

GADANG HOLDINGS BERHAD
(Incorporated in Malaysia)
(Company No : 278114-K)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2010

THE FIGURES HAVE NOT BEEN AUDITED

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT QUARTER 31/05/2010 RM'000	PRECEDING YEAR CORRESPON - DING QUARTER 31/05/2009 RM'000	CURRENT YEAR TO DATE 31/05/2010 RM'000	PRECEDING YEAR CORRESPON - DING PERIOD 31/05/2009 RM'000
	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
Revenue	78,308	81,875	260,896	246,693
Cost of sales	(64,396)	(74,629)	(217,008)	(219,144)
Gross profit	13,912	7,246	43,888	27,549
Other income	391	3,731	3,376	9,304
Administrative expenses	(8,593)	(4,441)	(22,316)	(19,101)
Selling and marketing expenses	(680)	(103)	(1,447)	(1,254)
Other expenses	145	(418)	-	(1,250)
Finance costs	(754)	(1,111)	(3,761)	(5,571)
Share of results of associate	-	314	(22)	17
Profit before tax	4,421	5,218	19,718	9,694
Income tax expenses	(1,083)	(3,426)	(5,196)	(6,149)
Profit for the period	3,338	1,792	14,522	3,545
Attributable to:				
Equity holders of the parent	3,378	954	15,060	3,030
Minority interest	(40)	838	(538)	515
	3,338	1,792	14,522	3,545
Earnings per share attributable to equity holders of the parent (sen) :				
(i) Basic	2.86	0.81	12.76	2.57
(ii) Diluted	2.86	0.81	12.76	2.57

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009.

GADANG HOLDINGS BERHAD

(Incorporated in Malaysia)

(Company No : 278114-K)

**CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 MAY 2010**

	AS AT END OF FINANCIAL YEAR 31/5/2010 RM'000	AS AT PRECEDING FINANCIAL YEAR 31/05/2009 RM'000
	UNAUDITED	AUDITED
ASSETS		
Non-current assets		
Property, plant and equipment	48,411	21,536
Plantation development / Biological assets	1,399	-
Investment properties	15,418	4,197
Prepaid lease payments	2,450	2,502
Concession assets	35,882	35,718
Investment in associates	-	648
Other investment	226	226
Goodwill on consolidation	17,156	17,156
Deferred tax assets	822	1,085
	121,764	83,068
Current assets		
Property development costs	77,252	86,475
Amount due from customers on contracts	67,407	37,308
Inventories	11,888	14,512
Trade receivables	86,026	125,110
Other receivables	64,804	15,311
Tax recoverable	1,343	1,380
Deposit with licensed financial institutions	8,274	5,105
Cash and bank balances	17,389	9,379
	334,383	294,580
TOTAL ASSETS	456,147	377,648
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	118,016	118,016
Reserves	67,092	52,643
	185,108	170,659
Minority Interests	4,736	5,212
Total Equity	189,844	175,871
Non-current liabilities		
Bank borrowings	30,119	18,049
Deferred taxation liabilities	5,945	6,741
Defined benefit obligations	467	377
	36,531	25,167
Current liabilities		
Trade and other payables	144,768	103,287
Bank borrowings	82,793	70,301
Provision for taxation	2,211	3,022
	229,772	176,610
Total liabilities	266,303	201,777
TOTAL EQUITY AND LIABILITIES	456,147	377,648
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.57	1.45

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009.

GADANG HOLDINGS BERHAD

(Incorporated in Malaysia)

(Company No : 278114-K)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE FINANCIAL QUARTER ENDED 31 MAY 2010

THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR TO DATE 31/05/2010 RM'000	PRECEDING YEAR CORRESPON - DING PERIOD 31/05/2009 RM'000
	UNAUDITED	AUDITED
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	19,718	9,694
Adjustments for :-		
Non-cash items	3,302	5,499
Non-operating items	3,758	4,802
Operating profit before changes in working capital	26,778	19,995
Changes in working capital:-		
Net change in current assets	(28,544)	(5,791)
Net change in current liabilities	41,393	2,811
Tax paid	(5,971)	(6,290)
Net cash flows generated from operating activities	33,656	10,725
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash outflow on acquisition of a subsidiary company	-	(2,073)
Other investments	(31,951)	(5,665)
Net cash flows used in investing activities	(31,951)	(7,738)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	11,013	5,286
Interest paid	(3,952)	(5,571)
Payment to hire purchase creditors	(1,378)	(557)
Share issue expenses	-	(16)
Dividend paid	-	(2,183)
Net cash flows (used in) / generated from financing activities	5,683	(3,041)
Net change in cash and cash equivalents	7,388	(54)
Effect of exchange rate changes	(611)	(682)
Cash and cash equivalents at beginning of financial year	1,650	2,386
Cash and cash equivalents at end of financial year	8,427	1,650
Cash and cash equivalents at the end of the financial year comprise the following:		
	As at 31.05.2010 RM'000	As at 31.05.2009 RM'000
Cash and bank balances	17,389	9,379
Deposit with licensed financial institutions	8,274	5,105
Bank overdraft	(17,236)	(12,834)
Total	8,427	1,650

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009.

GADANG HOLDINGS BERHAD

(Incorporated in Malaysia)

(Company No : 278114-K)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010**

THE FIGURES HAVE NOT BEEN AUDITED

	← Attributable to Equity Holders of the Parent →								
	Share Capital	ICULS 2003/2008	Capital Reserve	Share Premium	Foreign Exchange Reserve	Retained Profits	Total	Minority Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 June 2009									
As previously stated	118,016	-	1,347	8,816	(1,132)	43,612	170,659	5,212	175,871
Profit for the period	-	-	-	-	-	15,060	15,060	(538)	14,522
Prior year adjustment	-	-	-	-	-	-	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-
Foreign exchange differences	-	-	-	-	(611)	-	(611)	62	(549)
Share issue expenses	-	-	-	-	-	-	-	-	-
Conversion of ICULS into ordinary shares	-	-	-	-	-	-	-	-	-
Issuance pursuant to:									
- ICULS	-	-	-	-	-	-	-	-	-
- ESOS	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-	-
At 31 May 2010	118,016	-	1,347	8,816	(1,743)	58,672	185,108	4,736	189,844
At 1 June 2008									
As previously stated	117,963	66	1,347	8,818	(717)	42,765	170,242	4,584	174,826
Profit for the period	-	-	-	-	-	3,030	3,030	515	3,545
Prior year adjustment	-	-	-	-	-	-	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	144	144
Foreign exchange differences	-	-	-	-	(415)	-	(415)	(31)	(446)
Share issue expenses	-	-	-	(16)	-	-	(16)	-	(16)
Conversion of ICULS into ordinary shares	-	(66)	-	14	-	-	(52)	-	(52)
Issuance pursuant to:									
- ICULS	53	-	-	-	-	-	53	-	53
- ESOS	-	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	(2,183)	(2,183)	-	(2,183)
At 31 May 2009	118,016	-	1,347	8,816	(1,132)	43,612	170,659	5,212	175,871

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009.

GADANG HOLDINGS BERHAD

(Incorporated in Malaysia)

(Company No : 278114-K)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MAY 2010 NOTES TO THE INTERIM FINANCIAL REPORT

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 134 - Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 May 2009. These explanatory notes attached to the interim 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 year ended 31 May 2009.

The accounting policies adopted by the Group in the quarterly financial statements are consistent with those adopted in the financial statements for year ended 31 May 2009.

A2. AUDIT QUALIFICATION

The auditors' report on the Group's annual financial statements for the year ended 31 May 2009 was not subject to any audit qualification.

A3. SEASONAL OR CYCLICAL FACTORS

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

A4. EXCEPTIONAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

A5. CHANGES IN ESTIMATES

There were no changes in estimates of the amounts reported in prior financial year that may have a material effect in the current quarter.

A6. ISSUANCE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the year ended 31 May 2010.

A7. DIVIDEND PAID

There was no payment of dividend in the current quarter.

A8. SEGMENT REVENUE AND RESULTS

<u>SEGMENT</u>	<u>REVENUE</u>			<u>RESULT</u>			
	Year ended 31 May 2010	External RM'000	Internal* RM'000	Total RM'000	PBT[^] RM'000	Taxation RM'000	PAT[#] RM'000
Earthworks, engineering and construction works		191,755	147,184	338,939	5,162	(1,563)	3,599
Property investment and development		55,533	4,101	59,634	9,335	(2,293)	7,042
Manufacturing and trading in protective and decorative coating		79	5	84	(132)	(400)	(532)
Water concession		13,529	887	14,416	1,382	(636)	746
Plantation		-	-	-	(457)	-	(457)
Management and investment		-	19,500	19,500	15,528	(4,154)	11,374
Elimination		-	(171,677)	(171,677)	(11,100)	3,850	(7,250)
Consolidated		260,896	-	260,896	19,718	(5,196)	14,522

Note : * Inter-segment sales
[^] Profit/(Loss) before tax
[#] Profit/(Loss) after tax

A9. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The valuations of property, plant and equipment have been brought forward without any amendments from the previous annual financial statements for the year ended 31 May 2009.

A10. EVENTS SUBSEQUENT TO THE BALANCE SHEET DATE

There were no material events subsequent to the end of the quarter under review.

A11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial year ended 31 May 2010 other than the following:-

- (i) On 13 July 2009, the Company incorporated a wholly-owned subsidiary under the name of Gadang Plantations Holdings Sdn Bhd ("GPHSB"), with a paid-up capital of RM2.00. The principal activity of GPHSB is to carry on the business as a plantation investment holding company.

A11. CHANGES IN COMPOSITION OF THE GROUP (Cont'd)

There were no changes in the composition of the Group during the financial year ended 31 May 2010 other than the following:-

- (ii) On 5 April 2010, the Company had acquired 1,590,000 ordinary shares of RM1.00 each representing the remaining 30% of the equity in GLP Resources (M) Sdn Bhd ("GLPR") from the minority shareholder, Premierex Sdn Bhd for a nominal cash consideration of RM1.00 ("the Acquisition"), thereby resulting in GLPR becoming a wholly-owned subsidiary of the Company.
- (iii) On 13 April 2010, Gadang Land Sdn Bhd ("GLSB"), the Company's wholly-owned subsidiary, had acquired two (2) ordinary shares of RM1.00 each representing 100% equity interest in Hillstrand Development Sdn Bhd ("Hillstrand") for cash consideration of RM2.00. Hillstrand was incorporated on 7 December 2009 and its principal activity is property development.
- (iv) On 27 April 2010, GLSB had acquired two (2) ordinary shares of RM1.00 each representing 100% equity interest in Detik Tiara Sdn Bhd ("Detik Tiara") for total consideration of RM2.00. Detik Tiara was incorporated on 5 March 2010 and its principal activity is property development.
- (v) On 11 May 2010, GLSB had acquired two (2) ordinary shares of RM1.00 each representing 100% equity interest in Skyline Symphony Sdn Bhd ("Skyline Symphony") for total consideration of RM2.00. Skyline Symphony was incorporated on 26 March 2010 and its principal activity is property development.

A12. CHANGES IN CONTINGENT LIABILITIES

Corporate guarantees given by the Company to trade suppliers and various financial institutions for credit and hire purchase facilities granted to subsidiary companies are as follows :-

	<u>RM'000</u>
As at 31 May 2009	190,540
Increase during the financial year	50,574
As at 31 May 2010	<u><u>241,114</u></u>

A13. CAPITAL COMMITMENTS

	As at 31 May 2010
	<u>RM'000</u>
Approved and contracted for	
- Purchase of land for property development	29,700
- Capital expenditure for Engineering Division	12,000
Approved and not contracted for	
- Oil palm plantations development	20,000
	<u>61,700</u>
	=====

PART B - ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS
--

B1. REVIEW OF PERFORMANCE

For the current financial year, the Group registered a revenue of RM260.90 million, an increase of 6% as compared to RM246.69 million recorded in the previous financial year. The Group also recorded a substantial increase in the gross profit by 59% mainly due to the improved gross profit margin achieved by the Construction Division and cost management initiatives implemented.

Accordingly, the Group registered a healthy increase in profit before taxation to RM19.72 million as compared to RM9.69 million recorded in the previous financial year.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

The Group recorded an increase in revenue by 27% to RM78.31 million as compared to RM61.80 million registered in the preceding quarter due to the newly awarded LCCT project and higher revenue recognised for the completed property projects.

Nevertheless, the Group recorded a lower gross profit margin for the current quarter due to lower profit margin registered by the Construction Division, which accounted for the overall lower gross profit margin registered in the current quarter.

In line with the above, the Group registered a lower profit before taxation of RM4.42 million for the current quarter, against RM5.91 million in the preceding quarter.

B3. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 MAY 2011

The Board of Directors expects encouraging contribution from the Construction and Property Division business for the financial year.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT AND SHORTFALL IN PROFIT GUARANTEE

This is not applicable to the Group.

B5. TAXATION

Taxation comprises the following:-

	Current quarter RM'000	Financial year-to-date RM'000
Current tax:		
Malaysian income tax	1,242	4,922
Foreign tax	154	636
Under / (over) provision for prior years	56	63
Deferred taxation	(369)	(425)
	1,083	5,196

The effective tax rate for the Group for the financial period is higher than the statutory tax rate because certain expenses are not allowable as deduction for tax purposes.

B6. SALES OF UNQUOTED INVESTMENTS/PROPERTIES

There were no disposals of unquoted investments or properties during the period under review.

B7. QUOTED SECURITIES

There were no dealings in quoted securities during the period under review.

B8. STATUS OF CORPORATE PROPOSALS ANNOUNCED

The corporate proposals announced on 10 February 2010 which is pending completion as at the date of this announcement are as follows:-

- (1) Proposed Renounceable Two-call Rights Issue of up to 78,677,194 new ordinary shares of RM1.00 each (“shares”) in Gadang (“Rights Shares”) at an indicative issue price of RM1.00 per rights share on the basis of two (2) Rights Shares for every three (3) existing shares in Gadang (“Gadang Shares”) together with up to 19,669,299 free detachable warrants (“Warrants”) on the basis of one (1) warrant for every four (4) Rights Shares subscribed on an entitlement dated to be determined later (“Proposed Rights Issue”);
- (2) Proposed increase in the authorized share capital of Gadang from RM200,000,000 comprising 200,000,000 Gadang shares to RM400,000,000 comprising 400,000,000 Gadang shares by the creation of an additional 200,000,000 Gadang shares;
- (3) Proposed amendments to the Memorandum and Articles of Association of the Company; and
- (4) Proposed Exemption pursuant to Practice Note 2.9.1 of the Malaysian Code on Take-Overs and Mergers, 1998 to Tan Sri Dato’ Kok Onn (“TSDKO”) and persons acting in concert with him (“PAC”) from the obligation to extend a mandatory take-over offer for all the remaining Gadang shares not already owned by TSDKO and PAC upon the completion of the Proposed Rights Issue.
(collectively referred to as “the Proposals”)

The Proposals have been approved by the following authorities:-

- i) Bank Negara Malaysia via its letter dated 31 May 2010 for the issue of Warrants to non-resident subscribing shareholders of the Company; and
- ii) Bursa Malaysia Securities Berhad (“Bursa Securities”) via its letter dated 16 July 2010 for the admission of the Warrants to the Official List of Bursa Securities and the approval-in-principle for the listing of and quotation for the Rights Shares and Warrants to be issued under the Proposed Rights Issue and new Shares to be issued upon the exercise of the Warrant on Bursa Securities.

The Proposals are currently pending approvals from the Securities Commission and shareholders of the Company at an Extraordinary General Meeting to be convened.

B9. GROUP BORROWINGS

The details of the Group borrowings are as follows: -

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short term borrowings	82,793	-	82,793
Long term borrowings	30,119	-	30,119
	<u>112,912</u>	<u>-</u>	<u>112,912</u>

Borrowings denominated in foreign currency :

	Rp'000	RM'000
	Equivalent	Equivalent
Indonesian Rupiah (Rp)	<u>20,403,160</u>	<u>7,243</u>

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments as at the date of this report.

B11. MATERIAL LITIGATIONS

The details of material litigations which are still pending as at the date of this announcement are as follows:-

(i) Kuala Lumpur High Court Suit No. S3-22-240-2000

Parties :

L'Grande Development Sdn Bhd ("L'Grande") vs Bukit Cerakah Development Sdn Bhd ("BCD") ("Original Action")

BCD vs L'Grande and Gadang Engineering (M) Sdn Bhd ("GESB") ("Action By Counterclaim")

GESB vs BCD and Pembinaan Era Dinamik Sdn Bhd ("PED") ("Counterclaim Within Counterclaim")

Nature : L'Grande has commenced a suit against BCD (now known as Puncak Alam Housing Sdn Bhd) on 11 April 2000 for the recovery of the sum due and owing to L'Grande arising from a building contract in respect of a particular project. BCD sought a counterclaim against L'Grande. In BCD's defence, BCD has made various allegations of defective works done by L'Grande which included imputing blame on the part of GESB, being the sub-contractor involved in carrying out the earthworks for the said project. GESB applied to Court for an order to be added as a defendant to the counterclaim to be given the right to properly refute the serious allegations made against GESB ("said application"). The said application was granted on 10 June 2002. GESB then sought a counterclaim against BCD and PED on the basis of non-payment of sums due and owing to GESB.

GESB has sought to enter summary judgment against PED for the outstanding sums. The court has dismissed GESB's application against PED on 22 January 2003. GESB has since lodged an appeal on 28 January 2003. GESB's appeal to the Judge in Chambers against that decision was dismissed on 21 June 2004. GESB has since filed its appeal to the Court of Appeal on 23 June 2004, which was called up for hearing on 14 July 2008. After hearing submissions, the Court of Appeal dismissed GESB's appeal. The Court of Appeal took the view that this was a case not suitable for disposal by summary application.

B11. MATERIAL LITIGATIONS (Cont'd)

Claim : GESB's claim against PED is for sum of RM4,746,519.35 whereas the claim against BCD is essentially for a declaration that it is liable for the debts of PED.

Status : When the matter was called up on 29 June 2009 before the Deputy Registrar for case management, the Official Receiver informed the Court that L'Grande has been wound up and that they were currently in discussions with L'Grande on the way forward in respect of this action. Accordingly, the Official Receiver requested that the matter be put on hold pending the outcome of their discussions with L'Grande.

GESB's solicitors informed the Court that as L'Grande was not involved in the Counterclaim Within Counterclaim, GESB's action against BCD and PED could be proceeded with.

The court has fixed 18 August 2010 as the next date for the case management to prepare for the trial of GESB's counterclaim.

(ii) Kuala Lumpur High Court Suit No. S-22-615-2009

Parties:

Gadang Engineering (M) Sdn Bhd ("GESB") ("Plaintiff") vs Bluwater Developments Berhad (Formerly known as Mines Resort Berhad) ("Bluwater") ("Defendant")

Nature: GESB filed a claim against Bluwater on 25 August 2009 for the amount of RM33,900,543.57 in relation to the works done by GESB for Bluwater with respect to the Mines Heritage Project (Package A and B). The cause papers were served on Bluwater as the defendant in this matter on 16 October 2009. GESB applied for a Mareva injunction against Bluwater and was granted an ex-parte Mareva injunction on 16 October 2009. Bluwater applied for discharge of the injunction order which was allowed on 30 October 2009. GESB appealed to the Court of Appeal against the discharge order and the appeal is pending.

On 4 November 2009, Bluwater applied for a stay pending arbitration. GESB applied for summary judgment on 6 November 2009. The court had, on 10 March 2010, allowed Bluwater's application for stay pending arbitration on condition that the arbitration must be completed within one (1) year, failing which, GESB will be at liberty to proceed with the application for summary judgment. The requests for arbitration have been served on 23 March 2010.

Claim: GESB's filed a claim against Bluwater for the amount of RM33,900,543.57 in relation to the works done by GESB for Bluwater with respect to the Mines Heritage Project (Package A and B).

Status: By a letter dated 11 May 2010, the President of Persatuan Arkitek Malaysia informed both parties the name and particulars of the appointed arbitrator. By a letter dated 18 May 2010, the Learned Arbitrator requested that both parties attend a preliminary meeting in early June 2010 before the commencement of the arbitration proceedings. At the preliminary meeting held on 3 June 2010, the Learned Arbitrator provided directions for parties to comply in this arbitration proceeding. Pursuant to the Learned Arbitrator's directions, GESB filed its points of claim on 18 June 2010. Bluwater is to reply with its points of defense and counterclaim on or before 16 July 2010. GESB will then file its points of reply and defense to counterclaim on or before 30 July 2010.

B12. DIVIDEND

The Board of Directors does not recommend any payment of dividend for the current quarter and current financial year under review.

B13. EARNINGS PER SHARE**(i) Basic earnings per share**

The basic earnings per share has been calculated by dividing the profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares that would have been in issue upon full conversion of the ICULS 2003/2008 and share options granted under ESOS, calculated as follows :-

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT QUARTER	PRECEDING YEAR CORRESPOND - DING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPOND - DING PERIOD
	31/05/2010 RM'000	31/05/2009 RM'000	31/05/2010 RM'000	31/05/2009 RM'000
Net profit attributable to ordinary equity holders of the parent	3,378	954	15,060	3,030
Number of ordinary share at beginning of period	118,016	118,016	118,016	117,963
Issued pursuant to ESOS	-	-	-	-
Issued pursuant to ICULS	-	-	-	23
Weighted average number of ordinary shares	118,016	118,016	118,016	117,986
Basic earning per share (sen)	2.86	0.81	12.76	2.57

(ii) Diluted earnings per share

The diluted earnings per share has been calculated by dividing the profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares that would have been in issue upon full conversion of the ICULS 2003/2008 and share options granted under ESOS, adjusted for the number of such shares that would have been issued at fair value, calculated as follows:-

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT QUARTER	PRECEDING YEAR CORRESPOND - DING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPOND - DING PERIOD
	31/05/2010 RM'000	31/05/2009 RM'000	31/05/2010 RM'000	31/05/2009 RM'000
Net profit attributable to ordinary equity holders of the parent	3,378	954	15,060	3,030
Adjusted profit for 2% ICULS 2003/2008	-	-	-	-
	<u>3,378</u>	<u>954</u>	<u>15,060</u>	<u>3,030</u>
Weighted average number of ordinary shares as per basic EPS	118,016	118,016	118,016	117,986
Effect of ICULS	-	-	-	-
Effect of ESOS	-	-	-	-
Weighted average number of ordinary shares (diluted)	<u>118,016</u>	<u>118,016</u>	<u>118,016</u>	<u>117,986</u>
Diluted earning per share (sen)	<u>2.86</u>	<u>0.81</u>	<u>12.76</u>	<u>2.57</u>

BY ORDER OF THE BOARD,
Tan Seok Chung
Company Secretary
29 July 2010