

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 31 MARCH 2012**

	Individual Quarter		Cumulative Period	
	Current year quarter 31/03/2012 RM'000 Unaudited	Preceding year quarter 31/03/2011 RM'000 Unaudited	Current year to date 31/03/2012 RM'000 Unaudited	Preceding year to date 31/03/2011 RM'000 Unaudited
<b>Continuing operations</b>				
Revenue	16,976	(54,669)	216,999	34,941
Cost of sales	(43,712)	(130,650)	(148,719)	(275,529)
Gross (loss) /profit	(26,736)	(185,319)	68,280	(240,588)
Other operating income				
- Interest income	274	1,897	1,090	17,825
- Profit from Islamic deposits	0	4	1	4
- Other operating income	1,262	119	4,842	5,664
-Loss on disposal of associate and jointly controlled entity	0	0	0	(166)
- Gain on disposal of available-for-sale financial assets	0	6,202	0	53,866
-Gain on liquidation of a subsidiary company	(11)	0	3,168	0
- Loss on fair value of derivative	(6,315)	0	(32,419)	0
Marketing expenses	(4)	2	(4)	(53)
Administrative expenses	(1,154)	(2,746)	(16,078)	(19,931)
Other operating expenses	(1,070)	(3,204)	(3,559)	(6,658)
Depreciation	(140)	(316)	(961)	(6,184)
Unrealised foreign exchange (loss) / gain , net	(16,989)	(10,431)	(233)	(31,270)
Finance costs	1,219	(4,336)	1,709	(9,524)
Share of results of associates	123	103	796	(16,896)
<b>(Loss) / profit before taxation</b>	<b>(49,541)</b>	<b>(198,025)</b>	<b>26,632</b>	<b>(253,911)</b>
Tax (expense) / credit	(10,864)	16,113	(11,995)	696
<b>(Loss) / profit for the period/ financial year from continuing operations</b>	<b>(60,405)</b>	<b>(181,912)</b>	<b>14,637</b>	<b>(253,215)</b>
<b>Discontinuing operation</b>				
Loss for the period/ financial year from discontinued operation	0	0	0	(4,339)
<b>(Loss) / profit for the period/ financial year</b>	<b>(60,405)</b>	<b>(181,912)</b>	<b>14,637</b>	<b>(257,554)</b>
<b>Other comprehensive (loss) / income :</b>				
Changes in the fair value of available-for-sale financial asset	(1,329)	(4,987)	(51,768)	101,543
Reversal of fair value on disposal of available-for-sale financial assets	0	11,676	0	(35,988)
Exchange difference from translation of foreign operations	25,988	10,425	(556)	26,994
Reversal of exchange difference on disposal of subsidiary	0	(74)	0	0
<b>Other comprehensive income / (loss) for the period/ financial year</b>	<b>24,659</b>	<b>17,040</b>	<b>(52,324)</b>	<b>92,549</b>
<b>Total comprehensive loss for the period/ financial year</b>	<b>(35,746)</b>	<b>(164,872)</b>	<b>(37,687)</b>	<b>(165,005)</b>
<b>Loss /(profit) for the period/ financial year</b>				
Attributable to:				
Equity holders of the parent	(60,393)	(181,901)	14,658	(257,428)
Non controlling interest	(12)	(11)	(21)	(126)
	<b>(60,405)</b>	<b>(181,912)</b>	<b>14,637</b>	<b>(257,554)</b>
<b>Total comprehensive loss for the period/ financial year</b>				
Equity holders of the parent	(35,739)	(165,442)	(37,664)	(164,064)
Non controlling interest	(7)	570	(23)	(941)
	<b>(35,746)</b>	<b>(164,872)</b>	<b>(37,687)</b>	<b>(165,005)</b>
Basic and diluted (loss) /gain per share attributable to equity holders of the Company (sen):				
- (loss) / earnings from continuing operations	(10.72)	(32.29)	2.60	(44.94)
- loss from discontinued operations	0	0	0	(0.76)
	<b>(10.72)</b>	<b>(32.29)</b>	<b>2.60</b>	<b>(45.70)</b>

**(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)**

ZELAN BERHAD 27676-V

## STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2012

	AS AT END OF FINANCIAL YEAR ENDED 31 MARCH 2012 RM'000 Unaudited	AS AT END OF FINANCIAL YEAR ENDED 31 MARCH 2011 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	28,233	39,353
Investment properties	5,415	5,557
Investments in associates	13,979	15,383
Other receivables	783	0
Cash and bank balances (restricted)	39,657	0
Available-for-sale financial assets (restricted)	373,269	425,176
Available-for-sale financial assets	383	244
	<u>461,719</u>	<u>485,713</u>
<b>Current assets</b>		
Inventories	9,080	9,194
Trade and other receivables	312,452	508,532
Tax recoverable	39,632	47,640
Cash and bank balances (restricted)	10,629	1,969
Cash and bank balances	5,737	16,632
	<u>377,530</u>	<u>583,967</u>
<b>TOTAL ASSETS</b>	<u>839,249</u>	<u>1,069,680</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	281,632	281,632
Reserves	(51,538)	(12,161)
	<u>230,094</u>	<u>269,471</u>
Minority interest	(49)	11,631
<b>Total equity</b>	<u>230,045</u>	<u>281,102</u>
<b>Non-current liabilities</b>		
Borrowings	283,934	36
Derivative financial liability	32,419	0
Deferred tax liabilities	2,676	2,697
	<u>319,029</u>	<u>2,733</u>
<b>Current liabilities</b>		
Trade and other payables	273,840	584,302
Borrowings	15,105	201,525
Current tax liabilities	1,230	18
	<u>290,175</u>	<u>785,845</u>
<b>Total liabilities</b>	<u>609,204</u>	<u>788,578</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>839,249</u>	<u>1,069,680</u>
Net assets per share (RM)	<u>0.41</u>	<u>0.48</u>

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

ZELAN BERHAD 27676-V

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 MARCH 2012

	Attributable to equity holders of the parent							Non Controlling Interest	Total Equity	
	Share Capital	Share Premium	Translation Reserve	Capital Reserve *	General Reserve *	Fair Value Reserve ^	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 April 2011	281,632	124,396	54,007	35,457	4,254	150,386	(380,661)	269,471	11,631	281,102
<u>Comprehensive income:</u>										
Profit for the year	-	-	-	-	-	-	14,658	14,658	(21)	14,637
<u>Other comprehensive income:</u>										
Currency translation reserve	-	-	(554)	-	-	-	-	(554)	(2)	(556)
Fair value loss on available-for-sale financial assets	-	-	-	-	-	(51,768)	-	(51,768)	-	(51,768)
Total comprehensive income/(loss) for the year	-	-	(554)	-	-	(51,768)	14,658	(37,664)	(23)	(37,687)
<u>Transactions with owners</u>										
Liquidation of a subsidiary	-	-	(1,713)	-	-	-	-	(1,713)	(11,657)	(13,370)
Balance as at 31 March 2012	281,632	124,396	51,740	35,457	4,254	98,618	(366,003)	230,094	(49)	230,045
Balance as at 1 April 2010	281,632	124,396	50,717	35,457	4,254	84,831	(147,752)	433,535	17,273	450,808
<u>Comprehensive loss:</u>										
Loss for the financial year	-	-	-	-	-	-	(257,428)	(257,428)	(126)	(257,554)
<u>Other comprehensive income:</u>										
Realisation of foreign exchange reserve	-	-	(24,519)	-	-	-	24,519	-	-	-
Currency translation difference	-	-	27,809	-	-	-	-	27,809	(815)	26,994
Fair value gain on available-for-sale financial assets	-	-	-	-	-	101,543	-	101,543	-	101,543
Reversal of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	-	(35,988)	-	(35,988)	-	(35,988)
Total comprehensive income/(loss) for the financial year	-	-	3,290	-	-	65,555	(232,909)	(164,064)	(941)	(165,005)
<u>Transactions with owners</u>										
Disposal of a subsidiary	-	-	-	-	-	-	-	-	(4,228)	(4,228)
Dividend paid to non controlling interest	-	-	-	-	-	-	-	-	(473)	(473)
Balance as at 31 March 2011	281,632	124,396	54,007	35,457	4,254	150,386	(380,661)	269,471	11,631	281,102

\* These reserves relate to net gain from disposals of investment in shares, issue of bonus shares by a subsidiary out of post-acquisition reserves and transfer of profits to a statutory reserve by an overseas subsidiary.

^ This reserve relates to changes in fair value of an available-for-sale financial assets.

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

ZELAN BERHAD 27676-V

**STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2012**

	Current year to date 31/03/2012 RM'000	Preceding year to date 31/03/2011 RM'000
<b>OPERATING ACTIVITIES</b>		
Profit /(loss) for the year, attributable to shareholders	14,658	(257,428)
Adjustments for :		
Taxation	11,995	(526)
Finance costs	(1,709)	27,603
Interest income	(1,090)	(17,873)
Profit from Islamic deposits	(1)	(4)
Minority interest	21	(126)
Depreciation of investment properties	142	142
Allowance for doubtful debts	675	1,187
Depreciation of property, plant and equipment	960	16,229
Property, plant and equipment written off	-	25
Loss/ (gain) on disposal of property, plant and equipment	1,290	544
Impairment loss on property plant and equipment	-	252
Loss on disposal of an associate	-	16
Loss on liquidation of an associate	-	23
Loss on liquidation of a jointly controlled entity	-	127
Loss on disposal of non-current assets held-for-sale	-	4,033
Gain on disposal of available-for-sale financial assets	-	(53,866)
Gain on liquidation of a subsidiary company	(3,168)	-
Loss on fair value of derivative	32,419	-
Dividend income	(8,300)	(13,725)
Unrealised foreign exchange (gain) / loss	(5,500)	24,187
Share of results of associates	(796)	16,896
	<u>41,596</u>	<u>(252,284)</u>
Changes in working capital :		
Inventories	114	343
Receivables	188,559	98,665
Payables	(302,613)	(69,952)
Cash used in operations	<u>(72,344)</u>	<u>(223,228)</u>
Tax paid	<u>(2,796)</u>	<u>(7,167)</u>
<b>Net cash flows used in operating activities</b>	<u>(75,140)</u>	<u>(230,395)</u>
<b>INVESTING ACTIVITIES</b>		
Investments in an associate	2,200	(10)
Proceeds from disposal of an associate	-	617
Proceeds from liquidation of an associate	-	22
Proceeds from disposal of other investments	-	557
Proceeds from disposal of available-for-sale financial assets	-	256,510
Purchase of property, plant and equipment	(949)	(141)
Proceeds from disposal of property, plant and equipment	3,223	6,503
Dividends received	8,300	11,005
Proceeds from disposal of a subsidiary classified as disposal group held-for-sale	-	10,000
Interest received	1,090	17,873
Profit from Islamic deposits received	1	4
<b>Net cash flows from investing activities</b>	<u>13,865</u>	<u>302,940</u>
<b>FINANCING ACTIVITIES</b>		
Repayments of borrowings	(363,427)	(71,682)
Proceeds from borrowings	453,257	-
Dividend paid to minority interest of a subsidiary	-	(473)
Repayments of hire purchase liabilities	737	(603)
Finance costs	(4,849)	(27,603)
Release of / (Additional) deposits pledged as security	(48,317)	580
<b>Net cash flows from / (used in) financing activities</b>	<u>37,401</u>	<u>(99,781)</u>
Net movement in cash and cash equivalents	<u>(23,874)</u>	<u>(27,236)</u>
Cash and cash equivalents at beginning of the period	16,632	41,359
Currency translation differences	12,979	2,509
<b>Cash and cash equivalents at end of the year</b>	<u>5,737</u>	<u>16,632</u>

(The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2011)

**ZELAN BERHAD**  
**(“ZB” or “the Group”)**  
**(Company No: 27676-V)**

**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 31 MARCH 2012**

**PART A – Explanatory Notes Pursuant to Financial Reporting Standard**

**1. Basis of Preparation**

The interim financial report of the Group has been prepared in accordance with FRS 134, “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. It should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2011.

The Group recorded a net loss of RM60,405,000 and a net profit of RM14,637,000 during the quarter and the year ended 31 March 2012 respectively.

In respect of the project in Indonesia which was undertaken by the Group through a Consortium in which the Group has 70% interest, the Group achieved the commercial operation dates for both Unit 1 and Unit 2 on 10 December 2011. Accordingly, the Consortium had, on 21 February 2012, reached a negotiated sum with the owner of the project amounting to USD13.9 million (approximately RM42.0 million) and both parties agreed that any claims in relation to effective date of the contract, extension of time, variations works and liquidated damages between the owner and the Consortium will be considered settled and neither party will be liable for further claims in relation to such completion of works except for certain items which were subject to further negotiations. In addition, the Consortium is in the midst of obtaining the taking over certificate for Unit 1 and Unit 2 from the owner.

Total provisions for liquidated ascertained damages (“LAD”) and deviation lists recorded in the previous year was USD41 million (approximately RM125.1 million). As a result of the negotiated sum with the owner, the provisions in an aggregate of USD27.1 million (approximately RM82.7 million) were written back during the financial year.

The Group also anticipates recovering an estimated LAD of USD22.5 million (approximately RM68 million) from the subcontractor / supplier as a result of delay in completing their scope of work as set out in the agreement for supply for the above project. The Group is virtually certain that it is entitled to impose and receive the LAD in accordance with the provisions of the said agreement, which is supported by external legal advice.

**1. Basis of Preparation (Continued)**

In order to ensure that the Group would have sufficient cash flows in the next twelve months from the reporting date to repay the existing borrowings, complete the projects in progress, meet the working capital and covenant requirement, and the investing and financing activities, the Group may need to dispose of its available-for-sale financial assets, subject to the approval of the shareholders.

The Directors are of the view that the disposal of the available-for-sale financial assets, subject to approval of the shareholders, the continuing support from the existing bankers and the cash generated from the projects will enable the Group and the Company to carry on as a going concern. Accordingly, the financial statements of the Group and the Company are prepared on a going concern basis.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2011. The new accounting standards which are effective and applicable to the Group in the current quarter did not result in a significant impact to the financial statements of the Group.

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

The auditors' report on the Group's financial statements for the financial year ended 31 March 2011 was not subject to any qualification.

**3. Seasonal or Cyclical Factors**

The Group's operations were not materially affected by any seasonal or cyclical factors.

**4. Unusual Items****Current quarter**

There was no unusual item affecting assets, liabilities, equity, net income, or cash flows during the quarter under review because of their nature, size, or incidence except for the following:

- i) a recognition of a loss on fair value of RM6.3 million in the profit or loss arising from the fair value changes on the equity collar option. The equity collar financial derivative option is embedded in the term loan facility of RM285 million obtained from a financial institution.

#### 4. **Unusual Items (Continued)**

##### **Year to date**

- i) a recognition of a loss on fair value of RM32.4 million in the profit or loss arising from the fair value changes on the equity collar option.

#### 5. **Changes in Estimates of Amount Reported Previously**

There was no change in estimates of amounts reported in the prior financial period that has a material effect in the current quarter.

#### 6. **Debt and Equity Securities**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter and the period to date ended 31 March 2012.

#### 7. **Dividends Paid**

For the current financial year-to-date, no dividend has been paid. For the preceding year's corresponding period, no dividend was paid.

#### 8. **Segmental Reporting**

Segment analysis for the current quarter is as follows:

	Engineering & construction RM'000	Property & development RM'000	Investment & Others RM'000	Total RM'000
<b><u>Revenue</u></b>				
Total	15,399	192	1,516	17,107
Inter-segment	(127)	-	(4)	(131)
External	<b>15,272</b>	<b>192</b>	<b>1,512</b>	<b>16,976</b>

**8. Segmental Reporting (Continued)**

	Engineering & construction RM'000	Property & development RM'000	Investment & Others RM'000	Total RM'000
<b>Results</b>				
Segment loss	(43,497)	(20)	(1,174)	(44,691)
Interest income	7	5	262	274
Depreciation	(118)	(22)	-	(140)
Gain on liquidation of a subsidiary	-	-	(11)	(11)
Loss on fair value of derivative	-	-	(6,315)	(6,315)
Finance costs	1,217	-	2	1,219
Share of results of associate	122	-	1	123
Loss before taxation	(42,269)	(37)	(7,235)	(49,541)
Tax expense				(10,864)
Loss for the quarter				<b>(60,405)</b>

Analysis by business segments for the financial year to date:

	Engineering & construction RM'000	Property & development RM'000	Investment & Others RM'000	Total RM'000
<b>Revenue</b>				
Total	207,142	931	9,364	217,437
Inter-segment	(421)	-	(17)	(438)
External	<b>206,721</b>	<b>931</b>	<b>9,347</b>	<b>216,999</b>

	Engineering & construction RM'000	Property & development RM'000	Investment & Others RM'000	Total RM'000
Segment profit/(loss)	58,695	547	(5,994)	53,248
Interest income	36	9	1,045	1,090
Profit from Islamic deposits	-	-	1	1
Depreciation	(865)	(93)	(3)	(961)
Gain on liquidation of a subsidiary	-	-	3,168	3,168
Loss on fair value of derivative	-	-	(32,419)	(32,419)
Finance costs	1,712	-	(3)	1,709
Share of results of associate	795	-	1	796
Profit/(loss) before taxation	60,373	463	(34,204)	26,632
Tax expense				(11,995)
Profit for the financial year				<b>14,637</b>



## 8. Segmental Reporting (Continued)

The Group's segmental report for the corresponding three-month financial quarter and the twelve months financial year to date ended 31 March 2011 are as follows:-

Segment analysis for the quarter is as follows:

	Engineering & construction RM'000	Property & development RM'000	Investment & Others RM'000	Total RM'000
<b>Revenue</b>				
Total	(54,869)	196	176	(54,497)
Inter-segment	7,402	-	(7,574)	(172)
External	<b>(47,467)</b>	<b>196</b>	<b>(7,398)</b>	<b>(54,669)</b>
<b>Results</b>				
Segment profit/(loss)	(102,151)	110	(2,404)	(104,445)
Provision for liquidated ascertained damages	(97,134)	-	-	(97,134)
Depreciation	(272)	(24)	(20)	(316)
Interest income	1,852	5	40	1,897
Profit from islamic deposits	-	-	4	4
Gain on disposal of financial assets	-	-	6,202	6,202
Finance costs	(4,335)	-	(1)	(4,336)
Share of results of associates and jointly controlled entities	97	-	6	103
Profit/ (loss) before taxation	(201,943)	91	3,827	(198,025)
Tax credit				16,113
Loss for the quarter				<b>(181,912)</b>

Analysis by business segments for the financial year to date:

	Engineering & construction RM'000	Property & development RM'000	Investment & others RM'000	Total RM'000	Discontinued operation RM'000
<b>Revenue</b>					
Total	117,541	31,343	51,687	200,571	6,476
Inter-segment	(913)	(30,000)	(37,583)	(68,496)	-
External	<b>116,628</b>	<b>1,343</b>	<b>14,104</b>	<b>132,075</b>	<b>6,476</b>

**8. Segmental Reporting (Continued)**

	Engineering & construction RM'000	Property & development RM'000	Investment & others RM'000	Total RM'000	Discontinued operation RM'000
<b>Results</b>					
Segment loss	(190,751)	(680)	(4,271)	(195,702)	(2,765)
Provision for liquidated ascertained damages	(97,134)	-	-	(97,134)	-
Allowance for doubtful Debts	-	-	-	-	(1,333)
Depreciation	(5,901)	(131)	(152)	(6,184)	(118)
Interest income	17,629	18	178	17,825	48
Profit from Islamic deposits	-	-	4	4	-
Gain on disposal of financial assets	-	-	53,866	53,866	-
Loss on disposal of associate and jointly controlled entity	(150)	-	(16)	(166)	-
Finance costs	(9,516)	-	(8)	(9,524)	(1)
Share of results of associates	(16,902)	-	6	(16,896)	-
Profit/(loss) before taxation	(302,725)	(793)	49,607	(253,911)	(4,169)
Tax credit/(expense)				696	(170)
Loss for the financial year				<b>(253,215)</b>	<b>(4,339)</b>

**9. Material Events Subsequent to the End of the Reporting Period**

There is no material event subsequent to the end of the current quarter under review that has not been reflected in the interim financial report.

**10. Changes in Composition of the Group**

There was no change in the composition of the Group during the current quarter.

**11. Changes in Contingent Liabilities or Contingent Assets**

There was no change in contingent liabilities or contingent assets since the last annual reporting date.

**ZELAN BERHAD**  
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**(Company No: 27676-V)**

**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 31 MARCH 2012**

**PART B Additional Information as required by Part A of Appendix 9B of the  
Bursa Malaysia Listing Requirements**

**1. Review of Performance**

For the current quarter under review, the Group recorded revenue from engineering and construction operations of RM15.3 million as compared to a negative revenue of RM47.5 million in the same quarter last year. The current revenue is mainly attributed to a project carried out for the construction of mixed used development plaza in Abu Dhabi, United Arab Emirates (“UAE”). For the previous corresponding quarter, the Group had made provision for Liquidated Ascertained Damage (“LAD”) of RM97.1 million for its project in Indonesia.

The revenue recorded from property and development segment for the quarter is slightly lower than the same quarter last year, due to lower rental income from car park bays.

The revenue recorded from the investment holding and others segments is at RM1.5 million as compared to negative revenue of RM7.5 million in the corresponding quarter last year. The negative revenue was due to the consolidation adjustment made to the dividend received from other segment within the Group in that corresponding quarter.

The Group recorded a loss after taxation of RM60.4 million for the current quarter as compared to a loss after taxation from continuing operations of RM181.9 million in the same quarter last year.

For the year ended 31 March 2012, the Group recorded a profit after taxation of RM14.6 million as compared to a loss after taxation from continuing operations of RM253.2 million last year. The profit is mainly attributable to writeback of provision made on LAD of RM68.0 million and writeback of provisions for deviations/variations of RM17.2 million for the project in Indonesia. However the profit was reduced by a provision made on deduction of works of approximately RM14.0 million, RM1.9 million for additional provision for equipment and installation cost and writeback of variation orders amounting to RM4.1 million, for the project in Indonesia, loss on fair value of derivative of RM32.4 million resulting from the valuation of equity collar derivative product embedded with the term loan, administrative expenses of RM18.4 million and tax charge resulting from the write off of tax recoverable in Indonesia of approximately RM9.7 million.

**2. Material Changes in the Quarterly Results Compared to the preceding quarter**

For the current quarter under review, the Group recorded revenue from engineering and construction segment of RM15.3 million as compared to a revenue of RM83.1 million in the preceding third quarter. The revenue for the current quarter is derived from the project in Abu Dhabi, UAE, while the revenue for the preceding third quarter is mainly attributed to a writeback of provision made on the LAD of RM68.0 million from the project in Indonesia and the revenue recognition of RM14.2 million from the project in Abu Dhabi.

The revenue recorded from property and development segment is slightly higher than the preceding quarter due to higher rental income.

The revenue recorded from the investment holding and others segments is lower than the preceding third quarter due to lower dividend received from associate company as compared to higher dividend received from other investments in the preceding third quarter.

For the current quarter, the Group recorded a loss after taxation of RM60.4 million as compared to the preceding third quarter's profit after taxation of RM63.4 million. The loss for the current quarter was mainly due to gross loss recognition of RM26.8 million, loss on unrealised foreign exchange translation of RM16.9 million as a result of further weakening of the Group's foreign operating entities currencies against Ringgit Malaysia, loss on fair value derivative of RM6.3 million and a write off of tax recoverable in Indonesia of approximately RM9.6 million.

**3. Current Year Prospects**

For the current year, the Group is focusing on implementing the projects that have already been secured while continuing to secure new local projects. Based on the foregoing, the Group would be in a better position to remain profitable for the financial year ending 31 March 2013.

**4. Profit Forecast or Profit Guarantee**

There was no profit forecast or profit guarantee issued in a public document for the current financial period.

## 5. Taxation

	Current Quarter Ended		Twelve months Ended	
	31/03/2012 RM'000	31/03/2011 RM'000	31/03/2012 RM'000	31/03/2011 RM'000
<b>Continuing operations</b>				
Malaysian income tax	(942)	17,043	(1,598)	2,789
Overseas income tax	(9,905)	33	(10,376)	(1,129)
Deferred tax	(17)	(963)	(21)	(964)
Tax expense	(10,864)	16,113	(11,995)	696

The tax charge incurred by the Group for the quarter and the financial year to date is principally in respect of write off of RM9.3 million tax credit by for a subsidiary company in Indonesia.

## 6. Status of Corporate Proposals Announced

There was no corporate proposal announced but not completed as at 28 May 2012.

## 7. Borrowings and Debt Securities

**As at  
31.03.12  
RM'000**

<b>(i) Current borrowings</b>	
<i>Secured</i>	
- Term loan	13,739
- Hire purchase liabilities	125
- Interest on term loan	1,241
	<b>15,105</b>
<b>(ii) Non current borrowings</b>	
<i>Secured</i>	
- Equity Collar Loan	285,607
- Borrowing cost on equity collar loan	(2,416)
- Hire purchase liabilities	743
	<b>283,934</b>
<b>Total</b>	<b>299,039</b>

Included in the term loan (current borrowing) is an amount of RM13.7 million which is denominated in United Arab Emirates Dirhams.

## 7. **Borrowings and Debt Securities (Continued)**

In relation to the term loan facility with equity collar financial derivative above, the Group is required to perform a valuation of the equity collar financial derivative on each reporting date. As a result, the Group has recognised a loss on fair value of RM6.3 million during the quarter and RM32.4 million for the year ended 31 March 2012 arising from the fair value changes on the equity collar options.

These shares are reflected as available-for-sale financial assets. A fair value assessment of the available-for-sale financial assets is carried out at each reporting date, and the change in fair value is recorded in available-for-sale reserves. As at 31 March 2012, the fair value on available-for-sale financial assets reserve stood at RM98.6 million.

## 8. **(Loss)/Earnings Per Share**

The basic earnings per share for the financial period are calculated based on the Group's (loss)/profit attributable to the equity holders of the Company, divided by the number of ordinary shares outstanding at the end of the period/year to date.

	<b>Current Quarter Ended</b>		<b>Twelve Months Ended</b>	
	<b>31/03/12</b>	<b>31/03/11</b>	<b>31/03/12</b>	<b>31/03/11</b>
Group's (loss) /profits from continuing operations attributable to ordinary equity holders of the parent (RM' 000)	(60,393)	(181,901)	14,658	(253,089)
Group's loss from discontinued operations attributable to ordinary equity holders of the parent (RM' 000)	-	-	-	(4,339)
Group's (loss) /profit for the period, attributable to the equity holders of the parent (RM' 000)	<u>(60,393)</u>	<u>(181,901)</u>	<u>14,658</u>	<u>(257,428)</u>
Number of ordinary shares in issue (Million)	563.264	563.264	563.264	563.264

**8. (Loss) / Earnings Per Share (Continued)**

	<b>Current Quarter Ended</b>		<b>Twelve Months Ended</b>	
	<b>31/03/12</b>	<b>31/03/11</b>	<b>31/03/12</b>	<b>31/03/11</b>
<b>(a) Profit/(loss) per share from continuing operations (sen)</b>	(10.72)	(32.29)	2.60	(44.94)
<b>(b) Loss per share from discontinued operations (sen)</b>	-	-	-	(0.76)
<b>(c) Profit/ (loss) per share for the period(sen)</b>	(10.72)	(32.29)	2.60	(45.70)
<b>Diluted loss per share (sen)</b>	N/A	N/A	N/A	N/A

The Group has no dilution in its earnings per ordinary share, as there are no potential dilutive ordinary shares in issue during the current financial period.

**9. Supplementary information disclosed pursuant to Bursa Malaysia Securities Listing Requirements**

The following analysis of realised and unrealised accumulated losses at the Group is prepared in accordance with Guidance on Special Matter No. 1. Determination of Realised and Unrealised Profits in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad's Listing Requirements, as issued by the Malaysian Institute of Accountants whilst the disclosure at the Group level is based on the prescribed format by the Bursa Malaysia Securities Berhad.

	<b>As at 31.03.2012 RM'000</b>	As at 31.03.2011 RM'000
Accumulated losses of the Group and its subsidiaries		
- realised	<b>(1,274,145)</b>	(1,334,067)
- unrealised	<b>(28,225)</b>	(59,889)
	<b>(1,302,370)</b>	(1,393,956)
Consolidated adjustments	<b>936,367</b>	1,013,295
Total accumulated losses as per consolidated accounts	<b>(366,003)</b>	(380,661)

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.

**10. Changes in Material Litigation**

There was no change in material litigation, including the status of pending material litigation in respect of the Company and its subsidiaries since the last annual reporting date as at 31 March 2011, except in relation to Note 38(d) of the Audited Financial Statements where the Court of Appeal has made an order against a subsidiary company's branch in Abu Dhabi for AED13,427,212.75 (approximately RM11,811,919) as outstanding payment together with AED1,000,000 (approximately RM857,700) as compensation and dismissed the subsidiary company's appeal for a counter action to join the project owner as co-defendant in the suit. The subsidiary company has filed an appeal against the Court's dismissal of the appeal for a counter action to join the project owner at the Cassation Court in Abu Dhabi. As advised by the external solicitor in Abu Dhabi, it is likely that the Court would hold the project owner to be responsible to pay the outstanding payment on behalf of the subsidiary company as the project owner has contractual obligations to do so.

There is no financial impact to the Group as the project owner has the contractual obligation to reimburse the Group.

**11. Dividends**

There was no dividend declared for the quarter under review.

**12. Authorisation for Issue**

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

**By order of the Board**

**Muhammad Firdaus Bin Abdullah  
Secretary**

**Kuala Lumpur  
28 May 2012**