



**Interim Financial Report on
Unaudited Consolidated Results for the
Fourth Quarter Ended
31 December 2012**

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KUB MALAYSIA BERHAD

(Company No. 6022-D)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

The Board of Directors hereby announce the unaudited financial results of the Group for the financial period ended 31 December 2012.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/12/2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2011 RM'000	CURRENT YEAR TO DATE 31/12/2012 RM'000	PRECEDING YEAR CORRESPONDING TO DATE 31/12/2011 RM'000
Revenue	222,172	186,558	826,421	708,454
Operating expenses	(234,392)	(201,388)	(852,447)	(737,584)
Other operating income	3,126	2,234	11,109	18,114
Results from operating activities	<u>(9,094)</u>	<u>(12,596)</u>	<u>(14,917)</u>	<u>(11,016)</u>
Impairment losses	(3,610)	(25,366)	(4,697)	(39,935)
Finance income	898	1,176	3,211	3,992
Finance costs	(2,046)	(2,827)	(8,191)	(9,203)
Share of profit of associates	3,341	2,671	8,204	4,965
(Loss) / Profit before tax	<u>(10,511)</u>	<u>(36,942)</u>	<u>(16,390)</u>	<u>(51,197)</u>
Income tax expense	681	(5,054)	(1,183)	(7,626)
(Loss) / Profit for the period	<u>(9,830)</u>	<u>(41,996)</u>	<u>(17,573)</u>	<u>(58,823)</u>
Other comprehensive income:				
Net gain / (loss) on available-for-sale financial assets	(339)	1,375	(144)	(88)
Foreign currency translation	(188)	491	(343)	557
Total comprehensive income for the period	<u>(10,357)</u>	<u>(40,130)</u>	<u>(18,060)</u>	<u>(58,354)</u>
(Loss) / Profit attributable to:				
Owners of the parent	(10,063)	(41,278)	(17,695)	(60,401)
Non-controlling interest	233	(718)	122	1,578
	<u>(9,830)</u>	<u>(41,996)</u>	<u>(17,573)</u>	<u>(58,823)</u>
Total comprehensive income attributable to:				
Owners of the parent	(10,590)	(39,412)	(18,182)	(59,932)
Non-controlling interest	233	(718)	122	1,578
	<u>(10,357)</u>	<u>(40,130)</u>	<u>(18,060)</u>	<u>(58,354)</u>
Loss per share attributable to owners of the parent (sen) :				
- Basic and diluted	<u>(1.81)</u>	<u>(7.42)</u>	<u>(3.18)</u>	<u>(10.85)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Annual Audited Financial Statements for the financial year ended 31 December 2011.

KUB MALAYSIA BERHAD

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INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED AS AT END OF CURRENT QUARTER 31/12/2012 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2011 RM'000
Assets		
Property, plant and equipment	125,614	137,331
Land held for property development	4,607	4,605
Plantation development expenditure	39,378	39,268
Investment properties	52,316	54,122
Investment in associates	24,305	19,702
Other investments	4,199	4,343
Intangible assets	745	3,547
Deferred tax assets	1,245	5,050
Total non-current assets	252,409	267,968
Inventories	21,564	23,610
Trade and other receivables	222,002	183,963
Derivative financial asset	-	260
Tax recoverable	3,029	1,412
Cash and bank balances	144,600	164,128
Total current assets	391,195	373,373
Assets classified as held for sale	114	39
Total Assets	643,718	641,380
Equity		
Share capital	222,586	222,586
Reserves	46,472	46,959
Retained earnings	(4,579)	13,116
Total equity attributable to owners of the parent	264,479	282,661
Non-controlling interest	15,564	20,349
Total equity	280,043	303,010
Liabilities		
Borrowings	45,598	48,803
Deferred tax liabilities	10,853	15,000
Total non-current liabilities	56,451	63,803
Trade and other payables	222,529	188,029
Provision for tax	2,693	3,570
Borrowings	81,809	82,968
Derivative financial liability	193	-
Total current liabilities	307,224	274,567
Total liabilities	363,675	338,370
Total equity and liabilities	643,718	641,380
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.48	0.51

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Annual Audited Financial Statements for the financial year ended 31 December 2011.

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INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent Non-distributable reserves													
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Capital redemption reserve RM'000	Translation reserve RM'000	Premium paid on acquisition of non-controlling interests RM'000	Fair value adjustment reserve RM'000	Merger reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000	
At 1 January 2012	222,586	5,965	34,016	312	353	(7,019)	2,185	11,147	-	13,116	282,661	20,349	303,010	
Total comprehensive income	-	-	-	-	(343)	-	(144)	-	-	(17,695)	(18,182)	122	(18,060)	
Capital reduction in subsidiary	-	-	-	-	-	-	-	-	-	-	-	(4,500)	(4,500)	
Dividend paid to minority interest at subsidiary	-	-	-	-	-	-	-	-	-	-	-	(407)	(407)	
At 31 December 2012	222,586	5,965	34,016	312	10	(7,019)	2,041	11,147	-	(4,579)	264,479	15,564	280,043	
At 1 January 2011	222,586	5,965	34,016	312	(204)	(8,248)	2,273	11,147	4,613	78,920	351,380	22,167	373,547	
Total comprehensive income	-	-	-	-	557	-	(88)	-	-	(60,401)	(59,932)	1,578	(58,354)	
Total transaction with owners:														
Acquisition of non-controlling interests	-	-	-	-	-	1,229	-	-	-	-	1,229	(2,727)	(1,498)	
Disposal of subsidiary	-	-	-	-	-	-	-	-	-	-	-	231	231	
Realisation of reserves	-	-	-	-	-	-	-	-	(4,613)	4,613	-	-	-	
Total transaction with owners	-	-	-	-	-	1,229	-	-	(4,613)	4,613	1,229	(2,496)	(1,267)	
Dividend paid	-	-	-	-	-	-	-	-	-	(10,016)	(10,016)	(900)	(10,916)	
At 31 December 2011	222,586	5,965	34,016	312	353	(7,019)	2,185	11,147	-	13,116	282,661	20,349	303,010	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's Annual Audited Financial Statements for the financial year ended 31 December 2011.

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INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CURRENT YEAR YEAR TO DATE 31/12/2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2011 RM'000
Loss before taxation	(16,390)	(51,197)
Adjustments for :		
Depreciation of property, plant and equipment	15,179	19,611
Depreciation of investment property	849	367
Amortisation of plant development expenses	2,484	2,746
Amortisation of intangible assets	331	477
Gain on disposal of property, plant and equipment	(2,836)	(5,309)
Gain on disposal of subsidiaries	-	(1,902)
Share of profit of associates	(8,204)	(4,965)
Impairment losses	4,697	42,675
Others	6,102	5,940
Operating profit / (loss) before working capital changes	2,212	8,443
Changes in working capital:		
Inventories	2,045	6,835
Receivables	(34,750)	12,259
Payables	29,690	30,373
	(3,015)	49,467
Tax paid	(2,402)	(2,502)
Net cash (used in)/generated from operating activities	(3,205)	55,408
Acquisition of property, plant and equipment	(10,891)	(23,986)
Acquisition of non-controlling interest	-	(1,500)
Acquisition of investment properties	-	(35,561)
Disposal of subsidiaries, net of cash disposed	24	2,919
Disposal of property, plant and equipment, net of cash disposed	3,914	1,211
Dividend received	3,810	354
Increase in plantation development expenditure	(2,594)	(5,618)
Interest received	2,313	3,992
Other investing activities	(2)	(250)
Net cash used in investing activities	(3,426)	(58,439)
Changes in deposit pledged with licensed banks	(10,574)	22,104
Dividend paid	-	(10,916)
Interest paid	(8,191)	(9,203)
Net (repayment)/drawdown of term loan	(3,687)	-
Net (repayment)/drawdown of short term borrowings	(13,986)	(6,068)
Other financing activities	-	23,546
Net cash generated from/(used in) financing activities	(36,438)	19,463
Net increase/(decrease) in cash and cash equivalents	(43,069)	16,432
Effect in exchange rate fluctuations on cash held	(343)	288
Cash and cash equivalents at beginning of period	85,764	69,044
Cash and cash equivalents at end of period	42,352	85,764
Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise the following:		
Cash in hand and at banks	61,601	94,787
Deposits (excluding deposits pledged)	35,299	32,215
Bank overdrafts	(54,548)	(41,238)
	42,352	85,764

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's Annual Audited Financial Statements for the financial year ended 31 December 2011.

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INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

EXPLANATORY NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Basis of preparation and accounting policies

The interim financial statements have been prepared in accordance with Financial Reporting Standards ("FRS") 134: Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2011.

The accounting policies and methods of computation adopted by the Group for the interim financial statements are consistent with those adopted for the audited financial statements for the year ended 31 December 2011, except for the mandatory adoption of the following new/revised FRSs and Issues Committee ("IC") Interpretations effective for the financial period beginning on 1 January 2012:

IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amendments to IC Interpretation 14	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

The application of the above revised FRSs and IC Interpretations are expected to have no significant impact on the accounting policies and presentation of the financial results of the Group.

Malaysian Financial Reporting Standards

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

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').

Based on MASB announcement on 30 June 2012, Transitioning Entities will be allowed to defer the adoption of the new MFRS Framework from the previous adoption date of 1 January 2013 to 1 January 2014. Consequently, the adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2014. 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 earnings.

2. Audit report of the preceding annual financial statements

The auditors have expressed an unqualified opinion on the Group's statutory financial statements for the year ended 31 December 2011.

3. Seasonal or cyclical operations

The Group's operations are not materially affected by seasonal or cyclical factors except for Agro business which is influenced by both CPO prices and FFB crop production which may be affected by weather and cropping patterns. The cyclical swing in FFB crop production is generally at its lowest in the first half of the year, with gradual increase to peak production towards the second half.

The remainder of the Group's operations are not materially affected by any seasonal or cyclical events.

4. Items of unusual nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date.

5. Changes in estimates

There were no major changes in estimates that have had a material effect on the financial statements of the current quarter and financial year-to-date.

6. Debt and equity structure

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter and financial year-to-date.

7. Dividends paid

There was no dividend paid in the current quarter and financial year-to-date.

8. Segment reporting

The Group's primary format for reporting segment information is business segments based on the Group's management and internal reporting structure and organised into Information & Communication Technology ("ICT"), Energy, Food & Beverages ("Food"), Agro Business ("Agro") and Properties, Engineering & Construction ("PEC").

Segment information for the current financial period ended 31 December 2012 is as follows:

	ICT RM'000	Energy RM'000	Food RM'000	Agro RM'000	PEC RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue								
External sales	90,769	488,961	70,919	37,191	138,212	369	-	826,421
Inter-segment sales	680	-	152	-	1,865	16,713	(19,410)	-
Total revenue	91,449	488,961	71,071	37,191	140,077	17,082	(19,410)	826,421
Results								
(Loss)/Profit from operations	353	3,865	(11,320)	12,677	(4,700)	30,430	(46,222)	(14,917)
Impairment losses	-	-	(4,697)	-	(9,939)	-	9,939	(4,697)
Interest income	317	673	-	567	1,435	1,416	(1,197)	3,211
Finance costs	(968)	(87)	(58)	(634)	(5,390)	(2,251)	1,197	(8,191)
Share of profit of associates	-	-	-	-	-	8,204	-	8,204
Profit / (Loss) before tax	(298)	4,451	(16,075)	12,610	(18,594)	37,799	(36,283)	(16,390)
Income tax expense	664	(253)	40	(1,548)	(77)	(9)	-	(1,183)
Profit / (Loss) for the period	366	4,198	(16,035)	11,062	(18,671)	37,790	(36,283)	(17,573)

Below are the segmental review as compared to previous year corresponding period:

ICT Sector : Despite the higher revenue, this sector recorded a loss before tax of RM0.3 million as compared to a profit before tax of RM2.0 million in the previous year due to lower gross profit margin. In view of the changing landscape of the ICT industry, the management is taking efforts to focus on seeking projects that could ensure continuous revenue pattern.

Energy Sector : Revenue grew by 16% in the current period as compared to preceding year due to higher sales volume and Government subsidy rate despite higher LPG cost in the current period. Higher revenue and higher other income mainly from cylinder deposit forfeited and gain on foreign exchange had resulted in an increase of profit before tax to RM4.5 million. The Group is currently also exploring other business within the oil and gas industry.

Food Sector : During the current period, this sector experienced a reduction in its loss before tax by RM28.3 million as compared to the corresponding period last year mainly due to provision for impairment of assets of RM22.4 million in the preceding year. The strategy to close down the non-performing outlets have shown positive results as the sector managed to reduce the losses.

Agro Sector : Revenue for the period declined by 26% as compared to preceding year due to lower FFB production by 9% and lower average FFB price from RM670 pmt last year to RM543 pmt this year. Consequently, the profit before tax fell from RM23.0 million in the preceding year to RM12.6 million this year. The Group plan to increase the size of the plantation land by 8,000 hectares and move into downstream activities such as construction of mill at Mukah, Sarawak to enhance income and profit margins.

PEC Sector : This sector recorded a higher loss as compared to loss before tax of RM14.4 million in the preceding year mainly due to impairment loss on goodwill of subsidiary for RM9.9 million and delay in project execution. Close supervision and strict monitoring are done at project sites to ensure that the projects are progressing according to schedule in order to meet the completion deadlines. Efforts are also been made to embark in other projects that can contribute continuous income for the group.

9. Notes to profit/(loss) before tax

	12 months ended 31/12/2012 RM'000	12 months ended 31/12/2011 RM'000
Profit/(loss) before tax is arrived after crediting/(charging):		
Interest income	3,211	3,992
Other income including investment income	6,597	9,588
Interest expense	(8,191)	(9,203)
Depreciation and amortisation	(18,843)	(23,201)
Allowance for impairment on receivables	(3,499)	(4,607)
Write off of inventories	(81)	-
Gain on disposal of subsidiary	-	1,902
Gain on disposal of property, plant and equipment	2,836	5,309
Impairment of assets	(4,697)	(39,935)
Foreign exchange gain	1,223	1,119
Gain / (loss) on derivatives	453	196

Save as disclosed above, other items as required to be disclosed under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

10. Carrying amount of revalued assets

There is no revaluation of property, plant and equipment brought forward from the previous audited annual financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

11. Subsequent events

There are no items, transactions or events of a material and unusual nature which have arisen since 31 December 2012 to the date of this announcement which would substantially affect the financial results of the Group for the period ended 31 December 2012 that have not been reflected in the condensed financial statements.

12. Changes in the composition of the group

On 16 April 2012, Bina Alam Bersatu Sdn Bhd, a 55% subsidiary of the Group, had disposed its 100% equity interest in Bina Alam Bersatu Development Sdn Bhd for a cash consideration of RM24,871.

On 19 June 2012, KUB Ibuzawa Sdn Bhd, a dormant subsidiary of the Group, which 60% interest is held through KUB Malaysia Berhad and 40% interest held through KUB Builders Sdn Bhd, had been struck off from the register pursuant to Section 308 (4) of the Companies Act, 1965.

On 19 June 2012, KUB-Tis Controls Sdn Bhd and KUB Drilling Sdn Bhd, wholly owned and dormant subsidiaries of KUB Ekuiti Sdn Bhd, had been struck off from the register pursuant to Section 308 (4) of the Companies Act, 1965.

On 6 July 2012, Villa-Annexe Sdn Bhd, a dormant subsidiary of the Group which is held through the Company's wholly-owned subsidiary, KUB Ekuiti Sdn Bhd, had been struck off from the register pursuant to Section 308 (4) of the Companies Act, 1965.

The striking-off of the above companies is part of the Group's rationalisation and streamlining exercise and has no material effect to the Group for the financial year ending 31 December 2012.

Save as disclosed above, there were no other changes in the composition of the Group during the period under review.

13. Capital commitments

There are no capital commitments except as disclosed below:

	12 months ended 31/12/2012 RM'000
Capital expenditure:	
Property, plant and equipment	
Approved and contracted for	26,252
Approved but not contracted for	<u>9,104</u>

14. Contingent liabilities

There were no material changes in the contingent liabilities as at the date of this announcement since the preceding financial year ended 31 December 2011.

15. Tax

	3 months ended		12 months ended	
	31/12/12	31/12/11	31/12/12	31/12/11
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax:				
Current tax	133	2,758	2,524	4,561
Over provision in prior year	(159)	-	(686)	(350)
	<u>(26)</u>	<u>2,758</u>	<u>1,838</u>	<u>4,211</u>
Deferred tax:				
Current	(218)	2,296	(218)	2,296
Under/(over) provision in prior year	-	-	-	1,119
	<u>(218)</u>	<u>2,296</u>	<u>(218)</u>	<u>3,415</u>
Foreign income tax	<u>(437)</u>	<u>-</u>	<u>(437)</u>	<u>-</u>
	<u>(681)</u>	<u>5,054</u>	<u>1,183</u>	<u>7,626</u>

The effective tax rate for the current financial year under review is higher than the statutory tax rate as certain expenses which are not deductible for tax purposes and profits of certain subsidiaries cannot be offset against losses of other subsidiaries for income tax purposes.

16. Status of corporate proposals

As at the date of this report, there were no corporate proposals announced by the Group but yet to be completed.

17. Group borrowings and debt securities

		As at end of current quarter 31/12/2012 RM'000
<u>Non-current</u>		
Term loans	- secured	44,747
Finance leases		851
		<u>45,598</u>
<u>Current</u>		
Term loans	- secured	6,653
Bank overdrafts	- secured	54,548
Bankers' acceptances / Trust receipts	- secured	20,228
Finance leases		380
		<u>81,809</u>

18. Material litigation

Saved as disclosed below, the Group does not have any other material litigation which would have a material effect on the financial position of the Group.

On 30 November 2012, KUB Builders Sdn Bhd ("KUBB"), a wholly owned subsidiary of KUB Malaysia Berhad was served a Statutory Notice under Section 218(1)(e) of the Companies Act 1965 by Ket Kenson Berhad ("KK"). KK had earlier delayed the Sub Contract Works and KUBB had terminated KK and appointed third party contractors to complete the outstanding Sub Contract Works. As KK refused to hand over possession of the site, KUBB seek for injunction and claims for Liquidated and Ascertained Damages and general damages for breach of contract. KK counter-claims on balance of interim claims and return of the retention sum. KUBB applies for an injunction to restrain the presentation of a winding-up petition based on 218 Notice and to set aside the Judgment in Default. The total amount of the counter-claims by KK is RM1,035,008.20.

On 7 December 2012, KUB Builders Sdn Bhd ("KUBB"), a wholly owned subsidiary of KUB Malaysia Berhad was served a Statutory Notice under Section 218(1)(e) of the Companies Act 1965 by Elite Ventures Sdn Bhd ("EV") for its counter-claims on the unlawful termination as Sub Contractor and interim claims. EV had earlier delayed the Sub Contract Works and KUBB had terminated EV and appointed third party contractors to complete the outstanding Sub Contract Works. KUBB claims for costs and expenses incurred in appointing third party contractors and damages. In respect of 218 notice, KUBB filed a Notice of Appeal to the Court of Appeal against the decision and applied for a Stay Execution pending appeal. The total amount of counter-claims by EV is RM1,843,019.73.

19. Profit before tax for the current quarter compared to the immediate preceding quarter

During the current quarter, the Group recorded a loss before tax of RM10.5 million as compared to a profit before tax of RM0.7 million in the immediate preceding quarter, due to impairment assessments on assets and initial fees of RM3.6 million. Included in the preceding quarter is gain on disposal of properties of RM2.5 million.

20. Review of performance for the current interim financial period compared to the corresponding period in the preceding year

For current financial period ended 31 December 2012, the Group recorded a revenue of RM826.4 million and a loss before tax of RM16.4 million as compared to revenue of RM708.5 million and a loss before tax of RM51.2 million in the previous year corresponding period. Included in the corresponding period last year was impairment loss of assets amounted to RM22.4 million, impairment loss on goodwill of subsidiaries of RM17.3 million and impairment loss on development cost of RM0.2 million. Nevertheless, the loss for the current period was mainly due to non-performing F&B outlets and delay in project execution.

21. Prospects

In light of the global economic uncertainties, which may have an impact to the Group's business, the Board will continue to exercise caution in managing the business going forward. The directors are of the view that, barring any unforeseen circumstances, the Group is expected to be profitable in the next financial year.

22. Profit forecast / profit guarantee

The Group has neither made any profit forecast nor issued any profit guarantee during the current quarter and financial year to-date.

23. Dividends

The Board has not made any decision in respect of dividend for the current quarter and for the year ended 31 December 2012.

24. Realised and Unrealised Profit/(Losses)

The breakdown of the Group's retained earnings as at reporting dates, into realised and unrealised is as follows:

	As at 31/12/2012 RM'000	As at 31/12/2011 RM'000
Total accumulated loss of the Company and its subsidiaries		
- Realised	(589,728)	(580,587)
- Unrealised	(9,364)	(9,597)
Total share of retained earnings from associated companies		
- Realised	20,700	12,444
- Unrealised	(1,794)	(1,742)
	(580,186)	(579,482)
Group consolidation adjustments	575,607	592,598
Total Group retained earnings as per consolidated financial statements	<u>(4,579)</u>	<u>13,116</u>

25. Loss per share

(a) Basic loss per share

The basic loss per share is calculated by dividing the profit for the period attributable to ordinary owners of the parent by the weighted average number of ordinary shares in issue during the financial period.

		3 months ended		12 months ended	
		31/12/12	31/12/11	31/12/12	31/12/11
Loss for the period attributable to owners of the parent	(RM'000)	(10,063)	(41,278)	(17,695)	(60,401)
Weighted average number of ordinary shares in issue	('000)	556,465	556,465	556,465	556,465
Basic loss per share	(sen)	(1.81)	(7.42)	(3.18)	(10.85)

(b) Diluted loss per share

The Group has no dilution in its loss per ordinary share in the quarter under review and financial year to-date.

26. Related Party Transactions

As at the end of the current period under review, the Group has entered into/or completed the following related party transactions:

	12 months ended 31/12/2012 RM'000
Transactions with Jeks Engineering Sdn Bhd, a major shareholder of Precast Products Sdn Bhd with 30% equity interest, a Company with interested directors:	
- Sales of precast products	16,892
Transactions with Jeks Engineering Pte Ltd, a wholly own subsidiary of Jeks Engineering Sdn Bhd which in turn is a major shareholder of Precast Products Sdn Bhd with 30% equity interest, a Company with interested directors:	
- Sales of precast products	13,297
Transactions with Jeks Trading Sdn Bhd, a wholly own subsidiary of Jeks Engineering Sdn Bhd which in turn is a major shareholder of Precast Products Sdn Bhd with 30% equity interest, a Company with interested directors:	
- Purchase of raw materials	<u>(13,358)</u>

The above related party transactions are recurrent transactions of a revenue and expense nature and are entered into in the ordinary course of business on terms not more favourable to the related party than those generally available to the public.

By Order of the Board

WAN NURZALIZA WAN OTHMAN

Company Secretary

28 February 2013