

**EASTLAND EQUITY BHD ("EASTLND")
INTERIM REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	As at 30-Sep-2013 RM	As at 31-Dec-2012 RM
	<u>Unaudited</u>	<u>Audited</u>
ASSETS		
Non-Current Assets		
Property, plant and equipment	15,202,989	15,520,603
Investment properties	83,607,000	83,607,000
Prepaid land lease payments	7,036,523	7,100,020
Other investments	455,613	474,937
Land held for development	2,000,000	2,000,000
Total Non-Current Assets	<u>108,302,125</u>	<u>108,702,560</u>
Current Assets		
Property development expenditure	40,508,723	23,574,124
Inventories	5,381,515	5,484,163
Lease and hire-purchase receivables	5,177,143	11,769,642
Trade and other receivables	21,914,068	22,719,764
Tax recoverable	918,203	984,370
Deposits placed with licensed banks	889,561	3,096,815
Cash and bank balances	3,585,398	3,612,751
Total Current Assets	<u>78,374,611</u>	<u>71,241,629</u>
Non-current assets held for sale	<u>121,325,206</u>	<u>121,325,206</u>
	<u>199,699,817</u>	<u>192,566,835</u>
TOTAL ASSETS	<u>308,001,942</u>	<u>301,269,395</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	111,667,288	111,667,288
Reserves	58,285,091	51,899,806
Total Equity	<u>169,952,379</u>	<u>163,567,094</u>
Non-Current Liabilities		
Hire-purchase payables	74,885	143,365
Term loans	2,087,960	4,404,942
Deferred tax liabilities	14,691,333	13,791,333
Total Non-Current Liabilities	<u>16,854,178</u>	<u>18,339,640</u>
Current Liabilities		
Trade and other payables	87,966,633	81,921,942
Provisions for liabilities	26,648,261	29,673,942
Hire-purchase payables	109,583	160,666
Term loan instruments	2,025,409	3,137,247
Term loans	3,898,435	3,948,988
Tax payable	547,064	519,876
Total Current Liabilities	<u>121,195,385</u>	<u>119,362,661</u>
	<u>121,195,385</u>	<u>119,362,661</u>
Total Liabilities	<u>138,049,563</u>	<u>137,702,301</u>
TOTAL EQUITY AND LIABILITIES	<u>308,001,942</u>	<u>301,269,395</u>
Net asset per share (sen)	76	73

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

EASTLAND EQUITY BHD ("EASTLND")
 INTERIM REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended 30-Sep-2013 RM	3 months ended 30-Sep-2012 RM	Year-to-date 30-Sep-2013 RM	Year-to-date 30-Sep-2012 RM
<u>Continuing Operations</u>				
Revenue	10,260,807	9,802,869	30,877,729	29,856,981
Expenses excluding finance cost	(9,077,943)	(8,143,364)	(26,241,510)	(25,189,573)
Other operating income	<u>4,365,663</u>	<u>34,241</u>	<u>4,565,343</u>	<u>91,406</u>
Profit from operations	5,548,527	1,693,746	9,201,562	4,758,814
Finance cost	(241,644)	(126,535)	(490,453)	(381,557)
Share of results of associate	<u>-</u>	<u>(34,919)</u>	<u>-</u>	<u>(182,419)</u>
Profit before taxation	5,306,883	1,532,292	8,711,109	4,194,838
Income tax expense	<u>(956,757)</u>	<u>(1,044,782)</u>	<u>(2,306,500)</u>	<u>(2,127,202)</u>
Net profit for the period	4,350,126	487,510	6,404,609	2,067,636
Other comprehensive income, net of tax	<u>14,216</u>	<u>(14,208)</u>	<u>(19,324)</u>	<u>(11,743)</u>
Total comprehensive income for the period	<u>4,364,342</u>	<u>473,302</u>	<u>6,385,285</u>	<u>2,055,893</u>
Earnings per ordinary share attributable to equity holders of the Company (sen)				
Basic, for profit for the period	<u><u>1.95</u></u>	<u><u>0.22</u></u>	<u><u>2.87</u></u>	<u><u>0.93</u></u>
Diluted	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

EASTLAND EQUITY BHD ("EASTLND")
 INTERIM REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<u>Non-distributable</u>			<u>Distributable</u>		<u>Total RM</u>
	<u>Share Capital RM</u>	<u>Revaluation Reserve RM</u>	<u>Fair Value Reserve RM</u>	<u>Capital Reserve RM</u>	<u>Retained Profits/ (Accumulated Losses) RM</u>	
At 1 January 2012	111,667,288		36,332	110,238,037	(59,662,219)	162,279,438
Total comprehensive income	-	-	(19,196)	-	1,306,852	1,287,656
At 31 December 2012	111,667,288	-	17,136	110,238,037	(58,355,367)	163,567,094
Total comprehensive income	-	-	(19,324)	-	6,404,609	6,385,285
At 30 September 2013	111,667,288	-	(2,188)	110,238,037	(51,950,758)	169,952,379

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

EASTLAND EQUITY BHD ("EASTLND")
INTERIM REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended 30-September-2013 RM	9 months ended 30-September-2012 RM
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		
Profit before income tax expense for the period	8,711,109	4,194,838
Adjustments for:		
Share of results of associate	-	182,419
Interest income	(58,247)	(87,233)
Interest expense	490,453	381,557
Allowance for doubtful debts no longer required	(671,388)	-
Allowance for doubtful debts	46,949	7,421
Depreciation of property, plant and equipment	373,047	464,334
Amortisation of prepaid lease payments	63,495	74,679
Operating Profit/(Loss) Before Working Capital Changes	8,955,418	5,218,015
(Increase)/Decrease in:		
Property development expenditure	(16,934,599)	(1,853,668)
Inventories	102,648	21,689
Lease and hire-purchase receivables	7,263,887	199,701
Trade and other receivables	758,750	(6,260,979)
Increase/(Decrease) in:		
Trade and other payables	5,926,527	2,913,345
Provision for liabilities	(3,025,681)	(230,263)
Income tax (paid)/refunded, net	3,046,950 (1,313,145)	7,840 (558,043)
Net Operating Cash Flow	<u>1,733,805</u>	<u>(550,203)</u>
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Additions to property, plant and equipment	(55,432)	(73,452)
Disposal of property, plant and equipment	-	-
Interest received	58,247	87,233
Deposit held as security value	(27,166)	-
Net Investing Cash Flow	<u>(24,351)</u>	<u>13,781</u>
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Drawdown/(Repayment) of term loans, net	(2,367,535)	1,598,311
Interest paid	(372,291)	(381,557)
Payment of hire-purchase payables	(119,563)	(172,533)
Repayment of term loan instruments	(1,111,838)	(17,900)
Net Financing Cash Flow	<u>(3,971,227)</u>	<u>1,026,321</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(2,261,773)	489,899
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>5,847,171</u>	<u>6,988,940</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>3,585,398</u></u>	<u><u>7,478,839</u></u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD COMPRISE THE FOLLOWING:		
Cash and bank balances	3,370,890	4,140,805
Housing Development Account	214,508	211,352
Deposits placed with licensed banks	889,561	3,961,813
	<u>4,474,959</u>	<u>8,313,970</u>
Less : Deposits pledged with licensed bank	(889,561)	(835,131)
	<u><u>3,585,398</u></u>	<u><u>7,478,839</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**EASTLAND EQUITY BHD (“EASTLND”)
INTERIM REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

EXPLANATORY NOTES

A1 Basis of preparation

This interim report is unaudited and has been prepared in accordance with FRS 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2012. The 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 financial year ended 31 December 2012.

The significant accounting policies, methods of computation and basis of consolidation applied in the interim financial statements are consistent with those adopted in the Group’s audited financial statements for the financial year ended 31 December 2012.

In conjunction with the planned convergence of FRSs with International Financial Reporting Standards as issued by the International Accounting Standards Board on 1st January 2012, the MASB had on 19th November 2011 issue a new MASB approved accounting standards, MFRSs (“MFRSs Framework”) for application in the annual periods beginning on or after 1st January 2012.

Accordingly, the Group and the Company which are Transitioning Entities have chosen to defer the adoption of the MFRSs framework to financial year beginning on 1 January 2014. The Group and the Company will prepare their first MFRSs financial statements using the MFRSs framework for the financial year ending 31 December 2014.

A2 Audit qualifications

The auditors’ report on the audited annual financial statements for the financial year ended 31 December 2012 was not subject to any qualification.

A3 Seasonality or cyclicity of operation

For the financial period under review, the operations of the Group are not subject to material seasonal or cyclical fluctuations except for the Hospitality segment.

A4 Changes in the composition of the Group

For the financial period under review, there were no material changes in the composition of the Group.

A5 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cashflows because of their nature, size or incidence during the financial period under review.

A6 Changes in estimates

There were no material changes in estimates in the current quarter results.

A7 Debt and equity securities

There were no issuance, repurchase and repayment of debt and equity securities for the financial period under review.

A8 Dividends paid

There was no dividend paid for the financial period under review.

A9 Segmental reporting

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

	Investment properties RM'000	Leasing & financing RM'000	Hospitality RM'000	Investment holding RM'000	Property development RM'000	Others RM'000	Total RM'000
Revenue	5,171	-	18,064	-	8,010	-	31,245
Results							
Segment profit/(loss)	782	589	5,210	(2,005)	976	3,591	9,143
Interest income	27	-	-	21	10	-	58
Finance cost	(360)	-	-	(12)	(118)	-	(490)
Share of result of associate							-
Profit before taxation							<u>8,711</u>
Income tax expense							<u>(2,307)</u>
Profit for the period							<u><u>6,404</u></u>

A10 Carrying amount of revalued assets

The carrying value of land and building is based on the valuation incorporated in the annual financial statements for the year ended 31 December 2012 and valuation performed as of date of this report.

A11 Subsequent material event

There were no material events subsequent to the end of the period that have not been reflected in the financial statements for the period.

A12 Changes in contingent liabilities and contingent assets

Save for disclosures that were made in the audited financial statements for the year ended 31 December 2012, there were no material changes in the contingent liabilities and contingent assets of the Group.

A13 Capital Commitments

During the financial period under review, there were no material capital commitments that the Group had contracted for and approved.

ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BHD'S LISTING REQUIREMENTS

B1 Review of performance

The Group recorded revenue of RM10.63 million for the current quarter, compared to the revenue of RM9.80 million recorded in previous year corresponding quarter.

In the Investment Properties segment, the Group recorded revenue of RM1.82 million compared to RM1.53 million in previous year corresponding quarter. Lower shop lot rental revenue was recorded in the current quarter compared to previous year corresponding quarter due to expiry of tenancy. However the total revenue was higher in current quarter due to disposal of 2 units of shop lot at the shopping complex.

In the Leasing and Financing segment, as there were no active or new customers in the current quarter, no revenue recorded in the current quarter compared to RM150 in previous year corresponding quarter.

In the Hospitality segment, there were slight reduction in revenue of RM5.86 million of Renaissance Kota Bharu Hotel in the current quarter compared to previous year corresponding quarter of RM6.05 million. The difference was mainly from reduction in revenue from rooms, restaurants and recreation. However, there were slight increase the revenue in lounges and banquets area.

In the current quarter, the Group recorded a revenue of RM2.58 million for Property Development segment. Revenue for previous year corresponding quarter was RM2.22 million. Higher sale and better construction work done in current quarter contributed to the increase in revenue.

B2 Material changes in the profit before taxation

The Group recorded profit before tax for the current quarter of RM5.31 million compared to previous quarter of RM2.25 million. Higher profit was mainly from waiver of debts of RM3.65 million after settlement of debt. The higher profit also contributed by write back of provision for doubtful debts of RM 671,000 for Leasing and Financing business. However, profit before tax for Hotel operation has reduced from RM2.25 million in previous quarter compared to RM1.60 million for current quarter.

B3 Group prospects

For the financial year 2013, the Group is expected to focus its attention on the current businesses in Investment Property segment, Hospitality segment and Project Development segment. The management will also explore for other business opportunity.

B4 Variance of profit forecast and profit guarantee

Not applicable.

B5 Taxation

	3 months ended 30-Sep-13 RM'000	3 months ended 30-Sep-12 RM'000	Year-to-date 30-Sep-13 RM'000	Year-to-date 30-Sep-12 RM'000
Tax (expense)/income				
Income tax				
-current year	(657)	(552)	(1,407)	(734)
-prior year	-	(43)	-	(43)
Deferred tax				
-current year	(300)	(450)	(900)	(1,350)
-prior year	-	-	-	-
	<u>(957)</u>	<u>(1,045)</u>	<u>(2,307)</u>	<u>(2,127)</u>

The effective income tax rate of the Group for the current quarter and financial year-to-date is lower than the statutory tax rate mainly due to utilisation of capital allowance.

B6 Status of corporate proposal

- (i) On 9 July 2013, the Company announced that it's wholly owned subsidiary Eastern Biscuit Factory Sdn Bhd ("EBF") will be entering into a Joint Venture Agreement with Zalam Corporation Sdn Bhd, an unrelated party, to jointly develop a piece of vacant land in Kota Bharu, Kelantan owned by EBF.

The proposed Joint Venture were aborted following the Company's decision to transfer the said land to a creditor for settlement of debts.

- (ii) On 12 September 2013, the Company announced proposed private placement of up to 22,333,400 new ordinary share of RM0.50 each in EEB, representing approximately 10% of the issued and paid up Share Capital, to independent third party investors.

The proposal was submitted to Bursa Malaysia Securities Berhad and obtained its approval on 24 September 2013. The private placement was completed on 11 October 2013 following the listing of and quotation for 22,333,400 placement shares on the Main Market of Bursa Malaysia Securities Berhad.

A total of RM 11,501,701 was raised. The utilisation of the fund are ongoing, as of 25 November 2013, the status of utilisation is as follow:

Purpose	<u>Proposed</u>	<u>Actual</u>	<u>Intend</u>	<u>Deviation</u>	
	<u>Utilisation</u>	<u>Utilisation</u>	<u>Timeframe for</u> <u>Utilisation</u>	<u>Amount</u>	<u>%</u>
	RM'000	RM'000		RM'000	
Payment to contractor	9,867	10,202	within 12 months	335	3.40
Working capital	1,000	30	within 6 months	(970)	(97.00)
Expenses relating to the Proposed Private Placement	300	196	within 1 month	(104)	(34.67)
	<u>11,167</u>	<u>10,428</u>		<u>(739)</u>	

Note:

The actual fund raised is RM11,501,701 which is in excess of RM334,701 compared to indicated sum. The excess was utilised for payment to contractor.

There are also excess of fund allocated for expenses relating to the private placement exercise amounting to RM104,437. The excess fund will be used for payment to contractor.

- (iii) On 20 September 2013, 24 September 2013 and 25 September 2013, the Company announced on the Debt Restructuring Agreement entered into between Eastern Biscuit Factory Sdn Bhd, Fazwin Construction Sdn Bhd, FBO Land (Setapak) Sdn Bhd and Explicit Vantage Sdn Bhd, the debt restructuring exercise is pending approval from the Ruler-in-Council for the land transfer and release of charge from the Bank for the condominium units.

B7 Group borrowings and debts securities

The Group borrowings, all denominated in Ringgit Malaysia, as at 30 September 2013 are as follows: -

	Secured	Total
	RM'000	RM'000
Current:		
Term loans	5,924	5,924
Hire-purchase payables	109	109
	<u>6,033</u>	<u>6,033</u>
Non-current:		
Term loans	2,088	2,088
Hire-purchase payables	75	75
	<u>2,163</u>	<u>2,163</u>
Total	<u>8,196</u>	<u>8,196</u>

B8 Changes in material litigation

There were no material litigations for the financial period under review other than the following:

- (i) Eastern Biscuit Factory Sdn Bhd (“EBF”), a wholly owned subsidiary of the Company had on 6 September 2011 being served with a Writ of Summon and Statement of Claim (Dalam Mahkamah Tinggi Malaya di Kota Bharu Guaman No.: 22-133-07/2011) in regard to a suit commenced by Maimun Binti Mohd Hussain (“Plaintiff”) against EBF, Mohd Nazwady Bin Mat Nasir and Abdull Ghani Bin Yusof (“Defendants”).

The Plaintiff alleged that she had on 11 January 2011 used the valet parking services at Hotel Renaissance Kota Bharu (“the Hotel”) which operate at the premise of EBF. The Plaintiff handed her motor vehicle model BMW X6 3.0(A) with the registration number PCT 15 (“said Vehicle”) to the staff/authorised agent of the Hotel. The said Vehicle was alleged to be stolen on the same day under the care of the Hotel.

The Plaintiff’s claims against the Defendants as follows (“Statement of Claims”):

- (a) Compensation on price of motor vehicle BMW X6 3.0(A) – RM625,000;
- (b) Compensation on loss of used of vehicle BMW X6 3.0(A) for RM1,500 daily until settlement on (a) as above;
- (c) Compensation on lost of used vehicle registration plat no. PCT 15 – RM200,000;
- (d) Compensation on emotional – RM2,000,000;
- (e) Compensation on Moral – RM1,000,000;
- (f) 8% interest per annum on compensations approved until full settlement;
- (g) Cost; and
- (h) Any other approved by court.

The Company does not anticipate any financial and operational impact of the Writ of Summon and Statement of Claims on the Group or expect any losses arising from the Writ of Summon and Statement of Claims.

The claims by the Plaintiff is insured under International Liability Insurance Program for Marriott International, Inc. and the insurance coverage is sufficient for the claims should the judgment is in favour of the Plaintiff.

The matter has been fixed for case management on 1 April 2012 and 8 May 2012. The Case Management on 8 May 2012 was for the Plaintiff to make amendments to their Statement of Claims. The amendments were:-

1. To correct the typographical error of the name “Renaissance”; and
2. To revise upwards the claim sum for loss of use of the vehicle.

The Court has fixed 15 to 17 January 2014 for trial.

- (ii) FBO Land (Setapak) Sdn Bhd (“Plaintiff”), a wholly owned subsidiary of the Company had filed a suit against two previous Directors & 13 others for the return of 9 units of shoplots belonging to the Plaintiff on 3 March 2006.

The defendants were 1st Tow Kong Liang, 2nd Aubrey George Menezes, 3rd Chow Lye Khoon, 4th Tow Lye Good, 5th Chow Kong Han, 6th Arulananda K. Manickam, 7th Pristine Park Sdn. Bhd. 8th Potowin Sdn. Bhd., 9th Sapphire Dynamics Sdn. Bhd., 10th Eminent Pacific Sdn. Bhd., 11th Bay Trading Sdn. Bhd., 12th Pendaftar Hakmilik Tanah Kuala Lumpur, 13th Malayan Banking Berhad, 14th Standard Chartered Bank Malaysia Berhad and 15th EON Bank Berhad.

The High Court conducted the trials on 18-20 January 2012, 29 February 2012, 5-6th March 2012 and 23rd March 2012.

On 30 April 2012, the High Court ruled in favour of the Plaintiff allowing their claim against the 1st to 10th Defendants with costs. However, the High Court at the same time dismissed the Plaintiff’s claim against the 11th Defendant with costs.

The Plaintiff had withdrawn the suits against the 13th to 15th Defendants upon the three defendants entering into a Consent Order before a Judge to deposit any surplus from the proceeds of auction on properties charged to them into their Solicitors’ firm account as stakeholder pending the disposal of the suit.

The 12th Defendant had through the Public Prosecutor’s office informed the High Court that they will abide to whatever Order issued by the Court in respect of the properties involved in the case.

The Plaintiff had on 28 May 2012 received notice of appeal by defendants 1st to 10th. The Court of Appeal has fixed on 4 March 2014 for the hearing of the appeal.

Defendants 1st to 10th had also on 25 February 2013 filed for Stay of Execution of the Court Judgment. Subsequently, the Plaintiff filed an objection to the Defendants application for the Stay of Execution and Assessment of Damages claims both on 11 November 2013.

- (iii) FBO Land (Setapak) Sdn Bhd (“Defendant”), a wholly owned subsidiary of the Company had on 29 June 2011 received a sealed copy of Writ of Summon and Statement of Claim (Dalam Mahkamah Sesyen di Kuala Lumpur, Guaman No.:S-52-22153-2011) in regard to a suit commenced by Koh Tip Pee (“Plaintiff”).

The Plaintiff alleged that he had entered a Sale and Purchase Agreement (“SPA”) on 5 January 2001 with the Defendant to purchase a low cost flat at a price of RM25,000. A new SPA was subsequently entered by both parties on 5 December 2007. The Plaintiff claims that the new SPA does not comply with Jadual H Peraturan-Peraturan Kemajuan Perumahan (Kawalan dan Perlesenana) 1966 and also does not provide for period of delivery of vacant possession and defect liability period.

The Plaintiff claims from the Defendant

- (a) A declaration that the Sale and Purchase Agreement signed on 5 December 2007 has to comply to Jadual H Peraturan-Peraturan Kemajuan Perumahan (Kawalan dan Perlesenana) 1966;
- (b) A declaration that the Defendant to pay to the Plaintiff specific claims of RM13,008.56;
- (c) A declaration that the Defendant to pay interest of 10% per annum on RM13,008.56 which amounts to RM1,318.68 from 13.12.2007 till 17.12.2008 until full settlement;
- (d) A declaration that the Defendant to pay compensation of RM11,850.00;
- (e) A declaration that the Defendant to pay interest on RM11,850.00 from 13.12.2007 till 17.12.2008 amounting to RM879.82 until full settlement;
- (f) A declaration that the Defendant to pay compensation of RM23,000;
- (g) Any other relief costs deem fit by the Court.

The Board wishes to inform that the Company had never signed any SPA in 2001 as alleged by the Plaintiff. As for the SPA dated 5 December 2007, the Company have delivered vacant possession of the

property to the Plaintiff in accordance of the SPA dated 5 December 2007. The Plaintiff had fully settled the purchase price and the property were delivered to the Plaintiff on 13 December 2007. Hence there was no breach of contract.

The Session Court has no jurisdiction to hear the case and hence struck out the Plaintiff's suit on 22 December 2011.

On 13 April 2012, the Plaintiff re-filed a fresh Summons and Statement of Claims at the Kuala Lumpur Sessions Court.

The Company had filed application to strike out the Plaintiff's claim on the ground that the subordinate Court does not have jurisdiction to grant any declaratory orders. However, the Court have strike off the application.

The Court had fixed for trial on 6 February 2013. The Court on 29 March 2013 dismissed the Plaintiff's claim with costs.

The Plaintiff has on 8 April 2013 filed an appeal at the Court has fixed for case management on 11 November 2013. It was however adjourned by the Court without notice.

The Court will write to inform both parties on the new case management date.

- (iv) Rimaflex Sdn Bhd ("Plaintiff"), a wholly owned subsidiary of the Company had on 19 September 2013 filed at Kuala Lumpur High Court, the Writ of Summons and Statement of Claims against Chong Sze San, Len Yoong Chan and Lim Beng Koon ("Defendant"). Defendant 2 and 3 are guarantors for Defendant 1. The claims of outstanding of RM17,654,977.31 with 8% interest commencing from 17 September 2013 until date of full settlement due under MoneyLending Agreement signed by the Defendant with the Plaintiff on 19 January 2009 and 24 May 2010. The claims against guarantors of outstanding of RM17,404,977.31 with 8% interest commencing from 17 September 2013 until date of full settlement.

The defendants had on 15 November 2013 applied for Order 33 r.2 Rules of Court 2012 for the Court to determine the preliminary issues regarding the legality of the MoneyLending Agreement. It has been fixed for case management on 13 December 2013.

Meanwhile the Court has fixed for pre-trial case management on 10 February 2014 and also the tentative dates for the trials on 05 & 06 May 2014.

B9 Dividend

There was no dividend paid for the financial period under review.

B10 Earnings per shares

	3 months ended 30-Sep-13 RM'000	3 months ended 30-Sep-12 RM'000	Year-to-date 30-Sep-13 RM'000	Year-to-date 30-Sep-12 RM'000
Net profit/(loss) attributable to equity holders of the Company				
- from continuing operation	4,350	488	6,405	2,068
	<u>4,350</u>	<u>488</u>	<u>6,405</u>	<u>2,068</u>
Number of ordinary share in issue ('000)	223,335	223,335	223,335	223,335
Earnings/(Loss) per share (sen)				
Basic, for profit/(loss) from				
- continuing operations	1.95	0.22	2.87	0.93
Basic, for profit/(loss) for the period	<u>1.95</u>	<u>0.22</u>	<u>2.87</u>	<u>0.93</u>
Diluted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

B11 Disclosure of realised and unrealised profits/losses

The breakdown of accumulated losses of the Group as at 30 September 2013, into realised and unrealised profits is as follows:

	12 months ended 31-Dec-12 RM'000	9 months ended 30-Sep-13 RM'000
Total retained profits/(accumulated losses) of the Group:		
- Realised	70,269	74,548
- Unrealised	9,296	11,421
	<u>79,565</u>	<u>85,969</u>
Total share of retained profits/(accumulated losses) from associate:		
- Realised	(400)	(400)
- Unrealised	-	-
	<u>79,165</u>	<u>85,569</u>
Consolidation adjustments	<u>(137,520)</u>	<u>(137,520)</u>
Total Group accumulated losses	<u>(58,355)</u>	<u>(51,951)</u>

B12 Profit for the period

	Current Quarter RM'000	Year-to-date RM'000
This is arrived at after (charging)/crediting:		
Interest income	6	58
Depreciation and amortization	(143)	(436)
Provision for and write off of receivables	(9)	(47)
Foreign exchange loss	(36)	(52)

Other disclosure items pursuant to Appendix 9B, Part A(16) of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.