

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Comprehensive Income
For The Period Ended 30 September 2010

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Continuing Operations :				
Revenue	93,019	64,616	163,176	122,874
Operating expenses	(87,383)	(59,782)	(149,457)	(118,077)
Other operating income	525	131	770	410
Profit from operations	<u>6,161</u>	<u>4,965</u>	<u>14,489</u>	<u>5,207</u>
Finance costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit before tax	6,161	4,965	14,489	5,207
Taxation	4,272	2,549	4,455	3,659
Profit from continuing operations, net of tax	<u>10,433</u>	<u>7,514</u>	<u>18,944</u>	<u>8,866</u>
Discontinued Operations :				
Profit/(loss) from discontinued operations	(208)	-	-	-
Profit for the period	<u>10,225</u>	<u>7,514</u>	<u>18,944</u>	<u>8,866</u>
Other Comprehensive Income :				
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	<u>10,225</u>	<u>7,514</u>	<u>18,944</u>	<u>8,866</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Comprehensive Income
For The Period Ended 30 September 2010

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Year	Year	Year	Year
	Quarter	Corresponding	To Date	Corresponding
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Profit attributable to :				
Owners of the Parent	7,991	8,433	17,238	10,726
Non-controlling interest	<u>2,234</u>	<u>(919)</u>	<u>1,706</u>	<u>(1,860)</u>
	<u>10,225</u>	<u>7,514</u>	<u>18,944</u>	<u>8,866</u>
Total comprehensive income attributable to :				
Owners of the Parent	7,991	8,433	17,238	10,726
Non-controlling interest	<u>2,234</u>	<u>(919)</u>	<u>1,706</u>	<u>(1,860)</u>
	<u>10,225</u>	<u>7,514</u>	<u>18,944</u>	<u>8,866</u>
Earnings Per Share				
(a) Basic (sen)	4.87	5.14	10.50	6.53
(b) Diluted (sen)	-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Financial Position
As At 30 September 2010

	As at 30.09.2010 RM'000 unaudited	As at 31.03.2010 RM'000 audited
ASSETS		
Non-current assets		
Property, plant and equipment	154,838	160,313
Prepaid land lease payments	9,363	9,441
Land held for property development	17,678	17,678
Deferred tax assets	1,597	-
Goodwill on consolidation	26,763	26,763
	<u>210,239</u>	<u>214,195</u>
Current assets		
Property development costs	54,291	44,024
Inventories	94,603	86,286
Trade receivables	36,767	34,852
Other receivables	2,822	2,681
Current tax asset	2,241	2,614
Term deposits	45,187	37,432
Cash and bank balances	18,266	16,421
	<u>254,177</u>	<u>224,310</u>
Non current asset classified as held for sale	2,221	2,001
	<u>256,398</u>	<u>226,311</u>
TOTAL ASSETS	<u><u>466,637</u></u>	<u><u>440,506</u></u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Financial Position
As At 30 September 2010

	As at 30.09.2010 RM'000 unaudited	As at 31.03.2010 RM'000 audited
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	131,370	131,370
Retained earnings	227,998	210,760
Capital reserves	880	884
	<u>360,248</u>	<u>343,014</u>
Non-controlling interest	21,732	20,026
Total equity	<u>381,980</u>	<u>363,040</u>
Non-current liabilities		
Deferred tax liabilities	-	2,869
	<u>-</u>	<u>2,869</u>
Current liabilities		
Borrowings	42,451	39,861
Trade payables	38,335	30,585
Other payables	3,871	4,151
	<u>84,657</u>	<u>74,597</u>
Total liabilities	<u>84,657</u>	<u>77,466</u>
TOTAL EQUITY AND LIABILITIES	<u>466,637</u>	<u>440,506</u>
Net asset per share	2.19	2.09

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Cash Flows
For The Period Ended 30 September 2010

	6 Months Ended	
	30.09.2010	30.09.2009
	RM'000	RM'000
	unaudited	unaudited
Cash flows from operating activities		
Profit before taxation	14,489	5,207
Adjustments for :		
Amortisation of prepaid land lease payments	78	78
Bad debts recovered	(220)	-
Depreciation	6,673	6,511
Interest expenses	317	213
Interest income	(426)	(211)
Loss on disposal of property, plant and equipment	22	-
Property, plant and equipment written off	2	-
Operating profit before working capital changes	20,935	11,798
Changes in working capital :		
Inventories	(8,317)	(12,366)
Receivables	(2,056)	(25,362)
Payables	7,466	(1,567)
Property development property	(10,025)	(1,339)
	8,003	(28,836)
Interest paid	(317)	(213)
Interest paid-property development costs	(241)	-
Income tax recovered/(paid)	361	(258)
Net cash generated from/(used in) operating activities	7,806	(29,307)
Cash flows from investing activities		
Interest received	426	211
Proceeds from disposal of property, plant and equipment	42	-
Purchase of property, plant and equipment	(1,265)	(2,410)
Net cash used in investing activities	(797)	(2,199)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement of Cash Flows
For The Period Ended 30 September 2010

	6 Months Ended	
	30.09.2010	30.09.2009
	RM'000	RM'000
	unaudited	unaudited
Cash flows from financing activities		
Proceeds from issuance of preference shares of a subsidiary company	-	529
Proceeds from short term borrowings net of repayment	4,455	7,967
Net cash generated from financing activities	4,455	8,496
Net increase/(decrease) in cash and cash equivalent	11,464	(23,010)
Cash and cash equivalents at beginning of the year	34,752	67,282
Cash and cash equivalents at end of the year	46,216	44,272
Analysis of cash and cash equivalents		
Fixed deposits	45,187	35,131
Cash and bank balances	18,266	9,141
Less : Fixed deposits pledged as security	(1,834)	-
	61,619	44,272
Bank overdraft	(15,403)	-
	46,216	44,272

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement Of Changes In Equity
For The Period Ended 30 September 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							
<u>Ended 30 September 2010</u>							
At 1 April 2010	131,370	718	166	210,760	343,014	20,026	363,040
Transfer of shares from minority interests of a subsidiary	-	-	-	-	-	-	-
Translation differences	-	-	(4)	-	(4)	-	(4)
Profit for the period	-	-	-	17,238	17,238	1,706	18,944
Investment in a subsidiary company by minority interests	-	-	-	-	-	-	-
At 30 September 2010	131,370	718	162	227,998	360,248	21,732	381,980

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)
Condensed Consolidated Statement Of Changes In Equity
For The Period Ended 30 September 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 Period Ended 30 June 2009							
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 period	-	-	-	10,726	10,726	(1,860)	8,866
Investment in a subsidiary company by minority interests	-	-	-	-	-	(432)	(432)
At 30 September 2009	131,370	718	134	196,654	328,876	17,021	345,897

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2010)

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 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 2010. 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 2010.

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 2010 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), amendment to FRS and Issues Committee ("IC") Interpretations :

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 4	Insurance Contracts
FRS 7	Financial Instruments : Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements
FRS 123	Borrowing Costs
FRS 127	Consolidated and Separate Financial Statements
FRS 139	Financial Instruments : Recognition and Measurement
Amendment to FRS 1	First-time Adoption of Financial Reporting Standards and FRS 127: Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity of Associate
Amendment to FRS 2	Share-based Payment - Vesting Conditions and Cancellations
Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendment to FRS 7	Financial Instruments : Disclosures
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Cash Flow Statements
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events After the Balance Sheet Date
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interests in Joint Ventures

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

2. Changes in Accounting Policies (Continued)

Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible Assets
Amendment to FRS 139	Financial Instruments : Recognition and Measurement, FRS 7: Financial Instruments: Disclosure and IC Interpretation 9: Reassessment of Embedded Derivatives
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
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
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum funding Requirements and their interaction
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
Amendment to IC Interpretation 9	Reassessment of Embedded Derivatives

The adoption of the above FRSs does not result in significant changes in accounting policies of the Group, other than the change discussed below :

(a) FRS 7: Financial Instruments : Disclosures

Prior to 1 January 2010, information about financial instruments was disclosed in accordance with the requirements of FRS 132 Financial Instruments: Disclosure and Presentation. FRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk, including sensitivity analysis to market risk.

However, FRS 7 disclosures are not required in the interim financial statements, and hence, no further disclosures has been made. Such disclosures will be made in the audited financial statements of the Company.

2. Changes in Accounting Policies (Continued)

(b) FRS 8: Operating Segments

FRS 8, which replaces FRS 114 Segment Reporting, specifies how an entity should report information about its operating segments, based on information about the components of the entity that is available to the chief operating decision maker for the purposes of allocating resources to the segments and assessing their performance. The Standard also requires the disclosure of information about the products and services provided by the segments, the geographical areas in which the Group operates, and revenue from the Group's major customers. The Group concluded that the reportable operating segments determined in accordance with FRS 8 are the same as the business segments previously identified under FRS 114. The Group has adopted FRS 8 retrospectively.

(c) FRS 101: Presentation of Financial Statements (Revised)

The revised FRS 101 introduces changes in the presentation and disclosures of financial statements. The revised Standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented as a single line. The Standard also introduces the statement of comprehensive income, with all items of income and expense recognised in profit or loss, together with all other items of recognised income and expense recognised directly in equity, either in one single statement, or in two linked statements. The Group and the Company have elected to present this statement as one single statement.

In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the classification of items in the financial statements.

The revised FRS 101 also requires the Group to make new disclosures to enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

The revised FRS 101 was adopted retrospectively by the Group and the Company.

(d) FRS 139 Financial Instruments : Recognition and Measurement

Prior to the adoption of FRS 139, derivative contracts were recognised in the financial statements on settlement date. With the adoption of FRS 139, derivative contracts are recognised on contract date and categorised as fair value through profit or loss.

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparatives as at 31 March 2010 are not restated. The adoption of FRS 139 does not have any significant impact on the results of the Group.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

2. Changes in Accounting Policies (Continued)

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

		Effective for financial periods beginning on or after
IC Interpretation 4	Determination Whether an Arrangement contains a Lease	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
IC Interpretation 18	Transfer of Assets from Customers	1 January 2011

The Interpretation above is expected to have no significant impact on the financial statements of the Company upon their initial application.

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

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

8. Dividends paid

There was no dividend paid during the financial period to date.

EKSONS CORPORATION BERHAD (205814-V)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

9. Segmental reporting

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

	Timber Operations 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	156,010	-	10	7,156	-	163,176
Inter-segment sales	74,146	-	-	-	(74,146)	-
Total revenue	<u>230,156</u>	<u>-</u>	<u>10</u>	<u>7,156</u>	<u>(74,146)</u>	<u>163,176</u>
Segment Result						
Operating profit/(loss) before interest and tax	11,558	234	(137)	2,433	(25)	14,063
Interest income	390	-	3	33	-	426
Income taxes	2,666	-	(11)	1,800	-	4,455
Net profit/(loss)	<u>14,614</u>	<u>234</u>	<u>(145)</u>	<u>4,266</u>	<u>(25)</u>	<u>18,944</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.

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.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2010**

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 2010. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

As at 30 September 2010, the amount of banking facilities utilised which were secured by corporate guarantees was RM39.8 million.

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

The Group's revenue for the quarter under review included for the first time, contribution from the sale of shop offices of the Group's property development subsidiary, The Atmosphere Sdn Bhd.

For the quarter under review, the Group recorded a turnover of RM93.0 million. Profit after taxation is at RM10.2 million. The turnover and profit after taxation for the corresponding quarter of the previous financial year were RM64.6 million and RM7.5 million respectively.

The Group's turnover for the current financial year to date and the corresponding period of the previous financial year is at RM163.2 million and RM122.9 million respectively. The Group's profit after taxation for the current financial year to date and the corresponding period of the preceding financial year are at RM18.9 million and RM8.9 million respectively.

The performance of the Group's timber and property development divisions for the period under review is as follows:

Timber

The division's turnover for the half-year ended 30 September 2010, is at RM156.0 million compared to RM122.8 million achieved for the same period of the preceding financial year. Profit after taxation for the half-year ended 30 September 2010, which is at RM14.6 million, is higher than the preceding year's corresponding period of RM13.4 million.

The division's turnover for the quarter under review came in higher than that of the comparative quarter of the preceding financial year. Turnover for the quarter is at RM85.9 million compared to RM64.6 million previously. However, the division's profit after taxation for the quarter under review is lower at RM4.7 million compared to RM9.8 million in the same quarter of the previous financial year.

The lower profit margin for the quarter under review was mainly due to higher log costs and the effects of a weaker US Dollar. The price of plywood, which is mainly traded in US Dollars, did not move to mitigate the effects of the weaker US Dollar.

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

Property Development

Construction works at the division's project in Seri Kembangan which is at full swing now, has reported its maiden turnover from its sale of shop offices. The division recorded a turnover of RM7.2 million for the quarter under review. Profit after taxation for the quarter under review is at RM5.5 million. In the corresponding quarter of the preceding financial year the division recorded a loss of RM2.3 million.

The division's profit after taxation for the first 6 months of the current financial year is at RM4.2 million compared to a loss of RM4.6 million for the same period of the preceding financial year.

During the quarter under review, the Group's development project, The Atmosphere, was awarded a provisional Green Mark certificate in recognition of the project's environmentally friendly features.

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

The Group's turnover and profit after taxation for the quarter under review are RM93.0 million and RM10.2 million respectively. The Group's turnover and profit after taxation for the immediate preceding quarter were RM70.2 million and RM8.7 million respectively.

The performance of the Group's core divisions for the quarter under review compared to the immediate preceding quarter is as follows:

Timber

The division's turnover for the quarter under review and immediate preceding quarter are RM85.9 million and RM70.2 million respectively. The profit after taxation for the quarter under review is lower than that of the immediate preceding quarter. The division recorded a profit after taxation of RM4.7 million for the quarter under review compared to RM9.9 million for the immediate preceding quarter.

Profit margins for the quarter under review were squeezed by higher log prices and depreciation of the US Dollar.

Property Development

During the quarter under review, the division recorded a turnover of RM7.2 million from the sale of shop offices. Prior to the current quarter, no sales of shop offices was recognised as construction works had only commenced in the later half of the immediate preceding quarter.

Profit after taxation for the quarter under review is RM5.6 million. In the immediate preceding quarter the division had a loss of RM1.3 million.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2010**

15. Prospects and Outlook

Timber

The timber division will be affected by the depreciation of the US Dollar and there is no indication that it will be strengthening soon. However the current measures that are in place to control costs and enhance productivity should ensure that margins remain positive.

Property Development

Income contribution from this division is expected to increase in the coming months as construction begins on more blocks of the project. Most of the construction for the current phase should be completed by mid 2012.

Given the above, the Board expects the results to remain positive.

16. Variance of actual profit from forecast profit

Not applicable.

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	(4)	(11)
Deferred taxation		
- Current year	4,276	4,466
	<u>4,272</u>	<u>4,455</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.

EKSONS CORPORATION BERHAD (205814-V)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2010**

20. Status of corporate proposal

There was no corporate proposal announced by the Group but not completed at the date of this report.

21. Group borrowings and debt securities

	As at 30.09.2010 RM'000
Short term borrowings	
- secured	27,086
- unsecured	<u>15,365</u>
	<u><u>42,451</u></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 does not recommend any interim dividend for the financial quarter ended 30 September 2010. (30 September 2009 : Nil).

25. Financial derivatives

As at 30 September 2010, the Group did not hold any financial derivatives.

EKSONS CORPORATION BERHAD (205814-V)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2010**

26. 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>17,238</u>
Number of ordinary shares in issue (in thousand)	<u>164,213</u>
Basic profit per ordinary share (sen)	<u>10.50</u>
b. Diluted	
Not applicable	

27. 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

25 November 2010