



Malton Berhad

(Company No: 320888-T)

INTERIM FINANCIAL REPORT  
30 SEPTEMBER 2012

# MALTON BERHAD

(Company No: 320888-T)

## Interim Financial Report – 30 SEPTEMBER 2012

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# MALTON BERHAD

(Company No : 320888-T)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER AND PERIOD ENDED 30 SEPTEMBER 2012 (These figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER  30.09.2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.09.2011 RM'000	CURRENT YEAR TO DATE 30.09.2012 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE 30.09.2011 RM'000
Revenue	78,052	99,274	78,052	99,274
Operating Expenses	(66,031)	(81,379)	(66,031)	(81,379)
Other Operating Income	2,881	2,046	2,881	2,046
Finance Costs	(3,676)	(4,117)	(3,676)	(4,117)
Share in Results of Associated Companies	157	843	157	843
Profit before Taxation	11,383	16,667	11,383	16,667
Taxation	(2,942)	(4,555)	(2,942)	(4,555)
Net Profit for the Period	8,441	12,112	8,441	12,112
Other Comprehensive Income				
Change in fair value of available-for-sale financial assets	289	(373)	289	(373)
	8,730	11,739	8,730	11,739
<b>Attributable to:</b>				
Owners of the Company	8,441	12,112	8,441	12,112
Non-Controlling Interests	-	-	-	-
Net Profit for the Period	8,441	12,112	8,441	12,112
<b>Earnings per Share Attributable to Equity Holders of the Company (Sen)</b>				
Basic	2.02	2.90	2.02	2.90
Fully Diluted	1.80	2.45	1.80	2.45

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD**  
(Company No : 320888-T)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As At 30.09.2012 RM'000	Audited As At 30.06.2012 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	9,950	10,351
Investment Properties	44,818	44,818
Land held for Property Development	215,405	212,574
Investment in Associated Companies	8,556	8,399
Other Investments	937	1,006
Deferred Tax Assets	4,029	3,950
Other Receivable	22,835	22,417
	<u>306,530</u>	<u>303,515</u>
<b>Current Assets</b>		
Property Development	106,775	196,780
Inventories	119,200	28,834
Trade Receivables	68,451	72,106
Accrued Billings	6,486	5,314
Amount due from contract customer	1,447	1,017
Other Receivables and Prepaid Expenses	86,005	51,020
Tax recoverable	12,772	11,341
Short term funds	106,476	149,369
Fixed Deposits with Licensed Banks	15,309	15,090
Cash and Bank Balances	72,479	65,899
	<u>595,400</u>	<u>596,770</u>
<b>TOTAL ASSETS</b>	<u>901,930</u>	<u>900,285</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of the Company</b>		
Share Capital	418,104	418,104
Share Premium	6	6
Other Reserves	25,595	25,306
Retained Earnings	152,335	143,894
	<u>596,040</u>	<u>587,310</u>
<b>Non-Controlling Interests</b>	-	-
<b>Total Equity</b>	<u>596,040</u>	<u>587,310</u>
<b>Non-Current Liabilities</b>		
RCSLS - Liability component	111,083	109,732
Bank Borrowings	45,349	44,442
Hire-Purchase Payables	1,428	1,593
Deferred Tax Liabilities	7,184	7,184
	<u>165,044</u>	<u>162,951</u>
<b>Current Liabilities</b>		
Trade Payables	29,061	38,573
Advance Billings	1,612	5,725
Other Payables and Accrued Expenses	100,614	94,739
Bank Borrowings	1,207	2,349
Hire-Purchase Payables	607	599
Tax Liabilities	7,745	8,039
	<u>140,846</u>	<u>150,024</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>901,930</u>	<u>900,285</u>
<b>Net Assets Per Share Attributable to Equity Holders of the Company (RM)</b>	<u>1.43</u>	<u>1.40</u>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD**

(Company No : 320888-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2012**  
(These figures have not been audited)

	Attributable to Owners of the Company							Non-Controlling Interests RM'000	Total RM'000
	Share Capital RM'000	RCSLS Equity Component RM'000	Non-Distributable				Distributable		
			Share Premium RM'000	Available-for-sale Reserve RM'000	Warrant Reserve RM'000	Revaluation Reserve RM'000	Option Reserve RM'000	Retained Earnings RM'000	
<b>Balance as at 1.7.2011</b>	348,353	-	255	(493)	-	2,065	190	158,759	509,129
Bonus issue	69,671		(255)	-	-	-	-	(69,416)	-
Issuance of RCSLS	-	3,379	-	-	20,552	-	-	-	23,931
Total comprehensive income	-	-	-	-	-	-	-	12,112	12,112
<b>Balance as at 30.9.2011</b>	<b>418,024</b>	<b>3,379</b>	<b>-</b>	<b>(493)</b>	<b>20,552</b>	<b>2,065</b>	<b>190</b>	<b>101,455</b>	<b>545,172</b>
<b>Balance as at 1.7.2012</b>	418,104	3,378	6	(873)	20,546	2,065	190	143,894	587,310
Total comprehensive income	-	-	-	289	-	-	-	8,441	8,730
<b>Balance as at 30.9.2012</b>	<b>418,104</b>	<b>3,378</b>	<b>6</b>	<b>(584)</b>	<b>20,546</b>	<b>2,065</b>	<b>190</b>	<b>152,335</b>	<b>596,040</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)*

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2012**  
(These figures have not been audited)

	30.09.2012 RM'000	30.09.2011 RM'000
<b>CASH FLOWS FROM/(USED IN)</b>		
<b>OPERATING ACTIVITIES</b>		
Profit before Taxation	11,383	16,667
Adjustments for :		
Finance costs	3,676	4,117
Write off of:		
Development expenditure	45	45
Share in results of associated companies	(157)	(843)
Depreciation of property, plant & equipment	508	549
Impairment loss on other investment	69	-
Reversal of provision for foreseeable loss	(125)	-
Distribution income on short term funds	(819)	-
Gain on disposal of property, plant & equipment	(26)	-
Interest income	(1,234)	(1,659)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>13,320</b>	<b>18,876</b>
<b>CHANGES IN WORKING CAPITAL</b>		
(Increase)/Decrease:		
Property development - current portion	90,543	(11,343)
Inventories	(90,367)	709
Receivables	(32,921)	15,905
Amount owing by contract customers	(430)	(353)
Increase/(Decrease) in:		
Payables	(7,833)	(30,270)
<b>CASH USED IN OPERATIONS</b>	<b>(27,688)</b>	<b>(6,476)</b>
Income tax paid net of refund	(4,746)	(7,871)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>(32,434)</b>	<b>(14,347)</b>
<b>INVESTING ACTIVITIES</b>		
Interest received	1,234	1,659
Distribution income from short term funds received	819	-
(Increase)/Decrease in:		
Property development - non-current portion	(2,292)	7,321
Decrease in short term funds	43,182	-
Proceeds from disposal of property, plant and equipment	26	-
Withdrawal/(Placement) of fixed deposit	5	1,643
Addition to property, plant & equipment	(152)	(99)
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>42,822</b>	<b>10,524</b>
<b>FINANCING ACTIVITIES</b>		
Finance costs paid	(3,276)	(5,238)
Proceeds from RCSLS	-	139,341
Repayment of borrowings	(180)	(22,984)
Repayment of hire purchase payables	(158)	(249)
<b>NET CASH (USED IN)/ FROM FINANCING ACTIVITIES</b>	<b>(3,614)</b>	<b>110,870</b>
Net increase/(decrease) in cash and cash equivalents	6,774	107,047
Cash and cash equivalents at the beginning of the period	65,770	92,087
Cash and cash equivalents at the end of the period	<b>72,544</b>	<b>199,134</b>
<b>Cash and cash equivalents comprise the followings :</b>		
Fixed deposits net of amounts pledged	14,731	2,663
Cash and bank balances	57,841	196,471
Bank overdrafts	(28)	-
	<b>72,544</b>	<b>199,134</b>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the interim financial statements)*

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**1 Accounting Policies and Method of Computation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2012.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the annual audited financial statements for the financial year ended 30 June 2012 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") and Issues Committee Interpretations ("IC Interpretation") issued by the Malaysian Accounting Standards Board ("MASB") effective for the financial period beginning on or after 1 July 2012:

FRS 7	Financial Instruments: Disclosures (Amendments relating to transfers of financial assets) <sup>1</sup>
FRS 101	Presentation of Financial Statements (Amendment relating to presentation of items of other comprehensive income)
FRS 112	Amendments to FRS 112 (Deferred Tax: Recovery of underlying Assets)
FRS 124 (2010)	Related Party Disclosures
FRS 127 (2011)	Separate Financial Statements (as amended in November 2011)
FRS 128 (2011)	Investment in Associates and Joint Ventures (as amended in November 2011)

Improvements to FRS 2010

IC Interpretation 15      Agreements for the Construction of Real Estate

Consequential amendments were also made to various FRSs as a result of these new/revised FRS.

The adoption of these standards and IC Interpretations has no material impact on the financial statements of the Group in the period of initial application except as follows:

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework ("MFRS Framework") in conjunction with its planned convergence of FRSs with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board on 1 January 2012.

The MFRS Framework is a fully IFRS-compliant framework, equivalent to IFRSs which is mandatory for adoption by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception for Transitioning Entities. Transitioning Entities, being entities which are subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate are given an option to defer adoption of the MFRS Framework for an additional one year. Transitioning Entities also includes those entities that consolidate, equity account or proportionately consolidate an entity that has chosen to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2012.

On 30 June 2012, MASB has decided to allow Transitioning Entities to defer the adoption of MFRS Framework for another year. Consequently, adoption of the MFRS Framework by the Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 30 June 2015.

The following FRS and IC Interpretation have been issued by the MASB but are not yet effective, and have yet to be adopted by the Group:

FRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009) <sup>1</sup>
FRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010) <sup>1</sup>
FRS 10	Consolidated Financial Statements <sup>1</sup>
FRS 11	Joint Arrangements <sup>1</sup>
FRS 13	Fair value measurement <sup>1</sup>
FRS 119 (2011)	Employee Benefits (as amended in November 2011) <sup>1</sup>

Improvements to FRS 2010

IC Interpretation 20      Stripping Costs in the Production Phase of a Surface Mine<sup>1</sup>

<sup>1</sup>      Effective for annual periods beginning on or after 1 January 2013

The directors anticipate that the adoption of the above Standards and Interpretations, when they become effective, are not expected to have material impact on the financial statements of the Group and of the Company in the period of initial application.

## **2      Audit Report**

The auditors' report on preceding year's annual financial statements of the Company and of the Group was not qualified.

## **3      Seasonal or Cyclical Factors**

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

## **4      Unusual Items**

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

## **5      Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter results.

## **6      Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter.

## **7      Dividend Paid**

There were no dividends paid during the quarter under review.



**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**8 Segmental Reporting**

a) Analysis by business segments for the period ended 30 September 2012:

	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External Sales	42,133	29,304	6,442	173		78,052
Internal Sales	-	1,235	-	1,064	(2,299)	-
	<u>42,133</u>	<u>30,539</u>	<u>6,442</u>	<u>1,237</u>	<u>(2,299)</u>	<u>78,052</u>
<b>Results</b>						
Segmental operating profit/(loss)	<u>8,890</u>	<u>2,958</u>	<u>2,510</u>	<u>(3,624)</u>	<u>2,115</u>	<u>12,849</u>
Interest and distribution income						2,053
Profit from operations						<u>14,902</u>
Finance costs						(3,676)
Share in results of associated companies						157
Profit before tax						<u>11,383</u>
Income tax expense						<u>(2,942)</u>
Net profit for the period						<u>8,441</u>

b) Analysis by business segments for the period ended 30 September 2011:

	Property development	Construction & project management	Property trading	Others	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>						
External Sales	65,795	30,024	3,348	107		99,274
Internal Sales	-	21,942	-	1,414	(23,356)	-
	<u>65,795</u>	<u>51,966</u>	<u>3,348</u>	<u>1,521</u>	<u>(23,356)</u>	<u>99,274</u>
<b>Results</b>						
Segmental operating profit/(loss)	<u>18,559</u>	<u>2,438</u>	<u>884</u>	<u>(4,355)</u>	<u>839</u>	<u>18,365</u>
Interest income						1,576
Profit from operations						<u>19,941</u>
Finance costs						(4,117)
Share in results of associated companies						843
Profit before tax						<u>16,667</u>
Income tax expense						<u>(4,555)</u>
Net profit for the period						<u>12,112</u>

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**9 Revaluation of Property, Plant and Equipment**

The valuation of property, plant and equipment has been brought forward without any amendments from the annual financial statements for the financial year ended 30 June 2012.

**10. Material Events Subsequent to the end of the Reporting Period**

On 10 October 2012, Silver Setup Sdn Bhd, an indirect wholly-owned subsidiary of the Company had entered into a Joint Development Agreement with Batu Kawan Development Sdn Bhd to jointly develop a piece of land in Batu Kawan, Seberang Perai Selatan, Penang, measuring 300 acres.

Saved for the above, there were no other material events subsequent to the current quarter ended 30 September 2012 up to the date of this report, which is likely to substantially affect the results of the operations of the Group.

**11 Changes in the Composition of the Group**

There were no material changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings and discontinued operations for the Group for the quarter under review.

**12 Contingent Liabilities**

As at this reporting date, the Group does not have any contingent liabilities.

**13 Significant Related Party Transactions**

The significant transactions with entities in which certain Directors have direct financial interests are as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-Date	Preceding Year Corresponding Year To-Date
	30.9.2012 RM'000	30.9.2011 RM'000	30.9.2012 RM'000	30.9.2011 RM'000
Rental paid/payable to:				
Pavilion REIT	535	-	535	-
Capital Flagship Sdn Bhd*	-	535	-	535

\* Previously paid/payable to Capital Flagship Sdn Bhd prior to the listing of Pavilion REIT.

**14 Capital Commitments**

There is no outstanding capital commitment as at the end of the current quarter.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET  
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1 Review of Performance**

During the financial year under review, local property market remained stable amid an increasingly challenging global economic environment as a result of the on-going Eurozone sovereign debt crisis and fiscal issues in the United States.

The Group's revenue decreased by 21.3% to RM78.1 million for the current quarter as compared to RM99.3 million reported in the previous corresponding quarter while pre-tax profit declined by 31.7% to RM11.4 million for the current quarter as compared to RM16.7 million reported in the previous corresponding quarter. Revenue and profit from the property development division declined as compared to the previous corresponding quarter due to the completion of Bukit Rimau Shops, Mutiara Indah and The Grove projects while the on-going projects namely Bukit Rimau, VSQ, Amaya Maluri and Mutiara Residence continued to contribute positively to current quarter revenue and profit. Revenue and profit from construction and project management division however showed an increase in current quarter due to contribution from new contracts secured as compared to previous corresponding quarter.

The share of results of associated companies during the quarter also declined to profit of RM0.2 million as compared to profit of RM0.8 million reported in the previous corresponding quarter as a result of the disposal of Austin Heights Sdn Bhd in the last financial year.

**2 Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter**

Group revenue decreased to RM78.1 million for the current quarter as compared to RM113.9 million for the immediate preceding quarter. The 31.4% decline was mainly attributed to lower billings from property development division resulting from completion of VSQ project in August 2012. The Group recorded a pre-tax profit of RM11.4 million for the current quarter as compared to the pre-tax profit of RM42.1 million for the immediate preceding quarter. The lower pre-tax profit was mainly due to lower revenue achieved for both property and construction divisions and lower share of results of associated companies.

**3 Prospects for the current Financial Year Ending 30 June 2013**

The outlook of the local property market remains positive amidst measures undertaken by the Government to curb excessive property speculations and increasing global downside risks.

In the meantime, the on-going development projects of the Group namely, Bukit Rimau, The Cantonment and Amaya Maluri, together with the on-going construction contracts in hand, will continue to contribute positively to the earnings of the Group for the financial year ending 30 June 2013. Barring unforeseen circumstances, the Board of Directors envisages the Group to achieve satisfactory results for the financial year ending 30 June 2013.

**4 Profit Forecast or Profit Guarantee**

Not applicable as the Group has not issued any profit forecast or profit guarantee.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER**  
**AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**5 Taxation**

Details of taxation are as follows: -

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-Date	Preceding Year Corresponding Year To-Date
	30.9.2012 RM'000	30.9.2011 RM'000	30.9.2012 RM'000	30.9.2011 RM'000
Current taxation	4,421	5,603	4,421	5,603
Over provision in prior year	-	(56)	-	(56)
Deferred taxation	(1,479)	(992)	(1,479)	(992)
	<u>2,942</u>	<u>4,555</u>	<u>2,942</u>	<u>4,555</u>

The effective tax rate for the current year to-date (before share of results of associated companies) is higher than the statutory tax rate due to the incurrence of certain expenses that are not deductible for tax purposes and losses incurred by certain subsidiary companies which do not qualify for group relief.

**6 Profits /(Loss) on Sale of Unquoted Investments and/or Properties**

There was no disposal of unquoted investment and/or properties for the quarter under review.

**7 Purchases or Disposals of Quoted Securities**

There was no purchase and disposal of quoted securities by the Group for the current financial quarter under review.

**8 Status of Corporate Proposals**

There is no outstanding corporate proposal for the Group.

**9 Borrowings and Debt Securities**

The Group's borrowings and debt securities as at the end of the quarter are as follows:

	Total RM'000
RCSLS – Liability component	111,083
Term Loans	46,528
Bank overdrafts	28
Hire Purchase Payables	<u>2,035</u>
Total	<u>159,674</u>
Repayment due within next 12 months	<u>1,814</u>
Repayment due after 12 months	<u>157,860</u>

All borrowings are denominated in Ringgit Malaysia and are fully secured.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**10 Status of Utilisation of Proceeds raised from Rights Issue**

The proposed and actual utilisation of RM139,341,169 proceeds raised from the Rights Issue of RM139,341,169 Nominal Value of 7-Year 6% Redeemable Convertible Secured Loan Stocks (“RCSLS”) together with 139,341,169 free new warrants and 69,670,584 new ordinary bonus shares of RM1.00 each attached thereto (“Rights Issue”) are as follows:-

<b>Description</b>	<b>Proposed Utilisation RM’000</b>	<b>Actual Utilisation RM’000</b>	<b>Reclassifi- cation RM’000</b>	<b>Balance RM’000</b>	<b>Intended timeframe for utilisation</b>
Repayment of existing borrowings	60,000	34,449	(25,551)*	-	
Working capital and/or strategic acquisitions/ investments/ expansion	74,551	52,612	25,925	47,864	24 months from listing of the RCSLS on 8 July 2011 #
Advance deposit of first quarterly interest payment for the RCSLS into debt service reserve account	2,090	2,090	-	-	
Expenses for the Rights Issue	2,700	2,326	(374)*	-	
<b>Total</b>	<b>139,341</b>	<b>91,477</b>	<b>-</b>	<b>47,864</b>	

\*The balance unutilized amounts under Repayment of existing borrowings and Expenses for the Rights Issue of RM25,551,000 and RM374,000, respectively had been reclassified for working capital purposes.

#The Board of Directors had extended the period of utilisation of the amount earmarked for working capital and/or strategic acquisitions/investments/expansion from 12 months to 24 months from the date of listing of the RCSLS.

**11 Off Balance Sheet Financial Instruments**

There were no off balance sheet arrangements entered into nor were there any off balance sheet financial instruments issued as at the date of this report.

**12 Material Litigation**

There is no pending material litigation as at the date of this report.

**MALTON BERHAD** (Company No. 320888-T)  
**UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST QUARTER  
AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**

**13 Dividend**

The Directors have proposed a first and final tax exempt dividend of 2.5% or 2.5 sen per share in respect of the year ended 30 June 2012 (2011: 2.0 sen per share, comprising a final dividend of 0.85 sen, less 25% income tax and tax exempt dividend of 1.15 sen per share), for approval of the shareholders at the forthcoming Annual General Meeting of the Company to be held on 23 November 2012.

The dividend if approved by the shareholders at the forthcoming Annual General Meeting, will be paid on 25 January 2013 and entitlement to dividends will be determined on the basis of the record of depositors as at 28 December 2012.

No interim dividend has been recommended for the financial quarter ended 30 September 2012.

**14 Earnings Per Share (“EPS”)**

**Basic**

The basic earnings per ordinary share of the Group for the current quarter and corresponding quarter in the preceding year have been calculated based on the Group’s profit attributable to equity holders of the Company of RM8,441,000 and RM12,112,000 respectively and on the weighted average number of ordinary shares in issue and ranking for dividend during the financial period/year.

**Fully Diluted**

Under FRS 133 on Earnings Per Share, the options pursuant to the Employee Shares Option Scheme and Warrants have no dilutive effect as both the exercise price of the options and Warrants are above the average market value of the Company’s shares during the quarter ended 30 September 2012.

The diluted earnings per ordinary share of the Group for the current quarter and corresponding quarter in the preceding year have been calculated based on the Group’s adjusted profit attributable to equity holders of the Company of RM10,008,000 and RM13,680,000 respectively and on the weighted average number of ordinary shares in issue and issuable and ranking for dividend during the financial period/year assuming full conversion of the outstanding RCSLS.

(a) Basic EPS	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.9.2012	Preceding Year Corresponding Qtr 30.9.2011	Current Year To Date 30.9.2012	Preceding Year to Date 30.9.2011
Profit attributable to equity holders of the Company (RM’000)	8,441	12,112	8,441	12,112
Weighted average number of shares in issue (’000)	418,104	418,024	418,104	418,024
Basic earnings per share (sen)	2.02	2.90	2.02	2.90

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<b>(b) Diluted EPS</b>	Current Quarter 30.9.2012	Preceding Year Corresponding Qtr 30.9.2011	Current Year To Date 30.9.2012	Preceding Year to Date 30.9.2011
Profit attributable to equity holders of the Company (RM'000)	8,441	12,112	8,441	12,112
Effects on earnings upon conversion of RCSLS (RM'000)	1,567	1,568	1,567	1,568
	<u>10,008</u>	<u>13,680</u>	<u>10,008</u>	<u>13,680</u>
Weighted average number of shares in issue ('000)	418,104	418,024	418,104	418,024
Effects of dilution	139,301	139,341	139,301	139,341
Adjusted weighted average number of shares in issue and issuable ('000)	<u>557,405</u>	<u>557,365</u>	<u>557,405</u>	<u>557,365</u>
Diluted earnings per share (sen)	1.80	2.45	1.80	2.45

**15 Profit Before Tax**

The following items have been included in arriving at profit before tax:

<b>After charging:</b>	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current Quarter 30.9.2012 RM'000	Preceding Year Corresponding Qtr 30.9.2011 RM'000	Current Year To Date 30.9.2012 RM'000	Preceding Year to Date 30.9.2011 RM'000
Interest expense	3,676	4,117	3,676	4,117
Depreciation and Amortization	508	549	508	549
Impairment loss on other investment	69	-	69	-
<b>After crediting:</b>				
Interest income	1,234	1,659	1,234	1,659
Other income	828	387	828	387
Distribution income from short term funds	819	-	819	-

There were no provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, foreign exchange gain or loss, gain or loss on derivatives and exceptional items for the current quarter under review and financial period ended 30 September 2012.

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**16 Realised and Unrealised Retained Earnings**

	As at 30.9.2012 RM'000	As at 30.6.2012 RM'000
<b>Total retained earnings:</b>		
Company and subsidiaries		
-realised profit	362,972	356,375
-unrealised profit	592	4,798
	<u>363,564</u>	<u>361,173</u>
Associated companies		
-realised loss	(4,649)	(4,812)
-unrealised profit	13,205	13,211
	<u>8,556</u>	<u>8,399</u>
Less: Consolidation adjustments	(219,785)	(223,301)
Total group retained earnings as per unaudited consolidated financial statements	<u>152,335</u>	<u>146,271</u>