

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR FINANCIAL QUARTER ENDED 28 FEBRUARY 2013**

	Individual quarter ended		Year-to-date ended	
	28-02-2013 RM'000	29-02-2012 RM'000	28-02-2013 RM'000	29-02-2012 RM'000
Operating revenue	476,605	415,564	1,507,124	1,242,246
Cost of sales	(426,914)	(367,543)	(1,359,470)	(1,096,057)
Gross profit	49,691	48,021	147,654	146,189
Other income	878	1,671	3,186	4,948
Distribution expenses	(16,542)	(17,924)	(54,046)	(53,347)
Administrative expenses	(26,579)	(24,187)	(71,729)	(64,298)
Other operating expenses	(1,372)	(3,036)	(16,082)	(12,226)
Finance costs	(3,046)	(3,419)	(9,181)	(9,447)
Share of results of associates	(1,021)	-	(1,021)	-
(Loss)/profit before taxation	2,009	1,126	(1,219)	11,819
Tax expense	(4,457)	(659)	(10,626)	(8,348)
Net (loss)/profit	(2,448)	467	(11,845)	3,471
Net (loss)/profit attributable to				
Equity holders of the Company	(2,684)	(44)	(15,448)	(3,598)
Minority interests	236	511	3,603	7,069
	(2,448)	467	(11,845)	3,471
(Loss)/earnings per ordinary share attributable to equity holders of the Company	Sen	Sen	Sen	Sen
Basic loss per ordinary share	(1.24)	(0.02)	(7.14)	(1.66)
Diluted earnings per ordinary share	N/A	N/A	N/A	N/A
TOTAL COMPREHENSIVE INCOME/(LOSS)				
Net (loss)/profit	(2,448)	467	(11,845)	3,471
Foreign currency translation	2,188	(4,357)	(3,286)	(839)
Total comprehensive income	(260)	(3,890)	(15,131)	2,632
Total comprehensive income/(loss) attributable to				
Equity holders of the Company	(1,458)	(2,278)	(16,933)	(3,609)
Minority interests	1,198	(1,612)	1,802	6,241
	(260)	(3,890)	(15,131)	2,632

The Condensed Financial Statements should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2012.

**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2013**

	Unaudited 28-02-2013 RM'000	Audited 31-05-2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	227,266	233,222
Investment properties	149	151
Investment in associates	1,106	2,515
Other investments	2,370	4,027
Intangible assets	17,615	21,893
Goodwill on consolidation	74,425	75,992
Deferred tax assets	31,866	32,259
	354,797	370,059
Current assets		
Inventories	148,241	188,935
Receivables	377,019	351,826
Amount owing by associates	4,080	8,250
Current tax assets	3,486	5,134
Other investments	583	2,156
Cash and cash equivalents	82,879	85,812
	616,288	642,113
TOTAL ASSETS	971,085	1,012,172
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	218,956	218,956
Reserves	65,061	81,994
Less : Treasury Shares, at cost	(2,097)	(2,281)
	281,920	298,669
Minority interests	130,876	122,691
TOTAL EQUITY	412,796	421,360
LIABILITIES		
Non-current liabilities		
Borrowings	36,061	20,202
Deferred tax liabilities	13,774	13,803
Government grant	-	600
Provision for retirement benefits	2,862	2,846
	52,697	37,451
Current liabilities		
Payables	275,162	311,296
Amounts owing to associates	523	13
Borrowings	228,512	239,986
Derivatives liabilities	31	469
Current tax payables	1,364	1,597
	505,592	553,361
Total Liabilities	558,289	590,812
TOTAL EQUITY AND LIABILITIES	971,085	1,012,172
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.30	1.38

The Condensed Financial Statements should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2012.

ANCOM BERHAD (Company No: 8440-M)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2013**

	Attributable to equity holders of the Company									Total RM'000	Minority interests RM'000	Total equity RM'000
	Share capital RM'000	Share Premium RM'000	Merger reserve RM'000	Revaluation reserve RM'000	Capital reserve RM'000	Foreign exchange reserve RM'000	Treasury shares RM'000	Capital redemption reserve RM'000	Retained Profits RM'000			
28 February 2013												
At 1 June 2012	218,956	4,332	155	25,352	48	(7,445)	(2,281)	4,987	54,565	298,669	122,691	421,360
Total comprehensive income	-	-	-	-	-	(1,485)	-	-	(15,448)	(16,933)	1,802	(15,131)
Transactions with owners												
Net sale/(purchase) of treasury shares	-	-	-	-	-	-	184	-	-	184	(323)	(139)
Dilution of equity interest in a subsidiary	-	-	-	-	-	-	-	-	-	-	12,526	12,526
Acquisition of remaining shares of a subsidiary from non-controlling interests	-	-	-	-	-	-	-	-	-	-	(1,872)	(1,872)
Dividends paid to minority interests of subsidiary	-	-	-	-	-	-	-	-	-	-	(3,948)	(3,948)
Balance at 28 February 2013	218,956	4,332	155	25,352	48	(8,930)	(2,097)	4,987	39,117	281,920	130,876	412,796
29 February 2012												
Balance at 1 June 2011	218,956	4,332	155	25,707	48	(9,838)	(2,073)	4,987	63,579	305,853	121,854	427,707
Total comprehensive income	-	-	-	-	-	(839)	-	-	(3,609)	(4,448)	6,241	1,793
Transactions with owners												
Purchase of treasury shares	-	-	-	-	-	-	(10)	-	-	(10)	(53)	(63)
Dividends paid to minority interests of subsidiary	-	-	-	-	-	-	-	-	-	-	(8,250)	(8,250)
Balance at 28 February 2012	218,956	4,332	155	25,707	48	(10,677)	(2,083)	4,987	59,970	301,395	119,792	421,187

The Condensed Financial Statements should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2012.

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL QUARTER ENDED 28 FEBRUARY 2013**

	Year-to-date ended	
	28-02-2013	29-02-2012
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(1,219)	11,819
Adjustments for non-cash items	38,562	29,689
Operating profit before working capital changes	37,343	41,508
Inventories	40,694	28,212
Receivables	(24,983)	(11,758)
Payables	(36,312)	(33,496)
Group companies	4,679	1,920
Net cash generated from operations	21,421	26,386
Dividend received	-	-
Income tax paid	(8,839)	(10,404)
Retirement benefit paid	(36)	(475)
Net cash generated from operating activities	12,546	15,507
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	-	1,851
Purchase of property, plant and equipment	(11,421)	(19,867)
Interest received	932	356
Purchase of intangible assets	(723)	(6,571)
Proceeds from sale of marketable securities	24	1,920
Proceeds from sale of other investments	747	1,847
Withdrawal/(placement) of short term deposits pledged to licensed banks	41	5,115
Net cash generated from/(used in) investing activities	(10,400)	(15,349)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to minority interest of subsidiaries	(2,233)	(8,250)
Interest paid	(9,182)	(9,447)
Repayments of hire-purchase and lease creditors	(1,655)	(986)
Drawdown/(repayments) of borrowings	5,440	357
Net proceeds from re-sale/(re-purchase) of Company's own shares	184	(10)
Net cash used in financing activities	(7,446)	(18,336)
Net increase / (decrease) in cash and cash equivalents	(5,300)	(18,178)
Cash and cash equivalents at the beginning of the financial year	66,083	67,781
Effect of exchange rate changes	3,276	(1,087)
Cash and cash equivalents at the end of the financial year	64,059	48,516
Cash and cash equivalents include the following:		
	RM'000	RM'000
Cash and bank balances	67,059	51,920
Bank overdrafts	(15,942)	(8,528)
Short term deposits	15,820	9,020
	66,937	52,412
Less : Short term deposits pledged to banks	(2,878)	(3,896)
	64,059	48,516

The Condensed Financial Statements should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2012.



ANCOM BERHAD
 (Company No. 8440-M)
 Incorporated in Malaysia

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 28 FEBRUARY 2013

A1. Basis of preparation

The Interim Financial Report of the Ancom Berhad ("Ancom" or "the Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and Rule 9.22(2) of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the Main Board ("Listing Requirements"). For the financial periods up and including the financial year ended 31 May 2012, the Group prepared its financial report in accordance with Financial Reporting Standards ("FRSs").

The Interim Financial Report of the Group should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 May 2012. These explanatory notes attached to the Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2012.

The Group has adopted MFRSs with effect from the current interim financial period.

New MFRSs applicable and relevant to the Group's operations:

Title	Effective Date
MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2012
MFRS 2 <i>Share-based Payment</i>	1 January 2012
MFRS 3 <i>Business Combinations</i>	1 January 2012
MFRS 4 <i>Insurance Contracts</i>	1 January 2012
MFRS 5 <i>Non-current Assets Held for Sale and Discontinued Operations</i>	1 January 2012
MFRS 6 <i>Exploration for and Evaluation of Mineral Resources</i>	1 January 2012
MFRS 7 <i>Financial Instruments: Disclosures</i>	1 January 2012
MFRS 8 <i>Operating Segments</i>	1 January 2012
MFRS 101 <i>Presentation of Financial Statements</i>	1 January 2012
MFRS 102 <i>Inventories</i>	1 January 2012
MFRS 107 <i>Statement of Cash Flows</i>	1 January 2012
MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>	1 January 2012
MFRS 110 <i>Events After the Reporting Period</i>	1 January 2012
MFRS 111 <i>Construction Contracts</i>	1 January 2012
MFRS 112 <i>Income Taxes</i>	1 January 2012
MFRS 116 <i>Property, Plant and Equipment</i>	1 January 2012
MFRS 117 <i>Leases</i>	1 January 2012
MFRS 118 <i>Revenue</i>	1 January 2012

Title	Effective Date
MFRS 119 <i>Employee Benefits</i>	1 January 2012
MFRS 120 <i>Accounting for Government Grants and Disclosure of Government Assistance</i>	1 January 2012
MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates</i>	1 January 2012
MFRS 123 <i>Borrowing Costs</i>	1 January 2012
MFRS 124 <i>Related Party Disclosures</i>	1 January 2012
MFRS 126 <i>Accounting and Reporting by Retirement Benefit Plans</i>	1 January 2012
MFRS 127 <i>Consolidated and Separate Financial Statements</i>	1 January 2012
MFRS 128 <i>Investments in Associates</i>	1 January 2012
MFRS 129 <i>Financial Reporting in Hyperinflationary Economies</i>	1 January 2012
MFRS 131 <i>Interests in Joint Ventures</i>	1 January 2012
MFRS 132 <i>Financial Instruments: Presentation</i>	1 January 2012
MFRS 133 <i>Earnings Per Share</i>	1 January 2012
MFRS 134 <i>Interim Financial Reporting</i>	1 January 2012
MFRS 136 <i>Impairment of Assets</i>	1 January 2012
MFRS 137 <i>Provisions, Contingent Liabilities and Contingent Assets</i>	1 January 2012
MFRS 138 <i>Intangible Assets</i>	1 January 2012
MFRS 139 <i>Financial Instruments: Recognition and Measurement</i>	1 January 2012
MFRS 140 <i>Investment Property</i>	1 January 2012
MFRS 141 <i>Agriculture</i>	1 January 2012
Improvements to MFRSs (2008)	1 January 2012
Improvements to MFRSs (2009)	1 January 2012
Improvements to MFRSs (2010)	1 January 2012
IC Interpretation 1 <i>Changes in Existing Decommissioning, Restoration and Similar Liabilities</i>	1 January 2012
IC Interpretation 2 <i>Members' Shares in Co-operative Entities and Similar Instruments</i>	1 January 2012
IC Interpretation 4 <i>Determining Whether an Arrangement Contains a Lease</i>	1 January 2012
IC Interpretation 5 <i>Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds</i>	1 January 2012
IC Interpretation 6 <i>Liabilities Arising from Participating in a Specific Market-Waste Electrical and Electronic Equipment</i>	1 January 2012
IC Interpretation 7 <i>Applying the Restatement Approach under MFRS 129 Financial Reporting in Hyper inflationary Economies</i>	1 January 2012
IC Interpretation 9 <i>Reassessment of Embedded Derivatives</i>	1 January 2012
IC Interpretation 10 <i>Interim Financial Reporting and Impairment</i>	1 January 2012
IC Interpretation 12 <i>Service Concession Arrangements</i>	1 January 2012
IC Interpretation 13 <i>Customer Loyalty Programmes</i>	1 January 2012
IC Interpretation 14 <i>MFRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction</i>	1 January 2012
IC Interpretation 15 <i>Agreements for the Construction of Real Estate</i>	1 January 2012
IC Interpretation 16 <i>Hedges of a Net Investment in a Foreign Operation</i>	1 January 2012
IC Interpretation 17 <i>Distributions of Non-cash Assets to Owners</i>	1 January 2012
IC Interpretation 18 <i>Transfers of Assets from Customers</i>	1 January 2012
IC Interpretation 19 <i>Extinguishing Financial Liabilities with Equity Instruments</i>	1 January 2012
IC Interpretation 107 <i>Introduction of the Euro</i>	1 January 2012
IC Interpretation 110 <i>Government Assistance - No Specific Relation to Operating Activities</i>	1 January 2012
IC Interpretation 112 <i>Consolidation - Special Purpose Entities</i>	1 January 2012
IC Interpretation 113 <i>Jointly Controlled Entities - Non-Monetary Contributions by Venturers</i>	1 January 2012

Title	Effective Date
IC Interpretation 115 <i>Operating Leases - Incentives</i>	1 January 2012
IC Interpretation 125 <i>Income Taxes - Changes in the Tax Status of an Entity or its Shareholders</i>	1 January 2012
IC Interpretation 127 <i>Evaluating the Substance of Transactions Involving the Legal Form of a Lease</i>	1 January 2012
IC Interpretation 129 <i>Service Concession Arrangements: Disclosures</i>	1 January 2012
IC Interpretation 131 <i>Revenue - Barter Transactions Involving Advertising Services</i>	1 January 2012
IC Interpretation 132 <i>Intangible Assets - Web Site Costs</i>	1 January 2012

The Directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

New MFRS that have been issued, but not yet effective and not yet adopted, for annual periods beginning on or after 1 July 2012 are as follows:

Title	Effective Date
MFRS 9 <i>Financial Instruments</i>	1 January 2015
MFRS 10 <i>Consolidated Financial Statements</i>	1 January 2013
MFRS 11 <i>Joint Arrangements</i>	1 January 2013
MFRs 12 <i>Disclosure of Interests in Other Entities</i>	1 January 2013
MFRS 13 <i>Fair Value Measurement</i>	1 January 2013
MFRS 127 <i>Separate Financial Statements</i>	1 January 2013
MFRS 128 <i>Investments in Associates and Joint Ventures</i>	1 January 2013
Amendments to MFRS 101 <i>Presentation of Items of Other Comprehensive Income</i>	1 July 2012
MFRS 119 <i>Employee Benefits (revised)</i>	1 January 2013
Amendments to MFRS 1 <i>Government Loans</i>	1 January 2013
Amendments to MFRS 7 <i>Disclosures - Offsetting Financial Assets and Financial Liabilities</i>	1 January 2013
Amendments to MFRS 132 <i>Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
<i>Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2015
Amendments to MFRSs <i>Annual Improvements 2009 - 2011 Cycle</i>	1 January 2013
Amendments to MFRS 10, MFRS 11 and MFRS 12 <i>Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance</i>	1 January 2013
MFRS 3 <i>Business Combinations</i> (as issued by the International Accounting Standards Board ('IASB') in March 2004)	1 January 2013
MFRS 127 <i>Consolidated and Separate Financial Statements</i> (as issued by the IASB in December 2003)	1 January 2013
IC Interpretation 20 <i>Stripping Costs in the Production Phase of a Surface Mine</i>	1 January 2013

The Group is in the process of assessing the impact of implementing the MFRS framework since the effects would only be observable for the financial year ending 31 May 2014.

Other than the above, the significant accounting policies adopted by the Group in this Report are consistent with those used in the Audited Financial Statements of the Group for the financial year ended 31 May 2012.

A2. Audit Report of the Preceding Audited Financial Statements

The audit report for the Group's Audited Financial Statements for the financial year ended 31 May 2012 was not qualified.

A3. Seasonal or Cyclical Factors

The interim business operations of the Group were not materially affected by any seasonal or cyclical factors.

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

The Group's assets, liabilities, equity, net income or cash flows were not affected by items that are material and unusual because of their nature, size or incidence in the current period.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current period.

A6. Changes in Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities for the current quarter and financial period except for the transactions described below.

At the previous Annual General Meeting held on 21 November 2012, the shareholders of the Company approved the proposed renewal of shareholders' mandate for the Company to repurchase up to 10% of its own ordinary shares. For the current quarter and financial period, the details of Company's own shares purchased by the Company and held as Treasury Shares and the Treasury Shares resold pursuant to Section 67A of the Companies Act, 1965 are detailed as follows:

Date	Number of shares purchased/ (resold)	Highest price RM	Lowest price RM	Average price RM	Total consideration paid/ (received) RM
Purchase					
Jun-12	233,500	0.390	0.355	0.371	86,538
Jul-12	74,900	0.390	0.350	0.379	28,396
Aug-12	176,200	0.390	0.370	0.382	67,393
Sep-12	628,000	0.390	0.380	0.386	243,268
Oct-12	-	-	-	-	-
Nov-12	10,000	0.385	0.435	0.419	4,186
Dec-12	4,600	0.380	0.380	0.380	1,790
Total for the quarter	<u>1,127,200</u>				<u>431,571</u>
Resold					
Oct-12	<u>(1,735,000)</u>	0.455	0.435	0.442	<u>(767,338)</u>

Note: The consideration above is inclusive of brokerage, contract stamp and clearing fees.

As at 28 February 2013, the Company holds 2,674,227 Treasury Shares at a cost of RM2,049,739.

A7. Dividend Paid

The Company has not declared or paid any dividend for the current financial period.

A8. Profit/(loss) before Taxation

	Individual quarter ended 28-02-2013	Year-to-date ended 28-02-2013
	RM'000	RM'000
Consolidated statement of comprehensive income include the following:		
Finance costs	3,046	9,181
Depreciation and amortisation	8,057	24,069
Provision for and write-off of receivables	(22)	(562)
Provision for and write-off of inventories	249	880
Loss/(gain) on disposal of quoted or unquoted investments	-	8,895
Loss/(gain) on disposal of properties	-	-
Dividend income	-	(10)
Foreign exchange loss/(gain)	(94)	2,021
Interest income	(313)	(932)
Impairment of goodwill	-	1,398
Fair value loss/(gain) on derivatives	151	149
Fair value loss/(gain) on investments	(20)	24

A9. Segmental Results

Segmental information for the financial quarter ended 28 February 2013

	Investment holdings and others	Agricultural and Industrial Chemicals	Logistics	Information Technology	Media	Polymer	Elimination	Total
28 February 2013	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue								
External revenue	2,380	1,305,528	39,316	13,631	53,630	92,639	-	1,507,124
Inter-segment revenue	3,016	136	4,941	260	-	123	(8,476)	-
Total revenue	<u>5,396</u>	<u>1,305,664</u>	<u>44,257</u>	<u>13,891</u>	<u>53,630</u>	<u>92,762</u>		<u>1,507,124</u>
Segment results	(31,466)	37,630	4,168	59	(13,366)	11,377	582	8,984
Operating profits								8,984
Finance costs								(9,182)
Share of results of associates								(1,021)
Loss before taxation								(1,219)
Tax expense								(10,626)
Net loss for the period								<u>(11,845)</u>
28 February 2012								
Revenue								
External revenue	2,094	1,041,700	37,840	6,978	52,390	101,244		1,242,246
Inter-segment revenue	9,318	2,102	5,811	317	-	1	(17,549)	-
Total revenue	<u>11,412</u>	<u>1,043,802</u>	<u>43,651</u>	<u>7,295</u>	<u>52,390</u>	<u>101,245</u>		<u>1,242,246</u>
Segment results	(25,802)	33,220	6,583	(1,124)	(3,998)	11,514	873	21,266
Operating profits								21,266
Finance costs								(9,447)
Share of results of associates								-
Profit before taxation								11,819
Tax expense								(8,348)
Net profit for the period								<u>3,471</u>

A10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendments, from the Audited Financial Statements for the financial year ended 31 May 2012.

The carrying value of the Group's land and building are stated at valuation less accumulated depreciation and impairment losses. The carrying amounts of other plant and equipment are stated at cost less accumulated depreciation and impairment losses.

A11. Events Subsequent to the Reporting Period

There were no material events subsequent to the end of the financial period up to the date of this Report that have not been reflected in the Interim Financial Statements.

A12. Effects of Changes in Composition of the Group

During the financial period ended 28 February 2013, the Company's interest in Nylex (Malaysia) Berhad ("Nylex") was diluted from 48.18% to 44.06% with the disposal of 8,500,000 ordinary shares of RM1.00 in Nylex in the open market for RM4,539,479. The resultant loss on dilution amounted to RM7,986,432.

Other than the above, there were no other material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations.

A13. Changes in Contingent Liabilities or Contingent Assets Since the Last Annual Balance Sheet Date

The Group's contingent liabilities stood at RM16.5 million as at balance sheet date.

A14. Capital commitments

The capital commitments as at balance sheet date are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted for	385
- Approved but not contracted for	519
	<u>904</u>

B. ADDITIONAL INFORMATION PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's Performance

Overall review for the current financial quarter and nine months ended 28 February 2013

For the current financial quarter ended 28 February 2013, the Group posted revenue of RM476.7 million compared with RM415.6 million in the corresponding quarter last year. As a result, the Group PBT increased to RM2.0 million compared with a PBT of RM1.1 million in the corresponding quarter last year.

For the nine months ended 28 February 2013, the Group posted a revenue of RM1.51 billion compared with RM1.24 billion in the corresponding period last year. Operationally, the Group posted a loss before taxation ("LBT") of RM1.2 million for the current financial period compared to profit before taxation ("PBT") of RM11.8mil in the previous financial year. The losses for the current financial period were primarily due to non-recurring losses arising from the partial disposal of subsidiary as announced in the last quarter.

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

Review of business segments for the financial quarter ended 28 February 2013

Investment Holding

The investment holding incurred lower segmental loss for the quarter of RM8.5 million compared to RM13.0 million in the corresponding quarter last year. The decrease in segmental losses for the quarter is mainly due to the lower corporate expenses incurred.

Agricultural and Industrial Chemicals

The division posted a revenue of RM404.4 million for the current financial quarter compared with RM346.0 million recorded in the corresponding quarter last year. The increase is mainly due to strong revenue growth in the Industrial Chemical products in Indonesia. Further, the additional capacity install last year for the Agricultural Chemical business to cater for demands from the overseas markets has contributed to the growth in revenue. Overall, the division posted higher segmental profit of RM10.9 million in the current financial quarter compared RM9.5 million corresponding quarter last year.

Polymer

The Polymer division posted a revenue of RM31.7 million for the current financial quarter compared with RM29.6 million in the corresponding quarter last year. However, competition from cheaper imports continues to adversely affect the profit margins. For the current financial quarter, although the division posted higher revenue, segmental profit remained at RM3.8 million compared with the corresponding quarter last year.

Logistics

In the financial quarter ended 28 February 2013, the revenue of the division remained at RM14.0 million compared with the corresponding quarter last year. Revenue from the tank farm business continues to remain strong. This has helped cushioned the slower growth in the transportation and warehousing businesses. Segmental profit for the current financial quarter declined to RM0.9 million as compared with RM1.6 million in the corresponding quarter last year. Increased competition in the transportation sector has affected profit margins of the division. The Group is looking at increasing its capacity utilisation of its transportation business through closer tie-ups with major customers and its related companies to improve the overall profitability.

Information Technology

The revenue from the division grew to RM9.0 million for the current financial quarter compared to RM5.3 million in the corresponding quarter last year. The division posted segmental profit of RM0.6 million compared with a segmental loss of RM0.3 million last year. Completion of several large contracts has helped the division to turnaround for the quarter. Nevertheless, the division continues to face pressure on its profit margins due to competitive biddings in the local IT industry.

Media

The revenue of the Media division fell to RM18.3 million compared to RM21.1 million in the corresponding quarter last year. The lower revenue is mainly due to slower activities in the current financial quarter compared to last year corresponding quarter. As a result, the Media division posted a segmental loss of RM3.4 million compared with a segmental profit of RM2.0 million in the corresponding quarter last year.

B2. Material Change in the Results for the Current Quarter as Compared with the Immediate Preceding Quarter

For the current financial quarter ended 28 February 2013, the Group posted revenue of RM476.7 million compared with RM514.8 million in the immediate preceding quarter. The Group posted RM2.0 million PBT for the current quarter compared to LBT of RM3.7 million in the immediate preceding quarter. In the immediate preceding quarter, the Group incurred non-recurring losses of RM7.99 million from the partial disposal of a subsidiary and RM0.91 million in the disposal of other investment.

B3. Prospects

Among the key business segments, Agricultural and Industrial Chemical Division should perform satisfactorily but there is pressure on profit margins as product suppliers and logistic providers seek higher prices. Logistics Division should maintain its performance with its existing capacities and utilisations. The Polymer Division is expected to be satisfactory despite stiff competitions from cheaper imports. After undergoing structural and operational reorganisation in the past, Media division is now in a better position for future growth.

Nevertheless, in light of the uncertainties in the world and regional economies, the Board is of the view that the business condition for the remaining quarter of the financial year ending 31 May 2013 will continue to be challenging. The Board will continue to explore ways to consolidate the Group's business for better synergistic benefits.

B4. Variance from Profit Forecasts and Profit Guarantees

Not applicable as the Company did not provide any profit forecast and profit guarantee in respect of the current financial quarter.

B5. Taxation

	Individual quarter ended		Year-to-date ended	
	28-02-2013	29-02-2012	28-02-2013	29-02-2012
	RM'000	RM'000	RM'000	RM'000
Current tax expense based on profit for the financial period:				
Malaysian income tax	4,420	659	9,428	8,622
Foreign income tax	38	-	1,726	1,245
	4,458	659	11,154	9,867
Under/(over) provision in prior years:				
Malaysian income tax	-	-	(493)	(3)
Foreign income tax	-	-	-	-
	4,458	659	10,661	9,864
Deferred taxation:				
Transfer to/(from) deferred taxation	(1)	-	(35)	(1,516)
Under/(over) provision in prior years	-	-	-	-
	4,457	659	10,626	8,348

The effective rate of taxation for the Group is higher than the statutory tax rate mainly due to losses in certain subsidiaries that are not available for set-off against taxable profits in other companies within the Group.

B6. Utilisation of proceeds

Not applicable as the Company has not raised any proceeds from any of its corporate exercises.

B7. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this Report.

B8. Group's Borrowings

	28-02-2013	31-05-2012
	RM'000	RM'000
SHORT TERM BORROWINGS		
Secured:		
Ringgit Malaysia	25,167	23,596
Singapore Dollar	152	2,276
Indonesian Ruppiah	1,919	2,027
United States Dollar	42,544	52,864
Vietnamese Dong	5,408	2,554
	75,190	83,317
Unsecured:		
Ringgit Malaysia	150,515	156,175
United States Dollar	-	-
Singapore Dollar	2,790	458
Hong Kong Dollar	-	-
Indonesian Ruppiah	16	32
	153,321	156,665
Total short term borrowings	228,511	239,982
LONG TERM BORROWINGS		
Secured:		
Ringgit Malaysia	9,780	10,147
Singapore Dollar	1,316	911
Indonesian Ruppiah	640	2,196
Vietnamese Dong	-	200
	11,736	13,454
Unsecured:		
Ringgit Malaysia	24,311	6,725
Singapore Dollar	-	-
Indonesian Ruppiah	15	27
	24,326	6,752
Total long term borrowings	36,062	20,206
TOTAL BORROWINGS	264,573	260,188

Borrowings denominated in foreign currencies are stated at Ringgit Malaysia equivalent as at the reporting dates stated above.

B9. Changes in Pending Material Litigation

There was no material litigation pending as at the date of this Report.

B10. Dividends

The Directors do not recommend the payment of any dividend for the current quarter. There were no dividends declared for the current financial year-to-date.

B11. Earnings Per ShareBasic earnings per share

The basic earnings per share is calculated by dividing the net loss attributable to the ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period as follows:

	Individual quarter ended		Year-to-date ended	
	28-02-2013	29-02-2012	28-02-2013	29-02-2012
Number of ordinary shares ('000)	218,956	218,956	218,956	218,956
Less: Treasury shares ('000)	(2,669)	(2,711)	(2,669)	(2,711)
	216,287	216,245	216,287	216,245
Net loss attributable to ordinary equity holders of the Company (RM'000)	(2,684)	(44)	(15,448)	(3,598)
Basic loss per ordinary share (sen)	(1.24)	(0.02)	(7.14)	(1.66)

Fully diluted earnings per share

Not applicable as the Company does not have dilutive ordinary shares in issue as at the balance sheet date.

B12. Disclosure of realised and unrealised profits

Bursa Securities has, on 25 March 2010 and 20 December 2010, issued directives requiring all listed issuers to disclose the breakdown of unappropriated profits or accumulated losses as at the end of the reporting period, on a group basis, into realised and unrealised profits or losses, as the case may be, in the notes to its quarterly reports.

The breakdown of retained profits of the Group as at the balance sheet date, pursuant to the format prescribed by Bursa securities, is as follows:

Total retained profits of the Group	RM'000
- Realised	35,725
- Unrealised	15,774
	<u>51,499</u>
Less: Consolidation adjustments	<u>(12,382)</u>
As per consolidated financial statements	<u>39,117</u>

By Order of the Board
Wong Wai Foong
Choo Se Eng
Secretaries

Petaling Jaya
30 April 2013