

## Quarterly rpt on consolidated results for the financial period ended 31/12/2012

INSAS BERHAD

Financial Year End 30/06/2013  
 Quarter 2  
 Quarterly report for the financial period ended 31/12/2012  
 The figures have not been audited  
 Attachments

296 KB

135 KB

Remarks :

1) The basic earnings per share for the 6 months ended 31 December 2012 has been calculated based on the profit attributable to ordinary equity holders of the Company of RM60,722,000 (2012: 1,879,000) and the weighted average number of ordinary shares in issue during the period of 680,571,000 shares (2012: 680,131,000 shares) net of shares bought back by the Company.

2) The fully diluted earnings per share is not computed as there were no dilutive potential equity instruments in issue that gave diluted effect to the earnings per share.

3) The net assets per share is calculated based on the Shareholders' Fund (excluding non-controlling interests) divided by the number of ordinary shares in issue after deducting shares bought back by the Company.

- Default Currency
- Other Currency

Currency: Malaysian Ringgit (MYR)

## SUMMARY OF KEY FINANCIAL INFORMATION

	31/12/2012		CUMULATIVE PERIOD	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR TO DATE	PRECEDING YEAR
	QUARTER	CORRESPONDING QUARTER		CORRESPONDING PERIOD
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	47,692	49,285	111,331	122,790
2 Profit/(loss) before tax	31,645	22,459	61,852	4,071
3 Profit/(loss) for the period	30,353	21,255	60,543	1,937
4 Profit/(loss) attributable to ordinary equity holders of the parent	30,422	21,091	60,722	1,879
5 Basic earnings/(loss) per share (Subunit)	4.53	3.10	8.92	0.28
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	1.30	0.00
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)	AS AT END OF CURRENT QUARTER	1.5000	AS AT PRECEDING FINANCIAL YEAR END	1.4000

## Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.  
 Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

## Announcement Info

Company Name INSAS BERHAD  
 Stock Name INSAS  
 Date Announced 26 Feb 2013  
 Category Financial Results  
 Reference No II-130226-42267

26 February 2013

BURSA MALAYSIA SECURITIES BERHAD  
9th Floor, Exchange Square  
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50200 Kuala Lumpur

UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		FY 2013 Current financial quarter ended 31-Dec-12 RM'000	FY 2012 Preceding year corresponding financial quarter ended 31-Dec-11 (Restated)* RM'000	FY 2013 Financial period ended 31-Dec-12 RM'000	FY 2012 Preceding year corresponding financial period ended 31-Dec-11 (Restated)* RM'000
Revenue		47,692	49,285	111,331	122,790
Cost of sales	1	(36,850)	(38,198)	(89,568)	(95,920)
Administrative expenses	2	(3,044)	(4,847)	(6,039)	(6,352)
Other operating expenses	3	(7,854)	(4,320)	(18,441)	(43,011)
Other income	4	29,920	8,330	58,516	16,689
Finance costs		(3,135)	(2,386)	(6,421)	(4,256)
Exceptional items	5	(0)	9,151	145	14,263
Share of profits less losses of associate companies		9,053	5,318	16,356	(330)
Share of profits less losses of jointly controlled entities		(4,137)	126	(4,027)	198
Profit before taxation		31,645	22,459	61,852	4,071
Taxation		(1,292)	(1,204)	(1,309)	(2,134)
Profit for the quarter/period		30,353	21,255	60,543	1,937
Profit attributable to :					
Owners of the Company		30,422	21,091	60,722	1,879
Non-controlling interests		(69)	164	(179)	58
		30,353	21,255	60,543	1,937
Earnings per share (in sen)					
- Basic		4.53	3.10	8.92	0.28
- Diluted		n/a	n/a	n/a	n/a

	Quarter ended 31/12/2012 RM'000	Quarter ended 31/12/2011 RM'000	Period ended 31/12/2012 RM'000	Period ended 31/12/2011 RM'000
<b>Note 1</b> Included in Cost of sales is the following item :-				
Depreciation	(1,876)	(1,503)	(3,593)	(3,076)
<b>Note 2</b> Included in Administrative expenses is the following item :-				
Depreciation	(35)	(36)	(72)	(73)
<b>Note 3</b> Included in Other operating expenses are the following items :-				
Allowance for doubtful debts	(28)	27	(56)	(2)
Depreciation	(479)	(445)	(972)	(833)
Fair value loss on financial derivatives	-	5,676	-	-
Fair value loss on financial assets at fair value through profit or loss	-	479	-	(22,083)
Loss on exchange differences				
- realised	(14)	1,473	(70)	-
- unrealised	(616)	(3,627)	(1,371)	(10,545)
Loss on disposal of quoted securities	23	(601)	(4)	(628)
<b>Note 4</b> Included in Other income are the following items :-				
Allowance for doubtful debts no longer required	(73)	7	-	2,407
Writeback of fair value loss on financial derivatives	(203)	4,126	4,583	4,126
Interest income	1,139	1,778	3,932	4,694
Gain on exchange differences				
- realised	6,700	135	6,782	294
- unrealised	(3,979)	888	3,320	1,281
Fair value gain on financial assets at fair value through profit or loss	19,442	-	30,164	-
<b>Note 5</b> Exceptional items represent :-				
Gain on capital repayment by an associate company	-	9,151	-	9,151
Gain on dilution of equity interest in associate companies	-	-	145	5,112

\* The unaudited consolidated income statement for the preceding corresponding financial quarter and financial period ended 31 December 2011 have been restated due to the change in accounting policy and prior year adjustments on intangible asset incorporated in the audited financial statements for the financial year ended 30 June 2012 and to the comparative figures.

INSAS BERHAD  
Company No. 4081-M  
(Incorporated in Malaysia)

UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	FY 2013 Current financial quarter ended 31-Dec-12  RM'000	FY 2012 Preceding year corresponding financial quarter ended 31-Dec-11 (Restated) RM'000	FY 2013 Financial period ended 31-Dec-12  RM'000	FY 2012 Preceding year corresponding financial period ended 31-Dec-11 (Restated) RM'000
Profit for the quarter/period	30,353	21,255	60,543	1,937
<u>Other comprehensive income/(loss)</u>				
Unrealised gain/(loss) on fair value changes on available for sale investments	(442)	12,136	(8,606)	7,061
Foreign currency translation	3,569	(1)	912	2,778
Total other comprehensive income/(loss) for the quarter/period	3,127	12,135	(7,694)	9,839
Total comprehensive income for the quarter/period	33,480	33,390	52,849	11,776
Profit attributable to :				
Owners of the Company	33,550	33,239	53,147	11,584
Non-controlling interests	(70)	151	(298)	192
	33,480	33,390	52,849	11,776

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Statements)

**UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	As at 31/12/2012 RM'000	(Audited) As at preceding financial year ended 30/06/2012 (Restated) RM'000	(Audited) As at preceding financial year ended 30/06/2011 (Restated) RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	64,914	61,153	39,551
Investment properties	130,508	130,011	140,321
Land held for development	-	-	-
Available for sale investments	66,260	74,555	50,419
Held to maturity investments	23,569	24,195	41,585
Associate companies	64,004	50,383	41,728
Jointly controlled entities	-	52,610	40,498
Intangible assets	26,052	26,052	26,126
Deferred tax assets	4,187	4,187	3,674
<b>Total non-current assets</b>	<u>379,494</u>	<u>423,146</u>	<u>383,902</u>
<b>Current assets</b>			
Property development costs	5,222	5,222	5,073
Inventories	16,600	16,707	18,849
Trade receivables	204,136	306,428	179,056
Amount due from associate companies	9,244	7,772	17,484
Other receivables, deposits and prepayments	24,304	20,717	32,436
Tax recoverable	2,733	2,736	2,478
Held to maturity investments	14,654	15,802	13,709
Financial assets at fair value through profit or loss	226,627	181,624	98,379
Deposits with licensed banks and financial institutions	371,549	344,498	442,304
Cash and bank balances	107,669	36,341	56,410
<b>Total current assets</b>	<u>982,738</u>	<u>937,847</u>	<u>866,178</u>
Non-current assets classified as held for sale	-	8,046	7,993
	<u>982,738</u>	<u>945,893</u>	<u>874,171</u>
<b>TOTAL ASSETS</b>	<u>1,362,232</u>	<u>1,369,039</u>	<u>1,258,073</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital	693,334	693,334	693,334
Treasury shares	(8,475)	(881)	(4,887)
Reserves	70,749	78,324	69,051
Retained earnings	257,604	196,882	184,281
	<u>1,013,212</u>	<u>967,659</u>	<u>941,779</u>
Non-controlling interests	2,328	3,755	7,784
<b>TOTAL EQUITY</b>	<u>1,015,540</u>	<u>971,414</u>	<u>949,563</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	7,735	7,642	-
Hire purchase payables	14,307	11,975	9,640
Deferred tax liabilities	7,094	7,094	8,273
<b>Total non-current liabilities</b>	<u>29,136</u>	<u>26,711</u>	<u>17,913</u>
<b>Current liabilities</b>			
Derivative financial liabilities	6,401	10,982	8,023
Trade payables	70,361	86,948	179,018
Other payables and accruals	53,927	55,352	51,625
Loans and borrowings	186,490	217,270	51,459
Tax payable	377	362	472
<b>Total current liabilities</b>	<u>317,556</u>	<u>370,914</u>	<u>290,597</u>
<b>TOTAL LIABILITIES</b>	<u>346,692</u>	<u>397,625</u>	<u>308,510</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,362,232</u>	<u>1,369,039</u>	<u>1,258,073</u>
	(0)		
<b>Net assets per share attributable to owners of the Company (RM)</b>	1.50	1.40	1.38

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Statements)

\* Net assets per share attributable to owners of the Company is computed based on Total Shareholders' Funds (excluding Non-controlling interests) divided by the total number of ordinary shares, net of shares bought back.

**INSAS BERHAD**  
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UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

	Attributable to Owners of the Company					Distributable		Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Available for sale investments fair value reserve RM'000	Reserve fund RM'000	Exchange translation reserve RM'000	Treasury shares RM'000	Retained earnings RM'000			
<b>Period ended 31 December 2012</b>										
As at 1 July 2012	693,334	47,751	27,576	1,200	1,797	(881)	196,882	967,659	3,755	971,414
<b>Transactions with owners:-</b>										
Repurchase of shares	-	-	-	-	-	(7,594)	-	(7,594)	-	(7,594)
Deconsolidation of a subsidiary company	-	-	-	-	-	-	-	-	(1,129)	(1,129)
<b>Total transactions with owners</b>	-	-	-	-	-	(7,594)	-	(7,594)	(1,129)	(8,723)
Total comprehensive income/ (loss) for the period	-	-	(8,606)	-	1,031	-	60,722	53,147	(298)	52,849
Balance at 31 December 2012	693,334	47,751	18,970	1,200	2,828	(8,475)	257,604	1,013,212	2,328	1,015,540
<b>Period ended 31 December 2011</b>										
As at 1 July 2011	693,334	54,489	15,440	1,200	(2,078)	(4,887)	176,141	933,639	7,784	941,423
- As previously reported	693,334	54,489	15,440	1,200	(2,078)	(4,887)	176,141	933,639	7,784	941,423
- Effects of changes in accounting policy for intangible assets	-	-	-	-	-	-	8,140	8,140	-	8,140
As restated	693,334	54,489	15,440	1,200	(2,078)	(4,887)	184,281	941,779	7,784	949,563
<b>Transactions with owners:-</b>										
Repurchase of shares	-	-	-	-	-	(1,953)	-	(1,953)	-	(1,953)
<b>Total transactions with owners</b>	-	-	-	-	-	(1,953)	-	(1,953)	-	(1,953)
Total comprehensive income for the period	-	-	7,061	-	2,644	-	1,879	11,584	192	11,776
Balance at 31 December 2011	693,334	54,489	22,501	1,200	566	(6,840)	186,160	951,410	7,976	959,386

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND QUARTER AND 6 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

	Current financial period ended 31/12/2012  RM'000	Preceding year corresponding financial period ended 31/12/2011 (Restated) RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	61,852	4,071
Adjustments for :		
Non-cash items	(51,754)	21,118
Finance costs	6,421	4,256
Interest income	(3,932)	(4,694)
Operating profit before working capital changes	<u>12,587</u>	<u>24,751</u>
Changes in working capital :-		
Net changes in current assets	5,478	(205,102)
Net changes in current liabilities	(18,230)	4,625
<b>Cash used in operations</b>	<u>(165)</u>	<u>(175,726)</u>
Finance costs	(6,421)	(4,256)
Interest income	3,932	4,694
Tax refund	16	22
Tax paid	(1,216)	(386)
<b>Net cash used in operating activities</b>	<u>(3,854)</u>	<u>(175,652)</u>
<b>Cash flows from investing activities</b>		
Subscription of shares in an associate company	-	(1,400)
Purchase of property, plant and equipment	(1,603)	(2,786)
Purchase of investment properties	(2,737)	-
Purchase of available for sale investments	(310)	(7,000)
Distribution received from jointly controlled entities	52,250	-
Proceeds from disposal of property, plant and equipment	921	1,362
Proceeds from redemption and disposal of held to maturity investments	1,976	13,852
Proceeds from disposal of non-current assets classified as held for sale	12,985	-
Payment for intangible assets	-	(3)
Dividend received	5,450	3,936
<b>Net cash generated from investing activities</b>	<u>68,932</u>	<u>7,961</u>
<b>Cash flows from financing activities</b>		
Decrease/(increase) in fixed deposits pledged	7,652	(31,351)
Increase in cash and bank balances pledged	(2,780)	(1,976)
Net cash used in share buyback	(7,594)	(1,953)
Drawdown of loans and borrowings	51,748	196,010
Repayment of loans and borrowings	(97,330)	(108,975)
Repayment of hire purchase payables	(3,300)	(3,767)
<b>Net cash (used in)/generated from financing activities</b>	<u>(51,604)</u>	<u>47,988</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	13,474	(119,703)
<b>Cash and cash equivalents at beginning of the financial period</b>	113,081	183,931
<b>Exchange differences</b>	(358)	368
<b>Cash and cash equivalents at end of the financial period</b>	<u>126,197</u>	<u>64,596</u>
<b>Cash and cash equivalents comprise of :-</b>		
Bank overdrafts	(47,021)	(24,843)
Cash and bank balances	100,922	48,374
Deposits with licensed banks and financial institutions	72,296	41,065
	<u>126,197</u>	<u>64,596</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Statements)

INSAS BERHAD  
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UNAUDITED FINANCIAL REPORT FOR THE SECOND QUARTER AND 6 MONTHS  
FINANCIAL PERIOD ENDED 31 DECEMBER 2012.

NOTES TO THE UNAUDITED FINANCIAL REPORT.

**A1. Basis of Preparation**

This set of financial report is unaudited and has been prepared in compliance with the reporting requirements outlined in the Malaysian Financial Reporting Standard ("MFRS") 134 :Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad.

This report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2012. The explanatory notes attached to this 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 2012.

**A2. Changes in Accounting Policies**

With effect from 1 July 2012, the Group has adopted the MFRS framework issued by MASB. The MFRS framework was introduced by MASB in order to fully converge Malaysia's existing Financial Reporting Standards ("FRSs") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board.

This set of financial report complies with MFRS 1:First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1"). The objective of MFRS 1 is to ensure that an entity's first MFRS financial statements are comparable with prior period's financial statements. MFRS 1 requires comparative information to be restated as if the requirements of MFRS effective to the Group's financial statements for annual periods beginning on or after 1 July 2012 have always been applied. However, MFRS 1 allows for certain optional exemptions from full retrospective application and/or prohibits retrospective application of some aspects of MFRS.

The transitional date for the adoption of the MFRS framework for the Group is 1 July 2011. The transition from FRS to MFRS do not have a significant financial impact on the financial statements of the Group as the accounting policies adopted under the FRS framework were in line with the MFRS framework requirements except for the application of IC Interpretation 15 which is summarised below:-

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

Prior to 1 July 2012 under the FRS framework, land held for development with no significant development activities were classified as non-current asset and stated at cost less accumulated impairment losses. Following the adoption of IC Interpretation 15 under the MFRS framework, the Group's land held for development is accounted for as investment properties since it is held for undetermined future use. There is no exemption provided in MFRS 1 for first-time adopter and there is no transitional provision in IC Interpretation 15.

## A2. Changes in Accounting Policies (Cont'd)

### IC Interpretation 15 : Agreements for the Construction of Real Estate (cont'd)

Accordingly, the reclassification has been accounted for by adjusting the opening balances in the statement of financial position as at 1 July 2012 as follows:-

	Balance as at 30.6.2012 (As previously reported) RM'000	Effects of adopting IC Interpretation 15 RM'000	Balance as at 1.7.2012 (As restated) RM'000
<b>Reclassification of balances:</b>			
<b><u>Non-current assets</u></b>			
Land held for development	37,576	(37,576)	-
Investment properties	92,435	37,576	130,011

## A3. Declaration of Audit Qualification

There was no qualified report issued by the auditors in the audited financial statements of the Group for the financial year ended 30 June 2012.

## A4. Seasonality and Cyclicity of Interim Operations

The performance of the Group was not significantly affected by seasonal and cyclical fluctuation.

## A5. Exceptional / Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The following are the exceptional items that occurred during the current financial quarter and financial period under review which affect the assets, liabilities, equity, net income or cash flows of the Group:-

### Recognised in the Income Statements

	Individual Quarter ended 31-Dec-2012 RM'000	Quarter Quarter ended 31-Dec-2011 RM'000	Cumulative Period ended 31-Dec-2012 RM'000	Quarter Period ended 31-Dec-2011 RM'000
Allowance for doubtful debts no longer required	(73)	7	-	2,407
Writeback of fair value loss/ (fair value loss) on financial derivatives	(203)	9,802	4,583	4,126
Gain on capital repayment by an associate company	-	9,151	-	9,151
Gain on dilution of equity interest in associate companies	-	-	145	5,112
Fair value gain/(loss) on financial assets at fair value through profit or loss	19,442	479	30,164	(22,083)
<b>Total</b>	<b>19,166</b>	<b>19,439</b>	<b>34,892</b>	<b>(1,287)</b>



## A6. Material changes in Estimates

There are no material changes in accounting estimates used in the preparation of the financial statements in the current financial quarter and current financial period as compared to the previous corresponding financial quarter and financial period.

## A7. Debts and Equity Securities

The shareholders of the Company, by an ordinary resolution passed in the Annual General Meeting of the Company held on 19 December 2012, approved the Company's plan to repurchase its own shares. The Directors of the Company are committed to enhance the value of the Company to its shareholders and believe that the repurchase plan can be applied in the best interests of the Company and its shareholders.

During the 6 months financial period ended 31 December 2012, the Company repurchased 17,416,700 of its issued share capital from the open market. The average price paid for the shares repurchased was RM0.4360 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act 1965. Of the total 693,333,633 issued and fully paid up ordinary shares, 19,382,391 shares are being held as treasury shares by the Company as at 31 December 2012.

Other than the above, there were no issuance and repayment of equity and debts securities, share cancellations and resale of treasury shares for the 6 months financial period ended 31 December 2012.

## A8. Dividends paid

No dividend has been paid for the current financial quarter and financial period to date.

## A9. Segment Information

The segment analysis for the Group for the 6 months financial period ended 31 December 2012 is as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Elimination	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>							
External revenue	17,965	703	81,924	9,465	1,274	-	111,331
Inter-segment revenue	814	302	1,839	124	771	(3,850)	-
Total segment revenue	18,779	1,005	83,763	9,589	2,045	(3,850)	111,331
<b>Results</b>							
Segment profit/(loss) from operations	6,473	130	44,773	1,252	(269)	(492)	51,867
Interest income	261	369	8,582	-	223	(5,503)	3,932
Finance costs	(6,949)	(191)	(4,542)	(641)	(93)	5,995	(6,421)
Exceptional items	-	-	-	-	145	-	145
Share of results of associate companies	-	(969)	9,354	2,378	5,593	-	16,356
Share of results of jointly controlled entities	-	(4,027)	-	-	-	-	(4,027)
Profit/(loss) before taxation	(215)	(4,688)	58,167	2,989	5,599	-	61,852
Taxation	(573)	(64)	(503)	(169)	-	-	(1,309)
Profit/(loss) for the financial period	(788)	(4,752)	57,664	2,820	5,599	-	60,543
<b>Attributable to :</b>							
Owners of the Company							60,722
Non-controlling interests							(179)

## A9. Segment Information (Cont'd)

The segment analysis for the Group for the 6 months financial period ended 31 December 2011 was as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Elimination	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>							
External revenue	22,271	2,470	86,797	8,096	3,156	-	122,790
Inter-segment revenue	135	6,802	2,160	201	239	(9,537)	-
Total segment revenue	22,406	9,272	88,957	8,297	3,395	(9,537)	122,790
<b>Results</b>							
Segment profit/(loss) from operations	13,131	6,433	(14,532)	1,608	(11,174)	(5,964)	(10,498)
Interest income	1,025	160	8,081	-	221	(4,793)	4,694
Finance costs	(4,514)	(6,592)	(3,213)	(624)	(70)	10,757	(4,256)
Exceptional items	-	-	9,151	-	5,112	-	14,263
Share of results of associate companies	-	-	(4,458)	753	3,375	-	(330)
Share of results of jointly controlled entities	-	198	-	-	-	-	198
Profit/(loss) before taxation	9,642	199	(4,971)	1,737	(2,536)	-	4,071
Taxation	(1,144)	(34)	(977)	21	-	-	(2,134)
Profit/(loss) for the financial period	8,498	165	(5,948)	1,758	(2,536)	-	1,937
<b>Attributable to :</b>							
Owners of the Company							1,879
Non-controlling interests							58

## A10. Valuation of Property, Plant and Equipment

The valuation of land and building held under property, plant and equipment has been brought forward without amendment from the annual financial statements of the Group for the financial year ended 30 June 2012.

## A11. Material Subsequent Events

There were no material events subsequent to 31 December 2012 to the date of this Report that have not been reflected in the financial statements for the current financial period.

## A12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial period, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below:-

- (i) On 13 July 2012, Inari Berhad ("Inari"), a 33.02% associate company of the Group, issued 5,000,000 new ordinary shares of RM0.10 each at an issue price of RM0.34 per ordinary shares by way of private placement to third party investors. The issuance of the 5,000,000 ordinary shares increased the issued and paid up share capital of Inari from RM33,160,870 to RM33,660,870 of RM0.10 each.

Accordingly, the Group's equity interest in Inari was diluted from 33.02% to 32.53%.

## A12. Changes in the composition of the Group (Cont'd)

There were no changes in the composition of the Group for the current financial quarter and financial period, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below:- (cont'd)

- (ii) On 18 October 2012, Micromodule Pte Ltd, a 52.4% indirect subsidiary company of the Group was wound up under a member's voluntary liquidation.

## A13. Contingent Assets or Liabilities

As at the date of this Report, the Company has issued guarantees amounting to RM76,071,000 to financial institutions in respect of banking and credit facilities granted to its subsidiary and associate companies. There is no contingent asset as at the date of this Report.

## A14. Commitments

Contractual commitments not provided for in the financial statements as at 31 December 2012 are as follows :-

	RM'000
To acquire property, plant and equipment	900
To acquire unquoted shares in a company	<u>5,000</u>

## A15. Related Party Transactions

Related party transactions had been entered into in the ordinary course of business that had been undertaken at arm's length basis on normal commercial terms.

## ADDITIONAL INFORMATION REQUIRED BY PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

### B1. Review of Performance

#### Current financial quarter against preceding year's corresponding financial quarter

The Group reported revenue of RM47.7 million and a pre-tax profit of RM31.6 million for the second quarter ended 31 December 2012 compared with revenue of RM49.3 million and a pre-tax profit of RM22.4 million reported in the preceding year's corresponding quarter ended 31 December 2011.

The improvement in pre-tax results reported for the second quarter ended 31 December 2012 compared to the preceding year's corresponding quarter are mainly due to the following :-

#### Financial service and credit & leasing division

There is no significant difference in the revenue and pre-tax profits reported in the second quarter ended 31 December 2012 compared to the preceding year's corresponding quarter.

#### Property investment and development division

There is no significant contribution from the property development unit as the Group's development projects have been completed in the preceding financial year.

## B1. Review of Performance (Cont'd)

### Current financial quarter against preceding year's corresponding financial quarter (Cont'd)

#### Investment holding and trading division

The investment unit reported higher pre-tax profit in the current quarter ended 31 December 2012 compared to the preceding year's corresponding quarter primarily due to recovery of foreign equity prices resulting in the unit reporting a fair value gain on financial assets at fair value through profit or loss of RM19.6 million (Q2/2012 : fair value gain of RM4.7 million).

#### Retail trading and car rental division

Revenue for the second quarter ended 31 December 2012 increased compared to the preceding year's corresponding quarter mainly due to higher demand for car rental in the current quarter. Despite higher revenue, the pre-tax profit for the second quarter ended 31 December 2012 declined compared to the preceding year's corresponding quarter due to the relatively low profit margin and fixed costs incurred by the car rental businesses.

The Group's associate company, Melium Holdings Sdn Bhd ("Melium Holdings") reported higher profits during the current quarter as compared to the preceding year's corresponding quarter due to higher trading volume/demand reported by its Melium and Dome units. The Group's equity accounting for Melium Holdings' after-tax profits were RM1.5 million for the current quarter (Q2/2012 : RM0.7 million).

#### IT-related manufacturing, trading and services division

Revenue declined in the current quarter ended 31 December 2012 as compared to the preceding year's corresponding quarter due to slower sales and the cessation of business of one of the unit's subsidiary in Singapore engaged in the manufacture and distribution of semi conductor products. The IT unit reported better pre-tax results in the current quarter as compared to the preceding year's corresponding quarter mainly due to lower fair value loss on the IT unit's shareholding in Mint Wireless Limited compared to the preceding year's corresponding quarter.

The IT unit's associate company, Inari Berhad ("Inari") reported higher profits during the current quarter as compared to the preceding year's corresponding quarter due to higher trading volume arising from higher demand from its customers and improvement in profit margin. The IT unit's equity accounting for Inari's after-tax profits were RM3.0 million for the current quarter (Q2/2012 : RM2.1 million)

#### Group's summary

The pre-tax profit of RM31.6 million in the current financial quarter is derived at after accounting for fair value gain on financial assets at fair value through profit or loss of RM19.4 million (Q2/2012 : RM0.5 million) and fair value loss on financial derivatives of – RM0.2 million (Q2/2012 : fair value gain of RM9.8 million).

### Current financial period to date against preceding year's corresponding financial period to date

The Group reported revenue of RM111.3 million and a pre-tax profit of RM61.9 million for the six months ended 31 December 2012 compared with revenue of RM122.8 million and a pre-tax profit of RM4.1 million reported in the preceding year's corresponding financial period.

The improvement in pre-tax results reported for the six months period ended 31 December 2012 compared to the preceding year's corresponding period are mainly due to the following:-

#### Financial service and credit & leasing division

Revenue and pre-tax profits for the six months ended 31 December 2012 declined compared to the preceding year's corresponding period mainly due to lower revenue reported by the money lending unit in the current financial period.

## B1. Review of Performance (Cont'd)

### Current financial period to date against preceding year's corresponding financial period to date (Cont'd)

#### Property investment and development division

There is no significant contribution from the property development unit as the Group's development projects have been completed in the preceding financial year.

#### Investment holding and trading division

The investment unit reported a pre-tax profit of RM49.7 million for the six months period ended 31 December 2012 compared to a pre-tax loss of -RM6.5 million in the preceding year's corresponding financial period mainly due to recovery of foreign equity prices resulting in fair value gain on financial assets at fair value through profit or loss of RM31.5 million (Q2/2012 : fair value loss of -RM13.1 million) and fair value gain on financial derivatives of RM4.6 million (Q2/2012 : fair value loss of RM4.1 million).

#### Retail trading and car rental division

Revenue for the six months ended 31 December 2012 increased compared to the preceding year's corresponding financial period mainly due to higher revenue from the car rental businesses in the current financial period. Despite the higher revenue, pre-tax profit for the six months ended 31 December 2012 declined compared to the preceding year's corresponding period due to the relatively low profit margin and fixed costs incurred by the Group's car rental businesses.

The Group's equity accounting for the after-tax profit of its associate company, Melium Holdings were higher at RM2.4 million for the six months period ended 31 December 2012 as compared to RM0.8 million in the preceding year's corresponding period due to higher trading volume/demand reported by its Melium and Dome units.

#### IT-related manufacturing, trading and services division

Revenue declined for the six months ended 31 December 2012 as compared to the preceding year's corresponding period mainly due to slower sales and the cessation of business of one of the unit's subsidiary in Singapore engaged in the manufacture and distribution of semi conductor products. The IT unit reported lower pre-tax loss for the six months ended 31 December 2012 as compared to the preceding year's corresponding period primarily due to lower impairment loss on the IT unit's shareholding in Mint Wireless Limited compared to the preceding year's corresponding period.

The IT unit's associate company, Inari reported higher profits for the six months ended 31 December 2012 as compared to the preceding year's corresponding period due to higher trading volume arising from higher demand from its customers and improvement in profit margin. The IT unit's equity accounting for Inari's after-tax profits for the six months ended 31 December 2012 were RM5.5 million (Q2/2012 : RM3.4 million).

#### Group's summary

The pre-tax profit of RM61.9 million in the current six months period ended 31 December 2012 is derived at after accounting for fair value gain on financial assets at fair value through profit or loss of RM30.2 million (Q2/2012 : fair value loss of -RM22.1 million) and fair value gain on financial derivatives of RM4.6 million (Q2/2012 : fair value gain of RM4.1 million).

## B2. Comments on material changes in the revenue and profit before taxation for the financial quarter as compared with the immediate preceding financial quarter

The Group reported revenue of RM47.7 million and a pre-tax profit of RM31.6 million in the current financial quarter as compared with revenue of RM63.6 million and a pre-tax profit of RM30.2 million in the immediate preceding financial quarter.

**B2. Comments on material changes in the revenue and profit before taxation for the financial quarter as compared with the immediate preceding financial quarter (Cont'd)**

The lower revenue in the current financial quarter was mainly due to lower revenue reported by the investment unit. Despite the lower revenue, the Group's pre-tax profit of RM31.6 million in the current financial quarter was derived after taking into account fair value gain on financial assets at fair value through profit or loss of RM19.4 million (Preceding quarter : fair value gain of RM10.7 million) and fair value loss on financial derivatives of –RM0.2 million (Preceding quarter : fair value gain of RM4.8 million).

**B3. Prospects for the financial year ending 30 June 2013**

Financial services and investment trading division

The Board of Directors is of the view that the business prospect of the stock broking unit will continue to be challenging in view of the uncertainty in the global financial markets affecting the stock broking unit. The Group will be cautious in evaluating new investments under its investment unit.

Property investment and development division

The Group has completed its two property development projects in Ampang Putra and Bukit Rahman Putra. The Board has plans to participate in certain new property development projects within the Klang Valley on a joint venture basis.

IT-related manufacturing, trading and services division

The Board expects the IT unit to perform satisfactorily in light of the expected favourable performance by Inari in the current financial year ending 30 June 2013 arising from sustained demand for Inari's manufacturing services and expected increase in revenue from the demand for its test and measurement equipments.

**B4. Variance of Actual Profit from Forecast Profit/Profit Guarantee**

This note is not applicable for the financial period under review as the Group did not enter into any scheme that requires it to present forecast results or guarantee any profits.

**B5. Taxation**

The taxation charge for the current financial quarter and financial period ended 31 December 2012 is as follows:-

	Individual Quarter ended 31-Dec-2012 RM'000	Quarter Quarter ended 31-Dec-2011 RM'000	Cumulative Period ended 31-Dec-2012 RM'000	Quarter Period ended 31-Dec-2011 RM'000
Taxation for the financial quarter/period	1,305	1,225	1,322	2,155
Overprovision in respect of prior financial quarter/period	(13)	(21)	(13)	(21)
	<u>1,292</u>	<u>1,204</u>	<u>1,309</u>	<u>2,134</u>

## B5. Taxation (Cont'd)

The reconciliation between the statutory tax rate and the effective tax rate on the pre-tax profit of the Group are as follows:-

	Individual Quarter ended 31-Dec-2012 RM'000	Quarter Quarter ended 31-Dec-2011 RM'000	Cumulative Period ended 31-Dec-2012 RM'000	Quarter Period ended 31-Dec-2011 RM'000
Profit before taxation	31,645	22,459	61,852	4,071
Income tax at Malaysian statutory tax rate	7,911	5,615	15,463	1,018
<b>Tax effect in respect of :</b>				
Non-allowable expenses	1,094	525	2,022	8,625
Income not subject to tax	(6,925)	(3,465)	(14,946)	(7,730)
Effect of different tax rates in other countries	(153)	(241)	(370)	98
Overseas tax paid on dividend income	396	227	464	506
Utilisation of previously unrecognised deferred tax assets	(546)	1,201	(1,549)	(260)
Deferred tax not recognised in the financial statements	(472)	(2,637)	238	(102)
Tax expenses for the financial quarter/period	1,305	1,225	1,322	2,155
Overprovision in respect of prior financial quarter/period	(13)	(21)	(13)	(21)
	<u>1,292</u>	<u>1,204</u>	<u>1,309</u>	<u>2,134</u>

## B6. Status of Corporate Proposal announced but not completed as at the date of this Report

There is no corporate proposal that has been announced but has not been completed as at the date of this Report.

## B7. Group Borrowings and Debts Securities as at 31 December 2012

	Foreign Currency ('000)	RM'000
<b>Short term secured borrowings</b>		
- in US dollars	37,336	114,341
- in Australian dollars	(8,976)	(28,592)
- in Hong Kong dollars	199,665	78,888
- in Singapore dollars	4,680	11,719
- in Ringgit Malaysia		<u>10,134</u>
		<u>186,490</u>
<b>Long term secured borrowings</b>		
- in Singapore dollars	827	2,071
- in Ringgit Malaysia		<u>5,664</u>
		<u>7,735</u>
		<u>194,225</u>

## B8. Material Litigation

There are no material progress/changes on pending material litigation since the last annual balance sheet date up to the date of this Report. The Group was not engaged in any litigation which is likely to give rise to proceedings which may materially and adversely affect the financial position or the business operations of the Group.

## B9. Dividend

The Board of Directors had declared an interim dividend of 1.3 sen per ordinary share of RM1.00 each, less income tax at 25%, for the financial year ending 30 June 2013. The dividend is to be payable on 26 February 2013.

## B10. Earnings per share

### (a) Basic earnings per share

The basic earnings per share for the current financial quarter and financial period have been calculated by dividing the net profit attributable to owners of the Company for the financial quarter and financial period by the weighted average number of ordinary shares in issue during the financial quarter and financial period.

	Individual	Quarter	Cumulative	Quarter
	Quarter ended 31-Dec-2012 RM'000	Quarter ended 31-Dec-2011 RM'000	Period ended 31-Dec-2012 RM'000	Period ended 31-Dec-2011 RM'000
Net profit attributable to owners of the Company for the financial quarter and financial period (RM'000)	30,422	21,091	60,722	1,879
Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back ('000)	680,571	680,131	680,571	680,131
Basic earnings per share (Sen)	4.53	3.10	8.92	0.28

### (b) Diluted earnings per share

The diluted earnings per share is not computed as there were no dilutive potential equity instruments in issue that gave diluted effect to the earnings per share.



## B11. DISCLOSURE ON REALISED AND UNREALISED PROFITS AND LOSSES

The Group's retained profits as at 31 December 2012 and 31 December 2011 are analysed as follows:

	<u>As at 31.12.2012</u> RM'000	<u>As at 31.12.2011</u> RM'000
<u>Total retained profits of the Company and its subsidiaries</u>		
- Realised	72,996	61,410
- Unrealised	78,365	27,867
	<hr/> 151,361	<hr/> 89,277
 <u>Total share of retained profits from associate companies</u>		
- Realised	25,235	21,264
- Unrealised	9,608	804
	<hr/> 34,843	<hr/> 22,068
 <u>Total share of retained profits from jointly controlled entities</u>		
- Realised	23,332	465
- Unrealised	-	15,913
	<hr/> 23,332	<hr/> 16,378
 Add : Consolidated adjustments	<hr/> 48,068	<hr/> 58,437
 Total Group retained profits as per consolidated statements of financial position	<hr/> <hr/> 257,604	<hr/> <hr/> 186,160