

Financial ResultsReference No **II-110530-34849**

Company Name : **INSAS BERHAD**
 Stock Name : **INSAS**
 Date Announced : **30/05/2011**
 Financial Year End : **30/06/2011**
 Quarter : **3**
 Quarterly report for the financial period ended : **31/03/2011**
 The figures : **have not been audited**

Converted attachment :

Please attach the full Quarterly Report here:

[QReportword March2011 Bursa.doc](#)[QRExcel March2011 Bursa.xls](#)

Remark:

1) The basic earnings per share for the 9 months ended 31 March 2011 has been calculated based on the profit attributable to ordinary equity holders of the Company of RM62,657,000 (2010:RM43,475,000) and the weighted average number of ordinary shares in issue during the period of 686,150,000 shares (2010 :675,771,000 shares) after taking into account the movement of shares bought back by the Company.

2) The fully diluted earnings per share is not computed as there is no dilutive potential on the ordinary shares during the reporting period.

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

- DEFAULT CURRENCY
- OTHER CURRENCY

Currency : Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION
31/03/2011

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2011 \$\$'000	31/03/2010 \$\$'000	31/03/2011 \$\$'000	31/03/2010 \$\$'000
1Revenue	58,253	98,968	179,598	301,516

2Profit/(loss) before tax	24,514	2,213	64,724	49,547
3Profit/(loss) for the period	23,750	2,211	62,881	48,528
4Profit/(loss) attributable to ordinary equity holders of the parent	23,596	691	62,657	43,475
5Basic earnings/(loss) per share (Subunit)	3.44	0.00	9.13	6.43
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 (\$\$)	1.2900	1.1700

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

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

30 May 2011

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

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		FY 2011 Current financial quarter ended 31-Mar-11 RM'000	FY 2010 Preceding corresponding financial quarter ended 31-Mar-10 RM'000	FY 2011 Financial period ended 31-Mar-11 RM'000	FY 2010 Preceding financial period ended 31-Mar-10 RM'000
Revenue		58,253	98,968	179,598	301,516
Cost of sales		(41,942)	(75,238)	(138,488)	(235,674)
Administrative expenses		3,412	(5,701)	(10,024)	(17,958)
Other operating expenses	1	(7,112)	(7,747)	(28,792)	(25,839)
Other income	2	9,443	4,780	56,087	29,883
Finance costs		(1,173)	(1,045)	(3,537)	(3,284)
Exceptional items	3	(0)	(11,434)	285	1,747
Share of profit less losses of associate companies		3,239	(462)	9,057	(220)
Share of profit less losses of jointly controlled entities		394	92	538	(624)
Profit before taxation		24,514	2,213	64,724	49,547
Taxation		(764)	(2)	(1,843)	(1,019)
Profit for the quarter/period		23,750	2,211	62,881	48,528
Profit attributable to :					
Owners of the Company		23,596	691	62,657	43,475
Non-controlling interests		154	1,520	224	5,053
		23,750	2,211	62,881	48,528
Earnings per share (in sen)					
- Basic		3.44	0.10	9.13	6.43
- Diluted		n/a	n/a	n/a	n/a

	Quarter ended 31/3/2011 RM'000	Quarter ended 31/3/2010 RM'000	Period ended 31/3/2011 RM'000	Period ended 31/3/2010 RM'000
Note 1 Included in Other operating expenses is the following item :-				
Gain/(Loss) on disposal of quoted securities	<u>459</u>	<u>(3,576)</u>	<u>(548)</u>	<u>(5,888)</u>
Note 2 Included in Other income is the following item:-				
Fair value changes on financial assets at fair value through profit or loss	<u>726</u>	<u>4,754</u>	<u>13,025</u>	<u>15,192</u>
Note 3 Exceptional items represent:-				
Gain on capital repayment by an associate company	-	-	-	13,049
Gain on dilution of equity interest in subsidiary companies	-	-	285	-
Gain on disposal of investment properties	-	7	-	7
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	-	2,252

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CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	FY 2011 Current financial quarter ended 31-Mar-11 RM'000	FY 2010 Preceding corresponding financial quarter ended 31-Mar-10 RM'000	FY 2011 Financial period ended 31-Mar-11 RM'000	FY 2010 Preceding financial period ended 31-Mar-10 RM'000
Profit for the quarter/period	23,750	2,211	62,881	48,528
Other comprehensive income/(loss)				
Net gain on available for sale investments	-	-	(323)	-
- transfer to profit or loss upon disposal	1,747	-	8,972	-
- gain on fair value changes	(1,267)	390	(2,695)	(106)
Exchange translation reserve movement				
Total other comprehensive income/(loss) for the quarter/period	480	390	5,954	(106)
Total comprehensive income for the quarter/period	24,230	2,601	68,835	48,422
Profit attributable to :				
Owners of the Company	24,130	1,185	68,786	43,468
Non-controlling interests	100	1,416	49	4,954
	24,230	2,601	68,835	48,422

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 31/3/2011	(Audited) As at preceding financial year ended 30/06/2010 (Restated)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	33,198	62,460
Investment properties	57,797	58,092
Prepaid land lease payments	-	4,781
Land held for development	37,576	37,576
Available for sale investments	50,389	43,194
Held to maturity investments	41,562	53,260
Associate companies	40,300	15,064
Investment in jointly controlled entities	24,660	24,122
Intangible assets	18,398	19,644
Deferred tax assets	3,424	4,644
Total Non-current assets	307,304	322,837
Current assets		
Property development costs	5,074	6,955
Inventories	19,964	33,584
Trade receivables	168,475	171,960
Accrued billings	-	5,918
Amount due from associate companies	37,131	21,497
Other receivables, deposits and prepayments	31,527	29,469
Held to maturity investments	14,038	5,943
Financial assets at fair value through profit or loss	86,721	71,643
Tax recoverable	2,598	2,293
Deposits with licensed banks and financial institutions	482,064	525,999
Cash and bank balances	53,924	73,704
	901,516	948,965
Non-current assets classified as held for sale	7,993	8,166
	909,509	957,131
TOTAL ASSETS	1,216,813	1,279,968
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	693,334	693,334
Treasury shares	(4,242)	(2,963)
Reserves	69,502	56,613
Retained profit	122,555	59,898
	881,149	806,882
Non-controlling interests	9,437	19,549
Total equity	890,586	826,431
Non-current liabilities		
Hire purchase payables	7,544	9,418
Redeemable convertible preference shares	-	4,611
Loans and borrowings	-	6,260
Deferred tax liabilities	373	814
	7,917	21,103
Current liabilities		
Trade payables	221,030	198,495
Other payables and accruals	21,287	40,589
Loans and borrowings	74,840	192,544
Tax payable	1,153	806
	318,310	432,434
TOTAL LIABILITIES	326,227	453,537
TOTAL EQUITY AND LIABILITIES	1,216,813	1,279,968
	(0)	
Net assets per share attributable to owners of the Company (RM)*	1.29	1.17

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

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

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

	Attributable to Owners of the Company						Total RM'000	Non- controlling Interests RM'000	Total equity RM'000	
	Share capital RM'000	Share premium RM'000	Available for sale investment fair value reserve RM'000	Reserve fund RM'000	Exchange translation reserve RM'000	Treasury shares RM'000				Retained profit RM'000
Period ended 31 March 2011										
As at 1 July 2010										
- As previously reported	693,334	54,489	-	1,200	924	(2,963)	59,898	806,882	19,549	826,431
- Adoption of FRS 139	-	-	6,760	-	-	-	-	6,760	-	6,760
As restated	693,334	54,489	6,760	1,200	924	(2,963)	59,898	813,642	19,549	833,191
Repurchase of shares	-	-	-	-	-	(1,279)	-	(1,279)	-	(1,279)
Acquisition of equity interests in subsidiary companies	-	-	-	-	-	-	-	-	1,883	1,883
Dilution of equity interest in subsidiary companies	-	-	-	-	-	-	-	-	(12,044)	(12,044)
Total comprehensive income/ (loss) for the period	-	-	8,649	-	(2,520)	-	62,657	68,786	49	68,835
Balance as at 31 March 2011	693,334	54,489	15,409	1,200	(1,596)	(4,242)	122,555	881,149	9,437	890,586 (0)
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)
Repayment of advances to non-controlling interests	-	-	-	-	-	-	-	-	(1,907)	(1,907)
Share dividends paid to owners of the Company	-	(11,905)	-	-	-	11,905	-	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	(374)	(374)
Total comprehensive income/ (loss) for the period	-	-	-	-	(7)	-	43,475	43,468	4,954	48,422
Balance as at 31 March 2010	693,334	54,489	-	1,200	11,680	(2,025)	56,911	815,589	22,926	838,515

(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 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER AND 9 MONTHS PERIOD ENDED 31 MARCH 2011.

	Current financial period ended 31/3/2011 RM'000	Preceding corresponding financial period ended 31/3/2010 RM'000
Cash flows from operating activities		
Profit before taxation	64,724	49,547
Adjustments for :		
Non-cash items	(48,900)	(12,459)
Finance costs	3,537	3,284
Interest income	(7,004)	(6,905)
Operating profit before working capital changes	<u>12,357</u>	<u>33,467</u>
Changes in working capital :-		
Net changes in current assets	(9,242)	(15,558)
Net changes in current liabilities	32,469	(10,356)
Cash generated from operations	<u>35,584</u>	<u>7,553</u>
Finance costs	(3,537)	(3,284)
Interest income	7,004	6,905
Tax paid	(930)	(690)
Net cash generated from operating activities	<u>38,121</u>	<u>10,484</u>
Cash flows from investing activities		
Acquisition of equity interest in subsidiary companies	(2,020)	(75)
Proceeds from capital repayment by an associate company	-	13,049
Purchase of property, plant and equipment	(2,653)	(5,303)
Payment on investment properties	-	(17,185)
Purchase of available for sale investments	-	(10,024)
Purchase of held to maturity investments	(12,863)	(10,131)
Proceeds from disposal of property, plant and equipment	937	1,289
Proceeds from disposal of investment properties	-	1,705
Proceeds from disposal of available for sale investments	6,699	465
Proceeds from redemption and disposal of held to maturity investments	17,424	-
Proceeds from disposal of short term investments	-	39,044
Proceeds from disposal of non-current assets held for sale	1,843	-
Payment for intangible assets	(13)	(21)
Payment for development expenditure	(1)	-
Investment in jointly controlled entities	-	(22,903)
Dividend received	1,867	848
Net cash outflow from dilution of equity interest in subsidiary companies	(260)	-
Net cash inflow from acquisition of equity interest in subsidiary companies	1,598	-
Net cash generated from/(used in) investing activities	<u>12,558</u>	<u>(9,242)</u>
Cash flows from financing activities		
Subscription of redeemable convertible preference shares in a subsidiary company by non-controlling interest	-	4,611
Dividends paid to non-controlling interests of subsidiary companies	-	(374)
Increase in monies held in trust	(21,577)	(5,542)
Decrease/(increase) in fixed deposits pledged	90,763	(137,758)
Decrease in cash and bank balances pledged	14,624	20
Net cash used in share buyback	(1,279)	(2,618)
Drawdown of loans and borrowings	400,569	260,582
Repayment of loans and borrowings	(510,048)	(158,276)
Repayment of hire purchase payables	(3,533)	(3,213)
Repayment of advances to non-controlling interests	-	(1,907)
Net cash used in financing activities	<u>(30,481)</u>	<u>(44,475)</u>
Net increase/(decrease) in cash and cash equivalents	20,198	(43,233)
Cash and cash equivalents at beginning of the financial period	168,337	229,495
Exchange differences	(291)	(949)
Cash and cash equivalents at end of the financial period	<u>188,244</u>	<u>185,313</u>
Cash and cash equivalents comprise of :-		
Bank overdrafts	(883)	(1,110)
Cash and bank balances	46,939	72,321
Deposits with licensed banks and financial institutions	142,188	114,102
	<u>188,244</u>	<u>185,313</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

INSAS BERHAD
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**UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS PERIOD
ENDED 31 MARCH 2011.**

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 ("MASB") and Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad.

This report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2010. 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 2010.

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 2010 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), Amendments to FRSs and Issues Committee Interpretations ("IC Interpretations") issued by the MASB that become effective and are relevant to the Group for the financial year beginning 1 July 2010:-

Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations. Amendment relating to disclosures of non-current assets (or disposal groups) classified as held for sale or discontinued operations
FRS 7	Financial Instruments : Disclosures
Amendments to FRS 7	Financial Instruments : Disclosures. Amendments relating to financial assets
Amendment to FRS 8	Operating Segments. Amendment relating to disclosure information about segment assets
FRS 101	Presentation of financial statements
Amendment to FRS 107	Statement of Cash Flows. Amendment relating to classification of expenditures on unrecognised assets
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors. Amendment relating to selection and application of accounting policies
Amendment to FRS 110	Events After the Reporting Period. Amendment relating to reason for dividend not recognised as a liability at the end of the reporting period
Amendment to FRS 116	Property, Plant and Equipment. Amendment relating to derecognition of asset
Amendment to FRS 117	Leases. Amendment relating to classification of leases
Amendment to FRS 118	Revenue. Amendment relating to Appendix of this standard and recognition and measurement
Amendment to FRS 119	Employee Benefits. Amendment relating to definition, curtailment and settlements
FRS 123	Borrowing Costs
Amendment to FRS 123	Borrowing Costs. Amendment relating to components of borrowing costs

A1. Basis of Preparation (Cont'd)

Amendment to FRS 127	Consolidated and Separate Financial Statements. Amendment relating to cost of an investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendment to FRS 128	Investment in Associates. Amendment relating to impairment losses in application of the equity method and the scope of this standard
Amendment to FRS 131	Interests in Joint Ventures. Amendment relating to additional disclosure required for joint venture that does not apply FRS 131
Amendments to FRS132	Financial Instruments : Presentation. Amendment relating to puttable financial instruments
Amendment to FRS 134	Interim Financial Reporting. Amendment relating to disclosure of earnings per share
Amendment to FRS 136	Impairment of Assets. Amendment relating to the disclosure of recoverable amount
Amendment to FRS 138	Intangible Assets. Amendment relating to recognition of an expense
FRS 139	Financial Instruments : Recognition and Measurement
Amendments to FRS 139	Financial Instruments : Recognition and Measurements. Amendments relating to eligible hedged items, reclassification of financial assets and embedded derivatives
Amendment to FRS 140	Investment Property. Amendment relating to inability to determine fair value reliably
IC Interpretation 9	Reassessment of Embedded Derivatives
Amendment to IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 – Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
Amendments to FRS 132	Financial Instruments : Presentation. Amendments relating to classification of rights issues
FRS 3	Business Combinations
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations. Amendment relating to the inclusion of non-current assets as held for distribution to owners in the standards
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 138	Intangible Assets. Amendments relating to the revision to FRS 3
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives. Amendments relating to the scope of the IC Int and revision to FRS 3
IC Interpretation 17	Distributions of Non-cash Assets to Owners

The adoption of the above FRSs, amendments to FRSs and IC Interpretations do not have significant impact on the financial statements of the Group other than the application of FRS 101, FRS 7 and FRS 139 summarised below:

(a) FRS 101 : Presentation of Financial Statements

The revised FRS 101 separates owner and non-owner changes in equity. With the adoption of this FRS, the consolidated statements of changes in equity will only include details of transactions with owners. All non-owners changes in equity are presented as a single line labelled as total comprehensive income.

The standard also introduces the statement of comprehensive income; presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, either in one single statement, or in two linked statements. In addition, the adoption of the standard has resulted in the consolidated balance sheet now being renamed as consolidated statements of financial position.

This standard affects the presentation of the financial statements and does not have any impact on the financial position and results of the Group.

A1. Basis of Preparation (Cont'd)

The adoption of the above FRSs, Amendments to FRSs and IC Interpretations do not have significant impact on the financial statements of the Group other than the application of FRS 101, FRS 7 and FRS 139 summarised below (Cont'd) :-

(b) FRS 7 : Financial Instruments : Disclosures

FRS 7 requires disclosures in the financial statements that enable users to evaluate the significance of financial instruments on the entity's financial position and performance, and the nature and extent of risks arising from financial instruments to which an entity is exposed during the period and at the reporting date, and how the entity manages those risks. The principles in this FRS complement the principles for presenting, recognising and measuring financial instruments in FRS 132 Financial Instruments : Presentation and FRS 139 Financial Instruments : Recognition and Measurements.

The adoption of FRS 7 does not have any impact on the financial position and results of the Group.

(c) FRS 139 : Financial Instruments – Recognition and Measurements

FRS 139 sets out the new requirements for the classification, recognition and measurement of the Group's financial assets and liabilities.

Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments in the statement of financial position reflects the designation of the financial instruments. The designation depends on the nature of the financial assets and liabilities and the purpose for which the financial assets/liabilities were acquired/incurred. Set out below are the changes in classifications of financial assets and liabilities of the Group as a result of adopting FRS 139 :-

(i) Financial assets at fair value through profit or loss

Prior to the adoption of FRS 139, quoted securities intended for short term investments were accounted for at the lower of cost and market value. With the application of FRS 139, short term quoted equity investment are now measured at fair value on the date of transaction and subsequently re-measured at fair value with changes in fair value recognised in the income statement.

(ii) Loans and receivables

Prior to the adoption of FRS 139, loans and receivables were measured at invoiced amount less allowance for doubtful debts and subject to impairment. With the adoption of FRS 139, loans and receivables are now measured at fair value plus transaction costs and subsequently at amortised cost using effective interest method and subject to impairment.

Gains or losses arising from derecognition of the loans and receivables, effective interest rate amortisation and impairment losses are recognised in the income statement.

A1. Basis of Preparation (Cont'd)

(c) FRS 139 : Financial Instruments – Recognition and Measurements (Cont'd)

(iii) Available for sale investments

Prior to the adoption of FRS 139, non-current investments were accounted for at cost less impairment. Upon the adoption of FRS 139, available for sale investments are initially measured at fair value plus transaction costs and subsequently at fair value. Investments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured, are measured at cost. Changes in fair value of available for sale investments measured at fair value are recognised in other comprehensive income, together with the related currency translation differences, until the investments are disposed or until the investments are determined to be impaired, at which time the cumulative gain or losses previously reported in other comprehensive income are included in the income statement.

(iv) Held to maturity investments

Investments which have fixed or determinable payments and fixed maturity are designated as held to maturity investments when the Group has the intention and ability to hold the investments till maturity. Such investments are initially recognised at fair value including transaction costs and subsequently measured at amortised cost using effective interest method and subject to impairment.

Any changes in relation to amortisation and impairment are recognised in the income statement.

(v) Financial liabilities measured at amortised cost

The Group's financial liabilities includes trade and other payables and loans and borrowings. Under FRS 139, these financial liabilities are measured initially at fair value and subsequently carried at amortised cost using the effective interest method.

In accordance with the transitional provisions for the first time adoption of FRS 139, the effects arising from the adoption of this Standard has been accounted for prospectively and the comparatives period results and financial positions are not restated. Accordingly, the changes have been accounted for by adjusting and/or reclassifying the following opening balances in the Statements of financial position as at 1 July 2010 : -

	Balance as at 30.6.2010	Effect of adoption of FRS 139	Balance as at 1.7.2010
Statements of financial position	<u>As previously reported</u>	<u>of FRS 139</u>	<u>As restated</u>
	RM'000	RM'000	RM'000
<u>Non-current assets</u>			
Long term investments	96,454	(96,454)	-
Available for sale investments	-	43,194	43,194
Held to maturity investments	-	53,260	53,260
<u>Current assets</u>			
Short term investments	5,943	(5,943)	-
Marketable securities	71,643	(71,643)	-
Held to maturity investments	-	5,943	5,943
Financial assets at fair value through profit or loss	-	71,643	71,643
<u>Equity</u>			
Available for sale investment reserves	-	6,760	6,760

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 2010.

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

Recognised in the Income Statements

	Individual	Quarter	Cumulative	Quarter
	Quarter ended	Quarter ended	Period ended	Period ended
	31-March-2011	31-March-2010	31-March-2011	31-March-2010
	RM'000	RM'000	RM'000	RM'000
Gain on capital repayment by an associate company	-	-	-	13,049
Gain on dilution of equity interest in subsidiary companies	-	-	285	-
Fair value changes on financial assets at fair value through profit or loss	726	4,754	13,025	15,192
Writeback of allowance for diminution in value of quoted securities held for long term	-	2,120	-	2,252
Total	726	6,874	13,310	30,493

A5. Material changes in Estimates

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

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 21 December 2010, 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 9 months period ended 31 March 2011, the Company repurchased 2,543,000 of its issued share capital from the open market. The average price paid for the shares repurchased was RM0.5029 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, 8,548,152 shares are being held as treasury shares by the Company as at 31 March 2011.

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 2011.

A7. Dividends paid

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

A8. Segment Information

The segment analysis for the Group for the 9 months period ended 31 March 2011 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	14,511	18,732	117,163	8,666	20,526	-	179,598
Inter-segment revenue	1,957	2,846	5,449	289	670	(11,211)	-
Total segment revenue	16,468	21,578	122,612	8,955	21,196	(11,211)	179,598
Results							
Segment profit from operations	8,469	8,268	33,997	1,605	815	(1,777)	51,377
Interest income	147	218	8,798	-	561	(2,720)	7,004
Finance costs	(3,118)	(2,456)	(1,439)	(840)	(181)	4,497	(3,537)
Exceptional items	-	-	-	-	285	-	285
Share of results of associate companies	-	-	2,812	2,336	3,909	-	9,057
Share of results of jointly controlled entities	-	538	-	-	-	-	538
Profit before taxation							64,724
Taxation							(1,843)
Profit for the financial period							62,881
Attributable to :							
Owners of the Company							62,657
Non-controlling interests							224

The segment analysis for the Group for the 9 months 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
Inter-segment 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	1,432	295	9,418	-	113	(4,353)	6,905
Finance costs	(3,812)	(2,507)	(1,616)	(710)	(669)	6,030	(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 :							
Owners of the Company							43,475
Non-controlling interests							5,053

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 2010.

A10. Material Subsequent Events

There were no material events subsequent to 31 March 2011 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 5 August 2010, Insas Technology Berhad ("ITB"), a wholly-owned subsidiary company diluted its equity interest in Inari Technology Sdn Bhd ("Inari Tech") from 51% to 42.43% following the conversion of 1,515,000 Redeemable Convertible Preference Shares ("RCPS") held by the RCPS holders in Inari Tech into 1,515,000 ordinary shares in Inari Tech. The conversion of the RCPS was made in accordance with the terms and conditions contained in the subscription agreements entered into between Inari Tech and its shareholders and the RCPS holders.
- (b) On 20 September 2010, ITB and the other shareholders of Inari Tech entered into a Sale and Purchase Agreement with Inari Berhad ("Inari") for the disposal of their combined 100% equity interest in Inari Tech to Inari for a total consideration of RM24,160,860 which were satisfied in full by the allotment of 241,608,600 ordinary shares of RM0.10 each in Inari in proportion to their respective shareholdings in Inari Tech. Arising thereof, Inari Tech became a wholly owned subsidiary company of Inari, and Inari became a 42.43% associate company of the Group.

Inari was incorporated in Malaysia on 5 May 2010 as a public limited company under the Companies Act, 1965. The principal activity of Inari is investment holding.

- (c) On 21 September 2010, ITB entered into a Sale and Purchase agreement to dispose its 100% equity interest in Simfoni Bistari Sdn Bhd ("Simfoni") to Inari for a total cash consideration of RM1,000,000. In addition, Inari will repay the amount owing by Simfoni to ITB of RM10,000,000 by way of issuance of 7,000,000 new ordinary shares in Inari to ITB at an issue price of RM0.35 per Inari share and the balance owing of RM7,550,000 is to be repayable over a period of 12 months subject to interest payment of 8% per annum until the date of full repayment.

Simfoni was incorporated in Malaysia on 18 February 2003 as a private limited company under the Companies Act, 1965. The principal activities of Simfoni are investment holding, property investment and letting out of properties.

On the completion of the transactions stated in A11 (a), (b) and (c) above, ITB holds 44.05% equity interest in Inari, Inari Tech and Simfoni. It is the intention of Inari to undertake an initial public offering ("IPO"), listing and quotation of its shares on the ACE Market of the Bursa Malaysia Securities Berhad and the transactions stated in A11 (a), (b) and (c) were carried out to streamline the corporate structure of Inari to facilitate the proposed IPO.

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

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

- (d) On 22 October 2010, the Company increased its equity interest in Noble Builders Sdn Bhd ("Noble Builders") from 75% to 100% via the acquisition of 250,000 ordinary shares of RM1.00 each in Noble Builders from the minority shareholders for a consideration of RM1.00. Noble Builders was incorporated in Malaysia on 11 May 1993 and its principal activities were in property investment and F&B business. Noble Builders is now a dormant company.
- (e) On 21 December 2010, the Company announced that Contibina Sdn Bhd ("Contibina"), a 60% indirect subsidiary company, had on 17 December 2010 commenced Members' Voluntary Winding-up pursuant to Section 254 (1)(b) of the Companies Act, 1965. Contibina was incorporated on 19 August 1994 with an issued and paid up share capital of RM200,000 comprising 200,000 ordinary shares of RM1.00 each.

The winding-up of Contibina was initiated as it has ceased business operations in year 1997. Contibina had since remained dormant and has no intention to carry on business activities in the future.

- (f) On 26 January 2011, the Company announced that Insas Technology Berhad ("ITB") had on the same date subscribed for 637,500 new ordinary shares of RM1.00 ("the subscription") 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 was incorporated on 14 April 1997 as a private limited company under the Companies Act, 1965. The present authorised share capital of J&C is RM500,000 comprising 500,000 ordinary shares of RM1.00 each of which 500,000 ordinary shares have been issued and fully paid-up. The principal activity of J&C is provision of total communication services, solutions and products.

- (g) On 2 March 2011, the Company announced that ITB had on the same date subscribed for 20,000 ordinary shares of RM1.00 each representing 20% equity interest in Sengenics Sdn Bhd ("Sengenics") for a total subscription price of RM20,000 and 2,000,000 redeemable convertible preference shares of RM0.01 each for a total subscription price of RM2,000,000.

Sengenics was incorporated on 3 July 2008 as a private limited company under the Companies Act, 1965. The principal activities of Sengenics are to provide microarray products and associated services for cutting-edge genetic-based research and clinical diagnostics. Sengenics has been awarded BioNexus Status by the Malaysian Biotechnology Corporation Sdn Bhd on 16 November 2010 to conduct commercialisation of cytogenetic and molecular diagnostic products and services and to undertake related research and development activities.

A12. Contingent Assets or Liabilities

As at the date of this Report, the Company has issued guarantees amounting to RM77,111,000 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 2011 are as follows :-

	RM'000
To acquire investment properties	2,940
To acquire property, plant and equipment	366
To acquire unquoted shares in companies	<u>5,000</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 RM58.3 million and a pre-tax profit of RM24.5 million in the current financial quarter ended 31 March 2011 as compared with revenue of RM98.9 million and a pre-tax profit of RM2.2 million reported in the preceding year's corresponding financial quarter.

The lower revenue reported in the current financial quarter was due to lower revenue reported by the IT and the property development units. Revenue for the IT unit decline due to deconsolidation of the results for Inari Tech with effect from 5 August 2010 arising from the dilution of the Group's equity interest in Inari Tech from 51% to 44.05% as stated in Note A11(a), (b) and (c).

The Group reported a higher pre-tax profit of RM24.5 million in the current financial quarter as compared with a pre-tax profit of RM2.2 million in the preceding year's corresponding financial quarter mainly due to higher pre-tax profit reported by the investment unit.

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

For the nine month ended 31 March 2011, the Group reported revenue of RM179.6 million and a pre-tax profit of RM64.7 million as compared with revenue of RM301.5 million and a pre-tax profit of RM49.5 million in the preceding year's corresponding financial period.

The lower revenue reported in the current financial period was mainly due to lower revenue reported by the IT and property development units. The IT unit reported lower revenue in the current financial period due to deconsolidation of Inari Tech's results with effect from 5 August 2010 arising from the dilution of the Group's equity interest in Inari Tech from 51% to 44.05% as stated in Note A11(a), (b) and (c).

Despite lower revenue, the Group reported higher pre-tax profit of RM64.7 million in the current financial period as compared with RM49.5 million in the preceding year's corresponding financial period ended 31 March 2010 due to higher pre-tax reported by the investment unit.

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 RM58.3 million and a pre-tax profit of RM24.5 million in the current financial quarter as compared with revenue of RM45.5 million and a pre-tax profit of RM12.9 million in the immediate preceding financial quarter.

The higher revenue and pre-tax profit reported in the current financial quarter were mainly due to higher revenue and pre-tax profit reported by the investment unit.

B3. Prospects for the next financial year ending 30 June 2011

The Board of Directors is cautiously optimistic and expects the Group's revenue and operating performance for the financial year ending 30 June 2011 to be satisfactory.

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

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

B5. Taxation

The taxation charge for the current financial quarter and financial period ended 31 March 2011 is as follows:-

	Individual Quarter ended 31-March-2011 RM'000	Quarter Quarter ended 31-March-2010 RM'000	Cumulative Period ended 31-March-2011 RM'000	Quarter Period ended 31-March-2010 RM'000
Taxation for the financial quarter/period to date	751	165	1,772	1,889
Underprovision in respect of prior financial quarter/period to date	13	-	13	18
Transfer to/(from) deferred taxation	-	(163)	58	(888)
	<u>764</u>	<u>2</u>	<u>1,843</u>	<u>1,019</u>

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-2011 RM'000	Quarter Quarter ended 31-March-2010 RM'000	Cumulative Period ended 31-March-2011 RM'000	Quarter Period ended 31-March-2010 RM'000
Profit before taxation	<u>24,514</u>	<u>2,213</u>	<u>64,724</u>	<u>49,547</u>
Income tax at Malaysian statutory tax rate	6,128	554	16,181	12,387

B5. Taxation (Cont'd)

	Individual Quarter ended 31-March-2011 RM'000	Quarter Quarter ended 31-March-2010 RM'000	Cumulative Period ended 31-March-2011 RM'000	Quarter Period ended 31-March-2010 RM'000
<u>Tax effect in respect of :</u>				
Non-allowable expenses	538	(185)	940	400
Income not subject to tax	(5,536)	28	(12,554)	(9,657)
Effect of different tax rates in other countries	(94)	87	(255)	(256)
Overseas tax paid on dividend income	137	8	154	11
Tax savings from utilisation of capital allowances	(38)	(7)	(40)	(215)
Tax savings from utilisation of tax losses	(353)	(655)	(2,945)	(2,689)
Deferred tax not recognised in the financial statements	(31)	172	349	1,020
Tax expenses for the financial quarter/ period to date	751	2	1,830	1,001
Underprovision in respect of prior financial quarter/ period to date	13	-	13	18
	<u>764</u>	<u>2</u>	<u>1,843</u>	<u>1,019</u>

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

The Group reported a gain of RM0.43 million (Preceding corresponding period : gain of RM7,000) on disposal of investment properties for the financial period ended 31 March 2011.

There were no sale of unquoted investments for the current financial quarter and financial period ended 31 March 2011.

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 2011 are as follows :-

- (a) Total purchases and proceeds from disposals and gain arising thereon for the financial period ended 31 March 2011:-

	RM'000
Total purchases	102,265
Total proceeds from disposal	105,848
Gain on disposal	7,871

B7. Quoted Securities (Cont'd)

(b) Investment in quoted securities as at 31 March 2011 are as follows :-

	RM'000
Total investments at cost	112,722
Total investments at carrying value	125,281
Total investments at market value	125,281

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

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

B9. Group Borrowings and Debts Securities as at 31 March 2011

	Foreign Currency ('000)	RM'000
Short term secured borrowings		
- in Euro dollars	1,550	6,634
- in US dollars	16,755	50,734
- in Australian dollars	2,140	6,687
- in Singapore dollars	2,664	6,394
- in Swiss Francs	154	508
- in Ringgit Malaysia	<u> </u>	<u>3,883</u>
		<u><u>74,840</u></u>

B10. Disclosure pursuant to implementation of FRS 139 : Recognition and Measurement

With the adoption of FRS 139 Financial Instruments : Recognition and Measurement, off balance sheet financial instruments are now recognised on the financial statements.

There were no contracts involving off balance sheet risk as at the end of the reporting period and the date of this Report.

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 2011.

B13. Earnings per share

(a) Basic earnings per share

The basic earnings per share for the current financial quarter and period to date have been calculated by dividing the net profit attributable to owners 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-2011 RM'000	Quarter ended 31-March-2010 RM'000	Period ended 31-March-2011 RM'000	Period ended 31-March-2010 RM'000
Net profit attributable to owners of the Company for the financial quarter and period to date (RM'000)	23,596	691	62,657	43,475
Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back ('000)	686,150	675,771	686,150	675,771
Basic earnings per share (Sen)	3.44	0.10	9.13	6.43

(b) Diluted earnings per share

Diluted earnings per share is not computed as there is no dilutive potential on the ordinary shares during the reporting periods.

B14. DISCLOSURE ON REALISED AND UNREALISED PROFITS AND LOSSES

The Group's retained profits as at 31 March 2011 and 31 December 2010 are analysed as follows:

	As at 31.3.2011 RM'000	As at 31.12.2010 RM'000
<u>Total retained profits of the Company and its subsidiaries</u>		
- Realised	36,129	20,506
- Unrealised	32,280	29,358
	<hr/> 68,409	<hr/> 49,864
<u>Total share of retained profits from associate companies</u>		
- Realised	17,278	14,480
- Unrealised	(362)	(804)
	<hr/> 16,916	<hr/> 13,676
<u>Total share of retained profits/(accumulated losses) from jointly controlled entities</u>		
- Realised	58	(336)
- Unrealised	-	-
	<hr/> 58	<hr/> (336)
Add : Consolidated adjustments	<hr/> 37,172	<hr/> 35,755
Total Group retained profits as per consolidated financial statements	<hr/> <hr/> 122,555	<hr/> <hr/> 98,959