

Financial ResultsReference No **II-100520-45518**

Company Name : **INSAS BERHAD**
 Stock Name : **INSAS**
 Date Announced : **20/05/2010**
 Financial Year End : **30/06/2010**
 Quarter : **3**
 Quarterly report for the financial period ended : **31/03/2010**
 The figures : **have not been audited**

Converted attachment :

Please attach the full Quarterly Report here:

[QRExcel Mar10-bursa.XLS](#)

[QReportword Mar10-bursa.doc](#)

Remark:

1) **The basic earnings per share for the 9 months ended 31 March 2010 has been calculated based on the profit attributable to ordinary equity holders of the parent company of RM43,475,000 (2009:RM29,587,000) and the weighted average number of ordinary shares in issue during the period of 675,771,000 shares (2009: 594,306,000 shares) after taking into account the movement of shares bought back by the Company.**

2) **The fully diluted earnings per share is shown in Note 13(b) to the Unaudited Interim Financial Report - Notes to the Unaudited Financial Report.**

3) **The net assets per share is calculated based on the Shareholders' Fund (excluding Minority 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
31/03/2010

| INDIVIDUAL PERIOD | | CUMULATIVE PERIOD | |
|-------------------|-----------------------|-------------------|--------------------|
| CURRENT YEAR | PRECEDING YEAR | CURRENT YEAR | PRECEDING YEAR |
| QUARTER | CORRESPONDING QUARTER | TO DATE | CORRESPONDING YEAR |

| | 31/03/2010 \$\$'000 | 31/03/2009 \$\$'000 | 31/03/2010 \$\$'000 | PERIOD 31/03/2010 \$\$'000 |
|-------------------------------------------------------------------------------------------|-------------------------------------|------------------------|-------------------------------------------|----------------------------------|
| 1Revenue | 98,968 | 60,694 | 301,516 | 166,002 |
| 2Profit/(loss) before tax | 2,213 | 4,367 | 49,547 | 33,603 |
| 3Profit/(loss) for the period | 2,211 | 4,684 | 48,528 | 32,886 |
| 4Profit/(loss) attributable to ordinary equity holders of the parent | 691 | 3,445 | 43,475 | 29,587 |
| 5Basic earnings/(loss) per share (Subunit) | 0.00 | 0.58 | 6.43 | 4.98 |
| 6Proposed/Declared dividend per share (Subunit) | 0.00 | 0.00 | 0.00 | 0.00 |
| | AS AT END OF CURRENT QUARTER | | AS AT PRECEDING FINANCIAL YEAR END | |
| 7Net assets per share attributable to ordinary equity holders of the parent (\$\$) | | 1.1800 | | 1.1600 |

Remarks :

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 |

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

CONDENSED CONSOLIDATED BALANCE SHEETS

| | As at 31/3/2010 | As at preceding financial year ended 30/06/2009 (Audited) |
|-------------------------------------------------------------------------------------|----------------------------|------------------------------------------------------------------------------|
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current Assets | | |
| Property, plant and equipment | 61,857 | 66,527 |
| Investment properties | 66,067 | 51,495 |
| Prepaid land lease payments | 4,809 | 4,893 |
| Land held for development | 37,576 | 37,576 |
| Long term investments | 104,646 | 97,705 |
| Associate companies | 14,922 | 15,140 |
| Investment in jointly controlled entities | 28,294 | - |
| Intangible assets | 20,249 | 21,497 |
| Deferred tax assets | 1,570 | 1,570 |
| | <u>339,990</u> | <u>296,403</u> |
| Current Assets | | |
| Property development costs | 24,404 | 42,298 |
| Inventories | 20,264 | 20,245 |
| Trade receivables | 189,775 | 169,118 |
| Accrued billings | 6,529 | 9,602 |
| Amount due from associate companies | 13,285 | 4,761 |
| Other receivables, deposits and prepayments | 30,794 | 36,581 |
| Short term investments | 31,480 | 59,204 |
| Marketable securities | 60,095 | 53,641 |
| Tax recoverable | 3,982 | 4,366 |
| Deposits with licensed banks and financial institutions | 482,428 | 430,611 |
| Cash and bank balances | 77,928 | 30,717 |
| | <u>940,964</u> | <u>861,144</u> |
| TOTAL ASSETS | <u>1,280,954</u> | <u>1,157,547</u> |
| EQUITY AND LIABILITIES | | |
| Equity Attributable To Equity Holders of the Company | | |
| Share capital | 693,334 | 693,334 |
| Reserves | 65,344 | 67,969 |
| Retained profit | 56,911 | 13,436 |
| | <u>815,589</u> | <u>774,739</u> |
| Minority Interests | <u>22,926</u> | <u>20,328</u> |
| Total Equity | <u>838,515</u> | <u>795,067</u> |
| Non-current Liabilities | | |
| Hire purchase payables | 9,462 | 8,232 |
| Redeemable convertible preference shares | 4,611 | - |
| Loans and borrowings | 6,240 | 3,314 |
| Deferred tax liabilities | 342 | 976 |
| | <u>20,655</u> | <u>12,522</u> |
| Current Liabilities | | |
| Trade payables | 208,346 | 210,746 |
| Progress billings | 595 | 63 |
| Amount due to an associate company | - | 10,304 |
| Other payables and accruals | 40,386 | 48,361 |
| Loans and borrowings | 171,475 | 80,259 |
| Tax payable | 982 | 225 |
| | <u>421,784</u> | <u>349,958</u> |
| TOTAL LIABILITIES | <u>442,439</u> | <u>362,480</u> |
| TOTAL EQUITY AND LIABILITIES | <u>1,280,954</u> | <u>1,157,547</u> |
| | 0 | |
| Net assets per share attributable to equity holders of the Company (RM)* | 1.18 | 1.16 |

(The Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the Interim Financial Statements)

* Net assets per share attributable to equity holders of the Company is computed based on Total Shareholders' Funds (excluding Minority Interests) divided by the total number of ordinary shares, net of shares bought back.

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

20 May 2010

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

CONDENSED CONSOLIDATED INCOME STATEMENTS

| | Note | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---------------------------------------------------------------|------|----------------------------------------------------------------------|--------------------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------|
| | | FY 2010 Current financial quarter ended 31-Mar-10 RM'000 | FY 2009 Preceding corresponding financial quarter ended 31-Mar-09 RM'000 | FY 2010 Financial period ended 31-Mar-10 RM'000 | FY 2009 Preceding financial period ended 31-Mar-09 RM'000 |
| Revenue | | 98,968 | 60,694 | 301,516 | 166,002 |
| Cost of sales | | (75,238) | (46,461) | (235,674) | (126,019) |
| Administrative expenses | | (5,701) | (6,186) | (17,958) | (18,153) |
| Other operating expenses | 1 | (7,747) | (8,478) | (25,839) | (58,526) |
| Other income | 2 | 4,780 | 7,284 | 29,883 | 18,728 |
| Finance costs | 3 | (1,045) | (1,201) | (3,284) | (2,450) |
| Exceptional items | 4 | (11,434) | (420) | 1,747 | 54,375 |
| Share of profit less losses of associate companies | | (462) | (865) | (220) | (354) |
| Share of profit less losses of jointly controlled entities | | 92 | - | (624) | - |
| Profit before taxation | | 2,213 | 4,367 | 49,547 | 33,603 |
| Taxation | | (2) | 317 | (1,019) | (717) |
| Profit for the financial period | | 2,211 | 4,684 | 48,528 | 32,886 |
| Attributable to : | | | | | |
| Equity holders of the Company | | 691 | 3,445 | 43,475 | 29,587 |
| Minority interests | | 1,520 | 1,239 | 5,053 | 3,299 |
| | | 2,211 | 4,684 | 48,528 | 32,886 |
| Earnings per share (in sen) | | | | | |
| - Basic | | 0.00 | 0.58 | 6.43 | 4.98 |
| - Diluted | | n/a | 0.51 | n/a | 4.42 |

| | Quarter ended 31/3/2010 RM'000 | Quarter ended 31/3/2009 RM'000 | Period ended 31/3/2010 RM'000 | Period ended 31/3/2009 RM'000 |
|--|--------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|
|--|--------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|

Note 1
Included in Other operating expenses are the following items :-

| | | | | |
|------------------------------------------------------------|---------|---------|---------|----------|
| Allowance for diminution in value of marketable securities | - | (3,334) | - | (21,416) |
| Allowance for bad and doubtful debts | - | - | - | (12,700) |
| Loss on disposal of quoted securities | (3,576) | (384) | (5,888) | (389) |

Note 2
Included in Other income is the following item:-

| | | | | |
|-------------------------------------------------------------------------|-------|---|--------|---|
| Writeback of allowance for diminution in value of marketable securities | 4,754 | - | 15,192 | - |
|-------------------------------------------------------------------------|-------|---|--------|---|

Note 3
In the preceding financial period ended 31 March 2009, the finance costs excluded the 8% Irredeemable Convertible Unsecured Loan Stock ("ICULS") interest for the financial period ended 31 March 2009 of RM4,458,000. In accordance with the provisions of FRS 132 : Financial Instruments : Disclosure and Presentation, the ICULS interest was disclosed as a distribution of equity in the Statement of Changes in Equity. There is no ICULS interest payable for the 9 months ended 31 March 2010 as the ICULS expired on 19 April 2009.

Note 4
Exceptional items represent:-

| | | | | |
|-------------------------------------------------------------------------------------------|----------|-------|----------|---------|
| Gain on disposal of an associate company | - | - | - | 56,770 |
| Gain on capital repayment by an associate company | - | - | 13,049 | - |
| Gain on disposal of investment properties | 7 | - | 7 | 363 |
| Foreign exchange loss on translation - unrealised | (13,561) | - | (13,561) | - |
| Writeback of /(Allowance for) diminution in value of quoted securities held for long term | 2,120 | (420) | 2,252 | (2,758) |

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the Interim Financial Statements)

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

| | < ----- Attributable to Equity Holders of the Company ----- > | | | | | | | Total | Minority interests | Total equity |
|------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------|-------------------------|-------------------------------------|------------------------|----------------------------------------------|------------------------------|-------------------------------------------------------|---------|--------------------|----------------|
| | Share capital RM'000 | Share premium RM'000 | ICULS-equity component RM'000 | Reserve fund RM'000 | Exchange translation reserve RM'000 | Treasury shares RM'000 | Retained profit/ (Accumulated losses) RM'000 | | | |
| 9 months period ended 31 March 2010 | | | | | | | | | | |
| As at 1 July 2009 | 693,334 | 66,394 | - | 1,200 | 11,687 | (11,312) | 13,436 | 774,739 | 20,328 | 795,067 |
| Repurchase of shares | - | - | - | - | - | (2,618) | - | (2,618) | - | (2,618) |
| Disposal of equity interest in a subsidiary company | - | - | - | - | - | - | - | - | (75) | (75) |
| Currency translation differences | - | - | - | - | (7) | - | - | (7) | (99) | (106) |
| Repayment of advances to minority shareholders | - | - | - | - | - | - | - | - | (1,907) | (1,907) |
| Share dividends paid to shareholders of the Company | - | (11,905) | - | - | - | 11,905 | - | - | - | - |
| Dividends paid to minority shareholders | - | - | - | - | - | - | - | - | (374) | (374) |
| Net profit for the financial period | - | - | - | - | - | - | 43,475 | 43,475 | 5,053 | 48,528 |
| Balance as at 31 March 2010 | 693,334 | 54,489 | - | 1,200 | 11,680 | (2,025) | 56,911 | 815,589 | 22,926 | 838,515 (0) |
| 9 months period ended 31 March 2009 | | | | | | | | | | |
| As at 1 July 2008 | 618,966 | 66,394 | 79,043 | 1,200 | 10,641 | (10,132) | (38,377) | 727,735 | 18,752 | 746,487 |
| Gain arising from cancellation of ICULS | - | - | (4,676) | - | - | - | 4,676 | - | - | - |
| Repurchase of shares | - | - | - | - | - | (1,180) | - | (1,180) | - | (1,180) |
| Currency translation differences | - | - | - | - | 1,836 | - | - | 1,836 | 34 | 1,870 |
| Distribution to holders of ICULS | - | - | - | - | - | - | (4,458) | (4,458) | - | (4,458) |
| Repayment of advances to minority shareholders | - | - | - | - | - | - | - | - | (1,470) | (1,470) |
| Subscription of redeemable convertible preference shares in a subsidiary company by a minority shareholder | - | - | - | - | - | - | - | - | 300 | 300 |
| Dividends paid to minority shareholders | - | - | - | - | - | - | - | - | (2,499) | (2,499) |
| Net profit for the financial period | - | - | - | - | - | - | 29,587 | 29,587 | 3,299 | 32,886 |
| Balance as at 31 March 2009 | 618,966 | 66,394 | 74,367 | 1,200 | 12,477 | (11,312) | (8,572) | 753,520 | 18,416 | 771,936 |

(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 2009 and the accompanying explanatory notes attached to the Interim Financial Statements)

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

| | Current financial period ended 31/3/2010 RM'000 | Preceding corresponding financial period ended 31/3/2009 RM'000 |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------------------------|--------------------------------------------------------------------------------|
| Cash flows from operating activities | | |
| Profit before taxation | 49,547 | 33,603 |
| Adjustments for : | | |
| Non-cash items | (12,459) | (8,206) |
| Finance costs | 3,284 | 2,450 |
| Interest income | (6,905) | (6,993) |
| Operating profit before working capital changes | <u>33,467</u> | <u>20,854</u> |
| Changes in working capital :- | | |
| Net changes in current assets | (15,558) | 13,653 |
| Net changes in current liabilities | (10,356) | (7,963) |
| Cash generated from operations | <u>7,553</u> | <u>26,544</u> |
| Finance costs | (3,284) | (6,908) |
| Interest income | 6,905 | 6,993 |
| Tax paid | (690) | (1,972) |
| Net cash generated from operating activities | <u>10,484</u> | <u>24,657</u> |
| Cash flows from investing activities | | |
| Proceeds from capital repayment by an associate company | 13,049 | - |
| Subscription of shares in associate companies | - | (400) |
| Dividend received from an associate company | - | 1,000 |
| Purchase of property, plant and equipment | (5,303) | (22,701) |
| Payment on investment properties | (17,185) | (6,474) |
| Prepaid land lease payments | - | (4,378) |
| Purchase of long term investments | (10,024) | (21,088) |
| Purchase of short term investments | (10,131) | (21,275) |
| Proceeds from disposal of property, plant and equipment | 1,289 | 475 |
| Proceeds from disposal of investment properties | 1,705 | 9,066 |
| Proceeds from disposal of long term investments | 465 | - |
| Proceeds from disposal of short term investments | 39,044 | - |
| Proceeds from disposal of non-current assets held for sale | - | 71,777 |
| Payment for intangible assets | (21) | (19) |
| Payment for development expenditure | - | (22) |
| Investment in jointly controlled entities | (22,903) | - |
| Dividend received | 848 | 1,545 |
| Net cash (used in)/generated from investing activities | <u>(9,167)</u> | <u>7,506</u> |
| Cash flows from financing activities | | |
| Increase in monies held in trust | (5,542) | (248) |
| (Increase)/Decrease in fixed deposits pledged | (137,758) | 7,855 |
| Decrease in cash and bank balances pledged | 20 | - |
| Net cash used in share buyback | (2,618) | (1,180) |
| Loan drawdown | 260,582 | 49,074 |
| Repayment of loans and borrowings | (158,276) | (10,811) |
| Repayment of hire purchase payables | (3,213) | (2,836) |
| Repayment of advances to minority shareholders | (1,907) | (1,470) |
| Subscription of redeemable convertible preference shares in a subsidiary company by minority shareholders | 4,611 | 300 |
| Payment to minority shareholder for acquisition of equity interest in a subsidiary company | (75) | - |
| Dividends paid to minority shareholders of subsidiary companies | (374) | (2,499) |
| Net cash (used in)/generated from financing activities | <u>(44,550)</u> | <u>38,185</u> |
| Net (decrease)/increase in cash and cash equivalents | (43,233) | 70,348 |
| Cash and cash equivalents at beginning of the period | 229,495 | 209,747 |
| Exchange differences | (949) | 938 |
| Cash and cash equivalents at end of the period | <u>185,313</u> | <u>281,033</u> |
| Cash and cash equivalents comprise of :- | | |
| Bank overdrafts | (1,110) | (1,173) |
| Cash and bank balances | 72,321 | 27,581 |
| Deposits with licensed banks and financial institutions | 114,102 | 254,625 |
| | <u>185,313</u> | <u>281,033</u> |

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2009 and the accompanying explanatory notes attached to the Interim Financial Statements)

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 MARCH 2010.

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 Financial Reporting Standard (“FRS”) 134 :Interim Financial Reporting issued by the Malaysian Accounting Standards Board 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 2009. 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 2009.

The accounting policies and methods of computation and presentation adopted by the Group in this quarterly report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2009 except for the adoption of the FRS 8:Operating Segments which became effective for financial period beginning on or after 1 July 2009.

FRS 8 : Operating Segments

FRS 8, which replaces FRS 114²⁰⁰⁴ Segment Reporting, requires an entity to report financial and descriptive information about its operating segments. Under FRS 8, the disclosure on the operating segments is based on the internal reporting segments adopted by the entity or group for purpose of evaluation of performances and allocation of resources. The application of FRS 8 will not have any financial impact on the financial statements of the Group.

A2. 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 2009.

A3. Seasonality and Cyclicity of Interim Operations

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

A4. Exceptional / Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The following are the unusual 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 | Cumulative | Quarter |
|--------------------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|
| | Quarter ended | Quarter ended | Period ended | Period ended |
| | 31-March-2010 | 31-March-2009 | 31-March-2010 | 31-March-2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Gain on disposal of an associate company | - | - | - | 56,770 |
| Gain on capital repayment by an associate company | - | - | 13,049 | - |
| Gain on disposal of investment properties | 7 | - | 7 | 363 |
| Foreign exchange loss on translation - unrealised | (13,561) | - | (13,561) | - |
| Writeback of / (Allowance for) diminution in value of quoted securities held for long term | 2,120 | (420) | 2,252 | (2,758) |
| Writeback of / (Allowance for) diminution in value of marketable securities | 4,754 | (3,334) | 15,192 | (21,416) |
| Total | (6,680) | (3,754) | 16,939 | 32,959 |

Recognised directly in Equity

| | Individual | Quarter | Cumulative | Quarter |
|-----------------------------------------|---------------|---------------|---------------|---------------|
| | Quarter ended | Quarter ended | Period ended | Period ended |
| | 31-March-2010 | 31-March-2009 | 31-March-2010 | 31-March-2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Gain arising from cancellation of ICULS | - | - | - | 4,676 |
| Total | - | - | - | 4,676 |

A5. Material changes in Estimates

There is no material change 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.

A6. Debts and Equity Securities

The shareholders of the Company, by an ordinary resolution passed in the Annual General Meeting of the Company held on 24 December 2009, 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 financial period ended 31 March 2010, the Company repurchased 4,547,100 of its issued share capital from the open market. The average price paid for the shares repurchased was RM0.5757 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, 4,252,852 shares are being held as treasury shares by the Company as at 31 March 2010. On 3 February 2010, the Company distributed share dividend to the shareholders on the basis of one treasury share for every twenty five existing ordinary shares of RM1.00 each held in the Company wherein a total of 26,558,148 treasury shares were distributed to the shareholders.

Other than the above, there were no issuance and repayment of equity and debts securities, share cancellations and resale of treasury shares for the financial period ended 31 March 2010.

A7. Dividends paid

On 3 February 2010, the Company distributed share dividend on the basis of one treasury share for every twenty five existing ordinary shares of RM1.00 each held in the Company. Other than this, there was no dividend paid for the current financial quarter and financial period to date.

A8. Segment Information

The segment analysis for the Group for the financial period ended 31 March 2010 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 |
| Revenue | | | | | | | |
| External revenue | 15,397 | 56,924 | 96,531 | 7,239 | 125,425 | | 301,516 |
| Intersegment revenue | 6,509 | 3,685 | 2,414 | 399 | 8,130 | (21,137) | - |
| Total segment revenue | 21,906 | 60,609 | 98,945 | 7,638 | 133,555 | (21,137) | 301,516 |
| | | | | | | | |
| Results | | | | | | | |
| Segment profit from operations | 9,592 | 3,479 | 20,525 | 1,020 | 12,084 | (1,677) | 45,023 |
| Interest income | | | | | | | 6,905 |
| Finance costs | | | | | | | (3,284) |
| Exceptional items | - | 7 | 1,740 | - | - | - | 1,747 |
| Share of results of associate companies | - | - | (214) | (6) | - | - | (220) |
| Share of results of jointly controlled entities | - | - | - | (624) | - | - | (624) |
| Profit before taxation | | | | | | | 49,547 |
| Taxation | | | | | | | (1,019) |
| Profit for the financial period | | | | | | | 48,528 |
| Attributable to: | | | | | | | |
| Equity holders of the Company | | | | | | | 43,475 |
| Minority interests | | | | | | | 5,053 |

A8. Segment Information (Cont'd)

The segment analysis for the Group for the financial period ended 31 March 2009 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 |
| Revenue | | | | | | | |
| External revenue | 12,395 | 37,563 | 14,143 | 7,140 | 94,761 | - | 166,002 |
| Intersegment revenue | 4,096 | 2,992 | 1,915 | 425 | 7,864 | (17,292) | - |
| Total segment revenue | 16,491 | 40,555 | 16,058 | 7,565 | 102,625 | (17,292) | 166,002 |
| | | | | | | | |
| Results | | | | | | | |
| Segment profit/(loss) from operations | (13,911) | 2,756 | (18,964) | 418 | 6,209 | (1,469) | (24,961) |
| Interest income | | | | | | | 6,993 |
| Finance costs | | | | | | | (2,450) |
| Exceptional items | - | 363 | 54,012 | - | - | - | 54,375 |
| Share of results of associate companies | - | - | 842 | (1,196) | - | - | (354) |
| Profit before taxation | | | | | | | 33,603 |
| Taxation | | | | | | | (717) |
| Profit for the financial period | | | | | | | 32,886 |
| Attributable to : | | | | | | | |
| Equity holders of the Company | | | | | | | 29,587 |
| Minority interests | | | | | | | 3,299 |

A9. 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 2009.

A10. Material Subsequent Events

There were no material events subsequent to 31 March 2010 to the date of this Report that have not been reflected in the financial statements for the current financial period.

A11. 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 companies and long term investments, restructuring and discontinuing operations other than as disclosed below:-

- (a) On 23 June 2009, Montego Assets Limited ("Montego"), a wholly-owned indirect subsidiary company, entered into a Members' Agreement with Clan (CH) LLP and Native Land Limited wherein Montego agreed to invest 50% interest in Chantrey House LLP, a limited liability partnership registered in England and Wales. Chantrey House LLP is formed to invest in 99.5% of the equity funding requirements in Eccleston Belgravia LLP, a limited liability partnership registered in England and Wales.

A11. Changes in the composition of the Group (Cont'd)

(a) (Cont'd)

On the same date, Montego entered into a Members' Agreement made between Clan (CH) LLP, Native Land Limited, Montego, Chantrey House LLP and Eccleston Belgravia LLP for Eccleston Belgravia LLP to acquire and own a property known as Chantrey House situated at Eccleston Street, London SW1 for a cash consideration of GBP 20,750,000.

The transaction was completed on 6 July 2009.

- (b) On 28 July 2009, the Group, through its 40% equity interest in Winfields Development Sdn Bhd, had subscribed for 1 ordinary share of S\$1 each representing 100% of the total issued and paid up share capital of Winfields Development Pte Ltd ("Winfields P/L"). Winfields P/L is a private limited company incorporated in Singapore. The principal activities of Winfields P/L are property investment, rental of properties, investment holding and trading in shares, bonds and other financial instruments.
- (c) On 15 December 2009, Insas Properties Sdn Bhd, a 90% owned subsidiary company, increased its equity holding in Premium Yield Sdn Bhd ("Premium Yield") from 72.5% to 80.0% via the acquisition of 75,000 ordinary shares of RM1.00 each in Premium Yield from a minority shareholder for a consideration of RM75,000. Premium Yield was incorporated in Malaysia on 7 September 2004 and its principal activity is investment holding.

A12. Contingent Assets or Liabilities

As at the date of this Report, the Company has issued guarantees amounting to RM81,566,000 to financial institutions in respect of banking and credit facilities granted to its subsidiary companies.

A13. Commitments

Contractual commitments not provided for in the financial statements as at 31 March 2010 are as follows :-

| | RM'000 |
|------------------------------------------------------|---------------|
| To acquire properties | 1,050 |
| To acquire property, plant and equipment | 412 |
| To subscribe equity interest in a subsidiary company | 1,913 |
| To acquire shares in a company | 5,000 |
| To acquire quoted shares to be held for trading | <u>16,663</u> |

A14. 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 RM98.9 million and a pre-tax profit of RM2.2 million in the current financial quarter ended 31 March 2010 as compared with revenue of RM60.7 million and a pre-tax profit of RM4.4 million reported in the preceding year's corresponding financial quarter.

The higher revenue reported in the current financial quarter ended 31 March 2010 is mainly due to higher revenue reported by the Group's property development, investment and IT manufacturing units.

Despite higher revenue, the Group reported a lower pre-tax profit of RM2.2 million in the current financial quarter as compared with a pre-tax profit of RM4.4 million in the preceding year's corresponding financial quarter primarily due to unrealised foreign exchange loss on translation of RM13.6 million incurred in the current quarter and after accounting for writeback of allowance for diminution in value of quoted securities of RM6.9 million (2009 : Allowance for diminution in value of quoted securities of RM3.8 million).

Financial period to date against preceding year's corresponding financial period

For the nine month ended 31 March 2010, the Group reported revenue of RM301.5 million and a pre-tax profit of RM49.5 million as compared with revenue of RM166.0 million and a pre-tax profit of RM33.6 million in the preceding year's corresponding financial period.

The higher revenue in the current financial period is mainly contributed by the Group's property development, investment and IT manufacturing units.

The higher pre-tax profit in the current financial period is arrived at after taking into account an exceptional gain on capital repayment by an associate company of RM13.0 million (2009 : Nil) and writeback of allowance for diminution in value of quoted securities of RM17.4 million (2009: Allowance for diminution in value of quoted securities of RM24.2 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 RM98.9 million and a pre-tax profit of RM2.2 million in the current financial quarter as compared to revenue of RM119.7 million and a pre-tax profit of RM11.4 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 higher revenue in the preceding financial quarter is mainly contributed by higher revenue reported by the Group's investment and IT manufacturing units.

The pre-tax profit of RM2.2 million in the current financial quarter was arrived at after taking into account unrealised foreign exchange loss on translation of RM13.6 and the write back of allowance for diminution in value of quoted securities of RM6.9 million (Preceding quarter : Allowance for diminution in value of quoted securities of RM0.3 million).

B3. Prospects for the current financial year ending 30 June 2010

The Board of Directors is optimistic and expects the Group's revenue and operating performance for the current financial year to be satisfactory.

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 for the financial period ended 31 March 2010 is as follows:-

| | Individual Quarter ended 31-March-2010 RM'000 | Quarter Quarter ended 31-March-2009 RM'000 | Cumulative Period ended 31-March-2010 RM'000 | Quarter Period ended 31-March-2009 RM'000 |
|--------------------------------------------------------------------------------------|--------------------------------------------------------|-----------------------------------------------------|-------------------------------------------------------|----------------------------------------------------|
| Taxation for the current financial quarter/period to date | 165 | 34 | 1,889 | 1,047 |
| Under/(over)provision in respect of prior financial quarter/ period to date | - | (351) | 18 | (330) |
| Transfer to/(from) deferred taxation | (163) | - | (888) | - |
| | <u>2</u> | <u>(317)</u> | <u>1,019</u> | <u>717</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-March-2010 RM'000 | Quarter Quarter ended 31-March-2009 RM'000 | Cumulative Period ended 31-March-2010 RM'000 | Quarter Period ended 31-March-2009 RM'000 |
|-----------------------------------------------------------------------------------|--------------------------------------------------------|-----------------------------------------------------|-------------------------------------------------------|----------------------------------------------------|
| Profit/(loss) before taxation | 2,213 | 4,367 | 49,547 | 33,603 |
| Income tax at Malaysian statutory tax rate | 554 | 1,092 | 12,387 | 8,401 |
| <u>Tax effect in respect of :</u> | | | | |
| Allowable expenses | | | | |
| - ICULS interest paid taken direct to reserve | - | (367) | - | (1,115) |
| Non-allowable expenses | (185) | 248 | 400 | 5,215 |
| Income not subject to tax | 28 | 5 | (9,657) | (10,529) |
| Effect of income subject to tax rate of 20% for small and medium size enterprises | - | (360) | - | - |
| Effect of different tax rates in other countries | 87 | 120 | (256) | 943 |
| Overseas tax paid for dividend income | 8 | 38 | 11 | 164 |
| Tax savings from utilisation of capital allowances | (7) | 310 | (215) | (14) |
| Tax savings from utilisation of tax losses | (655) | (2,042) | (2,689) | (3,439) |
| Deferred tax not recognised in the financial statements | 172 | 990 | 1,020 | 1,421 |
| Tax expenses for the financial quarter /period to date | 2 | 34 | 1,001 | 1,047 |
| Under/(over)provision in respect of prior financial quarter/ period | - | (351) | 18 | (330) |
| | 2 | (317) | 1,019 | 717 |

B6. Profit/(Loss) on Sale of Unquoted Investments and Properties

The Group reported a gain of RM7,000 (2009 : gain of RM2.54 million) on the disposal of investment properties for the financial period ended 31 March 2010.

There were no disposal of unquoted investment for the current financial quarter and financial period ended 31 March 2010.

B7. Quoted Securities

The particulars of purchases and disposals of quoted securities incurred by the Group excluding those of the stock broking subsidiaries for the financial period ended 31 March 2010 are as follows :-

(a) Total purchases and proceeds from disposals and gain arising thereon for the financial period ended 31 March 2010:-

| | RM'000 |
|------------------------------|---------------|
| Total purchases | 75,185 |
| Total proceeds from disposal | 90,785 |
| Gain on disposal | 9,948 |

(b) Investment in quoted securities as at 31 March 2010 are as follows :-

| | RM'000 |
|------------------------------------------------------------------------------------------|---------------|
| Total investments at cost | 99,972 |
| Total investments at carrying value/book value (after allowance for diminution in value) | 80,199 |
| Total investments at market value | 94,558 |

B8. Status of Corporate Proposal announced but not completed as at the date of this Report

On 5 May 2010, the Board of Directors of the Company announced that Insas Technology Berhad, a wholly-owned subsidiary company had on 4 May 2010 entered into a conditional Subscription Agreement for the proposed subscription of 637,500 new ordinary share of RM1.00 each, representing 51% equity interest in the enlarged share capital in J & C Pacific Sdn Bhd ("J & C") for a total subscription price of RM1,912,500. J & C is a private limited company incorporated in Malaysia on 14 April 1997 and its principal activities is the provision of total communication services, solutions and products.

The proposed subscription has not been completed as at the date of this Report.

B9. Group Borrowings and Debts Securities as at 31 March 2010

| | Foreign Currency ('000) | RM'000 |
|---------------------------------|-------------------------------------|----------------|
| Short Term Borrowings | | |
| Secured Borrowings | | |
| - in Australian dollar | 5,315 | 16,010 |
| - in US dollars | 44,463 | 145,506 |
| - in Singapore dollars | 1,313 | 3,070 |
| - in Swiss Franc | 233 | 717 |
| - in Malaysian Ringgit | | 6,172 |
| | | 171,475 |
| Long Term Borrowings | | |
| Secured Borrowings – in Ringgit | | 6,240 |
| | | <u>177,715</u> |

B10. Off Balance Sheet Financial Instruments

In the normal course of business, the Group entered into foreign currency forward contracts as part of the Group's investment activities. The notional amount of the Group's outstanding foreign currency forward contracts as at the balance sheet date was RM15.3 million. The settlement dates of these foreign exchange forward contracts are below 12 months.

B10. Off Balance Sheet Financial Instruments (Cont'd)

The Group does not anticipate any significant exposure to credit risk arising from the dealings in the foreign currency forward contracts as the contracts were transacted through reputable financial institutions. The Group is of the view any receivables due to the Group arising from these contracts will be settled.

The Group has not adopted FRS 139 Financial Instruments : Recognition and Measurement in line with the implementation of FRS 139 to entities with annual periods beginning on or after 1 January 2010. The foreign exchange forward contracts are valued at the forward rates applicable to their respective maturity dates and are recognised in the financial statements in the period the contracts mature.

B11. Material Litigation

There is 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.

B12. Dividend

The Directors do not recommend the payment of any dividend for the financial period ended 31 March 2010.

B13. Earnings per share

(a) Basic earnings per share

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

| | Individual | Quarter | Cumulative | Quarter |
|-----------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|------------------------------------------|-----------------------------------------|-----------------------------------------|
| | Quarter ended 31-March-2010 RM'000 | Quarter ended 31-March-2009 RM'000 | Period ended 31-March-2010 RM'000 | Period ended 31-March-2009 RM'000 |
| Net profit attributable to equity holders of the Company for the financial quarter and period to date (RM'000) | 691 | 3,445 | 43,475 | 29,587 |
| Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back during the financial period ('000) | 675,771 | 594,306 | 675,771 | 594,306 |
| Basic earnings Per share (Sen) | - | 0.58 | 6.43 | 4.98 |

B13. Earnings per share (Cont'd)

(b) Diluted earnings per share

No diluted earnings per share is calculated for the current financial quarter and period to date as there is no potential dilution on the ordinary shares of the Company as at 31 March 2010 following the completion of the conversion of the ICULS into ordinary shares of the Company upon the ICULS's expiry on 19 April 2009.

The diluted earnings per ordinary share for the preceding financial quarter and period to date is calculated by dividing the net profit attributable to equity holders of the Company for the preceding financial quarter and period to date by the adjusted weighted average number of ordinary shares in issue during the previous financial quarter and period to date plus the weighted average number of ordinary shares which would be issued on the conversion of the 74,367,166 nominal amount of ICULS into ordinary shares. The ICULS are deemed converted into ordinary shares at the beginning of the preceding financial period.

| | Individual | Quarter | Cumulative | Quarter |
|-----------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|------------------------------------------|-----------------------------------------|-----------------------------------------|
| | Quarter ended 31-March-2010 RM'000 | Quarter ended 31-March-2009 RM'000 | Period ended 31-March-2010 RM'000 | Period ended 31-March-2009 RM'000 |
| Net profit attributable to equity holders of the Company for the financial quarter and period to date (RM'000) | 691 | 3,445 | 43,475 | 29,587 |
| Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back during the financial period ('000) | 675,771 | 594,306 | 675,771 | 594,306 |
| Adjusted for assumed conversion of ICULS ('000) | - | 74,367 | - | 74,367 |
| Adjusted number of ordinary shares in issue and issuable ('000) | 675,771 | 668,673 | 675,771 | 668,673 |
| Diluted earnings per share (Sen) | n/a | 0.51 | n/a | 4.42 |