



BENALEC HOLDINGS BERHAD
(702653-V)
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND (2ND) QUARTER ENDED 31 DECEMBER 2011**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR
THE SECOND (2ND) QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31-12-2011 RM'000	Preceding Year Quarter Ended 31-12-2010 RM'000	Current Year To Date 31-12-2011 RM'000	Preceding Year To Date 31-12-2010 RM'000
Revenue	26,893	45,223	101,473	97,428
Cost of sales	(20,574)	(19,623)	(55,790)	(41,212)
Gross profit	6,319	25,600	45,683	56,216
Other operating income	33,444	1,095	35,297	14,015
Selling and administrative expenses	(3,897)	(881)	(8,344)	(4,854)
Profit from operations	35,866	25,814	72,636	65,377
Finance costs	(1,489)	(678)	(3,214)	(1,512)
Profit before tax	34,377	25,136	69,422	63,865
Income tax expense	(5,535)	(6,226)	(11,653)	(14,997)
Profit for the period	28,842	18,910	57,769	48,868
Other comprehensive income, net of tax:-				
• fair value gain/(loss) on available-for-sale financial assets	4	-	(4)	-
• foreign currency translations	(6,082)	2,896	1,219	(1,445)
Total comprehensive income for the period	22,764	21,806	58,984	47,423
Attributable to:-				
• equity holders of the company	28,842	18,910	57,769	48,868
Earnings Per Share (sen)				
• basic earnings per RM0.25 share	3.9	3.0	7.8	7.8

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial reports.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

	Unaudited As at 31-12-2011 RM'000	Audited As At 30-6-2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	235,032	241,731
Other investments	33	37
	<u>235,065</u>	<u>241,768</u>
Current assets		
Property held for sale	4,925	-
Land held for sale	133,153	107,483
Inventories	15,157	11,040
Land reclamation work in progress	8,884	1,170
Trade and other receivables	240,556	206,760
Fixed deposit	22,064	48,271
Cash and bank balances	116,078	21,515
	<u>540,817</u>	<u>396,239</u>
TOTAL ASSETS	<u>775,882</u>	<u>638,007</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders		
Share capital	200,740	182,500
Non-distributable reserves	(1,098)	(79,455)
Distributable reserve	301,484	243,715
Total equity	<u>501,126</u>	<u>346,760</u>
Non-current liabilities		
Borrowings	40,478	43,701
Deferred tax liabilities	9,034	10,202
Trade and other payables	19,953	28,757
	<u>69,465</u>	<u>82,660</u>
Current liabilities		
Trade and other payables	179,834	169,961
Borrowings	14,027	19,211
Tax liabilities	11,430	19,415
	<u>205,291</u>	<u>208,587</u>
TOTAL LIABILITIES	<u>274,756</u>	<u>291,247</u>
TOTAL EQUITY AND LIABILITIES	<u><u>775,882</u></u>	<u><u>638,007</u></u>
Net assets per RM0.25 share attributable to ordinary equity holders of the company	<u><u>0.62</u></u>	<u><u>0.48</u></u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial reports.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2011

	ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						Distributable Reserve	Total
	Non-Distributable Reserve			Distributable Reserve				
	Share Capital RM'000	Treasury Share RM'000	Share Premium RM'000	Foreign Exchange Reserve RM'000	Reverse Acquisition Reserve RM'000	Available For-Sale Reserve RM'000	Distributable Retained Earnings RM'000	RM'000
At 1 July 2010	2,500	-	-	(1,564)	-	(20)	152,434	153,350
Profit for the financial year	-	-	-	-	-	-	96,081	96,081
Fair value of the available-for-sale financial assets	-	-	-	-	-	(5)	-	(5)
Foreign currency translation	-	-	-	(4,341)	-	-	-	(4,341)
Total comprehensive income	-	-	-	(4,341)	-	(5)	96,081	91,735
Transactions with owners:-								
• issue of share capital arising from bonus issue	4,800	-	-	-	-	-	(4,800)	-
• acquisition of subsidiaries, which have been accounted for as reverse acquisition	150,200	-	-	-	(146,070)	-	-	4,130
• ordinary shares issued pursuant to public issue	25,000	-	75,000	-	-	-	-	100,000
• share issue expenses – public issue	-	-	(2,455)	-	-	-	-	(2,455)
As at 30 June 2011	182,500	-	72,545	(5,905)	(146,070)	(25)	243,715	346,760



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2011 ("CONT'D")

	ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						Distributable Reserve	Total
	Non-Distributable Reserve			Distributable Reserve				
	Share Capital RM'000	Treasury Share RM'000	Share Premium RM'000	Foreign Exchange Reserve RM'000	Reverse Acquisition Reserve RM'000	Available For-Sale Reserve RM'000	Distributable Retained Earnings RM'000	
As at 1 July 2011	182,500	-	72,545	(5,905)	(146,070)	(25)	243,715	346,760
Profit for the financial period	-	-	-	-	-	-	57,769	57,769
Fair value of the available-for-sale financial assets	-	-	-	-	-	(4)	-	(4)
Foreign currency translation	-	-	-	1,219	-	-	-	1,219
Total comprehensive income	-	-	-	1,219	-	(4)	57,769	58,984
Transactions with owners:-								
• issue of share capital pursuant to private placement	18,240	-	78,067	-	-	-	-	96,307
• share issue expenses – private placement	-	-	(511)	-	-	-	-	(511)
• buy back of shares	-	(414)	-	-	-	-	-	(414)
As at 31 December 2011	200,740	(414)	150,101	(4,686)	(146,070)	(29)	301,484	501,126

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial reports.

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE SECOND (2ND) QUARTER ENDED 31 DECEMBER 2011

	Unaudited As at 31-12-2011 RM'000	Unaudited As At 31-12-2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	57,769	63,865
Adjustments for:-		
depreciation	13,466	9,630
gain on disposal of lands	(33,614)	(12,955)
non-cash and operating items	1,929	3,189
Operating profit before working capital changes	39,550	63,729
Changes in working capital:-		
Development expenditure	-	(3,023)
Inventories	(4,117)	-
Trade and other receivables	(37,162)	(52,006)
Trade and other payables	30,193	(1,793)
Cash generated from operations	28,464	6,907
Tax paid	(23,139)	(2,683)
Interest paid	(3,214)	(1,512)
Net cash generated from operating activities	2,111	2,712
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	258	181
Withdrawal/(placement) of fixed deposits	1,207	(573)
Dividend received	34	2
Disposal of property, plant and equipment	1	80
Purchase of property, plant and equipment	(5,958)	-
Net cash used in investing activities	(4,458)	(310)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of borrowings and hire purchase	(8,407)	(3,370)
Issue of new shares pursuant to the private placement - net	95,796	-
Share buy back	(414)	-
Related party balances	(15,475)	654
Net cash generated from / (used in) financing activities	71,500	(2,716)
Net increase / (decrease) in cash and cash equivalents	69,153	(314)
Cash and cash equivalents at the beginning of period	54,315	16,382
Effects of exchange rate changes	410	(3,890)
Cash and cash equivalents at the end of period	123,878	12,178
Cash and cash equivalents comprise the following:-		
Cash and bank balances	116,078	12,178
Fixed deposits		
• pledged	14,264	14,742
• not pledged	7,800	-
	138,142	26,920
Less: Fixed deposits pledged	(14,264)	(14,742)
	123,878	12,178

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial reports.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED
31 DECEMBER 2011**

NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standards (“FRS”) 134 “Interim Financial Reporting” and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements of the Group for financial year ended 30 June 2011. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2011.

2. CHANGES IN ACCOUNTING POLICIES

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted for the annual financial statements for the financial year ended 30 June 2011 except for the adoption of the relevant new FRSs, amendments to FRSs and Interpretations Committee (“IC”) Interpretations that are effective for annual periods beginning on or after 1 January 2011 and 1 July 2011 respectively. The adoption of the new FRSs, amendments to FRSs and IC Interpretations does not have any material impact on the financial position and results of the Group.

3. QUALIFICATION OF AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

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

4. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS

The Group’s interim operations were not materially affected by any seasonal or cyclical factors for the current quarter under review.

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 unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial period ended 31 December 2011.

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 financial years that have had a material effect in the current financial period.



7. DIVIDEND PAID

At the Sixth (6th) Annual General Meeting of the Company, a final tax exempt (single tier) dividend in respect of the financial year ended 30 June 2011 of RM0.02 on 802,960,000 ordinary shares of RM0.25 each, amounting of RM16,059,200 was approved by the shareholders on 23 December 2011 and to be paid on 19 March 2012 to shareholders whose names appear in the Record of Depositors on 22 February 2012.



8. SEGMENTAL REPORTING

The Group's segmental report for the current financial period ended 31 December 2011 as follows:-

	Marine Construction RM'000	Vessels Chartering RM'000	Ship Maintenance and Ship Building RM'000	Investment Holdings RM'000	Elimination RM'000	Total RM'000
Revenue						
Sales	96,125	5,348	-	-	-	101,473
Inter-segment sales	10,641	36,234	3,000	-	(49,875)	-
Total revenue	106,766	41,582	3,000	-	(49,875)	101,473
Results						
Segment results	49,511	24,407	(812)	(728)		72,378
Interest income	168	1	12	77		258
Finance costs	(1,769)	(1,369)	(76)	-		(3,214)
Profit before tax						69,422
Income tax expense	(12,669)	177	839	-		(11,653)
Profit for the period						57,769

Following are the major components included in the respective segmental results:-

Depreciation	(3,219)	(10,135)	(112)	-		(13,466)
Gain on disposal of lands	33,614	-	-	-		33,614



9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

There were no valuations of the property, plant and equipment in the current financial quarter.

10. MATERIAL EVENTS NOT REFLECTED IN THE FINANCIAL STATEMENTS

There were no material events subsequent to the end of the financial year ended 31 December 2011 and up to 27 February 2012, being the latest practicable date ("LPD") which is not earlier than seven (7) days from the date of issuance of this quarterly report, that have not been reflected in this quarterly report other than as disclosed below:-

10.1 Acquisition of Interests in Unquoted Companies by Benalec Sdn. Bhd. (39054-A) ("BSB"), A Wholly-Owned Subsidiary of Benalec Holdings Berhad (702653-V) ("Benalec")

The Company had on 10 January 2012 announced that BSB, a wholly-owned subsidiary of the Company has acquired:-

- (a) *Sentosa Enigma Sdn. Bhd. (969382-X) ("SESB") of two (2) ordinary shares of RM1.00 each, representing the entire issued and paid-up share capital of SESB for a cash consideration of RM2.00; and*
- (b) *Multi Achievement Sdn. Bhd. (967755-P) ("MASB") of two (2) ordinary shares of RM1.00 each, representing the entire issued and paid-up share capital of MASB for a cash consideration of RM2.00.*

(Collectively referred to as the "Acquisition 1")

As a result of the Acquisition 1, SESB and MASB are subsidiaries of BSB.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current financial period ended 31 December 2011, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations, other than as mentioned below :-

11.1 Acquisition of Interests in Unquoted Companies by Pengerang Maritime Industries Sdn. Bhd. (944630-X) ("PMISB") and Tanjung Piai Maritime Industries Sdn. Bhd. (943274-D) ("TPMISB"), Wholly-Owned Sub-Subsidiaries of Benalec

(i) *On 3 November 2011, the Company announced that:-*

- (a) *PMISB had acquired seven thousand (7,000) ordinary shares of RM1.00 each, representing 70% of the issued and paid-up share capital of Spektrum Budi Sdn Bhd (940725-W) ("SBSB") for a cash consideration of Ringgit Malaysia Seven Thousand (RM7,000.00); and*
- (b) *TPMISB had acquired seven thousand (7,000) ordinary shares of RM1.00 each, representing 70% of the issued and paid-up share capital of Spektrum Kukuh Sdn Bhd (941961-V) ("SKSB") for a cash consideration of Ringgit Malaysia Seven Thousand (RM7,000.00).*

(Collectively referred to as the "Acquisition 2")



- (ii) As a result of the Acquisition 2, SBSB and SKSB are subsidiaries of PMISB and TPMISB, respectively.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets as at 31 December 2011.

13. CAPITAL COMMITMENTS

There were no material capital commitments not provided for as at 31 December 2011.

14. SIGNIFICANT RELATED PARTY TRANSACTIONS

The related party transactions during the financial period under review in which certain directors of the Company have substantial financial interest are presented below:-

Nature of transactions⁽¹⁾	Transaction value based on billings RM'000	Balance outstanding as at 31-12-2011 RM'000
Provision of marine construction works (payment in kind) to companies in which certain directors of the company have substantial financial interest ⁽²⁾	66,836	175,851
Provision of marine construction works (progress payment) to a company in which certain directors of the company have substantial financial interest	204	576
Purchase of vessels from companies in which certain directors of the company have substantial financial interest	-	80,402
Provision of marine construction work from a company in which certain directors of the company have substantial financial interest	-	127

Notes:-

- (1) The related party transactions reflect transactions of all the subsidiaries with the respective group of companies; and
- (2) This amount represents the value of the land portion pending land Alienation Process which the Group entities to receive as settlement for the marine construction contracts. It would subsequently reclassified as "land held for sale" following the alienation process.



15. REVIEW OF PERFORMANCE OF THE GROUP

15.1 CURRENT YEAR-TO-DATE VERSUS PREVIOUS YEAR-TO-DATE

For the six (6) months ended 31 December 2011, the Group registered revenue of RM101.47 million (Financial Year Ended ("FYE") 2011 of the same period: RM97.43 million), representing a marginal increase of approximately RM4.04 million or 4.15%. The increase in the revenue was mainly due to the increased activities in reclamation works being undertaken in Melaka and Port Klang.

The Group registered profit after taxation of RM57.77 million (FYE 2011 of the same period: RM48.87 million), representing an increase of approximately RM8.90 million or 18.21%. The increase was mainly due to increase in net gain on sale of land of RM15.5 million and offset by increased in operating expenses of RM3.5 million and lower contribution from marine construction of RM2.1 million and increase in finance cost of RM1.70 million.

15.2 CURRENT YEAR SECOND (2ND) QUARTER VERSUS PREVIOUS YEAR SECOND (2ND) QUARTER

For the current quarter under review with comparison to last year corresponding quarter, the Group registered revenue of RM26.89 million (Q2 FYE 2011: RM45.22 million), representing a decrease of RM18.33 million or 40.53%. The decrease was mainly due to certain projects located in Melaka already reached the completion stage.

However, the Group registered a higher profit after taxation of RM28.84 million (Q2 FYE 2011: RM18.91 million), representing an increase of RM9.90 million. The increase was mainly due to net gain on sale of land in the current quarter offset by lower gross profit and higher operating expenses.

16. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

The current quarter revenue of RM26.89 million reflected a decrease of RM47.69 million or 63.94% against the preceding quarter revenue of RM74.58 million. The lower revenue for the current quarter as compared to preceding quarter was mainly due factor as stated in Section 15.2 above.

The Group's current quarter profit before tax was comparable to preceding quarter at approximately RM35.0 million.

17. PROSPECTS

The prospects for growth are bright based on the future projects in the pipeline that exists particularly in Penang, Melaka, Iskandar, Port Klang and the Sarawak Corridor of Renewable Energy ("SCORE").

The 10th Malaysia Plan has ports and harbour industry as a key economic sector for targeted growth in Malaysia and has allocated a substantial amount of funding in support of the industry.

The Government is committing resources towards making Malaysia a high income, high Gross Domestic Product ("GDP") nation by the announcement of the five (5) economic regions during the 9th Malaysia Plan, by which the development of these regions encompasses coastal, rivals and waterfront development as well as the upgrade of infrastructure such as the construction of power plants and energy stations, better drainage control and flood mitigation systems.



On the regional front, the opportunities that exist in Asia Pacific with future projects estimated at over RM170 billion, are a compelling incentive for the Company to invest and expand its operations beyond domestic borders.

The recent land reclamation concession rights secured from UPENJ for a proposed petroleum and petrochemical hubs and maritime industrial parks, which is strategically situated at the coasts of Tanjung Piai and Pengerang with an area measuring 5,245 acres which is adjacent to the vibrant petrochemical hub in Jurong is expected to provide the Group a sustainable order-book for the next 10 to 15 years.

Barring any unforeseen circumstances, the Group expects its overall financial performance for the current financial year to remain positive.

18. PROFIT FORECAST AND PROFIT GUARANTEE

The Group did not issue any profit forecast or profit guarantee in any public document.

19. PROFIT FOR THE PERIOD

Included in the profit before tax for the period are:-

	Current Quarter RM'000	Year-To-Date RM'000
Depreciation	6,475	13,466
Other income including investment income	4	34
Gain on disposal of lands	33,614	33,614
Interest expense	(1,489)	(3,214)
Interest income	102	258
Realised exchange gain – net	39	50
Unrealised exchange gain – net	(90)	993
Amortisation	N/A	N/A
Provision for and write off of receivables	N/A	N/A
Gain or loss on disposal of quoted or unquoted investment properties	N/A	N/A
Gain or loss on derivatives	N/A	N/A
Exceptional items	N/A	N/A

Note:

N/A = Not applicable.

20. TAXATION

	Current Quarter RM'000	Year-To-Date RM'000
Current year tax	6,485	12,668
Deferred tax	(950)	(1,015)
	<u>5,535</u>	<u>11,653</u>

The lower effective tax rates of the Group than the prevailing statutory tax rate is mainly due to lower tax rate in accordance with Labuan Offshore Business Activity Act 1990 for vessel chartering division and reversal of deferred tax.

**21. STATUS OF CORPORATE PROPOSALS AND UTILISATION OF PROCEEDS****21.1 Utilisation of Proceeds from Public Issue**

In reference to the Section B8 of Quarter One (1)'2011 of quarterly announcement made by the Company on 29 November 2011. As at the LPD, the Company has fully utilised proceeds raised from the public issue.

21.2 Utilisation of Proceeds from Private Placement

On 7 December 2011, the Company announced the completion of the Private Placement upon the listing and quotation of the first and final tranche, comprising 72,960,000 new Benalec shares on the Main Market of the Bursa Securities.

The utilisation of gross proceeds of RM96,307,200 raised from the Private Placement by the Company as at the LPD is presented below:-

Description	Proposed utilisation	Actual utilisation	Balance/ Deviation		⁽³⁾ Estimated timeframe for utilisation upon Listing	Note
	RM'000	RM'000	RM'000	%		
Working capital	95,607	1,740	93,867	98.18	Within 12 months	1
Estimated expenses	700	576	124	17.71	Within 6 months	2
Total	96,307	2,316	93,991	97.59		

Notes:-

- (1) Working capital mainly utilised for the following:-
- (i) land reclamation projects, purchase of vessels, purchase of materials such as diesel, spare parts for the repairs of vessels as well as plant and machinery, sand, rocks, materials such as brick, cement, culverts, hardware, piles and other materials utilised in the Group's operations, transport and consumables;
- (ii) the payment for sub-contracted services for loading, unloading and levelling sea sand, rock revetment/replacement works, electrical infrastructure, earthwork, dredging and land reclamation and lorry hire;
- (2) The estimated expenses consist of professional fees, fees payable to authorities and other miscellaneous expenses. Any variation in the actual amount of the estimated expenses will be adjusted in the portion of the proceeds to be utilised for working capital and vice versa. The total private placement expenses were RM0.576 million, approximately RM0.511 million and RM0.065 million was written off against share premium account and expensed off respectively in the current period. The excess of approximately RM0.124 million will be re-allocated for working capital purposes; and
- (3) From the date of full receipt of the gross proceeds on 8 December 2011 pursuant to the completion of the Private Placement.



22. BORROWINGS

The Group's borrowings as at 31 December 2011 were as follows:-

	RM'000
Long Term Borrowings	
Secured:-	
• hire purchase and lease creditors	1,917
• term loans	38,561
	40,478
Short Term Borrowings	
Secured:-	
• bank overdraft	2,878
• trust receipts	1,334
• hire purchase and lease creditors	865
• term loans	8,950
	14,027
Total	54,505

The total borrowings denominated in foreign and local currency as at 31 December 2011 as presented below:-

	RM'000
Foreign currency:-	
• USD 128,236 @ RM3.0455/USD1	391
• SGD 774,698 @ RM2.3204/SGD1	1,798
Local currency	52,316
	54,505

23. MATERIAL LITIGATION

There were no pending material litigations as at the date of issuance of this quarterly report that has a material effect on the financial position of the Group. The Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings, which might materially affect the position or business of the Group.

24. DIVIDEND

The Board does not recommend any interim dividend for the current period ended 31 December 2011.

25. SHARE BUY BACK

As at end of current quarter, a total of 400,000 ordinary shares of RM0.25 were retained as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act, 1965. The average price paid for the shares repurchased was RM 1.035 per share.



26. EARNINGS PER SHARE (“EPS”)

26.1 Basic EPS

The basic earnings per share are calculated based on the net profit attributable to ordinary shareholders for the period divided by the weighted average number of ordinary shares and as presented below:-

	Three (3) Months		Six (6) Months	
	Ended 31-12-2011	Ended 31-12-2010	Ended 31-12-2011	Ended 31-12-2010
Net profit attributable ordinary shareholders for the period (RM’000)	28,842	18,910	57,769	48,868
Weighted average number of shares (’000)	739,299	⁽¹⁾ 630,000	739,299	⁽¹⁾ 630,000
Basic EPS (sen)	3.9	3.0	7.8	7.8

Note:-

(1) Based on the issued share capital of 630,000,000 shares of RM0.25 each, after completion of internal restructuring exercise undertaken by the Company on 30 September 2010 and acquisition of BSB (“Acquisition”) assuming the completion of internal restructuring and Acquisition have taken place on or before 1 July 2010.

26.2 Diluted EPS

The Group has no dilution in the EPS for the financial period under review as there are no dilutive potential ordinary shares.

27. REALISED AND UNREALISED PROFIT / LOSSES DISCLOSURE

The breakdown of the retained profits of the Group is presented below:-

	As at 31-12-2011 RM’000	As at 30-9-2011 RM’000
Total retained profits of the Company and its subsidiaries:-		
• realised	316,376	286,590
• unrealised	(10,027)	(8,704)
	<u>306,349</u>	<u>277,886</u>
Add: Consolidation adjustments	(4,865)	(5,244)
	<u>301,484</u>	<u>272,642</u>

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

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