

Condensed Consolidated Statement of Comprehensive Income for the financial year ended 31 March 2012

	Unaudited Current Year Quarter 31.3.2012 RM'000	Unaudited Preceding Year Corresponding Quarter 31.3.2011 RM'000	Unaudited Current Year To Date 31.3.2012 RM'000	Unaudited Preceding Year Corresponding Period 31.3.2011 RM'000
Revenue	102,987	135,695	431,285	444,504
Cost of sales	(83,182)	(123,843)	(377,191)	(407,403)
Gross profit	19,805	11,852	54,094	37,101
Other income	778	942	6,350	3,574
Expenses	(18,474)	(10,395)	(44,474)	(30,954)
Operating profit	2,109	2,399	15,970	9,721
Finance costs	(3,204)	(3,004)	(12,303)	(11,464)
Share of results of associates	4,071	(164)	11,646	(7,690)
Share of results of jointly controlled entity	4	-	-	(1,600)
Profit/(loss) before tax	2,980	(769)	15,313	(11,033)
Income tax expense	(3,503)	(168)	(4,214)	(672)
Profit/(loss) for the period	(523)	(937)	11,099	(11,705)
Other comprehensive loss:-				
Currency translation differences	(91)	(47)	(68)	(67)
Total comprehensive income/(loss) for the period	(614)	(984)	11,031	(11,772)
Profit/(loss) attributable to:-				
Owners of the Company	(523)	(937)	11,099	(11,705)
Non-controlling interest	-	-	-	-
	(523)	(937)	11,099	(11,705)
Total comprehensive income/(loss) attributable to:-				
Owners of the Company	(614)	(984)	11,031	(11,772)
Non-controlling interest	-	-	-	-
	(614)	(984)	11,031	(11,772)
Earnings/(loss) per share attributable to owners of Company:-				
- basic (sen)	(0.46)	(0.83)	9.74	(10.28)
- diluted (sen)	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 31 March 2011 and the accompanying explanatory notes attached to the Interim Statements)

Other information:-

Operating profit	2,109	2,399	15,970	9,721
Gross interest income	161	227	885	980
Gross interest expense	3,204	3,004	12,303	11,464

IREKA CORPORATION BERHAD (Company No. 25882-A)**Condensed Consolidated Statement of Financial Position as at 31 March 2012**

	Unaudited As At 31.3.2012 RM'000	Audited As At 31.3.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	55,648	76,571
Investment properties	25,162	4,272
Investment in associates	170,083	158,437
Investment in jointly controlled entity	-	-
Other investments	2,710	4,978
Land held for property development	37,047	10,840
Deferred tax assets	-	62
	290,650	255,160
Current assets		
Property development costs	26,044	-
Inventories	11,042	17,169
Trade and other receivables	203,971	175,952
Amounts due from customers on contracts	23,871	56,642
Amounts due from jointly controlled entity	-	9,513
Amounts due from associates	11,516	8,929
Cash and bank balances	40,322	48,368
	316,766	316,573
TOTAL ASSETS	607,416	571,733
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	113,915	113,915
Reserves	111,626	106,291
	225,541	220,206
Non-controlling interest	-	-
Total equity	225,541	220,206
Non-current liabilities		
Borrowings	41,601	29,804
Deferred tax liabilities	3,244	3,252
	44,845	33,056
Current liabilities		
Provision	14,000	10,000
Trade and other payables	187,606	157,528
Borrowings	127,005	116,023
Overdrafts	6,902	33,631
Amounts due to customers on contracts	-	280
Tax payable	1,517	1,009
	337,030	318,471
Total liabilities	381,875	351,527
TOTAL EQUITY AND LIABILITIES	607,416	571,733

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the Interim Statements)

Other Information:-

Net assets per share (RM)	1.98	1.93
---------------------------	------	------

Condensed Consolidated Statement of Changes in Equity for the financial year ended 31 March 2012

	←----- Attributable to owners of the Company -----→		←-Distributable-→		Total Equity Attributable to Owners of the Company RM'000	Non-Controlling Interest RM'000	(Unaudited) Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000			
<u>12 months ended 31.3.2012 (Unaudited)</u>							
Balance as at 1.4.2011	113,915	21,871	(251)	84,671	220,206	-	220,206
Total comprehensive income for the period	-	-	(68)	11,099	11,031	-	11,031
Dividends	-	-	-	(5,696)	(5,696)	-	(5,696)
Balance as at 31.3.2012	113,915	21,871	(319)	90,074	225,541	-	225,541

	←----- Attributable to owners of the Company -----→		←-Distributable-→		Total Equity Attributable to Owners of the Company RM'000	Non-Controlling Interest RM'000	(Unaudited) Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000			
<u>12 months ended 31.3.2011 (Unaudited)</u>							
Balance as at 1.4.2010	113,915	21,871	(185)	102,109	237,710	-	237,710
Total comprehensive loss for the period	-	-	(67)	(11,705)	(11,772)	-	(11,772)
Dividends	-	-	-	(5,696)	(5,696)	-	(5,696)
Balance as at 31.3.2011	113,915	21,871	(252)	84,708	220,242	-	220,242

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the Interim Statements)

IREKA CORPORATION BERHAD (Company No. 25882-A)
Condensed Consolidated Statement of Cash Flows for the financial year ended 31 March 2012

	Unaudited Current Year To Date 31.3.2012 RM'000	Unaudited Preceding Year Corresponding Period 31.3.2011 RM'000
Cash flows from operating activities		
Profit/(loss) before tax	15,313	(11,033)
Adjustments for:		
Depreciation of property, plant and equipment	5,597	6,130
(Gain)/loss on disposal of property, plant and equipment	(3,234)	1,362
Property, plant and equipment written off	372	-
Impairment loss on other investments	2,137	2,697
Loss on disposal of other investments	123	203
Share of (profit)/loss from associates	(11,646)	7,690
Share of loss of jointly controlled entities	-	1,600
Inventories written down	200	-
Impairment loss on amounts due from jointly controlled entity	9,546	-
Interest expense	12,303	11,464
Interest income	(885)	(980)
Operating profit before changes in working capital	29,826	19,133
Working capital changes:		
Inventories	5,927	(312)
Receivables	(30,865)	(663)
Property development costs	(26,044)	3,611
Amount due from customers on contracts	32,491	(31,905)
Amount due from jointly controlled entities	(33)	-
Amount due from associates	(2,587)	-
Payables	34,010	51,801
Cash generated from operations	42,725	41,665
Income tax paid	(806)	(876)
Net cash generated from operating activities	41,919	40,789
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,940)	(9,706)
Purchase of investment properties	(782)	-
Proceeds from disposal of property, plant and equipment	5,296	1,740
Land held for property development	(26,207)	(21)
Proceeds from disposal of other investments	8	1,458
Interest received	885	980
Net cash used in investing activities	(23,740)	(5,549)
Cash flows from financing activities		
Dividend paid to shareholders	(5,696)	(5,696)
Hire purchase principal repayments	(4,936)	(4,025)
Interest paid	(12,303)	(11,464)
Drawdown of bank borrowings	130,192	141,250
Repayment of bank borrowings	(106,753)	(143,062)
Net cash generated from/ (used in) financing activities	504	(22,997)
Net Increase in cash and cash equivalents	18,683	12,243
Cash and cash equivalents as at beginning of financial period	14,737	2,494
Cash and cash equivalents as at end of financial period	33,420	14,737
Cash and cash equivalents as at end of financial period comprise the followings:-		
Cash and bank balances	40,322	48,368
Overdrafts	(6,902)	(33,631)
	33,420	14,737

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the Interim Statements)

IREKA CORPORATION BERHAD (Company No. 25882-A)
NOTES TO THE QUARTERLY RESULTS

A1 Basis of Preparation

The unaudited interim financial report has been prepared in accordance with *FRS 134: Interim Financial Reporting* and *Chapter 9 Appendix 9B of the Listing Requirements of the Bursa Malaysia Securities Berhad*.

The unaudited interim financial report should be read in conjunction with the audited financial statements for the year ended 31 March 2011. The explanatory notes attached to the unaudited interim financial report provide 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 31 March 2011.

A2 Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2011.

A3 Audit Report

The auditors' report on the financial statements for the financial year ended 31 March 2011 was not subject to any qualification.

A4 Seasonality or Cyclicity of Operations

The Group's business operations are not materially affected by seasonal or cyclical factors for the current quarter under review.

A5 Unusual Significant Items

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

A6 Material Changes in Estimates

There were no significant changes in estimates that have had a material effect in the financial period-to-date results.

A7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities during the financial period-to-date.

A8 Dividend Paid

No dividend was paid during the financial quarter ended 31 March 2012.

A9 Segmental Information

	Group revenue and results including Share of JVs			
	Individual Quarter 3 Months Ended		Cumulative Period 12 Months Ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Segment Revenue				
Revenue				
Construction	97,900	129,392	405,076	421,132
Property development	(707)	729	871	1,496
Property investment	358	266	824	956
Trading and services	6,127	5,453	24,377	22,105
Investment holding and other	4,339	5,534	15,341	14,649
Total	108,017	141,374	446,489	460,338
Elimination of inter-segment sales	(5,030)	(5,679)	(15,204)	(15,834)
Total	102,987	135,695	431,285	444,504

	Group revenue and results including Share of JVs			
	Individual Quarter 3 Months Ended		Cumulative Period 12 Months Ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Segment Results				
Profit/(Loss) before tax				
Construction	2,624	3,161	6,822	1,248
Property development	(594)	(374)	(593)	452
Property investment	23	(318)	(1,451)	(675)
Trading and services	(759)	(752)	(633)	(392)
Investment holding and other	1,686	(2,486)	11,168	(11,666)
Total	2,980	(769)	15,313	(11,033)

A10 Carrying Amount of Revalued Property, Plant and Equipment

The Group does not state any assets based on valuation of its property, plant and equipment.

A11 Material Subsequent Events

There were no material events subsequent to the end of the current quarter.

A12 Changes in the Composition of the Group

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

A13 Contingent Assets and Liabilities

(a) Contingent Assets

There were no contingent assets as at the end of the current quarter or at the preceding annual statement of financial position date.

(b) Contingent Liabilities

	Financial Quarter Ended 31.3.2012 RM	Financial Year Ended 31.3.2011 RM
(i) Corporate guarantees for credit facilities granted to the Group	3,250,671	23,516,485

A14 Capital Commitments

The Company has, via its wholly-owned subsidiary, Meadowfield Sdn Bhd (“Meadowfield”), entered into a sale and purchase agreement to acquire freehold lands located in Bandar Nilai Utama/ Mukim Setul/ Mukim Labu, Daerah Seremban, Negeri Sembilan, for a total cash consideration of RM24,500,000 on 21 September 2011. As at 31 March 2012, Meadowfield has paid a total cash deposit of RM2,450,000 representing 10% of the purchase consideration. The balance of RM22,050,000 was paid to the Vendor on 2 May 2012.

Save for the aforesaid, there were no other capital commitments as at the end of the current quarter.

B1 Review of Performance

(a) Performance of Current Period against the Preceding Year Corresponding Period

For the financial year ended 31 March 2012, the Group has recorded revenue of RM431.285 million as compared to RM444.504 million for the preceding year. The current year revenue is mainly attributable to the construction segment of the Group.

The construction segment has achieved lower revenue of RM405.076 million in the current year, compared to RM421.132 million in the preceding year, due to lower volume of works completed. Contribution came from its local and Vietnam operations. The Group is currently constructing a private hospital project in Ho Chi Minh City, which contributed to about 8% of the Group's construction revenue in the current year under review.

The trading and services segment consists mainly of property development management and IT Solutions divisions. The latter has contributed to the higher revenue recorded in the current year under review.

The higher revenue recorded by the investment holding segment is attributable to a dividend income of RM1.548 million received from Aseana Properties Limited ("ASPL") (a 23.07% associate of Ireka) in December 2011.

For the financial year ended 31 March 2012, the Group recorded a pre-tax profit of RM15.313 million, as compared to a pre-tax loss of RM11.033 million in the preceding year.

The pre-tax profit of the Group for the current year is attributable to a share of profit of ASPL of RM11.653 million (31 March 2011: Loss of RM7.697 million), a dividend income of RM1.548 million from ASPL and a gain on disposal of a property of RM3.142 million. The profits are offset by a mark-to-market loss on share investment in Kinh Bac City Development Shareholding Corporation ("KBC") of RM2.137 million (31 March 2011: RM2.697 million).

Profit from construction segment has included a provision for Liquidated and Ascertained Damages arising from late in delivery of a major project of RM4 million and an impairment loss of RM9.546 million for amount due from jointly controlled entities.

(b) Performance of Current Quarter against the Preceding Year Corresponding Quarter

The Group has achieved lower revenue of RM102.987 million in the current quarter as compared to RM135.695 million in the preceding year corresponding quarter. This is mainly due to lower contribution by its construction division.

For the financial year ended 31 March 2012, the Group recorded a pre-tax profit of RM2.980 million, as compared to a pre-tax loss of RM0.769 million in the preceding year corresponding quarter. The higher profit in the current quarter is attributable to the increase in the share of profit of ASPL by RM4.073 million.

B2 Material Change in the Quarterly Results compared to the Results of Immediate Preceding Quarter

The Group has recorded a lower revenue of RM102.987 million in the fourth quarter of financial year ended 31 March 2012, compared to RM116.568 million in the immediate preceding quarter; and a pre-tax profit of RM2.980 million compared to RM2.905 million in the last quarter.

The lower revenue achieved in the current quarter is mainly due to lower volume of construction work done during the period.

B3 Prospects for the Current Financial Year

On the construction front, the Group has tendered for about RM9.85 billion worth of contracts over the last 12 months and is confident that it will secure some of these contracts. It is also expected to receive some boost in turnover from internally generated works from the Group's property development activities this year. As at end April 2012, the Group's order book stood at about RM1 billion, of which about RM240 million remained outstanding. Barring unforeseen circumstances, the Group expects to maintain its turnover in the current financial year. The Group also expects prices of construction materials to increase in general and the labour situation to remain tight, but will endeavour to maintain the profitability of its on-going construction projects.

On the property development front, the Group is currently working on four projects, two of which are expected to commence launching during the second half of this year. These projects will contribute positively to the revenue and earnings of the Group in the current financial year.

In respect of ASPL, the Board expects the company to contribute positively to the Group in the current financial year. The Group expects its management fees from Aseana Properties Limited to increase, in line with the higher expected Net Asset Value of ASPL.

In view of the current global economic issues which may weigh on the Group's activities in Malaysia and Vietnam, the Directors will continue to be cautious in its business approach.

B4 Profit Forecast

The Group did not issue any profit forecast for the financial year ended 31 March 2012.

B5 Profit/(Loss) for the Period

Included in profit/(loss) for the period are:-

	Individual Quarter 3 Months Ended		Cumulative Period 12 Months Ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Depreciation of property, plant and equipment	1,266	1,336	5,597	6,130
Impairment loss on amount due from jointly controlled entity	9,546	-	9,546	-
(Reversal of impairment loss)/ impairment loss on other investments	(485)	1,093	2,137	2,697
Interest expenses	3,204	3,004	12,303	11,464
Inventories written down	200	-	200	-
Loss on disposal of other investments	-	203	123	203
Net foreign exchange loss	18	146	24	246
Property, plant and equipment written off	30	-	372	-
Loss/ (gain) on disposal of property, plant and equipment	75	1,316	(3,234)	1,362
Interest income	(161)	(227)	(885)	(980)
Dividend income	-	-	(1,548)	-

Other than the above items, there were no allowance for impairment and write off of receivables and exceptional items for the current quarter and financial year ended 31 March 2012.

B6 Taxation

The taxation for the current quarter and period-to-date are as follows:-

	Individual Quarter 3 Months Ended		Cumulative Period 12 Months Ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Malaysian income tax	(2,565)	(201)	(3,073)	(705)
Overseas income tax	(946)	-	(1,087)	-
Deferred tax	8	33	(54)	33
	(3,503)	(168)	(4,214)	(672)

Income tax in the current year has included an under-provision of tax in prior years of RM2.516 million.

The effective tax rates of the Group for the current quarter and for the year were lower than the statutory tax rate due to losses suffered by certain subsidiaries and also utilisation of tax losses brought forward by the Company and its subsidiaries.

B7 Status of Corporate Proposals

There were no on-going corporate proposals during the financial period under review.

B8 Group Borrowings and Debt Securities

The Group's borrowings as at 31 March 2012 are as follows:-

	RM'000
(a) Short term borrowings	
<i>Secured:-</i>	
Term loans	3,424
Project loans	17,808
Hire Purchase/Leasing	5,182
Trade finance	25,110
Bank overdraft	5,913
Revolving credit	74,466

	131,903

<i>Unsecured:-</i>	
Bank overdraft	989
Revolving credit	1,015

	133,907

(b) Long term borrowings	
<i>Secured:-</i>	
Term loans	38,470
Hire Purchase/Leasing	3,131

	41,601

(c) Total borrowings	175,508
	=====

Bank borrowings of the Group are denominated in Malaysian Ringgit and United State Dollars.

B9 Realised and Unrealised Profits/(Losses) Disclosure

The breakdown of the retained earnings/(accumulated losses) of the Group as at 31 March 2012, into realised and unrealised profits/(losses) is as follows:-

	31.3.2012	31.3.2011
	RM'000	RM'000
The retained earnings of the Company and its subsidiaries:-		
- Realised	92,287	100,628
- Unrealised	(3,244)	(3,190)
	-----	-----
	89,043	97,438
	=====	=====

IREKA CORPORATION BERHAD (Company No. 25882-A)

	31.3.2012 RM'000	31.3.2011 RM'000
The share of retained earnings/(accumulated losses) of its associates:-		
- Realised	(3,232)	(23,435)
- Unrealised	4,263	12,820
	<u>1,031</u>	<u>(10,615)</u>
The share of accumulated losses of its jointly controlled entity:-		
- Realised	-	(2,152)
- Unrealised	-	-
	<u>-</u>	<u>(2,152)</u>
Total retained earnings	<u>90,074</u>	<u>84,671</u>

The determination of realised and unrealised profits is based on the Guidance of Special Matters No. 1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia's Listing Requirements, issued by Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirement stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

B10 Material Litigations

The Group was not engaged in any material litigation as at 21 May 2012.

B11 Dividend Proposed

The Board of Directors shall consider recommendation of dividend payment in respect of the financial year ended 31 March 2012 upon finalisation of the audited accounts.

B12 Earnings/(Loss) per Share

	Individual Quarter		Cumulative Period	
	3 Months Ended		12 Months Ended	
	31.3.2012	31.3.2011	31.3.2012	31.3.2011
(a) Basic				
Profit/(loss) for the period attributable to owners of the Company (RM'000)	(523)	(937)	11,099	(11,705)
Weighted average number of ordinary shares	113,914,700	113,914,700	113,914,700	113,914,700
Basic earnings/(loss) per share (sen)	(0.46)	(0.83)	9.74	(10.28)
(b) Diluted Earnings	N/A	N/A	N/A	N/A

The Company has not issued any Employees Share Options or convertible instruments that have effects on its basic earnings.

By Order of the Board
IREKA CORPORATION BERHAD
WONG YIM CHENG
Company Secretary
Kuala Lumpur
25 May 2012