



HAI-O ENTERPRISE BHD
Company No: 22544-D
(Incorporated in Malaysia)

Unaudited Interim Financial Report
31 October 2010



HAI-O ENTERPRISE BHD (Co.No. 22544-D)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2010**

	AS AT END OF CURRENT QUARTER 31/10/2010 (RM'000)	Restated (Audited) AS AT PRECEDING FINANCIAL YEAR ENDED 30/04/2010 (RM'000)
ASSETS		
Non-current assets		
<i>Property, Plant and Equipment</i>	61,562	61,739
<i>Investment properties</i>	26,493	26,842
<i>Prepaid lease payments</i>	1,665	1,682
<i>Other Investments</i>	-	1,390
<i>Financial assets at fair value through profit or loss</i>	1,316	-
<i>Available-for-sale investment</i>	226	-
<i>Goodwill arising from consolidation</i>	85	85
<i>Trade receivables - non current</i>	223	830
<i>Deferred tax assets</i>	3,281	3,299
	94,851	95,867
Current Assets		
<i>Inventories</i>	41,703	43,959
<i>Trade and other receivables</i>	24,014	20,024
<i>Other Investments</i>	-	49,371
<i>Financial assets at fair value through profit or loss</i>	62,149	-
<i>Cash and Cash Equivalents</i>	51,675	70,911
	179,541	184,265
TOTAL ASSETS	274,392	280,132
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
<i>Share capital</i>	101,095	101,095
<i>Treasury Shares</i>	(4,122)	(4,122)
<i>Other reserve</i>	554	530
<i>Retained earnings</i>	120,869	112,655
	218,396	210,158
Non-controlling interests	7,947	7,374
Total Equity	226,343	217,532
Non-current Liabilities		
<i>Borrowings</i>	11,946	13,187
<i>Deferred tax</i>	-	43
	11,946	13,230
Current Liabilities		
<i>Trade & other payables</i>	23,553	32,473
<i>Short term borrowings</i>	5,616	4,792
<i>Short-term provision</i>	5,088	5,070
<i>Current tax payable</i>	1,846	7,035
	36,103	49,370
Total Liabilities	48,049	62,600
TOTAL EQUITY AND LIABILITIES	274,392	280,132
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.09	1.05

The Condensed Consolidated Financial Position should be read in conjunction with the audited financial statements for the year ended 30 April 2010 and the accompanying explanatory notes attached to the interim financial statements.



HAI-O ENTERPRISE BHD (Co.No. 22544-D)

Quarterly report on consolidated results for the financial period ended 31 October 2010
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 OCTOBER 2010

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/10/2010	31/10/2009	31/10/2010	31/10/2009
	RM'000	RM'000	RM'000	RM'000
Revenue	52,622	132,374	107,374	280,946
Operating expenses	(44,422)	(105,957)	(89,953)	(229,545)
Other operating income	890	2,297	2,476	3,635
Operating Profit	9,090	28,714	19,897	55,036
Interest income	215	242	400	414
Finance costs	(220)	(312)	(426)	(518)
Profit before taxation	9,085	28,644	19,871	54,932
Income tax expenses	(2,450)	(8,194)	(5,363)	(15,962)
Profit for the period	6,635	20,450	14,508	38,970
Profit attributable to:				
Owner of the parent	6,132	20,186	13,935	38,650
Non-controlling Interest	503	264	573	320
	6,635	20,450	14,508	38,970
Earnings Per Share attributable to equity holders of the parent				
- Basic	3.07	10.10	6.98	19.33
- Diluted	N.A.	N.A.	N.A.	N.A.

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 April 2010 and the accompanying explanatory notes attached to the interim financial statements.



HAI-O ENTERPRISE BHD (Co.No. 22544-D)

Quarterly report on consolidated results for the financial period ended 31 October 2010
The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 OCTOBER 2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/10/2010	31/10/2009	31/10/2010	31/10/2009
	RM'000	RM'000	RM'000	RM'000
Profit for the period	6,635	20,450	14,508	38,970
Other comprehensive income				
- Fair value adjustment through financial assets	268	-	268	-
- Exchange differences on translating foreign operations	24	-	24	-
Total comprehensive Income for the period	6,927	20,450	14,800	38,970
Total comprehensive income attributable to:				
Owner of the parent	6,424	20,186	14,227	38,650
Non-controlling Interest	503	264	573	320
	6,927	20,450	14,800	38,970

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 April 2010 and the accompanying explanatory notes attached to the interim financial statements.



**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 OCTOBER 2010**

	Attributable to Equity Holders of the Parent						Non-controlling interests	Total Equity	
	Share Capital	Treasury shares	Share premium	Exchange fluctuation reserve	Capital reserve	Retained Earnings			Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	
6 month ended 31 October 2010									
Balance as at 1 May 2010	101,095	(4,122)	-	(127)	657	111,587	209,090	7,374	216,464
Effect of adopting FRS 139	-	-	-	-	-	1,068	1,068	-	1,068
As at 1 May 2010 (restated)	101,095	(4,122)	-	(127)	657	112,655	210,158	7,374	217,532
Profit for the period	-	-	-	-	-	13,935	13,935	573	14,508
Other comprehensive income for the period	-	-	-	24	-	268	292	-	292
Total comprehensive income for the period	-	-	-	24	-	14,203	14,227	573	14,800
Second interim dividend paid in respect of last financial year	-	-	-	-	-	(5,989)	(5,989)	-	(5,989)
Balance at end of financial period	101,095	(4,122)	-	(103)	657	120,869	218,396	7,947	226,343
6 month ended 31 October 2009									
Balance as at 1 May 2009	84,457	(3,912)	4,791	698	657	79,042	165,733	6,306	172,039
Other comprehensive income for the period	-	-	-	(615)	-	-	(615)	-	(615)
Profit for the period	-	-	-	-	-	38,650	38,650	320	38,970
Total comprehensive income for the period	-	-	-	(615)	-	38,650	38,035	320	38,355
Purchase of Company's own shares	-	(209)	-	-	-	-	(209)	-	(209)
Balance at end of financial period	84,457	(4,121)	4,791	83	657	117,692	203,559	6,626	210,185

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 April 2010 and the accompanying explanatory notes attached to the interim financial statements.



HAI-O ENTERPRISE BHD (Co.No. 22544-D)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE QUARTER ENDED 31 OCTOBER 2010**

	<u>2011</u> 6 month ended 31/Oct/10 (RM '000)	<u>2010</u> 6 month ended 31/Oct/09 (RM '000)
Net Profit before tax	19,871	54,932
Adjustment for non-cash flow :-		
Non-cash items	1,483	3,592
Non-operating items	(847)	(1,098)
Operating profit before changes in working capital	<u>20,507</u>	<u>57,426</u>
Changes in working capital		
<i>Net Change in current assets</i>	(1,020)	(12,809)
<i>Net Change in current liabilities</i>	(8,971)	1,051
<i>Tax paid</i>	(11,052)	(9,594)
	(21,043)	(21,352)
Net cash flows from operating activities	(536)	36,074
Investing Activities		
<i>Other investment</i>	(11,868)	(10,876)
<i>Quoted investment</i>	-	29
Net cash used in investing activities	(11,868)	(10,847)
Financing Activities		
<i>Purchase of Company's own share</i>	-	(209)
<i>Dividend paid</i>	(5,989)	-
<i>Interest paid</i>	(426)	(518)
<i>Borrowing</i>	(417)	(422)
Net cash used in financing activities	(6,832)	(1,149)
Net Changes in Cash & Cash Equivalents	(19,236)	24,078
Cash & Cash Equivalents at beginning of financial period	70,911	50,725
Cash & Cash Equivalents at end of the financial period	<u>51,675</u>	<u>74,803</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 30 April 2010 and the accompanying explanatory notes attached to the interim financial statements.



A. Notes To The Interim Financial Report

A1 Basis of preparation

The interim financial statements have been prepared in accordance with Financial Reporting Standards (“FRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial report should be read in conjunction with the most recent annual financial statements of the Group for the year ended 30 April 2010.

These explanatory notes attached to the interim financial statements 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 April 2010.

A2 Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 30 April 2010 except for the adoption of the following new and amended FRS and IC Interpretations effective for financial period beginning on or after 1 May 2010:

Effective for financial period beginning on or after 1 July 2009

FRS 8 Operating Segments

Effective for financial period beginning on or after 1 January 2010

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (revised 2009)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurements
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial instruments: Cost of an Investment in a subsidiary, Jointly Controlled Entity or associates
Amendments to FRS2	Share-based Payment: Vesting Conditions and Cancellations
Amendments to FRS5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS8	Operating Segments
Amendments to FRS 107	Statements of Cash Flows
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimated and Errors
Amendments to FRS 110	Events after the Reporting Period
Amendments to FRS 116	Property, plant and Equipment
Amendments to FRS 117	Leases
Amendments to FRS 119	Employee Benefits
Amendments to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendments to FRS 123	Borrowing Costs
Amendments to FRS 127	Consolidated and Separate Financial Statements



A2 Changes in Accounting Policies (continued)

Amendments to FRS 128	Investments in Associates
Amendments to FRS 129	Financial Reporting in Hyperinflationary Economics
Amendments to FRS 131	Interests in Joint Ventures
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 138	Intangible Assets
Amendments to FRS 139, FRS 7 and IC Interpretation 9	Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives
Amendments to FRS 140	Investment Property
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
IC Interpretation 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Effective for financial period beginning on or after 1 March 2010

Amendments to FRS 132	Classification of Rights Issues
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The FRSs which are effective commencing 1 January 2010 and have significant impact on the financial statements of the Group are:

- a) FRS 101 Presentation of Financial Statements
Changes in financial statements presentation have been adopted by the Group
- b) FRS 139 Financial Instruments: Recognition and Measurement
Financial assets at fair value through profit or loss (“FVTPL”) are measured at fair value and fair value changes are recognized directly in profit or loss. Available-for-sale (“AFS”) financial assets are measured at fair value and changes in the fair value are recognised directly in equity as “available-for-sale reserve” except for impairment losses which are recognized in profit or loss.

Impact on opening balance

In accordance with the transitional provision for first time adoption of FRS 139, the above changes are applied prospectively and the comparative as at 30 April 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the Statement of Changes in Financial Position as at 1 May 2010.



A2 Changes in Accounting Policies (continued)

Impact on opening balance (continued)

	As previously reported	Effects of adoption of FRS139	As restated
	RM '000	RM '000	RM '000
<u>Assets</u>			
Other Investments (Non-current) – FVTPL and AFS	450	940	1,390
Other investment (current) - FVTPL	49,243	128	49,371
<u>Equity</u>			
Retained earnings	105,597	1,068	106,665

c) FRS 4 Insurance contract

The Group has adopted FRS 4 in relation to corporate financial guarantee contracts.

The adoption of other new and revised FRSs, IC Interpretations and Amendments has no effect to the Group's consolidated financial statements of the current quarter or the comparative consolidated financial statements of the prior financial year.

A3 Audit report of preceding annual financial statement

The preceding year annual financial statements were not subject to any qualification.

A4 Seasonal or cyclical factors

The Group's interim business operations are not significantly affected by seasonal or cyclical factors for the quarter under review except for some consumer products, which are affected by major festive seasons.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior interim period of the current or previous financial years.



A7 Debt and equity securities

There have been no other issuance, cancellation, repurchases, resale and repayments of debts and equity securities during the quarter under review except for the following:-

The details of shares held as treasury shares for the period ended 31 October 2010 are as follows:

	Number of Treasury shares	Total Considerations RM
Balance as at 1 Aug 2010	2,536,688	4,121,496
Repurchased during the quarter	0	0
Balance as at 31 Oct 2010	2,536,688	4,121,496

There were no additional repurchase of shares since 1 August 2010.

A8 Dividend paid

A final dividend of 10 sen gross, less tax, amounting to RM 14,974,020 and a single tier dividend of 4.50 sen amounting of RM 8,984,412 in respect of the previous financial year as approved by the shareholders at the Annual General Meeting held on 26 October 2010 was paid on 10 December 2010 (2009: 32%, less tax).



9 Segment information

Details of segmental analysis for the period ended 31 October 2010 are as follows:

Business Segment of the Group

	Wholesale	Multi-Level Marketing	Retailing	Manufacturing	Technology	Others	Elimination	Consolidated
	RM '000	RM '000	RM '000	RM '000	RM'000	RM '000	RM '000	RM '000
REVENUE								
External sales	22,943	61,972	19,417	814	-	2,228	-	107,374
Inter-segment sales	22,669	-	1	2,512	-	3,799	(28,981)	-
Total revenue	45,612	61,972	19,418	3,326	-	6,027	(28,981)	107,374
RESULT								
Segment result	6,201	9,901	2,090	455	(1,078)	2,292	36	19,897
Unallocated corporate expenses								-
Operating profit								19,897
Interest expense								(426)
Interest income								400
Profit before taxation								19,871
Taxation								(5,363)
Net profit for the period								14,508

A10 Property, plant and equipment

There is no revaluation of property, plant and equipment brought forward from the previous audited financial statements.

A11 Material events subsequent to the end of the interim period

There were no material events subsequent to the current financial quarter ended 31 October 2010 up to the date of this report except for the following:

- i) Further to the announcement on 27 October 2010, the Company had on 9 November 2010, via its wholly-owned subsidiary, Hai-O Properties Sdn Bhd disposed of 40% equity interest in Hai-O Development Sdn Bhd, comprising 48,000 ordinary share of RM 1.00 each for a total cash consideration of RM 1,000.



A11 Material events subsequent to the end of the interim period (continued)

- ii) On 16 November 2010, the Company had disposed of its entire 55% equity interest in Hai-O Polaris Sdn Bhd, which comprising 66,000 ordinary shares of RM 1.00 each for a total cash consideration of RM 95,000.

A12 Changes in the composition of the Group

There were no changes in the composition of the Group during the interim period except for the following:

- i) Further to the announcement on 6 July 2010 and 30 September 2010, the proposed investment in Seagull Technology (Beijing) Co. Ltd (“Seagull Technology”) via its wholly-owned subsidiary, Hai-O (Hong Kong) Investment Limited (“Hai-O (HK)”) has been completed with the initial paid-up share capital of RMB 1,007,905 on 15 October 2010. Seagull Technology is now a wholly-owned subsidiary of Hai-O (HK).

A13 Contingent liabilities

The changes in contingent liabilities of the Company and the Group since the last annual balance sheet date are as follows :-

<u>Company</u>	As at 8 Dec 2010	As at 31 Oct 2010	As at 30 Apr 2010
	RM ‘000	RM ‘000	RM ‘000
Corporate guarantee in respect of credit facilities granted to subsidiary companies	0	0	1,586
	<u>0</u>	<u>0</u>	<u>1,586</u>

<u>Group</u>	As at 8 Dec 2010	As at 31 Oct 2010	As at 30 Apr 2010
	RM ‘000	RM ‘000	RM ‘000
Bank guarantee given to third parties in respect of services rendered to the Company	4,110	2,994	1,776
	<u>4,110</u>	<u>2,994</u>	<u>1,776</u>

A14 Capital commitment

The capital commitment of the Group for the period ended 31 October 2010 are as follows:

	RM ‘000
1) Approved and contracted for in respect of capital expenditure.	10,117



A15 Other Matters

With reference to the announcement made to BMSB on 3 November 2010 entitled “Clarification of Annual Report 2010”, the following were clarified:

i) Second interim dividend declared by directors on 15 April 2010 and paid on 20 May 2010

A second interim dividend of 4 sen per ordinary share of RM 0.50 each, less tax, amounting to RM 5,989,608 was declared on 15 April 2010 and paid on 20 May 2010. This dividend was to be appropriated from the retained earnings in the financial year ended 30 April 2010, instead of 30 April 2011.

The Net assets per share (sen) of the Group should be read as 102 sen instead of 105 sen as reported in the Annual Report 2010. This will be rectified in the next Audited Financial Statements for financial ending 30 April 2011 as prior year adjustment.

ii) Earnings Per Share (comparative figures)

In respect of the earnings per share (“EPS”) and for comparative purposes, the EPS of financial year ended 30 April 2009 should be adjusted and calculated retrospectively based on the weighted average number of shares in issue after taking into consideration the Bonus Issue and Share Split during the financial year ended 30 April 2010.

Therefore, the Basic EPS and Diluted EPS should be read as 26.16 sen and 26.14 sen respectively for the financial year ended 30 April 2009.

Additional Information Required By The BMSB - Listing Requirements

B1 Review of performance of the Company and its principal subsidiaries for the current quarter and financial year-to-date

Current quarter compared to the preceding year’s corresponding quarter

For the second quarter ended 31 October 2010, the Group recorded lower revenue and pre-tax profit of RM 52.62 million and RM 9.09 million as compared to RM 132.37 million and RM 28.64 million of the corresponding quarter of the preceding year respectively. The drop in revenue and profit was mainly due to lower contribution by its principal subsidiary, the multi-level marketing (“MLM”) division which was the largest contributor to the Group in the preceding year. The recent amendments to the Direct Sales Act appear to have affected the confidence of the direct selling industry. These measures coupled with slower membership growth have directly affected the performance of the MLM division.

The effective sales and marketing strategy in the wholesale division contributed higher external revenue in the second quarter, however lower contribution from its inter-segment sales mainly to MLM division had resulted lower pre-tax profit generated in the current quarter.



Current financial period compared to the preceding year's corresponding period

For the first half year ended 31 October 2010, the Group registered lower revenue and pre-tax profit of RM 107.37 million and RM 19.87 million as compared to RM 280.95 million and RM 54.93 million for the corresponding period of the preceding year. The higher revenue contributed by its wholesale and retail divisions has been offset by the larger drop in revenue from its principal subsidiary, the MLM division. Further, last year's results for MLM division were the highest in the history of the Group which proved difficult to maintain this year, as explained above.

For the wholesale division, despite the increased external sales, pre-tax profit is lower compared to the preceding year as a result of lower profit contribution from its inter-segment sales mainly to MLM division. However, the success of the members' sales promoted by the retail division had generated higher revenue and pre-tax profit for Group's retail division.

B2 Material changes for the current quarter as compared with the immediate preceding quarter

For the second quarter under review, the Group recorded lower revenue and pre-tax profit of RM 52.62 million and RM 9.09 million as compared to the immediate preceding quarter of RM 54.75 million and RM 10.79 million, mainly due to the lower contribution from the MLM division and unusually, sales during Ramadhan month were significantly lower. Overall confidence of the distributors was slower to recover after the recent legislative changes described above.

However, the wholesale and retail divisions registered higher revenue and pre-tax profit in the second quarter as compared with the immediate preceding quarter. The members' sales promotion by the retail division usually carried out in the second quarter had contributed higher revenue and pre-tax profit to the Group.

B3 Commentary on prospect

The Group has seen the first half year as a challenging time that its principal subsidiary, the MLM division is still going through a consolidation stage. The Ministry of Domestic Trade, Co-operatives and Consumerism has validated the group's vision and effort by issuing a 5-year direct selling license to the MLM division. This has enabled the division to plan for longer term strategies and create confidence in the market. The division is taking proactive measures to strengthen its education and training programs by focusing on product knowledge, establishing networking and inculcate professionalism to its distributors. In addition, the Group is continuously looking for new key products to enlarge its product range. In view thereof, the Board of Directors is of the opinion that the Group will continue to perform profitably in the next two (2) quarters.

B4 Profit Forecast

There is no profit forecast.



B5 Taxation

The provision for income tax is based on the business income earned for the period under review.

For the current quarter, the effective tax rate of the Group is higher than the statutory tax rate due mainly to certain expenses which are not deductible for tax purpose and losses of certain subsidiary companies cannot be set off against profits of certain subsidiaries as no Group relief is available for tax purposes.

	Current Quarter Ended 31 October 2010 (RM '000)	Current year to date 31 October 2010 (RM '000)
Profit before taxation	9,085	19,871
Taxation at applicable tax rate – 25%	2,271	4,968
Adjustment mainly due to certain non-allowable expenses and unutilised tax losses not recognised as deferred tax assets.	179	395
Total Taxation expenses	2,450	5,363

B6 Profits on Sale of Unquoted Investment and / or Properties

There were no profits on sale of unquoted investments and properties for the current quarter and financial year-to-date.

B7 Purchase or Disposal of Quoted Securities

- There was no purchase or disposal of quoted securities for the current quarter and current year to date.
- The details of all investments in quoted securities at the end of the reporting financial period are as follows :-

	RM'000
Total investment at cost	226
Total investment at book value/carrying amount	1,316
Total investment at market value at the end of reporting period	1,316

B8 Corporate Proposals

There were no corporate proposals for the period under review .



B9 Group Borrowings and Debts Securities

The Group borrowings and debts securities as at the end of the reporting financial period are :

Group Borrowings	Currency	Secured/ Unsecured	RM'000
Short Term Borrowings	Malaysia Ringgit	Unsecured	3,145
Short Term Borrowings	Malaysia Ringgit	Secured	2,471
Long Term Borrowings	Malaysia Ringgit	Secured	11,946
Total			17,562

B10 Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk for the period ended 31 October 2010.

B11 Material Litigation

The Group has not engaged in any material litigation, claims or arbitration, including those pending or threatened against our Group, either as plaintiff or defendant, which has a material effect on the financial position of the Group.

B12 Dividend Payable

The Board of Directors is pleased to declare a first interim single tier dividend of 2 sen per share in respect of the financial year ending 30 April 2011 (31/10/2009: 10% gross, less tax).

The dividend payment date and entitlement date will be advised later.

B13 Earnings per share (EPS)

Earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-Oct-10	PRECEDING YEAR CORRESPONDING QUARTER 31-Oct-09	CURRENT YEAR TO DATE 31-Oct-10	PRECEDING YEAR CORRESPONDING PERIOD 31-Oct-09

Earnings

Net profit for the year attributable to equity holders of the parent	6,132	20,186	13,935	38,650
Weighted average number of shares ('000)	199,654	199,930	199,654	199,930
Basic earnings per share (sen)	3.07	10.10	6.98	19.33

Diluted earning per share is not applicable as there were no dilutive potential ordinary shares during the reporting period.