

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

The figures have not been audited

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
<b>Revenue</b>	279,226	367,598	594,839	738,048
Cost of sales	(284,122)	(320,188)	(593,037)	(643,066)
<b>Gross (loss)/ profit</b>	(4,896)	47,410	1,802	94,982
Operating expenses	(13,927)	(13,703)	(26,901)	(27,268)
Other operating income	3,617	2,120	1,184	4,209
<b>(Loss)/profit from operation</b>	(15,206)	35,827	(23,915)	71,923
Finance costs	(1,641)	(1,512)	(3,287)	(3,105)
Finance income	442	529	862	816
<b>(Loss)/profit before tax</b>	(16,405)	34,844	(26,340)	69,634
Taxation	(1,120)	(2,848)	(2,713)	(6,480)
<b>(Loss)/profit for the period</b>	(17,525)	31,996	(29,053)	63,154
<b>Attributable to:</b>				
Owners of the company	(16,210)	25,291	(25,835)	51,127
Non-controlling interests	(1,315)	6,705	(3,218)	12,027
<b>(Loss)/profit for the period</b>	(17,525)	31,996	(29,053)	63,154
<b>(Loss)/earnings per ordinary share (sen): -</b>				
(a) Basic	(8.37)	13.05	(13.33)	26.31
(b) Fully diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2011.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
<b>(Loss)/profit for the period</b>	(17,525)	31,996	(29,053)	63,154
Foreign currency translation differences for foreign operations	2,044	2,063	16,963	(5,658)
<b>Total comprehensive (expense)/ income for the period</b>	<b>(15,481)</b>	<b>34,059</b>	<b>(12,090)</b>	<b>57,496</b>
<b>Total comprehensive (expense)/ income attributable to:</b>				
Owners of the Company	(14,166)	27,354	(8,872)	45,469
Non-controlling interests	(1,315)	6,705	(3,218)	12,027
<b>Total comprehensive (expense)/ income for the period</b>	<b>(15,481)</b>	<b>34,059</b>	<b>(12,090)</b>	<b>57,496</b>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2011.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011****The figures have not been audited****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011**

	As At End of Current Quarter	As At End of Preceding Financial Year
	31/12/2011 RM'000	30/06/2011 RM'000
Property, plant and equipment	1,043,138	1,020,347
Investments	46	46
Intangible assets	12,393	12,393
<b>Total non-current assets</b>	<b>1,055,577</b>	<b>1,032,786</b>
Inventories	84,762	102,270
Trade and other receivables	168,552	215,142
Current tax assets	35	35
Deposits, cash and bank balances	51,443	69,543
<b>Total current assets</b>	<b>304,792</b>	<b>386,990</b>
<b>TOTAL ASSETS</b>	<b>1,360,369</b>	<b>1,419,776</b>
<b>Equity attributable to owners of the Company</b>		
Share capital	104,942	104,942
Reserves	788,530	807,090
Treasury shares, at cost	(163,803)	(163,803)
	729,669	748,229
<b>Non-controlling interests</b>	<b>213,193</b>	<b>220,910</b>
<b>TOTAL EQUITY</b>	<b>942,862</b>	<b>969,139</b>
Borrowings (unsecured)	6,359	12,097
Employee benefits	422	422
Deferred tax liabilities	23,146	21,146
<b>Total non-current liabilities</b>	<b>29,927</b>	<b>33,665</b>
Trade and other payables	178,417	219,397
Borrowings (unsecured)	207,090	195,359
Current tax liabilities	2,073	2,216
<b>Total current liabilities</b>	<b>387,580</b>	<b>416,972</b>
<b>TOTAL LIABILITIES</b>	<b>417,507</b>	<b>450,637</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,360,369</b>	<b>1,419,776</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<b>3.77</b>	<b>3.86</b>

The Condensed Consolidated as above should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2011.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011**

Attributable to owners of the Company

	←		Non-distributable				→		Non-controlling interests	Total equity		
	Share capital	Share premium	Capital redemption reserve	Capital reserve	Exchange fluctuation reserve	Reserve for own shares	Share option reserve	Treasury shares			Distributable Retained profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current year-to-date ended 31 December 2011</b>												
<b>At 1 July 2011</b>	104,942	249,952	1,050	5,035	4,922	(49,253)	-	(163,803)	595,384	748,229	220,910	969,139
Other comprehensive income-foreign currency translation differences	-	-	-	-	16,963	-	-	-	-	16,963	-	16,963
Loss for the period	-	-	-	-	-	-	-	-	(25,835)	(25,835)	(3,218)	(29,053)
<b>Total comprehensive income/(expense) for the period</b>	-	-	-	-	16,963	-	-	-	(25,835)	(8,872)	(3,218)	(12,090)
Dividends	-	-	-	-	-	-	-	-	(9,688)	(9,688)	(4,499)	(14,187)
<b>Total distribution to owners</b>	-	-	-	-	-	-	-	-	(9,688)	(9,688)	(4,499)	(14,187)
<b>At 31 December 2011</b>	104,942	249,952	1,050	5,035	21,885	(49,253)	-	(163,803)	559,861	729,669	213,193	942,862

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011 (Cont'd)**

← Attributable to owners of the Company →

	Share capital	Share premium	Share capital redemption reserve	Non-distributable				Treasury shares	Share option reserve	Distributable Retained profits	Total	Non-controlling interests	Total equity
				Capital reserve	Exchange fluctuation reserve	Reserve for own shares	Reserve for own shares						
Preceding year corresponding period ended 31 December 2010	104,942	249,952	1,050	3,750	10,021	(42,603)	166	(163,803)	576,653	740,128	222,740	962,868	
Other comprehensive expense-foreign currency translation differences	-	-	-	-	(5,658)	-	-	-	-	(5,658)	-	(5,658)	
Profit for the period	-	-	-	-	-	-	-	-	51,127	51,127	12,027	63,154	
<b>Total comprehensive (expense)/income for the period</b>	-	-	-	-	(5,658)	-	-	-	51,127	45,469	12,027	57,496	
Purchase of own shares	-	-	-	-	-	(6,650)	-	-	-	(6,650)	-	(6,650)	
Share-based payments transactions	-	-	-	-	-	-	287	-	-	287	105	392	
Dividends	-	-	-	-	-	-	-	-	(19,376)	(19,376)	(8,999)	(28,375)	
<b>Total distribution to owners</b>	-	-	-	-	-	(6,650)	287	-	(19,376)	(25,739)	(8,894)	(34,633)	
<b>At 31 December 2010</b>	104,942	249,952	1,050	3,750	4,363	(49,253)	453	(163,803)	608,404	759,858	225,873	985,731	

Dividends received by the ESOS Trust amounted to RM256,700 (2010/2011: RM513,400) are eliminated against the dividend expense of the Company following the consolidation of ESOS Trust.

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2011.**

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Current Year To-date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(26,340)	69,634
Adjustments for:-		
Depreciation and amortisation	96,804	97,107
Non-cash items	(5,749)	(1,063)
Net financing cost	2,425	2,289
Operating profit before changes in working capital	67,140	167,967
Changes in working capital		
Net change in current assets	54,493	(26,129)
Net change in current liabilities	(43,472)	23,026
Taxation paid	(856)	(2,823)
Net financing cost paid	(2,425)	(2,289)
Dividend received	-	198
<b>Net cash generated from operating activities</b>	74,880	159,950
<b>CASH FLOW FROM INVESTING ACTIVITY</b>		
Proceeds from disposal of property, plant and equipment	279	729
Purchase of property, plant and equipment	(100,651)	(156,592)
<b>Net cash used in investing activity</b>	(100,372)	(155,863)
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Proceeds from drawdown of borrowings	199,185	102,162
Repayments of borrowings	(181,404)	(96,699)
Dividend paid to owner of the company	(9,688)	(19,376)
Dividend paid to non-controlling shareholders of subsidiaries	(4,499)	(8,999)
Purchase of trust shares	-	(6,650)
<b>Net cash generated from/(used in) financing activity</b>	3,594	(29,562)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(21,898)	(25,475)
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	69,543	128,866
<b>EFFECT ON FOREIGN EXCHANGE</b>	3,798	(1,209)
<b>CASH &amp; CASH EQUIVALENTS AT END OF PERIOD</b>	51,443	102,182

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following balance sheet amounts:

	31/12/2011 RM'000	31/12/2010 RM'000
Deposits, cash and bank balances	51,443	102,182

**The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2011.**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standards (“FRS”) 134 “Interim Financial Reporting” and the applicable disclosure provisions 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 financial year ended 30 June 2011.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2011 except for the changes in accounting policies and presentation resulting from the adoption of relevant FRSs, Amendments to FRSs and IC Interpretations that are effective for the financial periods beginning on or after 1 January 2011 and 1 July 2011 respectively.

The adoption of relevant FRSs, Amendments to FRSs and IC Interpretations are not expected to have any significant financial impact on the financial statements of the Group.

**2. Qualification of audit report of the preceding annual financial statements**

The audit report for the preceding annual financial statements was not qualified.

**3. Seasonality or cyclicity of interim operations**

There has been no material seasonal or cyclical factor affecting the results of the quarter under review.

**4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the financial year to-date.

**5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years**

There were no changes in estimates of amounts reported in the prior financial years.

**6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

(a) There were no shares bought back during the quarter under review and financial year to-date. The total number of shares bought back as at 31 December 2011 was 10,986,000 shares and the shares are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act, 1965.

(b) The Group has previously granted 950,000 conditional incentive share options to eligible executives of the Group pursuant to the Executive Share Option Scheme of the Company which was established on 23 January 2006 (“ESOS”), subject to the achievement of certain performance criteria over an option performance period (“Options”). The entire 950,000 Options have lapsed during the preceding quarter ended 30 September 2011. There were no outstanding Options as at 31 December 2011.

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**6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities (cont'd)**

(c) There were no additional shares purchased by the trust set up for the ESOS ("ESOS Trust") during the quarter under review and financial year-to-date. The total number of Trust Shares purchased by the ESOS Trust as at 31 December 2011 was 5,134,000 shares ("Trust Shares").

There were no issuance of shares, shares cancellation, resale of treasury shares or repayment of debt or equity securities during the quarter under review and financial year to-date.

**7. Dividend paid**

During the financial year-to-date, the Company paid an interim dividend of 5.0 sen per share tax exempt amounted to RM9.9 million on 8 December 2011.

**8. Operating Segments**

The Group's segmental report for the financial year to-date is as follows: -

	Asia RM'000	United States of America RM'000	Europe RM'000	Total RM'000
<b>Segment loss</b>	(14,152)	(3,821)	(3,769)	(21,742)
Included in the measure of segment loss are:				
Revenue from external customers	283,475	152,508	158,856	594,839
Depreciation and amortisation	46,047	25,256	25,501	96,804
<b>Reconciliation of segment loss</b>				
<b>(Loss)/profit</b>				<b>RM'000</b>
Reportable segments				(21,742)
Non-reportable segments				(2,173)
Finance costs				(3,287)
Finance income				862
Consolidated loss before tax				(26,340)

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

There are no revaluation of property, plant and equipment as at the date of this report.

**10. Material events not reflected in the financial statements**

There are no material subsequent events to be disclosed as at the date of this report.

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

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.

**12. Contingent liabilities or contingent assets**

There are no contingent liabilities or contingent assets as at the date of this report.



## **MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

### **QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

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#### **13. Review of performance**

For the quarter under review, the Group recorded a revenue and loss before taxation ("LBT") of RM279.2 million and RM16.4 million respectively as compared with a revenue and profit before taxation ("PBT") of RM367.6 million and RM34.8 million in the corresponding quarter of the preceding year. Revenue by segment for the quarter saw the Europe segment dropping the most by 35% followed by Asia (22%) and USA (13%) as compared with the corresponding quarter. European billings reduced significantly during the period under review. This has shifted the revenue mix for Europe from 31% for the corresponding quarter to 27% for the quarter under review. Consequently, resources allocated were under-utilised and coupled with the overall weak demand that resulted in revenue down by 24%, all segments recorded a loss against a profit in the corresponding quarter of the preceding year.

The Group's revenue for the financial year-to-date was RM594.8 million as compared with the preceding year's corresponding period of RM738.0 million. Revenue for the period under review was lower by 19% against the same period last year with Europe segment dropping the most by 30% followed by Asia (16%) and USA (13%). European billings reduced significantly during the period under review. This has shifted the revenue mix for Europe from 31% for the corresponding period to 27% for the current period, with Asia and USA both gaining share of revenue by 3% and 1% point respectively.

The significant reduction in the revenue for the financial year-to-date has impacted all segments and resulted in a LBT of RM26.3 million as compared with a PBT of RM69.6 million for the same period last year.

#### **14. Material changes in profit before taxation against the immediate preceding quarter**

The Group's revenue for the quarter under review was RM279.2 million, a reduction of 11.5% from the preceding quarter of RM315.6 million. Revenue by segment for the quarter saw the Asia segment dropping the most by 16% followed by Europe (9%) and USA (6%) against the preceding quarter. While the weak semiconductor market is affecting all segments, many of the manufacturing hubs in Asia were shutting down towards the end of December to adjust for the lower demand. This, coupled with the general inventory correction in the industry, has further impacted the supply chain and revenue of the sub-contracting business during the quarter under review.

Consequently, LBT for the quarter was higher at RM16.4 million as compared with LBT of RM9.9 million for the preceding quarter with Asia recording a larger segment loss for the quarter.

#### **15. Prospects**

The Board anticipates that business prospects will remain challenging across all segments for the financial year ending 30 June 2012 given the uncertain macro-economic outlook.

#### **16. Profit forecast / profit guaranteed**

This note is not applicable.

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**17. Loss before tax**

	Current Year Quarter	Current Year To-date
	31/12/2011 RM'000	31/12/2011 RM'000
Loss before tax is arrived at after charging/(crediting) :-		
Depreciation and amortization	48,650	96,804
Allowance for impairment loss on trade receivables	224	446
Net gain on foreign exchange	(215)	(2,058)
Fair value (gain)/loss on derivative instruments	(2,916)	2,344
Inventories written down	-	-
(Gain)/ loss on disposal of quoted or unquoted investments or properties	-	-
Impairment of property, plant and equipment	-	-

**18. Taxation**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
Current taxation				
Malaysian				
- current year	100	750	200	1,500
- under/(over) provision in prior years	10	(32)	10	(32)
Overseas - current year	10	630	503	2,012
	<u>120</u>	<u>1,348</u>	<u>713</u>	<u>3,480</u>
Deferred taxation - current year	1,000	1,500	2,000	3,000
	<u>1,000</u>	<u>1,500</u>	<u>2,000</u>	<u>3,000</u>
	<u>1,120</u>	<u>2,848</u>	<u>2,713</u>	<u>6,480</u>

The Group's taxation charge for the current quarter under review mainly represents deferred tax provided for by the local subsidiaries.

**19. Corporate proposals**

There are no corporate proposals announced but not completed as at the date of this report.

**20. Group's borrowings and debt securities**

Particulars of the Group's borrowings and debt securities as at 31 December 2011 are as follows: -

	<b>RM'000</b>
(a) Unsecured short term borrowings	207,090
(b) Unsecured long term borrowings	6,359
	<u>213,449</u>

The above include borrowings denominated in foreign currencies as follows: -

	<b>RM'000</b>
USD borrowings	97,273

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**21. Changes in material litigation**

Amkor Technology, Inc. ("Amkor") filed a complaint with the International Trade Commission ("ITC") on 17 November 2003 alleging Carsem (M) Sdn Bhd, Carsem Semiconductor Sdn Bhd (now known as Recams Sdn. Bhd) and Carsem Inc. (collectively "Carsem Group") of infringing three of Amkor's United States Patents. Amkor also filed a civil lawsuit at the District Court on even date alleging Carsem Group of infringement of the same three patents which are the subject of the ITC Investigation.

Following a hearing in July and August 2004, an Administrative Law Judge ("ALJ") issued an Initial Determination finding all of the asserted claims of Amkor's patents invalid, not infringed, or both, and no violation by Carsem Group. Subsequently, the ITC reviewed the Initial Determination and remanded to the ALJ for further findings on several issues.

Carsem Group was advised by its lawyers that the ALJ found that some but not all of Carsem Group's devices infringed on Amkor's patents. Carsem Group then filed a petition for review by the ITC and the motion to extend the target date for completion of this investigation by three months pending ASAT, Inc.'s subpoena enforcement proceeding.

On 1 July 2009, the ITC issued a Remand Order remanding the investigation to the ALJ and setting a new Target Date of 1 September 2009 to complete the investigation, but instructed the ALJ to set a schedule for the remand proceedings, and to issue an Initial Determination extending the target date accordingly. Subsequently, the ALJ issued an Order extending the Target Date to 2 February 2010.

On 10 and 11 September 2009, the ALJ held a hearing at the ITC in order to receive the additional evidence ordered by the ITC. On 2 November 2009, the ALJ addressed issues related to the invalidity of Amkor's patents and supplemented a prior Initial Determination issued in November 2005, in which the ALJ found all but four claims of one patent invalid, not infringed, and/or not enforceable at the ITC. On 12 November 2009, Carsem Group submitted its petition for review by the ITC. On 16 December 2009, the ITC issued its Notice confirming its determination to review both of the ALJ's Initial Determinations. On 12 January 2010, both parties filed their respective briefs with the ITC and the ITC was scheduled to render a final decision on 9 February 2010.

However, in February 2010, the ITC issued a Notice of Reversal and Remand and remanded the investigation to the ALJ to determine whether Amkor's patents were invalid. Following such remand, on 22 March 2010, the ALJ determined that all of Amkor's asserted patent claims are invalid, not infringed, and/or not enforceable at the ITC, and that Carsem Group has not violated Section 337 of the Tariff Act by importing the MLP products which Amkor had accused of infringement. On 20 July 2010, the ITC issued the final determination and found that the claims of Amkor's patents are invalid and not infringed and that Carsem Group has not violated the Tariff Act by importing the MLP Products ("ITC's Decision").

Amkor appealed against ITC's Decision to the Court of Appeal of the Federal Circuit. On 10 November 2011, the Court heard oral arguments on the appeal from the parties and the parties are now awaiting the Court's ruling.

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**22. Dividend**

- (a) The Board does not recommend any interim dividend for the quarter ended 31 December 2011 of the financial year ending 30 June 2012 (2nd quarter 2010/2011: Nil).
- (b) For the financial year-to-date, a total dividend of 5.0 sen per share tax exempt has been declared (2010/2011:10.0 sen per share tax exempt).

**23. Earnings per ordinary share**

**(a) Basic earnings per ordinary share**

The calculation of basic earnings per ordinary share for the quarter under review/financial year to-date is calculated by dividing the Group's losses attributable to owners of the Company of RM16,210,000 (2nd quarter 2010/2011 : profits attributable to owners of the Company of RM25,291,000) and the weighted average number of ordinary shares outstanding during the quarter of 193,764,419 (2nd quarter 2010/2011 : 193,789,590).

The calculation of basic earnings per ordinary share for the financial year-to-date is based on the losses attributable to owners of the Company of RM25,835,000 (2010/2011 : profits attributable to owners of the Company of RM51,127,000) and the weighted average number of ordinary shares outstanding during the period of 193,764,419 (2010/2011 : 194,312,462).

**Weighted average number of ordinary shares**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2011 '000	31/12/2010 '000	31/12/2011 '000	31/12/2010 '000
Issued ordinary shares at beginning of period	209,884	209,884	209,884	209,884
Treasury shares held at beginning of period	(10,986)	(10,986)	(10,986)	(10,986)
Trust Shares held at beginning of period	(5,134)	(4,546)	(5,134)	(4,000)
	193,764	194,352	193,764	194,898
Effect of purchase of Trust Shares	-	(562)	-	(586)
Weighted average number of ordinary shares	193,764	193,790	193,764	194,312

**(b) Diluted earnings per ordinary share**

The Group has no dilution in its earnings per ordinary share in the quarter under review / financial year-to-date as there are no dilutive potential ordinary shares. The Group had no dilution in its earnings per ordinary share in the preceding year's corresponding quarter / period as the potential ordinary shares from the assumed exercise to ordinary shares of options would increase the basic earnings per ordinary share.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011**

**The figures have not been audited**

**24. Realised and unrealised profits /losses disclosure**

The retained profits as at 31 December 2011 and 30 June 2011 are analysed as follows:-

	As At End of Current Quarter	As At End of Preceding Financial Year
	31/12/2011 RM'000	30/06/2011 RM'000
Total retained profits of the Company and the subsidiaries:-		
-Realised	651,656	717,504
-Unrealised	(14,963)	(22,962)
	<u>636,693</u>	<u>694,542</u>
Less: Consolidation adjustments	(76,832)	(99,158)
Total Group's retained profits	<u>559,861</u>	<u>595,384</u>

By Order of the Board  
Malaysian Pacific Industries Berhad

Joanne Leong Wei Yin  
Company Secretary

Kuala Lumpur  
30 January 2012