRS 138	Intangible Assets	1 July 2010
Amendment to FRS 139	Financial Instruments : Recognition and Measurement	1 January 2010
Amendment to FRS 140	Investment Property	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 9	Amendments to FRS 139 Financial Instruments : Recognition and Measurement, FRS 7 Financial Instruments : Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum funding Requirements and their interaction	1 January 2010
IC Interpretation 12	Service Concession Arrangements	1 July 2010
IC Interpretation 15	Agreements for the Construction of Real Estate	1 July 2010
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distributions of Non-cash Assets to Owners	1 July 2010
Amendment to IC Interpretation 9	Reassessment of Embedded Derivatives	1 July 2010

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

3. Disclosure of audit qualification

There was no qualification on the audit report of the preceding audited financial statements.

4. Seasonality or cyclicity of interim operations

The timber business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

6. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities of the Company for the current financial year to date.

8. Dividends paid

On 20 October 2009, the Board of Directors declared a tax exempt interim dividend of 2 sen per share for the year ending 31 March 2010 (31 March 2009 : Nil).

The interim dividend was paid on 23 November 2009 to shareholders whose names appeared on the Record of Depositors of Eksons Corporation Berhad at the close of business on 10 November 2009.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

9. Segmental reporting

The Group's segmental report for the financial period to date is as follows :

	Manufacturing RM'000	Trading RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External sales	279,091	-	58	-	-	279,149
Inter-segment sales	10,782	-	10,000	-	(20,782)	-
Total revenue	<u>289,873</u>	<u>-</u>	<u>10,058</u>	<u>-</u>	<u>(20,782)</u>	<u>279,149</u>

	Manufacturing RM'000	Trading RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
Segment Result						
Operating profit/(loss) before interest and tax	22,623	(131)	8,544	(7,061)	112	24,087
Interest income	399	-	7	-	10	416
Income taxes	4,872	-	(256)	-	-	4,616
Net profit/(loss)	<u>27,894</u>	<u>(131)</u>	<u>8,295</u>	<u>(7,061)</u>	<u>122</u>	<u>29,119</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

10. Valuations of property, plant and equipment

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial year to date, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations except as disclosed below:

- i) On 11 May 2009, the Company acquired 200,000 ordinary shares of RM1.00 each representing 0.80% of the issued and paid up share capital of Rajang Plywood (Sabah) Sdn. Bhd. from Mr. Lee Kim Jiung (199,999 ordinary shares) and Ms. Lim Leh Nguk (1 ordinary share) for a cash consideration of RM2.00. With the acquisition, Rajang Plywood (Sabah) Sdn. Bhd. became a wholly owned subsidiary of the Company.
- ii) On 22 January 2010, the Group's 60% subsidiary, The Atmosphere Sdn. Bhd., completed the acquisition of 30,507,707 shares of Russella Teguh Sdn. Bhd. ("Russella") representing 100% of Russella's issued and paid up working capital from Lien Hoe Corporation Berhad for cash consideration of RM61million.

12. Changes in contingent liabilities since the last annual balance sheet date

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 31 March 2009 except for an additional corporate guarantee of RM28 million for banking facilities of a subsidiary. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

As at 31 March 2010, the amount of banking facilities utilised which were secured by corporate guarantees was RM41.1 million.

13. Review of the performance of the Group for the period under review and financial year-to-date

The Group's profit after taxation for the quarter under review and corresponding quarter of the previous financial year are RM13.4 million and RM3.0 million respectively. The Group profit after taxation for year ended 31 March 2010 and 31 March 2009 are RM29.1 million and RM25.7 million respectively. Included in the current year's profit after taxation is an income amounting to RM9.9 million arising from an adjustment to development cost recognised upon the acquisition of Russella Teguh Sdn Bhd.

The results from the operations of the Group's core divisions are as follows :

Timber

The timber division's 2010 financial year closed with a higher turnover of RM279.1 million compared with RM267.5 million in the previous financial. Profit after taxation for the year under review is RM27.9 million compared to RM26.8 million in the previous financial year.

The division's turnover for the quarter under review is RM71.7 million which is higher than RM45.9 million recorded for the same quarter of the previous financial year. Meanwhile Profit after taxation for the quarter under review is at RM5.1 million compared to RM4.4 million in the same quarter in the preceding year.

**13. Review of the performance of the Group for the period under review and financial year-to-date
(Continued)**

Timber

The higher turnover and profit for the year follow some positive market movement in the second half of the financial year. The North American market has shown some recovery in tandem with the recovery of the North American economy. Meanwhile the North African and Middle East region remain the Group's biggest market.

Property

The property division has yet to recognise any turnover from its sale of shop offices as only earthwork and infrastructure work are in progress. Turnover will be recognised as building construction work commences. The turnover reported in the previous financial year is in respect of the sale of a 9-acre land for RM23.5 million. Total sales booked since the launch of the project in August 2009 up to the end of 2010 financial year is approximately RM182.9 million.

For the year under review, the property division recorded a loss after taxation of RM7.0 million compared to RM0.9 million.

During the quarter under review, the division received new sales booking of approximately RM52.1 million. Loss after taxation for the quarter under review is RM1.2 million compared to RM0.3 million in the preceding year's corresponding quarter.

The main expenses in the income statement of this division for the financial year under review are management, marketing and selling expenses.

14. Material changes in the results of the current quarter compared to the results of the immediate preceding quarter

The Group recorded a higher profit after taxation for the quarter of RM13.4 million compared to RM6.8 million in the immediate preceding quarter. Included in the current year's profit after taxation is an income amounting to RM9.9 million arising from an adjustment to development cost recognised upon the acquisition of Russella Teguh Sdn. Bhd. The results from the operations of the Group's core divisions for the quarter under review compared to the immediate preceding quarter are as follows:

Timber

The division has a lower sales volume for the quarter under review compared to the immediate preceding quarter and thus recorded a lower turnover and profit after taxation for the quarter under review. Turnover for the quarter under review is RM71.7 million compared to RM84.6 million in the immediate preceding quarter. Profit after taxation for the quarter under review is RM5.1 million compared to RM9.4 million in the immediate preceding quarter.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

14. Material changes in the results of the current quarter compared to the results of the immediate preceding quarter (Continued)

Property

The division recorded a loss after taxation of RM1.2 million compared to RM1.2 million in the immediate preceding quarter. As with the previous quarter the loss for the quarter under review comprise mainly of management, selling and marketing expenses.

15. Prospects and Outlook

Timber

Despite current uncertainties, the timber division is to expected to continue contributing positively to the Group's results. Going forward profit margins of the Group will be affected by the exchange rate between the US Dollar and Ringgit as well as the rate of recovery of the global economy.

Property

Since the launch of The Atmosphere project in August 2009, sales todate has reached 90% of units available for sale. Progress billings for the shop offices sold are expected to commence in the next few months. The first batch of shopoffices are expected to be completed and handed over to purchasers in mid-2011. Detailed planning has already commenced for the final phase of The Atmosphere that will comprise of service apartments, soho, office blocks, hotels and a shopping mall. Judging by the sales of the development's shop offices and boulevard shops of the current phase, we expect the uptake of the next phase of the development to be encouraging.

Given the above, the board expected the results for the months ahead to remain positive.

16. Variance of actual profit from forecast profit

Not applicable.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2010

17. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial year-to-date

	Current Quarter RM'000	Financial Year-to-date RM'000
Taxation		
- Current year charge	283	290
- Underprovision in prior year	(158)	25
Deferred taxation		
- Current year	(95)	(4,931)
	<u>30</u>	<u>(4,616)</u>

The Group's effective tax rate for the financial year to date is lower than the statutory tax rate principally due to the double deduction of freight charges incurred on exports of plywood and tax incentives available to some subsidiary companies.

18. Profit/(losses) on sale of unquoted investments and/or investment properties

There were no disposals of unquoted investment and or investment properties for the financial period to date.

19. Particular of purchase or disposal of quoted securities

There were no purchases or disposals of quoted securities for the financial period to date.

20. Status of corporate proposal

On 7 May 2008, an indirect 60% owned subsidiary, The Atmosphere Sdn. Bhd. entered into a conditional Share Sale and Purchase Agreement with Lien Hoe Corporation Berhad to acquire 100% equity interest in Russella Teguh Sdn. Bhd. for a cash consideration of RM61,000,000. The approval of the Foreign Investment Committee was received on 10 November 2008.

The acquisition was completed on 22 January 2010.

EKSONS CORPORATION BERHAD (205814-V)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2010**

21. Group borrowings and debt securities

	As at 31.03.2010 RM'000
Short term borrowings	
Secured:	
Bank overdrafts	17,267
Bankers' acceptance	10,272
	<u>27,539</u>
Unsecured:	
Bankers' acceptance	12,322
	<u>39,861</u>

All the above borrowings are denominated in local currency.

22. Off balance sheet financial instruments

There were no financial instruments with off balance sheet risks as at the date of this report.

23. Material litigation

There was no material litigation against the Group as at the reporting date.

24. Proposed dividend

The Board of Directors has proposed a final dividend in respect of the financial year ended 31 March 2010, of 3 sen per share under single-tier system on 164,213,000 ordinary shares, amounting to a dividend payable of approximately RM4,926,390 (31 March 2009 : Nil). The proposed dividend is subject to the approval of shareholders at the forthcoming AGM of the Company.

EKSONS CORPORATION BERHAD (205814-V)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2010**

25. Earnings per share

The earnings per share is calculated as follows :

	Financial Year-to-date RM'000
a. Basic	
Net profit attributable to ordinary shareholders (RM'000)	<u>27,974</u>
Number of ordinary shares in issue (in thousand)	<u>164,213</u>
Basic profit per ordinary share (sen)	<u>17.04</u>
b. Diluted	
Not applicable	

26. Subsequent event

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Emily Yeo Swee Ming
Company Secretary

26 May 2010