

INTEGRAX BERHAD
Company No. : 49317 - W
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS AS AT 30 JUNE 2010

ABBREVIATIONS

In these interim financial statements, unless otherwise stated, the following abbreviations shall have the following meanings:-

“Act”	:	Companies Act, 1965
“DMT”	:	Dry Metric Tonnes of Nickel Ore
“EBIT”	:	Earnings before interest and tax
“EPS”	:	Earnings per share
“FRSs”	:	Financial Reporting Standards
“Group”	:	Integrax and its subsidiaries
“Integrax” or the “Company”	:	Integrax Berhad (<i>Company No. 49317-W</i>)
“IJE”	:	P.T. Integra Jasa Energi, a 95% owned subsidiary of Integrax established in the Republic of Indonesia
“INDX”	:	P.T. Indoexchange Tbk, a 70.31% owned subsidiary of Integrax listed on the Indonesia Stock Exchange (IDX)
“HRH”	:	Halim Rasip Holdings Sdn. Bhd. (<i>Company No. 64655-T</i>)
“LBT”	:	Lekir Bulk Terminal, a common-user bulk port facility
“LBTSB”	:	Lekir Bulk Terminal Sdn. Bhd. (<i>Company No. 414060-T</i>), an 80% owned subsidiary of PLSB
“LBT Serial Bonds”	:	12½ years zero coupon Serial Bonds of RM445 million issued by LBTSB
“LBT RCCPS”	:	Redeemable cumulative convertible preference share(s) of RM0.01 each in LBTSB
“LMT”	:	Lumut Maritime Terminal, a common-user multi purpose port facility
“LMTSB”	:	Lumut Maritime Terminal Sdn. Bhd. (<i>Company No. 180480-D</i>)
“LMT RPS”	:	Redeemable preference share(s) of RM0.01 each in LMTSB which is convertible to ordinary shares of RM1.00 each in LMTSB as per the Memorandum and Articles of Association
“LPIP”	:	Lumut Port Industrial Park, the industrial properties division of LMTSB
“Lumut Port”	:	Lekir Bulk Terminal and Lumut Maritime Terminal collectively
“NAD”	:	Nanggroe Aceh Darussalam, Indonesia
“PLSB”	:	Pelabuhan Lumut Sdn. Bhd. (<i>Company No. 168205-M</i>), a wholly owned subsidiary of Integrax
“PATSC”	:	Profit attributable to Owners of the Company
“PBT”	:	Profit Before Tax

- “PKS” : Petrokapal Sdn. Bhd. (*Company No. 30921-D*), a wholly owned subsidiary of HRH
- “ PT LINES” : P.T. Pelayaran Indx Lines, a 99% owned subsidiary of P.T. Indoexchange Tbk established in the Republic of Indonesia
- “RAM” : Rating Agency Malaysia Berhad
- “RM” and “sen” : Ringgit Malaysia and sen respectively
- “RRSB” : Radikal Rancak Sdn Bhd (*Company No. 576210-X*), a wholly owned subsidiary of INDX
- “Number Q ” : The relevant quarter in a financial year stated

A1 COMMENTS ON UNAUDITED FINANCIAL RESULTS, PERFORMANCE AND PROSPECTS

A 1.1 REVIEW OF PERFORMANCE

Revenues comprise contractual revenues for the provision of port facilities cargo handling and vessel services under term arrangements.

The Group recorded revenues of RM 23.48 million in 2Q2010 compared to RM 21.32 million in 2Q2009. This increase of 10% in revenues was due to increased cargo throughput at LBT.

The Group achieved a PBT of RM 18.09 million in 2Q2010 which is an increase of 32% compared to 2Q2009 PBT of RM 13.73 million. This increase in the Group's profit is due to higher contributions from the Group's Associates and lower finance costs.

Total cargo throughput in LMT and LBT increased by a significant 53.8%. This throughput increase together with industrial land sales had increased LMT's contribution to the Group's results.

PGMC achieved 27 shipments of nickel ore totaling 873,739 DMT in 2Q2010 which translated into an increase in contribution from PGMC in 2Q2010.

A1.2 VARIATION OF RESULTS AGAINST PRECEDING QUARTER

The Group revenues for 2Q2010 increased by 2% compared to 1Q2010 due to improved LBT throughput.

PBT for the 2Q2010 increased by 38% compared to 1Q2010 due to higher contributions from LMT and PGMC.

A1.3 PROSPECTS GOING FORWARD

(a) Forward Looking Statements Disclaimer

Comments set out in this Quarterly Report include forward looking statements which are statements that cannot be sustained merely on historical facts and for which there exists no assurances as to their realization or occurrence or successful implementation. A forward looking statement predicts projects or sees future events as expectations or possibilities. A forward looking statement contains words such as "believe, estimate, anticipate, plan, predict, may, hope, can, will, should, expect, intend, is designed to, with the intent, potential", the negative of such words or such other variations or comparable word, may indicate forward looking statements, but their absence does not mean a statement is not forward looking.

(b) Port Operations

The cargo throughput at LMT in 3Q2010 continues to look steady overall. However, we have to remain cautious going forward based on how easily past and future expectations can go awry in the volatile business environment that exists currently and that is characterized by cargoes emerging from just a few key port users in the Agriculture, Mining and Construction Sectors. At LBT, the data available so far seems to indicate the strong throughput will continue into 3Q2010.

We refer to our announcement made to Bursa Malaysia on 30 July 2010 on the Conditional Transshipment Services Agreement between LBT and Vale International SA and wish to advise that there is no change in status.

The Group continues to investigate several port opportunities in Indonesia and India in line with its objectives of expanding into these regions.

(c) **Marine Services**

We continue to look at expansion opportunities and are investigating certain opportunities of promise for our marine services especially in Indonesia.

(d) **Resources**

PGMC's focus is likely to remain fixed on its mining activities. Orders for nickel ore from new and existing contracts for approximately 4,300,000 WMT in total have been received for the year 2010. Out of this total orders, deliveries amounting to about 2,100,000 WMT have been achieved as at the date of this report.

The smelters remain under a care and maintenance basis with staffing numbers taken to a minimum to reduce costs. PGMC remains in negotiations to lease or sell part of its smelter assets to prospective joint ventures to be formed with significant buyers of nickel ore /producers of ferro-nickel emerging from China.

A1.4 PROJECT DEVELOPMENTS

Port Projects

The Company continues to make efforts to establish, participate in and / or operate and manage specialized and multipurpose / bulk port facilities outside Malaysia and now particularly in Indonesia. Please note, however, that projects of this nature take a considerable time to develop, promote, fund and build, assuming such are deemed viable propositions after due investigation.

(a) **Provinsi Aceh**

(i) The status of this project remains unchanged from that reported in our 4Q2009 report and negotiations are ongoing.

(b) **Kalimantan**

The status of this project remains unchanged from that reported in our 4Q2009 report.

A1.5 REVIEW OF THE GROUP'S INVESTMENT PROCESS

In response to queries from shareholders at the 2009 AGM, the Company had appointed an independent legal consultant to conduct reviews of its investment process. The reviews are expected to be completed in 3Q2010.

A1.6 WEBSITE

The Company's website address is www.integrax.com.my

The Lumut Port website address is www.lumutport.com.my

A 2 INTERIM FINANCIAL STATEMENTS – BASIS OF PREPARATION

A2.1 These interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards ("FRSs"), FRS 134: Interim Financial Reporting and the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Bhd (Bursa Securities"). They do not include all of the information required for full annual financial statements, and should be read in conjunction with the audited financial statements for the year ended 31 December 2009.

A2.2 Changes In Accounting Policies

The interim financial statements have been prepared in accordance with the same accounting policies and method of computation adopted in audited financial statements for the year ended 31 December 2009, except for the following new and revised FRSs, IC Interpretations and Amendments to FRSs and IC Interpretations:

- FRS 7, *Financial Instruments: Disclosures*
- FRS 8, *Operating Segments*
- FRS 101, *Presentation of Financial Statements* (revised)
- FRS 123, *Borrowing Costs* (revised)
- FRS 139, *Financial Instruments: Recognition and Measurement*
- Amendments to FRS 1, *First-time Adoption of Financial Reporting Standards*
- Amendments to FRS 7, *Financial Instruments: Disclosures*
- Amendments to FRS 101, *Presentation of Financial Statements – Puttable Financial Instruments and Obligations Arising on Liquidation*
- Amendments to FRS 127, *Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate*
- Amendments to FRS 132, *Financial Instruments: Presentation*
 - *Puttable Financial Instruments and Obligations Arising on Liquidation*
 - *Separation of Compound Instruments*
- Amendments to FRS 139, *Financial Instruments: Recognition and Measurement*
 - *Reclassification of Financial Assets*
 - *Collective Assessment of Impairment for Banking Institutions*
- Improvements to FRSs (2009)
- IC Interpretation 10, *Interim Financial Reporting and Impairment*

The adoption of the above new and revised FRSs, IC Interpretations and Amendments to FRSs and IC interpretations does not have a significant impact to the Group, except as described below:

(a) **FRS 101, *Presentation of Financial Statements* (revised)**

The Group applies FRS 101 (revised) which became effective as of 1 January 2010. Pursuant to the revised standard, the Group presents all non-owner changes in equity separately in the Consolidated Statement of Comprehensive Income.

The comparative information has been re-presented to conform with this revised standard.

FRS 139, *Financial Instruments: Recognition and Measurement*

(b)

Prior to the adoption of FRS 139, financial derivatives were recognized on their settlement dates. Outstanding derivatives at the balance sheet date were not recognized. With the adoption of FRS 139, all financial assets and financial liabilities, including derivatives, are recognized at contract dates when, and only when, the Company or any subsidiary becomes a party to the contractual provisions of the instruments.

The measurement bases applied to the financial assets and financial liabilities in the prior financial year are changed to conform to the measurement standards of the FRS 139 in the current quarter. At initial recognition, all financial assets and financial liabilities are measured at their fair value plus in the case of financial instruments not at fair value through profit or loss, transaction costs directly attributable to the acquisition or issuance of the instruments. Subsequent to their initial recognition, the financial assets and financial liabilities are measured as follows:

Category	Measurement basis
Financial instruments at fair value through profit or loss	At fair value through profit or loss
Held-to-maturity investments	At amortised cost effective interest method
Loans and receivables	At amortised cost effective interest method
Available-for-sale investment	At fair value through other comprehensive income, unless fair value cannot be reliably measured, in which case, they are measured at cost
Loans and other financial liabilities	At amortised cost effective interest method

In accordance with FRS 139, the recognition, derecognition and measurement are applied prospectively from 1 January 2010. The effects of the re-measurement on 1 January 2010 of the financial assets and financial liabilities brought forward from the previous financial year are adjusted to the opening retained earnings as disclosed in the statement of changes in equity.

The adoption of the above new policies has the following effects:

	Retained earnings RM '000
At 1 January 2010, as previously stated	161,490
Adjustment arising from adoption of FRS 139 :	
-Fair value of embedded derivatives in an associate	(1,620)
At 1 January 2010, as restated	159,870

A2.3 Foreign Currency Translation Rates

The principal closing rates as at 30 June 2010 used in the translation of foreign currency amounts to RM are as follows :-

1 US Dollar	- RM 3.2715
100 Indonesian Rupiah	- RM 0.0359
100 Philippine Peso	- RM 7.0450

A3 PRECEDING ANNUAL FINANCIAL STATEMENTS' AUDIT REPORT

The audit report of the preceding annual financial statements of the Group was not subject to any qualification.

A4 COMMENTS ON ASSETS, LIABILITIES, EQUITY AND CASH FLOWS

A4.1 GENERAL COMMENTS

The Group's cash position remains solid with all LBT Serial Bonds commitments more than adequately covered. The Group's gearing and current ratio continues to improve over time.

A4.2 INVESTMENTS

This now represents the carrying value of the Group's investment in its associates LMTSB and PGMC.

(a) INVESTMENT IN ASSOCIATES

This now represents the carrying value of the Group's investment in its associates LMTSB and PGMC.

(b) INVESTMENT IN INDONESIA

- (i) The Company's investment in INDX remains unchanged at 70.31%. INDX serves as the Indonesian flagship for the Company for its expansion in Indonesia. INDX has identified the sectors of infrastructure (being ports and terminals in partnership with the Company) and marine services as its current primary business objectives.

In line with its objective of expanding its marine services business, INDX had on 4 May 2010 incorporated a 99% owned subsidiary, PT Pelayaran INDX Lines ("PT LINES"). The remaining 1% is held by an Indonesian national.

The quasi reorganization of INDX was completed on 5 April 2010 upon obtaining approval from the Minister of Justice and Human Rights of Indonesia. The consequence of such exercise has resulted in a reduction in the nominal value per share to Rp50 per share and all retained losses to 5th April 2010 have been extinguished.

INDX is listed on Bursa Efek Indonesia with stock code INDX and its closing price on 30 June 2010 was Rp 105 per share and on 25 August 2010 was Rp 140 per share.

- (ii) The Company's advances to INDX for costs, expenses and project advances since the involvement of the Company in INDX amounted to approximately RM 4.9 million as at 30 June 2010 which includes the preliminary costs and advances covered by the letters of indemnity issued to INDX as disclosed in Note A4.8(b) consequent to the Company being the originator of the projects, pending the approval of INDX shareholders of the same and in compliance with authorities' requirements.

INDX is focusing on building a marine services business in Indonesia by way of acquisition or natural growth, initially utilizing the Rights Issue proceeds while still pursuing its port sector objectives for the long term.

Announcements in respect of such projects and other projects will be made as and when appropriate.

The status as at 30 June 2010 of the utilization of proceeds raised by INDX from its Rights Issue is as follows :-

Purpose	Proposed Utilisation		Actual Utilisation		Intended Timeframe for Utilisation
	Rp(Million)	RM ('000)	Rp(Million)	RM ('000)	
Acquisition of RRSB	8,000	2,680	8,020	2,687	Completed
Acquisition of tugs and / or barges & ancillary equipment to be engaged in marine services to ports & terminals and logistics activities	22,000	7,359	Nil	Nil	Within 12 months
Rights issue expenses & working capital requirements	6,800	2,275	4,448	1,488	Within 12 months
Total	36,800	12,314	12,468	4,175	

A4.3 OTHER INVESTMENT

This represents the Group's investment in LMT RPS of RM10.03 million which is redeemable and dividend bearing at the option of LMTSB.

A4.4 EQUITY AND CONVERTIBLE DEBT SECURITIES

There were no cancellations, repurchases, resale and repayments of equity and debt securities during the current quarter other than those shown in these interim financial statements.

A4.5 LOANS AND BORROWINGS

	As at 30.06.10 RM '000 Non-Current	As at 30.06.10 RM '000 Current	As at 30.06.10 RM '000 Total
Secured			
LBT Serial Bonds			
Bond liability	80,000	44,000	124,000
Interest in suspense	(47,852)	(24,311)	(72,163)
Bond Principal Sum	32,148	19,689	51,837
Finance lease liability	113	29	142
Unsecured			
Redeemable Preference Shares			
Preference share capital	40	-	40
Preference share capital premium	3,960	-	3,960
	4,000	-	4,000
Total loans and borrowings	36,261	19,718	55,979

The balance of LBT Serial Bonds as at 30.06.2010 comprises 5 series (i.e. series no. 15 to 19) of zero coupon bonds with an aggregate nominal value of RM 124 million (inclusive of interest). RAM Rating Services Berhad reaffirmed their **AA1** rating for these Serial Bonds in August 2009. These bonds are secured by a charge over the assets and project agreements of LBTSB and bear the following maturities:-

	As at 30.06.10 RM'000
Less than one year	44,000
Between one and five years	80,000
Total	124,000

The redeemable preference shares comprise of LBT RCCPs of RM 0.01 each issued with a premium of RM 0.99 each held by Minority Interests in LBTSB. None of these LBT RCCPs were redeemed by LBTSB during the current quarter.

A4.6 DEFERRED TAXATION

	As at 30.06.10 RM'000
Balance at 1 January 2010	54,890
Transferred to the income statement	(567)
Total	54,323

A4.7 INCOME TAX EXPENSE

	2Q2010 RM'000	YTD 30.06.10 RM'000
Current year - Malaysian tax	3,172	6,115
Prior year - Malaysian tax	5	5
Current year - Foreign tax	16	52
Deferred tax	(297)	(567)
Total	2,896	5,605

A4.8 CONTINGENCIES

- (a) A right has been granted to the single minority shareholder of LBT SB to sell (put) to the Company its 20% stake or 13,600,000 ordinary shares of RM 1.00 each in LBT SB at fair value upon the redemption of all classes of preference shares issued by LBT SB after 15 years from 21 May 2002 provided it remains the sole beneficial owner of the 20% stake. The Directors are of the opinion that the value of this put option cannot be reliably measured.
- (b) The Company has issued letters of indemnity to INDX, a 70.31% subsidiary of the Company, in respect of preliminary costs and advances for two potential projects in Indonesia originating from and sought at the initiative of the Company. The Company will reimburse INDX the costs and advances for these projects if these amounts are not recoverable. The total preliminary costs and advances in respect of these two projects as at 30 June 2010 amounted to RM 3,389,020. Please refer to Note A4.2(b)(ii).

A5 SEGMENTAL INFORMATION

Segment information is presented in respect of the Group's business. No segment information on the basis of geographical segments is presented as all operations and segment assets are located in Malaysia. The primary format and business segments are based on the Group's management and internal reporting structure. Inter-segment pricing is determined based on negotiated terms broadly based on market conditions and circumstances.

Segment results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise interest revenue and financing costs.

Business segments

Port operations	-	Ownership and operation of two port facilities, the LMT (dry and liquid bulk, break bulk and containers) and the LBT (dry and liquid bulk) comprising Lumut Port.
Marine services	-	Provision of tuggage and related marine services
Investment holding	-	Investment in LBT RCCPS, LMT RPS
Industrial Properties	-	Sale of industrial property by LMT SB
Metals business	-	Mining and Smelting activities via current investment in PGMC

A5 SEGMENTAL INFORMATION – GROUP (continued)

6 Months Ended 30.06.10 RM'000	Port Operations	Marine Services	Investment Holding	Industrial Properties	Metals Business	Eliminations	Consolidated
Business segments							
Revenue from external customers	43,471	3,035	-	-	-	-	46,506
Inter-segment revenue	-	-	800	-	-	(800)	-
Share of revenue of associates	16,772	-	-	6,356	18,353	-	41,481
Total gross revenue	60,243	3,035	800	6,356	18,353	(800)	87,987
Share of revenue of associates	(16,772)	-	-	(6,356)	(18,353)	-	(41,481)
Total revenue	43,471	3,035	800	-	-	(800)	46,506
Segment result	23,840	276	(850)	-	-	(800)	22,466
Operating profit							22,466
Financing costs							(4,576)
Interest income							1,871
Share of profit after tax of associates							11,414
Profit before taxation							31,175
Tax expense							(5,605)
Minority interests							(2,963)
Profit for the period attributable to Owners of the Company							22,607

A5 SEGMENTAL INFORMATION – GROUP (continued)

6 Months Ended 30.06.09 RM'000	Port Operations	Marine Services	Investment Holding	Industrial Properties	Metals Business	Eliminations	Consolidated
Business segments							
Revenue from external customers	39,869	2,722	-	-	-	-	42,591
Inter-segment revenue	-	-	4,550	-	-	(4,550)	-
Share of revenue of associate	14,256	-	-	3,309	4,400	-	21,965
Total gross revenue	54,125	2,722	4,550	3,309	4,400	(4,550)	64,556
Share of revenue of associate	(14,256)	-	-	(3,309)	(4,400)	-	(21,965)
Total revenue	39,869	2,722	4,550	-	-	(4,550)	42,591
Segment result	25,429	321	4,176	-	-	(4,550)	25,376
Operating profit							25,376
Financing costs							(5,901)
Interest income							1,751
Share of profit after tax of associates							4,418
Profit before taxation							25,644
Tax expense							(5,859)
Minority interests							(2,930)
Profit for the period attributable to Owners of the Company							16,855

A6 SUBSEQUENT MATERIAL EVENTS

There were no subsequent material events.

A7 CHANGES IN GROUP COMPOSITION

Refer to Note A 4.2(b)(i).

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

A8 CHANGES IN CONTINGENT ASSETS AND LIABILITIES

Refer to Note A4.8.

There were no changes in contingent assets and liabilities during the quarter.

A9 CAPITAL COMMITMENTS

No capital commitments were contracted for by the Company during the current quarter.

A10 RELATED PARTY TRANSACTIONS

Set out below are the significant related party transactions occurring in the normal course of business for the financial year and which were carried out on terms and conditions not more materially different from those obtainable in transactions with unrelated parties.

	Value of Transactions		Balance Outstanding As At	
	YTD 2Q2010 RM '000	YTD 2Q2009 RM '000	30.06.10 RM '000	30.06.09 RM '000
Operations and Maintenance fees payable to LMTSB	13,894	11,121	12,397	6,687
Management fees receivable from LMTSB.	300	300	100	100
Marine services revenue receivable from LMTSB.	3,035	2,722	986	545
Office facilities fees receivable from PKS, a company wholly owned by HRH.	82	82	-	-

A11 COMPARATIVE FIGURES

The following comparative figures have been reclassified as a consequence of RRSB being a 70.31% owned subsidiary via the Company's investment in INDX, and the adoption of Amendments to FRS 117, Leases :-

	Individual quarter		Cumulative quarter	
	2Q2009 RM'000	2Q2009 Restated RM'000	30.06.2009 RM'000	30.06.2009 Restated RM'000
Consolidated Statement of Comprehensive Income :-				
Revenue	20,051	21,325	39,952	42,591
Cost of sales	(5,673)	(6,790)	(11,208)	(13,522)
Depreciation	(1,255)	(1,302)	(2,616)	(2,710)
Administrative expenses	(929)	(884)	(1,629)	(1,539)
Interest income	902	903	1,748	1,751
Tax expenses	(3,156)	(3,160)	(5,850)	(5,859)
Profit from discontinued operation	152	-	315	-
Consolidated Statement of Cash Flow :-				
Net cash from operating activities			33,003	33,000
Net cash from investing activities			(204)	(201)

	As at 30.06.2009 RM '000	As at 30.06.2009 Restated RM '000
Consolidated Statement of Financial Position :-		
Property, plant and equipment	338,317	355,686
Prepaid lease payments	17,369	-

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 REVIEW OF PERFORMANCE

Refer to Notes A1.1 and A1.2.

B2 VARIATION OF RESULTS AGAINST PRECEDING QUARTER

Refer to Note A1.2.

B3 PROSPECTS

Refer to Note A1.3.

B4 PROFIT FORECAST

No profit forecast has been made in a public document.

B5 TAX EXPENSE

Refer to Note A4.7.

B6 DISPOSAL OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no other disposals of unquoted investments and properties during the current quarter.

B7 PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There were no purchases or disposals of quoted securities during the current quarter.

B8 STATUS OF CORPORATE PROPOSALS

There are no corporate proposals in existence at this time.

B9 BORROWING AND DEBT SECURITIES

Refer to Notes A4.5.

B10 OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Company has not entered into any financial instruments with off balance sheet risk to the date of this announcement.

B11 CHANGES IN MATERIAL LITIGATION

The Company and Group are not involved in any material litigation.

B12 DIVIDENDS

The Company's shareholders approved a final ordinary dividend of 3 sen per share less tax of 25% in respect of the financial year ended 31 December 2009 (2Q2009: NIL) at the Company's 24th Annual General Meeting held on 23 June 2010. The entitlement and payment dates of this dividend were 30 June 2010 and 15 July 2010 respectively.

B13 BASIC EARNINGS PER ORDINARY SHARE

The basic earnings per ordinary share is calculated by dividing the PATSC for the period by the weighted average number of ordinary shares in issue during the period.

	2Q2010 RM'000	YTD 2Q2010 RM'000
PATSC for the period	13,706	22,607
Weighted average number of ordinary shares in issue	300,806	300,806
Basic earnings per ordinary share (sen)	4.56	7.52

B14 CAPITAL COMMITMENTS

Refer to Note A 9.