

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2012.**

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended 31/03/2012	31/03/2011	3 Months Cumulative Totdate 31/03/2012	31/03/2011
	RM '000	RM '000	RM '000	RM '000
Revenue	128,165	121,709	128,165	121,709
Operating expenses	(153,830)	(154,032)	(153,830)	(154,032)
Other income	108	307	108	307
Loss from operations	(25,557)	(32,016)	(25,557)	(32,016)
Finance costs	(3,973)	(5,442)	(3,973)	(5,442)
<b>Loss before tax</b>	(29,530)	(37,458)	(29,530)	(37,458)
Income tax expense	(205)	(435)	(205)	(435)
<b>Loss for the period</b>	(29,735)	(37,893)	(29,735)	(37,893)
Foreign currency translation differences for foreign operations	(244)	(244)	(244)	(244)
<b>Total other comprehensive expense for the period</b>	(244)	(244)	(244)	(244)
<b>Total comprehensive loss for the period</b>	(29,979)	(38,137)	(29,979)	(38,137)
Loss attributable to:				
Owners of the Company	(14,717)	(19,007)	(14,717)	(19,007)
Non-controlling interests	(15,018)	(18,886)	(15,018)	(18,886)
<b>Loss for the Period</b>	(29,735)	(37,893)	(29,735)	(37,893)
Total comprehensive loss attributable to:				
Owners of the Company	(14,961)	(19,251)	(14,961)	(19,251)
Non-controlling interests	(15,018)	(18,886)	(15,018)	(18,886)
<b>Total comprehensive loss for the period</b>	(29,979)	(38,137)	(29,979)	(38,137)
Basic loss per ordinary share (sen):	(2.2)	(2.9)	(2.2)	(2.9)
Diluted loss per ordinary share (sen):	N/A	N/A	N/A	N/A

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

**GREEN PACKET BERHAD ( 534942-H )**  
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**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2012**

	<b>As at 31/3/2012</b>	<b>As at 31/12/2011</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>RM '000</b>	<b>RM '000</b>
<b>ASSETS</b>		
Property, plant and equipment	617,359	622,557
Other long term investments	135	135
Goodwill on acquisition	13,004	13,004
Development costs	35,720	35,201
Intangible/Customer Modem assets	61,368	65,008
<b>Total non-current assets</b>	<b>727,586</b>	<b>735,905</b>
Inventories	30,056	31,532
Trade receivables	71,533	71,295
Other receivables, deposits and prepayments	59,286	61,282
Deposits with licensed banks	1,199	1,191
Cash and bank balances	66,550	84,085
<b>Total current assets</b>	<b>228,624</b>	<b>249,385</b>
<b>TOTAL ASSETS</b>	<b>956,210</b>	<b>985,290</b>
<b>EQUITY</b>		
Share capital	131,551	131,551
Reserves	26,851	41,325
<b>Total equity attributable to owners of the Company</b>	<b>158,402</b>	<b>172,876</b>
<b>Non-controlling interests</b>	<b>(19,287)</b>	<b>(4,269)</b>
<b>Total equity</b>	<b>139,115</b>	<b>168,607</b>
<b>LIABILITIES</b>		
Irredeemable Convertible Preference Shares -Class C ("Class C ICPS") - Liabilities components	153,215	150,276
Class C ICPS - Deferred tax components	55,250	55,250
Bank Borrowings	44,419	49,839
Hire purchase and finance lease liabilities	521	452
Other payables and accruals	89,082	89,082
Deferred tax liabilities	2,509	2,426
<b>Total non-current liabilities</b>	<b>344,996</b>	<b>347,325</b>
Trade payables	91,818	98,503
Other payables and accruals	250,384	225,653
Guaranteed redeemable convertible exchangeable bonds	50,000	50,000
Bank borrowings	77,605	92,314
Hire purchase and finance lease liabilities	2,292	2,888
<b>Total current liabilities</b>	<b>472,099</b>	<b>469,358</b>
<b>TOTAL LIABILITIES</b>	<b>817,095</b>	<b>816,683</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>956,210</b>	<b>985,290</b>
<b>Net asset per share attributable to ordinary equity holders of the parent (sen)</b>	<b>21</b>	<b>26</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2012**

(The figures have not been audited)

	<-----Attributable to owners of the Company ----->							Non-controlling interests	Total Equity
	Shares capital	Non-Distributable				Distributable	Sub-total		
		Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2012	131,551	345,372	378	(11,389)	75,792	(368,828)	172,876	(4,269)	168,607
Foreign currency translation differences for foreign operations	-	-	(585)	-	-	-	(585)	-	(585)
Total other comprehensive income for the period	-	-	(585)	-	-	-	(585)	-	(585)
Loss for the period	-	-	-	-	-	(14,717)	(14,717)	(15,018)	(29,735)
<b>Total comprehensive loss for the period</b>	-	-	(585)	-	-	(14,717)	(15,302)	(15,018)	(30,320)
Share-based payment transaction under ESOS	-	-	-	-	828	-	828	-	828
<b>Total contribution from / distribution to owners</b>	-	-	-	-	828	-	828	-	828
At 31 March 2012	131,551	345,372	(207)	(11,389)	76,620	(383,545)	158,402	(19,287)	139,115

**GREEN PACKET BERHAD ( 534942-H )**  
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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2012**

(The figures have not been audited)

	<-----Attributable to Equity Holders of the Parent ----->						Sub-total	Non-controlling interests	Total Equity
	Shares capital	Non-Distributable			Distributable				
		Share Premium	Foreign Exchange Translation Reserve	Treasury Shares	Other Reserves	Retained Profits			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
At 1 January 2011	131,551	345,372	47	(11,389)	72,493	(283,103)	254,971	44,359	299,330
Foreign currency translation differences for foreign operations	-	-	(244)	-	-	-	(244)	-	(244)
Total other comprehensive income for the period	-	-	(244)	-	-	-	(244)	-	(244)
Loss for the period	-	-	-	-	-	(19,007)	(19,007)	(18,886)	(37,893)
<b>Total comprehensive loss for the period</b>	-	-	(244)	-	-	(19,007)	(19,251)	(18,886)	(38,137)
Share-based payment transaction under ESOS	-	-	-	-	800	-	800	-	800
<b>Total contribution from / distribution to owners</b>	-	-	-	-	800	-	800	-	800
At 31 March 2011	131,551	345,372	(197)	(11,389)	73,293	(302,110)	236,520	25,473	261,993

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2012**  
(The figures have not been audited)

	Financial period ended	
	31/3/2012	31/03/2011
	RM'000	RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(29,530)	(37,458)
Adjustments for non cash items:-		
Amortisation of development cost	1,083	1,174
Amortisation of intellectual property	650	675
Amortisation of modem	9,309	8,030
Amortisation of prepaid land lease payments	205	205
Depreciation of plant and equipment	18,243	14,607
Share based payment under ESOS	828	800
Other non-cash items	3,506	5,146
Operating loss before working capital changes	4,294	(6,821)
Changes in working capital		
Decrease/(Increase) in assets	3,234	(24,156)
(Decrease)/Increase in liabilities	20,985	16,468
Cash for operating activities	28,513	(14,509)
Interest paid	(3,973)	(2,247)
Tax paid	288	-
<b>Net cash for operating activities</b>	<b>24,828</b>	<b>(16,756)</b>
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Development expenditure incurred	(1,602)	(1,745)
Interest received	57	297
Purchase of plant and equipment	(19,569)	(13,847)
<b>Net cash for investing activities</b>	<b>(21,114)</b>	<b>(15,295)</b>
<b>CASH FLOW FOR FINANCING ACTIVITIES</b>		
Issuance of Convertible Preference Share to		
Net drawdown/(repayment) of bank borrowings	(20,129)	(24,295)
Repayment to hire purchase/lease obligations	(527)	(1,433)
<b>Net cash for financing activities</b>	<b>(20,656)</b>	<b>(25,728)</b>
Net decrease in cash and cash equivalents	(16,942)	(57,779)
Foreign exchange translation differences	(585)	(244)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	85,276	170,820
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	67,749	112,797
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	66,550	90,462
Fixed deposit with licensed bank	1,199	22,335
	67,749	112,797

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2012.**

**A Explanatory Notes Pursuant to Financial Reporting Standard ("FRS") 134 Interim Financial Reporting**

**A1 Basis of preparation**

The interim financial report is unaudited and has been prepared in compliance with MFRS 134: Interim Financial Reporting.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2011.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2011 except for the newly-issued Malaysian Accounting Standards Board approved accounting framework - Malaysian Financial Reporting Standards ("MFRS") and IC Interpretations ("IC Int.") to be applied by all Entities Other Than Private Entities for the financial period beginning on 1 January 2012:

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-based payment
MFRS 3	Business Combinations
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations
MFRS 7	Financial Instruments: Disclosures
MFRS 8	Operating Segments
MFRS 101	Presentation of Financial Statements
MFRS 102	Inventories
MFRS 107	Statement of Cash Flows
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 110	Events after the Reporting Period
MFRS 112	Income Taxes
MFRS 116	Property, Plant and Equipment
MFRS 117	Leases
MFRS 118	Revenue
MFRS 119	Employee Benefits
MFRS 120	Accounting for Government Grants and Disclosure of Government Assistance
MFRS 121	The Effects of Changes in Foreign Exchange Rates
MFRS 123	Borrowing Costs
MFRS 124	Related Party Disclosures
MFRS 126	Accounting and Reporting by Retirement Benefit Plans
MFRS 127	Consolidated and Separate Financial Statements
MFRS 132	Financial Instruments: Presentation
MFRS 133	Earnings Per Share
MFRS 134	Interim Financial Reporting
MFRS 136	Impairment of Assets
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 138	Intangible Assets
MFRS 139	Financial Instruments: Recognition and Measurement
IC Int.1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Int.4	Determining whether an Arrangement contains a lease
IC Int.5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Int.9	Reassessment of Embedded Derivatives
IC Int.10	Interim Financial Reporting and Impairment
IC Int.13	Customer Loyalty Programmes
IC Int.14	MFRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their interaction
IC Int.17	Distributions of Non-cash Assets to Owners
IC Int.18	Transfers of Assets from Customers
IC Int.19	Extinguishing Financial Liabilities with Equity Instruments
IC Int.110	Government Assistance – No Specific Relation to Operating Activities
IC Int.115	Operating Leases - Incentives
IC Int.125	Income Taxes – Changes in the Tax Status of an Entity or its Shareholders
IC Int.127	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
IC Int.131	Revenue – Barter Transactions Involving Advertising Services
IC Int.132	Intangible Assets – Web Site Costs

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

## A2 Auditors' report on preceding annual financial statements

The auditor's report on the financial statements for the financial year ended 31 December 2011 was not subject to any qualification.

## A3 Seasonal or cyclical factors of interim operation

The Group's operations were not materially affected by any seasonal and cyclical factors.

## A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

During the current financial quarter under review, there were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence.

## A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial period under review.

## A6 Changes in debts or equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the period ended 31 March 2012, except for:

- (a) On 27 March 2012, the Company had via a sixth allocation of share options under the ESOS, granted 10,000,000 new share options with an exercise price of RM0.56 to eligible employees and directors of the Company and its subsidiaries. The New Options will expire on 8 August 2016.

The movement of the options for the period under review is as follows :

	Number of options over ordinary shares of RM0.20 each at exercise price of					
	RM 4.22 each ( '000)	RM 1.97 each ( '000)	RM 0.80 each ( '000)	RM 1.10 each ( '000)	RM 0.60 each ( '000)	RM 0.56 each ( '000)
Balance as at 1 Jan 2012	6,531	6,335	6,160	8,539	9,039	-
Granted during the year	-	-	-	-	-	10,000
Cancellation during the year	(37)	(23)	(21)	(191)	(226)	-
Exercise during the year	-	-	-	-	-	-
Outstanding as at 31 March 2012	6,494	6,312	6,139	8,348	8,813	10,000

## A7 Dividends Payment

There were no dividends paid or proposed during the current financial period under review.

## A8 Segmental information

Segmental information is provided based on geographical segment by customers' location, as follows:-

### Results for the financial year period 31 March 2012

	Malaysia RM'000	Overseas RM'000	Group RM'000
<b>Revenue</b>			
Software and Devices	-	22,264	22,264
Broadband Services	85,430	-	85,430
Communication Services	-	20,471	20,471
	85,430	42,735	128,165
<b>Results</b>			
Software and Devices	(20,180)	17,833	(2,347)
Broadband Services	(23,605)	-	(23,605)
Communication Services	-	338	338
	(43,785)	18,171	(25,614)
Finance costs			(3,973)
Finance income			57
			(29,530)
Income tax expense			(205)
Loss after taxation			(29,735)
Non-controlling interests			15,018
Loss after taxation & Non-controlling interests			(14,717)

*Segmental results are determined after allocation of operating expenses to each geographical segment.*

Other information

Segmental assets	-
Total assets	956,210
Segmental liabilities	-
Total liabilities	(817,095)
Capital expenditure	(19,569)
Depreciation	(18,243)
Amortisation	(11,247)

**Results for the financial year period 31 March 2011**

**Revenue**

	Malaysia RM'000	Overseas RM'000	Group RM'000
Software and Devices	20,544	26,795	47,339
Broadband Services	56,166	-	56,166
Communication Services	4,408	13,796	18,204
	<u>81,118</u>	<u>40,591</u>	<u>121,709</u>

**Results**

Software and Devices	3,492	3,564	7,056
Broadband Services	(39,754)	-	(39,754)
Communication Services	208	177	385
	<u>(36,054)</u>	<u>3,741</u>	<u>(32,313)</u>
Finance costs			(5,442)
Finance income			297
			<u>(37,458)</u>
Income tax expense			(435)
Loss after taxation			<u>(37,893)</u>
Non-controlling interests			18,886
Loss after taxation & minority interests			<u>(19,007)</u>

*Segmental results are determined after allocation of operating expenses to each geographical segment.*

Other information

Segmental assets	-
Total assets	909,143
Segmental liabilities	-
Total liabilities	(647,150)
Capital expenditure	(13,847)
Depreciation	(14,607)
Amortisation	(10,084)

**A9 Valuation of property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss.

**A10 Material events subsequent to the end of the quarter**

The material event subsequent to the end of the quarter is as follow:

- a) On 13 March 2012, Packet One Networks (Malaysia) Sdn Bhd ("PONSB") secured a convertible loan of RM50,000,000 ("the facility") under the Shariah concept of Murabahah from Malaysia Debt Ventures Berhad ("MDV"). The facility is for a period of forty eight months from the date of first disbursement inclusive of an estimated six month grace period.

During the tenure of the facility, MDV has the option which is exercisable at its sole discretion, to convert the outstanding disbursed monies due and payable into the relevant numbers of ordinary shares of a subsidiary, PONSB or Class D Islamic Irredeemable Convertible Preference Shares of RM0.10 each ("Class D ICPS-i"), based on the conversion price of RM362.15 per share upon the terms and conditions agreed. MDV can convert up to 137,873 Class D ICPS-i based on the conversion price. The Class D ICPS-i shall, upon allotment and issue, rank pari passu in all respects with the then existing Class A ICPS, Class B ICPS and Class C ICPS respectively in PONSB.

The facility is secured against a debenture incorporating a fixed and floating charge over all the present and future assets and undertakings of PONSB and a Corporate Guarantee of the Company.

- b) On 27 March 2012, the Company granted 10.0 million share options at an offer price of RM0.56 per new ordinary share to all eligible employees and directors of the Company and Group pursuant to the Employees' Share Option Scheme.



#### A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial period ended 31 March 2012.

#### A12 Contingent assets and changes in contingent liabilities

The Group does not have any contingent assets at the date of this announcement and there were no changes in contingent liabilities since the last annual balance sheet date.

#### A13 Capital commitments

The capital expenditure not provided for in the financial statements as at 31 March 2012 are as follows:

	RM'000
Authorised and contracted for:	
- Plant and equipment	227,297
- Inventory	19,973
	<u>247,270</u>

#### A14 Significant related party transactions

The Directors of GPB are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial year under review.

### **B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities**

#### B1 Review of the performance of the Group

The Group recorded a revenue and loss after tax of approximately RM128.17 million and RM29.74 million respectively for the current financial quarter ended 31 March 2012 ("1Q12"). This represents an increase of 5.3% compared to the turnover of RM121.71 million recorded for the previous year corresponding financial quarter ended 31 March 2011 ("1Q11"). Consequently, the loss after tax decreased substantially to RM 29.74 million in 1Q12 from a loss after tax of RM 37.89 million registered in 1Q11.

Revenue contribution comprises the following:-

	1Q12 RM million	1Q11 RM million	% Change
Software and devices	22.26	47.34	-53.0%
Broadband Services	85.43	56.17	52.1%
Communication Services	20.47	18.20	12.5%
	<u>128.17</u>	<u>121.71</u>	5.3%

The Software & Devices business has a substantial drop in revenue mainly due to lower shipment of 90,952 units of devices in 1Q12 compare to 188,858 units in 1Q11. The shipment for 1Q11 was higher due to certain order in 4Q10 which managed to be shipped in 1Q11. Broadband services continue to show a significant growth with subscribers of 401,000 in 1Q12 compare to 305,000 in 1Q11. The Communication services also register growth in revenue due to securing of new customers accounts on its international wholesale voice business.

The 1Q12 loss after tax was lower than 1Q11 mainly attributed by significantly higher revenue from broadband business and communication services even with higher depreciation of plant and equipment in accordance with the planned rollout of the broadband infrastructure.

#### B2 Material changes in the quarterly results compared to the results of the preceding quarter

The revenue for 1Q12 has decreased from previous quarter mainly due to cycle effect of festive season and long holidays.

	1Q12 RM million	4Q11 RM million	% Change
Revenue	128.17	154.60	-17.1%
Loss before tax	(29.53)	(59.66)	50.5%
Loss after tax	(29.74)	(58.41)	49.1%

#### B3 Business prospects

The telecommunication industry in Malaysia is still awaiting the award of the new 2.6 Ghz spectrum. Although competition is expected to be aggressive moving forward, the net subscribers for our broadband business segment is expected to grow. The software and devices business segment is still promising albeit at a slower growth with the migration of some of its customers from the WiMAX network to LTE network in the future. But the Group is also preparing both the software and devices and the broadband businesses for the transition to LTE technology. Accordingly, the Board of Directors expects better performance for the Group for the current financial year ending 31 December 2012.

**B4 Variance of actual profit from forecast profit**

Not applicable as no forecast was published.

**B5 Income tax expense**

Financial period  
ended  
31 March 2012  
RM'000

Current tax expense - Malaysian

205

The Company has been granted Multimedia Super Corridor status, which qualifies the Company for the Pioneer Status incentive under the Promotion of Investment Act, 1986. The exemption is for five years, from 10 June 2003 to 9 June 2008. The exemption has been renewed for another five years period from 9 June 2008.

**B6 Purchase or disposal of properties and unquoted investments**

There were no purchases or disposals of unquoted investments and properties during the current financial period ended 31 March 2012.

**B7 Purchase or disposal of quoted securities**

There were no purchases or disposals of quoted securities during the current financial period ended 31 March 2012.

**B8 Status of corporate proposals and utilisation of proceeds**

(a) Status of Corporate Proposals announced but not completed

On 3 September 2007, GPB had entered into an Option Agreement for the purchase of 1 fully-paid non-assessable share of common stock in IWICS Inc. ("IWICS") for each share of Series D Preferred Stock purchased for a purchase price of 22.4 US cents for each share. IWICS is a company incorporated in the United States of America, which is involved in the development and licensing of its patented Opportunity Driven Multiple Access technology which is utilised in part for the development of GPB's SONmetro solution for the rollout of internet broadband services.

**B9 Group borrowings and debt securities**

As at 31 March 2012, total borrowings of the Group are as follows:

	RM '000
<u>Total borrowings:</u>	
Unsecured:	
- Structured Commodity Financing-i Term Facility ("i Term Facility")	18,936
- Guaranteed redeemable convertible exchangeable bonds	50,000
- Syndicated Murabaha Facility ("Murabaha Facility")	31,561
- Revolving Credits	4,500
- Amanah Trade Bills	5,057
- Murabahah Project Facility ("Project Facility")	52,606
- Irredeemable Convertible Preference Shares ("ICPS") - liability component	153,215
Secured:	
- Amanah Term Financing, which is denominated in Ringgit Malaysia.	9,286
- Hire purchases creditors, which are denominated in Ringgit Malaysia.	2,891
	12,177
	<u>328,052</u>

RM '000

Non-current portion:

- Hire purchase and finance lease liabilities, repayment more than 1 year

- later than one year not later than five years

521

- Borrowings:

- repayable between one and two years

34,098

- repayable between two and five years

10,321

- repayable after five years

153,215

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198,155

	RM '000
Current portion:	
- Hire purchase and finance lease liabilities, repayment less than 1 year	2,292
- Borrowings, repayable within one year	77,605
- Guaranteed redeemable convertible exchangeable bonds	50,000
	129,897
	328,052

#### B10 Financial Instruments

The Group entered into forward foreign exchange contracts where appropriate to manage the exposure to foreign exchange risk when the Company and its subsidiaries enter into transactions that are not denominated in their functional currencies.

Forward foreign exchange contracts are recognised on the contract dates and are measured at fair value with changes in fair value recognised in profit or loss.

There is not outstanding forward foreign exchange contracts as at 23 May 2012.

There have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives and policies since the previous financial year end.

#### B11 Material litigations

There were no material litigations or pending material litigations involving the Group as at the date of this announcement.

#### B12 Dividends

No dividend has been declared or recommended in respect of the current financial period under review.

#### B13 Realized and unrealized losses disclosure

The Group's realized and unrealized accumulated losses disclosure are as follows:

	Accumulated quarter ended 31.03.2012 RM'000	Accumulated year ended 31.12.2011 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised	(612,264)	(567,254)
- Unrealised	2,800	(3,826)
Consolidation adjustments	225,919	202,252
Total Group accumulated losses	(383,545)	(368,828)

#### B14 Earnings per share

##### a) Basic EPS

Basic EPS is calculated by dividing the net loss for the period by the weighted average number of ordinary shares in issue during the period.

	3 months period ended	
	31/03/2012	31/03/2011
Loss attributable to ordinary equity holders of the Company (RM'000)	(14,717)	(19,007)
Weighted average numbers of ordinary shares in issue of RM0.20 par each ('000) *	657,753	657,753
Basic loss per share (sen) *	(2.2)	(2.9)

##### b) Diluted EPS

The diluted loss per share for the current and previous financial period was not presented as there is an anti-dilutive effect arising from the assumed conversion of employees' share option scheme.

**B15 Loss for the Period**

	3 months period ended	
	31/03/2012	31/03/2011
	RM'000	RM'000
<b>Loss for the period/year is arrived at after charging:</b>		
Amortisation of :		
- development cost	1,083	1,174
- intellectual property	650	675
- modem	9,309	8,030
- prepaid land lease payments	205	205
Depreciation of plant and equipment	18,243	14,607
Interest paid	3,973	2,247
Share based payment under ESOS	828	800
Other non-cash items	-	2,899
<b>and after crediting :</b>		
Other non-cash items	(467)	-

BY ORDER OF THE BOARD

Tai Siew May (MAICSA 7015823)  
Company Secretary  
Kuala Lumpur  
23-May-12