

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Condensed Consolidated Statement of Comprehensive Income

In RM'000	Note	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
		30.06.2011 (unaudited)	30.06.2010 (unaudited)	30.06.2011 (unaudited)	30.06.2010 (unaudited)
Revenue		234,841	173,875	456,338	363,552
Expenses		(214,962)	(161,571)	(420,866)	(341,040)
Other operating income	13	12,710	15,740	31,637	30,526
Profit from operations		32,589	28,044	67,109	53,038
Finance cost		(7,788)	(7,164)	(17,769)	(14,363)
Share of results of associates		(196)	(2,131)	(288)	(4,503)
Share of results of jointly controlled entities		(412)	(446)	(823)	(892)
Profit before tax		24,193	18,303	48,229	33,280
Income tax expense	14	(3,777)	(5,122)	(3,626)	(9,068)
Profit for the financial period		20,416	13,181	44,603	24,212
Other comprehensive income for the financial period, net of tax					
- Currency translation differences		328	-	162	(10)
Total comprehensive income for the financial period, net of tax		20,744	13,181	44,765	24,202
<b>Profit attributable to:</b>					
Equity holders of the Company		19,026	12,244	40,627	22,090
Non-controlling interest		1,390	937	3,976	2,122
		20,416	13,181	44,603	24,212
<b>Total comprehensive income for the financial period, net of tax:</b>					
Equity holders of the Company		19,146	12,244	40,627	22,080
Non-controlling interest		1,598	937	4,138	2,122
		20,744	13,181	44,765	24,202
Earnings per share attributable to the ordinary equity holders of the Company (sen)					
- Basic	25	1.37	0.89	2.93	1.82
- Diluted	25	1.37	0.89	2.93	1.81

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010*

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Condensed Consolidated Statement of Financial Position

In RM'000	As at 30.06.2011 (unaudited)	As at 31.12.2010 (audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	199,670	198,705
Investment properties	515,889	359,208
Land held for property development	604,848	599,949
Expressway development expenditure	1,098,080	925,047
Associates	106,253	105,605
Jointly controlled entities	92,762	93,398
Available for sale financial assets	583	482
Intangible assets	57,754	58,554
Deferred tax assets	29,679	29,790
	<u>2,705,518</u>	<u>2,370,738</u>
<b>Current assets</b>		
Inventories	17,311	17,865
Properties development costs	390,145	367,139
Trade and other receivables	867,115	807,614
Amount due from jointly controlled entities	28,339	21,699
Tax recoverable	8,766	3,673
Financial assets at fair value through profit or loss	5,073	4,608
Deposits, cash and bank balances	621,533	795,004
	<u>1,938,282</u>	<u>2,017,602</u>
<b>TOTAL ASSETS</b>	<b><u>4,643,800</u></b>	<b><u>4,388,340</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holder of the Company</b>		
Share capital	1,385,073	1,382,432
Reserves	(66,013)	(96,207)
	<u>1,319,060</u>	<u>1,286,225</u>
Non-controlling interest	36,505	35,252
<b>Total equity</b>	<b><u>1,355,565</u></b>	<b><u>1,321,477</u></b>
<b>Non-current liabilities</b>		
Loan stock at cost	9,590	9,590
Senior Sukuk	829,156	828,633
Long term borrowings	1,473,387	813,624
Long term liabilities	121,597	119,222
Deferred tax liabilities	28,867	32,912
	<u>2,462,597</u>	<u>1,803,981</u>
<b>Current liabilities</b>		
Trade and payables	634,680	646,117
Other payables	178,350	255,203
Current tax liabilities	4,561	6,931
Short term borrowings	8,047	354,631
	<u>825,638</u>	<u>1,262,882</u>
<b>Total liabilities</b>	<b><u>3,288,235</u></b>	<b><u>3,066,863</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>4,643,800</u></b>	<b><u>4,388,340</u></b>
<b>Net assets per share attributable to the equity holders of the Company (sen)</b>	<b><u>95.2</u></b>	<b><u>93.0</u></b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010.

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Condensed Consolidated Statement of Cash Flows

In RM'000	6 months ended	
	30.06.2011	30.06.2010 (unaudited)
<b>Operating activities</b>		
Cash receipts from customers	630,590	320,120
Cash paid to suppliers and employees	(877,534)	(616,656)
Cash used in operations	(246,944)	(296,536)
Interest and other bank charges paid	(72,037)	(60,446)
Taxes paid	(14,626)	(5,602)
<b>Net cash used in operating activities</b>	<b>(333,607)</b>	<b>(362,584)</b>
<b>Investing activities</b>		
Equity investments		
- right issue	-	510,036
- others	(80,609)	(10,794)
Non-equity investments	(75,428)	15,528
<b>Net cash (used in)/generated from investing activities</b>	<b>(156,037)</b>	<b>514,770</b>
<b>Financing activities</b>		
Borrowings (net)	316,173	1,128
(Pledged)/withdrawal of restricted cash	(72,484)	152,428
<b>Net cash generated from financing activities</b>	<b>243,689</b>	<b>153,556</b>
Net (decrease)/increase in cash and cash equivalent	(245,955)	305,742
Cash and cash equivalents at beginning of the financial year	487,274	232,571
<b>Cash and cash equivalent at end of financial period</b>	<b>241,319</b>	<b>538,313</b>

For the purpose of the statement of cash flows, the cash and cash equivalents comprised the following:

Bank balances and deposits	621,533	959,546
Bank overdraft	-	-
	621,533	959,546
Less: Bank balances and deposits held as security value	(380,214)	(421,233)
	241,319	538,313

*The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010*

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Condensed Consolidated Statement of Changes in Equity

In RM'000	Attributable to equity holders of the Company				Total	Non-controlling interests	Total equity
	Share Capital	Share premium	Other reserves	Accumulated losses			
<b>At 1 January 2011</b>	1,382,432	130,774	38,924	(265,905)	1,286,225	35,252	1,321,477
<b>Comprehensive income</b>							
- Profit for the financial period	-	-	-	40,627	40,627	3,976	44,603
<b>Other comprehensive income</b>							
- Currency translation differences	-	-	357	-	357	162	519
Total comprehensive income	-	-	357	40,627	40,984	4,138	45,122
<b>Transactions with owners</b>							
Issue of shares							
- exercise of options under ESOS	2,641	923	-	-	3,564	-	3,564
Employees' share option scheme							
- options granted	-	-	3,858	-	3,858	-	3,858
Issue of shares	-	-	-	-	-	90	90
Dividends							
- financial year ended 31 December 2010	-	-	-	(15,571)	(15,571)	-	(15,571)
Profit distribution by a jointly controlled entity							
- financial year ended 31 December 2011	-	-	-	-	-	(2,975)	(2,975)
Total transactions with owners	2,641	923	3,858	(15,571)	(8,149)	(2,885)	(11,034)
<b>At 30 June 2011 (unaudited)</b>	<b>1,385,073</b>	<b>131,697</b>	<b>43,139</b>	<b>(240,849)</b>	<b>1,319,060</b>	<b>36,505</b>	<b>1,355,565</b>

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Condensed Consolidated Statement of Changes in Equity

In RM'000	Attributable to equity holders of the Company				Total	Non-controlling interests	Total equity
	Share Capital	Share premium	Other reserves	Accumulated losses			
<b>At 1 January 2010</b>	907,625	79,913	7,786	(322,893)	672,431	18,489	690,920
<b>Comprehensive income</b>							
- Profit for the financial year	-	-	-	67,268	67,268	6,526	73,794
<b>Other comprehensive income</b>							
- Revaluation reserve arising from acquisition of subsidiary (previously known as associate)	-	-	28,090	-	28,090	-	28,090
- Currency translation differences	-	-	1,027	-	1,027	440	1,467
Total comprehensive income	-	-	29,117	67,268	96,385	6,966	103,351
<b>Transactions with owners</b>							
Issue of shares							
- right issue	455,389	54,647	-	-	510,036	-	510,036
- exercise of options under ESOS	19,418	2,977	-	-	22,395	-	22,395
Share issue expenses	-	(6,763)	-	-	(6,763)	-	(6,763)
Employees' share option scheme							
- options granted	-	-	1,920	-	1,920	-	1,920
Acquisition of additional interest in subsidiaries	-	-	101	-	101	12,901	13,002
Dividends							
- financial year ended 31 December 2009	-	-	-	(10,280)	(10,280)	-	(10,280)
Profit distribution by a jointly controlled entity							
- financial year ended 31 December 2010	-	-	-	-	-	(3,104)	(3,104)
Total transactions with owners	474,807	50,861	2,021	(10,280)	517,409	9,797	527,206
<b>At 31 December 2010 (audited)</b>	<b>1,382,432</b>	<b>130,774</b>	<b>38,924</b>	<b>(265,905)</b>	<b>1,286,225</b>	<b>35,252</b>	<b>1,321,477</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010*

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Notes to the Interim Report

### 1. Basis of preparation

The financial report has been prepared in accordance with FRS134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's financial statements for the financial year ended 31 December 2010.

The accounting policies and methods of computation adopted for the financial report are consistent with those adopted for the annual financial statements for the financial year ended 31 December 2010, other than for the compliance with the new/revised Financial Reporting Standards (FRS) that came into effect during the financial year under review.

The adoption of the new/revised FRS that came into effect during the financial year under review does not have material effects on the Group's financial result for the financial year under review nor the Group's shareholders' funds as at 30 June 2011.

### 2. Audit report of the preceding annual financial statements

The audit report of the Group's preceding annual financial statements was not subject to any qualification.

### 3. Seasonal or cyclical fluctuations

The businesses of the Group were not materially affected by any seasonal or cyclical fluctuations during the current financial period.

### 4. Items of unusual nature, size or incidence

There were no other items of unusual nature, size or incidence affecting the assets, liabilities, equity, net income or cash flows.

### 5. Material changes in estimates of amounts reported

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

### 6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial period.

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

## REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

### Notes to the Interim Report

#### 7. Dividends

During the Company's 40<sup>th</sup> Annual General Meeting held on 4 April 2011, shareholders of the Company had approved to pay a first and final dividend in respect of the financial year ended 31 December 2010 of 1.5% or 1.5 sen per ordinary share less income tax of 25%, amounting to RM15,570,656. The dividends were paid on 4 May 2011.

#### 8. Segmental reporting

	Engineering and Construction RM'000	Property development RM'000	Infrastructure and environmental RM'000	Building services RM'000	Investment holding and others RM'000	Group RM'000
<b>6 months ended 30.06.2011</b>						
Total revenue	625,015	167,096	13,424	34,419	214	840,168
Inter-segment revenue	(370,323)	(4,368)	-	(9,139)	-	(383,830)
External revenue	254,692	162,728	13,424	25,280	214	456,338
Segment results	21,366	44,943	(2,592)	445	(10,753)	53,409
Interest income						13,700
Finance cost						(17,769)
Share of results of jointly controlled entities and associates	(186)	(925)	-	-	-	(1,111)
Profit before tax						48,229
<b>6 months ended 30.06.2010</b>						
Total revenue	404,797	65,161	49,917	27,917	279	548,071
Inter-segment revenue	(173,455)	(4,443)	-	(6,621)	-	(184,519)
External revenue	231,342	60,718	49,917	21,296	279	363,552
Segment results	25,979	13,683	7,701	2,779	(12,333)	37,809
Interest income						15,229
Finance cost						(14,363)
Share of results of jointly controlled entities and associates	(212)	(3,038)	(2,145)	-	-	(5,395)
Profit before tax						33,280

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## Notes to the Interim Report

### 9. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without any material amendments from the previous financial statements.

### 10. Material events subsequent to the financial year

There are no material subsequent events to be disclosed.

### 11. Changes in the composition of the Group

- (a) The Company had on 29 March 2011 entered into a Joint Venture & Shareholders' Agreement (JVSA) with Ekovest Bhd and KL Bund Sdn Bhd (KBSB) in relation to the River of Life project. Pursuant to the JVSA, the Company will hold 40% equity interest in KBSB. The JVSA will enable both parties to regulate their rights and obligations as shareholders of KBSB which will act as the project delivery partner for the project.

The joint venture was completed on the same date.

- (b) On 7 April 2011, the Company entered into a Share Sale Agreement (SSA) with Fadzil Bin Ahmad, Usman Bin Suratman and Mohd Shamir bin Mohd Hassan to acquire the entire equity interest represented by 200,000 ordinary shares of RM1.00 each in 59 iNC Sdn Bhd (59iNC) for a cash consideration of up to RM110 million. (Proposed Acquisition).

59iNC received a letter of offer dated 7 February 2011 from Pejabat Pengarah Tanah and Galian Wilayah Persekutuan (Land Office) stating that the Land Office has agreed to grant a conditional approval for 59iNC to be the legal and beneficial owner of 3 plots of vacant government land at Mukim Setapak measuring 27.41 acres for mixed development.

The Proposed Acquisition was completed on the same date.

- (c) The Company had on 11 April 2011 entered into a Joint Venture & Shareholders' Agreement (JVSA) with DMIA Sdn Berhad to set up a 70:30 shareholding joint venture company named Country Annexe Sdn Bhd (CASB).

On 5 July 2011, CASB entered into a Privatization Agreement with the Government of Malaysia and Syarikat Tanah dan Harta Sdn Bhd for the construction of the followings;

- (1) Little India Project – upgrading and beautification of Jalan Tun Sambanthan, Brickfields, Kuala Lumpur beginning from the intersection of Jalan Travers and Jalan Tun Sambanthan up to the entrance of the Brickfields Police Station;
- (2) Pines Bazaar – a three-storey building consisting of office space, 28 units of stalls and 140 car park bays on Lot 172, Kuala Lumpur; and



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## Notes to the Interim Report

### 11. Changes in the composition of the Group (continued)

- (3) Ang Seng Development – the construction of 212 units of new government Class F quarters near Jalan Ang Seng to replace the government quarter at Jalan Rozario, Kuala Lumpur.

As a consideration for the above work done, two (2) pieces of land in the intersection of Lorong Chan Ah Tong and Jalan Tun Sambanthan, Kuala Lumpur known as Lot 349 will be alienated to CASB for future development.

The joint venture was completed on 5<sup>th</sup> July 2011.

### 12. Contingent liabilities or contingent assets

The Group's contingent liabilities, which comprised trade and performance guarantees, amounted to RM298.6 million as at 30 June 2011 (as compared to RM334.5 million as at 31 December 2010). There are no material contingent assets to be disclosed.

### 13. Other operating income

Included in the other operating income for the current financial period is an exceptional gain of RM5.3 million that was in relation to the write back of impairment of the Group's investment in an associate that is no longer required due to recovery of the full redemption monies received from the said investment.

### 14. Income tax expenses

In RM'000	Individual Quarter		Cumulative Quarter	
	6 months ended	6 months ended	6 months ended	6 months ended
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
In Malaysia				
Taxation				
- current period	(4,209)	(5,122)	(8,379)	(9,432)
- over provision in prior years	489	-	868	364
Deferred tax	(57)	-	3,885	-
	<u>(3,777)</u>	<u>(5,122)</u>	<u>(3,626)</u>	<u>(9,068)</u>

The reversal of deferred tax liabilities was mainly due to tax losses of a subsidiary.

### 15. Profit/(Loss) on sale of unquoted investments and/or properties

There was no profit or loss on sale of unquoted investments and/or properties outside the ordinary course of business of the Group for the current financial period under review.

# MALAYSIAN RESOURCES CORPORATION BERHAD

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REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Notes to the Interim Report

### 16. Purchases and disposals of quoted securities

- a) There were no purchase and disposal of quoted securities for both the current and preceding cumulative 2<sup>nd</sup> quarter ended 30 June 2011 and 30 June 2010.
- b) Investment in quoted securities are as follows:

	As at 30.06.2011 RM'000	As at 31.12.2010 RM'000
At cost	2,565	2,453
At carrying value / market value	5,347	4,771

### 17. Corporate Proposals

The Board had today approved the revised utilization of proceeds from the Rights Issue (RI) as disclosed in the Circular to shareholders dated 4 December 2009 and the Abridged Prospectus dated 2 February 2010 in the following manner:-

- The allocation of RM65 million which was originally earmarked for investments in building services, environmental engineering and infrastructure to be expanded to include utilization for investment in prime land for property development.
- The savings of about RM335,000 in expenses relating to the RI to be utilized for working capital.

The status of utilization of proceeds of the RI raised in March 2010 is tabulated as follows:

	Original proposed utilization	Revised proposed utilization	Amount utilized as at 30.06.2011
	RM'000	RM'000	RM'000
<b>Equity investment in Nu Sentral Sdn Bhd (NSSB)</b>	85,000	85,000	85,000
<b>Capital expenditure in relation to future business expansion:</b>			
Investment in prime land for property development	315,000	} 380,000	} 297,088
Investment in environmental engineering and infrastructure	15,000		
Investment in building services	50,000		
Working capital requirements, general corporate purposes and capital expenditures	37,940	38,275	37,940
<b>Estimated expenses in relation to the Rights Issue</b>	7,100	6,765	6,765
<b>Total</b>	<b>510,040</b>	<b>510,040</b>	<b>426,793</b>

As at to-date, there was no corporate proposal announced but not yet completed.

# MALAYSIAN RESOURCES CORPORATION BERHAD

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REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Notes to the Interim Report

### 18. Group borrowings

The tenure of the Group borrowings classified as short and long terms are as follows:

	As at 30.06.2011 RM'000	As at 31.12.2010 RM'000
<b>Secured</b>		
Short term	8,047	276,054
Long term	2,302,543	1,642,257
<b>Unsecured</b>		
Short term	-	78,577

The Group borrowings are all denominated in Ringgit Malaysia.

### 19. Off balance sheet financial instruments

The Group did not enter into any contract involving financial instruments with off balance sheet risk.

### 20. Material litigation

The Group is engaged in various litigations arising from its business transactions, the claims thereon amounting to approximately RM98.8 million. The Board of Directors has been advised on these claims for which reasonable defences exist and claims that are pending amicable settlement. On this basis, the Board of Directors is of the opinion that the said litigations would not have a material effect on the financial position or the business of the Group. On the other hand, the Group has also filed in some claims, some of them are counter claims amounting to approximately RM62.8 million arising from its business transactions.

### 21. Comparison with immediate preceding corresponding quarter's results

The Group recorded a higher profit before taxation amounting to RM24.2 million for the current 2nd quarter ended 30 June 2011 compared to RM18.3 million recorded in the preceding corresponding 2nd quarter ended 30 June 2010. The higher profit for the current quarter was mainly contributed by recognition of progress profit from the ongoing property development projects at Kuala Lumpur Sentral. The recent launch of strata office sales at Kuala Lumpur Sentral, which is known as Q Sentral has begun to register meaningful contribution. Profit was also boosted by the construction activities in Johor Darul Takzim, in particular the Permai Hospital, Eastern Dispersal Link Highway and Marlborough College.

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## Notes to the Interim Report

### 22. Review of performance

The Group recorded revenue of RM456.3 million for the cumulative 2nd quarter ended 30 June 2011 as compared to RM363.6 million recorded in the preceding cumulative 2nd quarter ended 30 June 2010. As shown in note 8, the increase in revenue in the current period was due to higher contribution from the Group's revenue recognition of ongoing and encouraging strata office sales of property development projects at Kuala Lumpur Sentral and the progressive works of the construction and engineering activities. Lower revenue was noted from the infrastructure and environmental segment due to completion of existing environmental projects, with continuation of new phases pending relevant authority approval.

### 23. Prospects

The Board is pleased to report that sales of Q Sentral office block has surpassed the halfway mark whilst KL Sentral Park which is completing in the second half of the year continues to attract strong rental interest. Shortly to launch is the condominium known as Sentral Residences.

Based on the strong demand momentum for the Group's property projects and the active progressive works of the construction and engineering activities, the Board is confident that, barring any unforeseen circumstances, the Group is on track to achieve the target revenue recognition of RM1.3 billion for the financial year.

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## Notes to the Interim Report

### 24. Variance on forecast profit/profit guarantee

Not applicable.

### 25. Earning per share (EPS)

#### Basic EPS

The basic EPS is calculated by dividing the net profit for the current financial period by the weighted average number of shares in issued during the current financial period.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
Net profit for the financial period attributable to the owners of the parent (RM'000)	19,026	12,244	40,627	22,090
Weighted average number of ordinary shares in issue ('000)	1,384,572	1,369,688	1,384,013	1,214,128
Basic EPS (sen)	1.37	0.89	2.93	1.82

#### Diluted EPS

For the purpose of calculating diluted EPS, the weighted average number of ordinary shares in issued during the current financial period were adjusted for the dilutive effects of all potential ordinary shares, i.e. share options (ESOS) granted to employees.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.06.2011	30.06.2010	30.06.2011	30.06.2010
Net profit for the financial period attributable to the owners of the parent (RM'000)	19,026	12,244	40,627	22,090
Weighted average number of ordinary shares in issue ('000)	1,384,572	1,369,688	1,384,013	1,214,128
Adjustment for ESOS ('000)	3,847	4,271	3,847	4,271
Weighted average number of ordinary shares in issue ('000)	<u>1,388,419</u>	<u>1,373,959</u>	<u>1,387,860</u>	<u>1,218,399</u>
Diluted EPS (sen)	1.37	0.89	2.93	1.81

# MALAYSIAN RESOURCES CORPORATION BERHAD

(Incorporated in Malaysia - Company No.7994-D)

REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

## Notes to the Interim Report

### 26. Breakdown of realised and unrealised profit or loss

The breakdown of the accumulated losses of the Group as at 30 June 2011, into realised and unrealised, pursuant to a directive issued by Bursa Malaysia Securities Berhad are as follows;

	Accumulated quarter ended 30.06.2011 (RM'000)	Accumulated quarter ended 31.12.2010 (RM'000)
Total accumulated losses:		
- Realized	(250,469)	(277,125)
- Unrealized	(8,405)	(12,805)
Total share of accumulated profit or losses from associates:		
- Realized	(2,007)	(969)
- Unrealized	-	-
Total share of accumulated losses from jointly controlled entities:		
- Realized	(3,434)	(6,268)
- Unrealized	-	-
Add: Consolidation adjustments	23,466	31,262
<b>Total Group accumulated losses</b>	<b>(240,849)</b>	<b>(265,905)</b>

The analysis of realised and unrealised accumulated losses is compiled based on Guidance on Special Matter No.1, Determination of Realised and Unrealised Profit or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Listing Requirements as issued by the Malaysian Institute of Accountants.

The disclosure above is solely for compliance with the directive issued by the Bursa Malaysia Securities Berhad and should not be used for any other purpose.

By Order of the Board

**Mohd Noor Rahim Yahaya**  
Company Secretary

**Kuala Lumpur**  
**11 August 2011**