

**FARM'S BEST BERHAD** (Company No: 301653 - V)

*Incorporated in Malaysia*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MARCH 2012**

	Note	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
		CURRENT YEAR 31/3/2012	PRECEDING YEAR 31/3/2011	CURRENT YEAR 31/3/2012	PRECEDING YEAR 31/3/2011
		RM'000	RM'000 (restated)	RM'000	RM'000 (restated)
<b>Continuing Operations</b>					
Revenue	9, 14 & 15	76,633	98,704	76,633	98,704
Cost of sales		(69,759)	(84,735)	(69,759)	(84,735)
<b>Gross profit</b>		<b>6,874</b>	<b>13,969</b>	<b>6,874</b>	<b>13,969</b>
Other income		2,292	830	2,292	830
Administrative expenses		(5,916)	(4,736)	(5,916)	(4,736)
Selling and marketing expenses	9	(2,083)	(2,396)	(2,083)	(2,396)
		<b>1,167</b>	<b>7,467</b>	<b>1,167</b>	<b>7,467</b>
Interest expense		(4,182)	(3,673)	(4,182)	(3,673)
Interest income		2	4	2	4
		<b>(3,013)</b>	<b>3,798</b>	<b>(3,013)</b>	<b>3,798</b>
Share of profit/(loss) of associates		(19)	(90)	(19)	(90)
<b>Profit/(Loss) before tax</b>	9	<b>(3,032)</b>	<b>3,708</b>	<b>(3,032)</b>	<b>3,708</b>
Income tax expense	20	(400)	(384)	(400)	(384)
<b>Profit/(Loss) for the period</b>		<b>(3,432)</b>	<b>3,324</b>	<b>(3,432)</b>	<b>3,324</b>
<b>Other comprehensive income/(loss), net of tax:</b>					
Exchange differences arising on translation of foreign operation		(115)	4	(115)	4
<b>Other comprehensive income/(loss), net of tax</b>		<b>(115)</b>	<b>4</b>	<b>(115)</b>	<b>4</b>
<b>Total comprehensive income/(loss) for the period</b>		<b>(3,547)</b>	<b>3,328</b>	<b>(3,547)</b>	<b>3,328</b>
<b>Profit/(Loss) attributable to:</b>					
Owners of the Parent	14 & 15	(2,909)	3,368	(2,909)	3,368
Non-Controlling Interest		(523)	(44)	(523)	(44)
		<b>(3,432)</b>	<b>3,324</b>	<b>(3,432)</b>	<b>3,324</b>
<b>Total comprehensive income/(loss) attributable to:</b>					
Owners of the Parent		(2,968)	3,375	(2,968)	3,375
Non-Controlling Interest		(579)	(47)	(579)	(47)
		<b>(3,547)</b>	<b>3,328</b>	<b>(3,547)</b>	<b>3,328</b>
<b>Earnings/(Loss) per ordinary share attributable to owners of the parent:</b>					
Basic(sen)	26	(5.24)	6.07	(5.24)	6.07
Fully diluted(sen)	26	(5.24)	6.07	(5.24)	6.07

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

**FARM'S BEST BERHAD** (Company No: 301653 - V)

Incorporated in Malaysia

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 31 MARCH 2012**

	Note	As At 31 March 2012 (Unaudited) RM'000	As At 31 December 2011 (Restated) RM'000	As At 1 January 2011 (Restated) RM'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		127,829	120,580	125,254
Investment properties		-	-	215
Land use rights		164	166	178
Investment in associated companies		3,356	3,375	4,861
Quoted investments	23	27	25	28
Goodwill		8,556	8,556	11,538
Deferred tax assets		2,602	2,602	2,668
Land held for property development		5,102	5,102	5,102
<b>Total non-current assets</b>		<b>147,636</b>	<b>140,406</b>	<b>149,842</b>
<b>Current Assets</b>				
Property development costs		30,909	22,882	25,215
Biological assets		16,579	16,693	15,757
Inventories		17,358	18,842	15,790
Trade receivables		116,754	121,364	121,214
Other receivables		21,058	20,321	18,802
Tax recoverable		1,595	1,787	1,947
Cash and bank balances		29,174	21,451	15,827
<b>Total current assets</b>		<b>233,427</b>	<b>223,340</b>	<b>214,552</b>
<b>TOTAL ASSETS</b>		<b>381,063</b>	<b>363,746</b>	<b>364,394</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	7	55,530	55,530	55,530
Share Premium		62,641	62,641	62,641
Other reserves		(397)	(282)	(321)
Accumulated losses		(29,575)	(26,666)	(36,294)
<b>Equity attributable to owners of the parent</b>		<b>88,199</b>	<b>91,223</b>	<b>81,556</b>
<b>Non-controlling interest</b>		<b>5,323</b>	<b>5,846</b>	<b>6,599</b>
<b>Total equity</b>		<b>93,522</b>	<b>97,069</b>	<b>88,155</b>
<b>Non-current liabilities</b>				
Bank borrowings	22 & 23	62,591	56,662	36,166
Deferred tax liabilities		8,495	8,666	4,257
<b>Total non-current liabilities</b>		<b>71,086</b>	<b>65,328</b>	<b>40,423</b>
<b>Current Liabilities</b>				
Bank borrowings	22 & 23	157,246	145,803	174,120
Trade payables		26,884	31,362	29,900
Other payables		30,836	22,388	30,084
Tax payable		1,489	1,796	1,712
<b>Total current liabilities</b>		<b>216,455</b>	<b>201,349</b>	<b>235,816</b>
<b>Total liabilities</b>		<b>287,541</b>	<b>266,677</b>	<b>276,239</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>381,063</b>	<b>363,746</b>	<b>364,394</b>
Net assets per share attributable to own of the parent (RM)		1.5883	1.6428	1.4687

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

**FARM'S BEST BERHAD** (Company No: 301653 - V)

*Incorporated in Malaysia*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2012**

	Attributable to Owners of the Parent							Total Equity RM '000
	Share Capital RM '000	Share Premium RM '000	Foreign Currency Translation Reserve RM '000	Minority discount on acquisition of non-controlling interest RM '000	Accumulated Losses RM '000	Total RM '000	Non- Controlling Interest RM '000	
<b>At 1 January 2011</b>	55,530	62,641	(321)	-	(37,175)	80,675	6,599	87,274
-Previously reported	-	-	-	-	881	881	-	881
-Reversal of early adoption - IC Interpretation 15	55,530	62,641	(321)	-	(36,294)	81,556	6,599	88,155
-Restated	-	-	4	-	3,368	3,372	(44)	3,328
<b>Total comprehensive income/(loss) for the period</b>								
<b>At 31 March 2011</b>	55,530	62,641	(317)	-	(32,926)	84,928	6,555	91,483
<b>Balance at 1 January 2012</b>	55,530	62,641	(350)	68	(27,877)	90,012	5,846	95,858
-Previously reported	-	-	-	-	1,211	1,211	-	1,211
-Reversal of early adoption - IC Interpretation 15	55,530	62,641	(350)	68	(26,666)	91,223	5,846	97,069
-Restated	-	-	(115)	-	(2,909)	(3,024)	(523)	(3,547)
<b>Total comprehensive income/(loss) for the period</b>								
<b>At 31 March 2012</b>	55,530	62,641	(465)	68	(29,575)	88,199	5,323	93,522

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

**FARM'S BEST BERHAD** (Company No: 301653 - V)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 MARCH 2012**

	Note	Cumulative Current Year To-Date 31/3/2012	Cumulative Preceding Year To-Date 31/3/2011 (restated)
		RM'000	RM'000
<b>Profit/(loss) before tax</b>		(3,032)	3,708
<b>Adjustments for :-</b>			
Depreciation and amortisation		2,471	2,330
Non cash items		(2)	(163)
Interest expense		4,182	3,673
Interest income		(2)	(4)
Share in the results of associated companies		19	90
<b>Operating profit before changes in working capital</b>		<u>3,636</u>	<u>9,634</u>
<b>Changes in working capital</b>			
Net increase in current assets		(2,364)	(12,502)
Net increase in current liabilities		3,970	7,766
<b>Net cash generated from operating activities</b>		<u>5,242</u>	<u>4,898</u>
Interest Paid		(4,182)	(3,673)
Taxation Paid		(878)	(579)
<b>Net cash flows generated from operating activities</b>		<u>182</u>	<u>646</u>
<b>Investing Activities</b>			
Purchase of property, plant and equipment		(9,720)	(309)
Proceeds from sale of property, plant and equipment		3	466
Interest received		2	4
<b>Net cash flows (used in)/generated from Investing activities</b>		<u>(9,715)</u>	<u>161</u>
<b>Financing Activities</b>			
Net proceeds/(repayment) on drawdown of bank borrowings		13,315	(2,331)
Payment of dividends to minority shareholders		-	-
<b>Net cash flows used in financing activities</b>		<u>13,315</u>	<u>(2,331)</u>
<b>Net Change in Cash &amp; Cash Equivalents</b>		3,782	(1,524)
<b>Effects of exchange rate changes</b>		(115)	4
<b>Cash &amp; Cash Equivalents at beginning of period</b>		(68)	(4,545)
<b>Cash &amp; Cash Equivalents at end of period</b>		<u>3,599</u>	<u>(6,065)</u>
<b>Cash &amp; Cash Equivalents comprises:</b>			
Cash & bank balance		29,174	14,705
Overdraft	22	(25,575)	(20,770)
<b>Cash &amp; Cash equivalents at end of period</b>		<u>3,599</u>	<u>(6,065)</u>
<b>Included in the cash flows from operating activities are</b>			
Cash receipts from customers		81,243	80,568
Cash payments to suppliers, contractors and employees		(71,705)	(73,584)

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements)

**FARM'S BEST BERHAD (301653-V)**  
**(Incorporated in Malaysia)**

**A) Notes in accordance to requirements under Financial Reporting Standards ("FRS")**  
**No. 134 - Interim Financial Reporting**

**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011. 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 December 2011.

**2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent audited financial statements for the year ended 31 December 2011 except for :

(i) mandatory adoption of the following new and revised Financial Reporting Standards ("FRSs") and Issues Committee Interpretations ("IC Int."), where applicable:

IC Int. 19 Amendments to IC Int. 14	Extinguishing Financial Liability with Equity Instruments Prepayments of a Minimum Funding Requirement
Amendments to FRS 1	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Amendments to FRS 7	Transfers of Financial Assets
Amendments to FRS 112	Deferred Tax: Recovery of Underlying Assets
FRS 124	Related Party Disclosures

(ii) withdrawal of the following IC Interpretation:-

IC Int. 15	Agreements for the Construction of Real Estate
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Adoption of the above did not have any significant effects on the interim financial report upon their initial application. The effect of the withdrawal of IC Int. 15 is discussed below.

### IC Interpretation 15: Agreements for the Construction of Real Estate

The Group had early adopted IC Interpretation 15: Agreements for the Construction of Real Estate on 1 January 2010. However the withdrawal of IC Interpretation 15 by MASB has resulted in a change in the accounting policy whereby property revenue and expenses in the statement of comprehensive income will now be recognised using the stage of completion method for all long term real estate development projects when the financial outcome of a development activity can be reliably estimated.

The change in accounting policy has been accounted for retrospectively and resulted in a prior year adjustment of RM1.21 million to retained earnings as at 1 January 2012.

### **Malaysian Financial Reporting Standards (MFRS Framework)**

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards.

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2013.

As certain of the Group's subsidiaries fall within the scope definition of Transitioning Entities, the Group will prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2013. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group has commenced transitioning its accounting policies and financial reporting from the current FRS Framework to the MFRS Framework by establishing a project team to plan and manage the adoption of the MFRS Framework.

At the date of these interim financial statements, the Group has not completed its assessment and quantification of the financial effects of the differences between the FRS Framework and MFRS Framework. Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the year ended 31 December 2011 could be different if prepared under the MFRS Framework.

The Group considers that it is achieving its scheduled milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2013.

**3. Auditors' Report on Preceding Annual Financial Statements**

The audited financial statements for the year ended 31 December 2011 were reported without any qualification.

**4. Comments about Seasonal or Cyclical factors**

No seasonality or cyclicity of operations is applicable to the Company.

**5. Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2012.

**6. Changes in Estimates**

The Group has not submitted any financial forecast or projections to any authorities during the current quarter and prior financial year ended 31 December 2011. As such, there is no change in estimates that had a material effect in the current quarter results.

**7. Debt and equity securities**

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

**8. Dividends paid**

No dividend has been declared for the current quarter ended 31 March 2012.

**9. Segmental information**

The Group is organized into two main business segments:

- (i) Poultry – This consists of manufacturing and wholesale of animal feeds, poultry breeding, hatchery operations, contract farming, poultry processing and trading of feeds, day-old chicks, medications and vaccines.
- (ii) Property development – This consists of development and construction of residential and commercial properties.

**Business segment**

Segment information for the three months ended 31 March 2012 was as follows:

	<u>Poultry</u> RM'000	<u>Property development</u> RM'000	<u>Others</u> RM'000	<u>Consolidated</u> RM'000
<b>2012</b>				
Revenue	74,003	2,630	-	76,633
<b>Results</b>				
Segment results	1,165	173	(171)	1,167
Finance income	2	-	-	2
Finance costs	(3,900)	(52)	(230)	(4,182)
Share of results of associated companies	-	-	(19)	(19)
Profit/(loss) before tax	(2,733)	121	(420)	(3,032)

Segment information for the three months ended 31 March 2011 was as follows:

	<u>Poultry</u> RM'000	<u>Property development</u> RM'000 (restated)	<u>Others</u> RM'000	<u>Consolidated</u> RM'000
<b>2011</b>				
Revenue	94,464	4,240	-	98,704
<b>Results</b>				
Segment results	7,441	79	(53)	7,467
Finance income	-	4	-	4
Finance costs	(3,392)	(36)	(245)	(3,673)
Share of results of associated companies	(62)	-	(28)	(90)
Profit/(loss) before tax	3,987	47	(326)	3,708

Other business segments include investment holding and provision of management services, none of which are of a sufficient size to be reported separately.

**10. Subsequent Events**

As at the date of this report, there were no material events subsequent to the current quarter ended 31 March 2012.



**11. Changes to the composition of the Group**

There were no changes in the composition of the Group in the current quarter under review.

**12. Contingent Liabilities**

The Company provides corporate guarantee to financial institutions for all unsecured credit facilities granted to subsidiaries amounting to RM209.9 million as at 31 March 2012.

**13. Capital Commitments**

There were no material capital commitments during the quarter under review.

**FARM'S BEST BERHAD (301653-V)**  
**(Incorporated in Malaysia)**

**B) Notes in accordance to requirements under Chapter 9, Appendix 9B of the  
 Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements**

**14. Review of Current Quarter Events and Performance**

The Group's performance for the current year's first quarter ended 31 March 2012 compared to the preceeding year's first quarter ended 31 March 2011 is as shown in Table A below:

Table A

Description	3 months ended 31 Mar 2012 RM'000	3 months ended 31 Mar 2011 RM'000 (restated)	Increase/(Decrease)	
			RM'000	%
<b>Revenue</b>				
-Poultry	74,003	94,464	(20,461)	(22)
-Property development	2,630	4,240	(1,610)	(38)
	-----	-----		
	76,633	98,704		
	-----	-----		
<b>(Loss)/Profit attributable to owners of the parent</b>	(2,909)	3,368	(6,276)	(186)

Detailed analysis for current quarter and corresponding quarter

For the current quarter ended 31 March 2012, the poultry segment recorded a decrease in revenue to RM74.0 million as compared with RM94.4 million in the corresponding quarter ended 31 March 2011, a decrease of 22%. The decrease was mainly due to decrease in average selling prices of live broilers sold and table eggs during the current quarter ended 31 March 2012.

The property development segment posted a lower revenue of RM2.6 million in the current quarter ended 31 March 2012 as compared to the restated revenue of RM4.2 million in the corresponding quarter ended 31 March 2011. This was due to lower percentage of completion in the current quarter.

The Group posted a loss attributable to owners of the parent of RM2.91 million during the current quarter ended 31 March 2012 as opposed to a profit attributable to owners of the parent of about RM3.4 million during the corresponding quarter ended 31 March 2011. This was mainly due to decrease in average selling prices of live broilers sold and table eggs during the current quarter ended 31 March 2012 as compared to the corresponding quarter ended 31 March 2011.

## 15. Comparison to Preceding Quarter's Results

The Group's performance for the current year's first quarter ended 31 March 2012 compared to previous year's fourth quarter ended 31 December 2011 is as shown in Table B below:

Table B

Description	3 months ended 31 Mar 2012 RM'000	3 months ended 31 Dec 2011 RM'000 (restated)	Increase/(Decrease)	
			RM'000	%
<b>Revenue</b>				
-Poultry	74,003	86,748	(12,745)	(15)
-Property development	2,630	3,865	(1,235)	(32)
	-----	-----		
	76,633	90,613		
	-----	-----		
<b>(Loss)/Profit attributable to owners of the parent</b>	(2,909)	(1,917)	(991)	(52)

For the current quarter ended 31 March 2012, the poultry segment posted a lower revenue of RM74.0 million, if compared to the turnover of RM86.7 million recorded in the previous quarter ended 31 December 2011, a decrease of 15%. The decrease was due to lower average selling prices of live broilers and table eggs sold during current quarter ended 31 March 2012.

The property development segment posted a lower revenue of RM2.6 million in the current quarter ended 31 March 2012 as compared to the restated revenue of RM3.9 million in the preceding quarter ended 31 December 2011. This was due to lower % of completion in the current quarter.

As a result, the Group posted a loss attributable to owners of the parent of RM2.91 million during the current quarter ended 31 March 2012 as compared to a loss of RM1.92 million during the previous quarter ended 31 December 2011.

## 16. Prospects

Going forward, the Group expects the prices of poultry products for the second half of the financial year 2012 to improve. Although the prices of certain major raw material are in an increasing trend, fortunately the Group had hedged its position for certain of these materials for the coming quarter.

With the above position, the Group is hopeful in reporting a positive set of results in the second quarter of the financial year ending 31 December 2012.

## 17. Disclosure of Realised and Unrealised Profits or Losses

The accumulated losses as at 31 March 2012 and 31 December 2011 is analysed as follows:

	As at 31 Mar 2012 RM'000 (Unaudited)	As at 31 Dec 2011 RM'000 (restated)
Total accumulated losses of the Group and its subsidiaries:		
- Realised	90,239	84,824
- Unrealised	4,112	3,959
	<u>94,351</u>	<u>88,783</u>
Total share of accumulated losses of associates		
- Realised	822	732
	<u>95,173</u>	<u>89,515</u>
Less: Consolidation adjustments	<u>(65,598)</u>	<u>(62,849)</u>
	<u>29,575</u>	<u>26,666</u>

The disclosure of realised and unrealised losses above is solely for compliance with the directive issued by the Bursa Malaysia Securities Berhad and should not be used for any other purposes.

## 18. Profit Forecast or Profit Guarantee

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

## 19. Profit/(Loss) before tax

Profit before tax is arrived at after charging/(crediting):-

	Current Year Quarter ended 31 Mar 2012 RM'000	Preceding Year Quarter ended 31 Mar 2011 RM'000	Current Year to- date 31 Mar 2012 RM'000	Preceding Year to- date 31 Mar 2011 RM'000
Depreciation and amortization	2,471	2,330	2,471	2,330
Foreign exchange gain or loss	66	(546)	66	(546)
Gain or loss on disposal of properties, plant and equipment	(3)	(164)	(3)	(164)
Impairment of assets	-	-	-	-
Provision for and write off of receivables	(326)	-	(326)	-
Provision for and write off of inventories	-	-	-	-
Gain or loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

## 20. Taxation

The income tax (expense)/income to the Group for the current quarter under review is as follows:

	Quarter ended 31 Mar 2012 RM '000	Year to-date 31 Mar 2012 RM '000	Quarter ended 31 Mar 2011 RM '000	Year to-date 31 Mar 2011 RM '000
Current tax	(571)	(571)	(403)	(403)
Deferred tax	171	171	19	19
Total income tax expense	(400)	(400)	(384)	(384)

The tax charge is in respect of profits of certain subsidiaries which do not enjoy group loss relief and other tax incentives.

## 21. Corporate Proposals

There were no corporate proposals for the current quarter.

## 22. Group Borrowings

Group borrowings and debt securities as at the end of the reporting period:

(a) All borrowings in the Group are secured by way of fixed and floating charges and negative pledges over the assets of certain subsidiaries in the Group and corporate guarantees given by the Company.

(b) Group borrowings as at the end of the reporting period are as follows:-

	Short term RM'000	Long term RM'000	Total RM'000
Bank Overdraft	25,575	-	25,575
Bankers Acceptance	38,149	-	38,149
Revolving Credit	85,838	-	85,838
Hire Purchase Creditors	1,240	2,417	3,657
Term Loans	6,444	60,174	66,618
	<u>157,246</u>	<u>62,591</u>	<u>219,837</u>

Except for a US Dollar Term Loan with balance outstanding as at 31 March 2012 of US\$498,000 owing to Cooperatieve Centrale Raiffeisen - Boerenleenbank B.A. (Rabobank Nederland), Singapore Branch, all other borrowings of the Group are denominated in Ringgit Malaysia. The following are the detailed breakdown of the Group's borrowings in local and foreign currency as at 31 March 2012:

Type of Borrowings	Foreign Currency US\$'000	RM Equivalent RM'000	Local Currency RM'000	Total Borrowings RM'000
Bank Overdraft	-	-	25,575	25,575
Bankers Acceptance	-	-	38,149	38,149
Revolving Credit	-	-	85,838	85,838
Hire Purchase	-	-	3,657	3,657
Term Loans	498	1,588	65,030	66,618
Total	<u>498</u>	<u>1,588</u>	<u>218,249</u>	<u>219,837</u>

## 23. Financial Instruments

### Fair value hierarchy

As at 31 March 2012, the Group held the following financial instruments carried at fair value on the statement of financial position:

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities;

**Level 2:** Inputs other than quoted prices included in Level 1, that are observable for asset or liability, either directly or indirectly; and

**Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

#### At 31 March 2012

	Level 1	Level 2	Total
	RM '000	RM '000	RM '000
<b>Assets measured at fair value</b>			
Quoted investments at fair value through profit or loss	27	-	27
<b>Liabilities measured at fair value</b>			
Borrowings carried at fair value through profit or loss	-	216,180	216,180

#### At 31 March 2011

	Level 1	Level 2	Total
	RM '000	RM '000	RM '000
<b>Assets measured at fair value</b>			
Quoted investments at fair value through profit or loss	26	-	26
<b>Liabilities measured at fair value</b>			
Borrowings carried at fair value through profit or loss	-	205,236	205,236

There were no off balance sheet financial instruments as at 28 May 2012.

#### 24. Material Litigations

There was no material litigation for the current quarter under review.

#### 25. Dividend

No interim dividend has been declared for the quarter ended 31 March 2012 (31 March 2011: Nil).

#### 26. Earnings Per Share

	Current Year Quarter Ended 31/3/2012	Preceding Year Quarter Ended 31/3/2011 (restated)	Current Year To-Date 31/3/2012	Preceding Year To-Date 31/3/2011 (restated)
Profit/(loss) attributable to owners of the parent (RM'000)	(2,909)	3,368	(2,909)	3,368
Weighted average number of shares - ('000)	55,530	55,530	55,530	55,530
Basic earnings/(loss) per share (sen)	(5.24)	6.07	(5.24)	6.07

Basic earnings/(loss) per share is calculated by dividing the profit for the period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the period.

There is no dilution in the earnings per share during the current quarter and financial year to-date.

#### 27. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with resolution of the Directors on 28 May 2012.