

EVERSENDAI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2011

	Individual Period ended		Cumulative Period ended	
	31 March 2011 RM' 000	31 March 2010 RM' 000	31 March 2011 RM' 000	31 March 2010 RM' 000
Revenue	207,850	-	207,850	-
Cost of Sales	(166,237)	-	(166,237)	-
Gross profit	41,613	-	41,613	-
Interest income	174	-	174	-
Other income	2,882	-	2,882	-
Operating and administrative expenses	(12,960)	-	(12,960)	-
Finance costs	(5,381)	-	(5,381)	-
Profit before taxation	26,328	-	26,328	-
Taxation	(851)	-	(851)	-
Profit for the period	25,477	-	25,477	-
Other comprehensive income				
Foreign currency translation	(4,133)	-	(4,133)	-
Total comprehensive income	21,344	-	21,344	-
Profit attributable to :				
Equity holders of the Company	22,559	-	22,559	-
Minority interests	2,918	-	2,918	-
	25,477	-	25,477	-
Total comprehensive income attributable to :				
Equity holders of the Company	18,612	-	18,612	-
Minority interests	2,732	-	2,732	-
	21,344	-	21,344	-
Basic earnings per share attributable to equity holders of the company (sen)	80.57	-	80.57	-

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial statement for the year ended 31 December 2010 as disclosed in the Prospectus of Eversendai Corporation Berhad ("the Company") dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDAI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER ENDED 31 MARCH 2011

	As at 31 March 2011 (unaudited) RM'000	As at 31 December 2010 (audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	189,389	184,051
Goodwill	9,920	9,920
Deferred tax assets	206	133
Deposits with financial institutions	42,412	51,962
	<u>241,927</u>	<u>246,066</u>
Total non-current assets	241,927	246,066
Current assets		
Inventories	241,676	251,685
Amount due from customers on construction contracts	122,601	93,146
Trade contract receivables	360,233	280,882
Other receivables and deposits	22,773	24,973
Cash and bank balances	152,942	142,346
	<u>900,225</u>	<u>793,032</u>
Total current assets	900,225	793,032
Total Assets	1,142,152	1,039,098
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	28,000	28,000
Foreign currency translation reserve	(33,382)	(29,249)
Capital Reserves	307	307
Retained earnings	338,871	316,312
	<u>333,796</u>	<u>315,370</u>
Minority interests	5,300	2,568
	<u>339,096</u>	<u>317,938</u>
Total Equity	339,096	317,938

The unaudited condensed statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDAI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER ENDED 31 MARCH 2011

	As at 31 March 2011 (unaudited) RM'000	As at 31 December 2010 (audited) RM'000
Non-current liabilities		
Hire purchase payables	4,193	3,560
Bank borrowings	14,159	10,253
Other payables	-	782
Employees' service benefits	12,865	12,622
Deferred tax liabilities	1,985	1,986
Total Non-current liabilities	<u>33,202</u>	<u>29,203</u>
Current liabilities		
Trade payables	99,784	44,680
Other payables	203,576	137,897
Amount due to directors	14,658	14,690
Hire purchase payables	2,821	3,167
Bank borrowings	249,434	377,592
Amount due to customers on construction contracts	194,345	109,479
Provision for taxation	5,236	4,452
Total Current liabilities	<u>769,854</u>	<u>691,957</u>
Total liabilities	<u>803,056</u>	<u>721,160</u>
Total equity and liabilities	<u>1,142,152</u>	<u>1,039,098</u>
Net asset per share attributable to ordinary equity holders of the Company (RM)	<u>11.92</u>	<u>11.26</u>

The unaudited condensed statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2011

	← Attributable to equity holders of the Company →				Total	Minority Interest	Total Equity
	Share Capital	← Non-distributable → Capital Reserve	Translation reserve	Distributable Retained earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2011	28,000	307	(29,249)	316,312	315,370	2,568	317,938
Total Comprehensive income for the period	-	-	(4,133)	22,559	18,426	2,732	21,158
Balance as at 31 March 2011	<u>28,000</u>	<u>307</u>	<u>(33,382)</u>	<u>338,871</u>	<u>333,796</u>	<u>5,300</u>	<u>339,096</u>

The unaudited condensed statement of Changes in Equity should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDAI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 MARCH 2011

	Current year to date 31 March 2011 RM'000	Preceding year to date 31 March 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	26,328	-
Adjustments for:		
Depreciation	5,314	-
Employees' service benefits	1,022	-
Interest income	(174)	-
Interest expense	5,381	-
	<hr/>	<hr/>
Operating profit before working capital changes	37,871	-
Working capital changes:-		
Net changes in current assets	(96,597)	-
Net changes in current liabilities	204,867	-
	<hr/>	<hr/>
Cash generated from operations	146,141	-
Employees' service benefits paid	(575)	-
Taxes paid	(110)	-
Interest expense paid	(5,381)	-
	<hr/>	<hr/>
Net cash generated from operating activities	<u>140,075</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(12,975)	-
Fixed deposits pledged	9,550	-
Interest received	174	-
	<hr/>	<hr/>
Net cash used in investing activities	<u>(3,251)</u>	<u>-</u>

The unaudited condensed statement of cash flows should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDI CORPORATION BERHAD (614060-A)
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 MARCH 2011

	Current year to date 31 March 2011 RM'000	Preceding year to date 31 March 2010 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	(125,482)	-
Drawdown of hire purchase payables	287	-
Amount due to directors	(32)	-
	<hr/>	<hr/>
Net cash used in financing activities	(125,227)	-
	<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS		
Effect of foreign exchange rate changes	11,597	-
Cash and cash equivalents at 31 December 2010	(2,231)	-
	<hr/>	<hr/>
	141,852	-
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT 31 MARCH 2011	151,218	-
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT 31 MARCH 2011		
COMPRISES :		
Cash and Bank Balance	195,354	-
less : Bank Overdraft	(1,724)	-
less : Deposit pledged to banks	(42,412)	-
	<hr/>	<hr/>
	151,218	-
	<hr/>	<hr/>

The unaudited condensed statement of Cash Flow should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EXPLANATORY NOTES TO THE QUARTERLY REPORT FOR THE QUARTER ENDED 31 MARCH 2011

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 International Financial Reporting Standards (“IFRS”) 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants’ Report for the year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to this interim report.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“the Group”) since the year ended 31 December 2010.

The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with IFRS.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted in the interim financial report are consistent with those adopted in the most recent available annual audited financial statements for the year ended 31 December 2010 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Issue Committee Interpretations (“IC Interpretation”).

Effective for annual periods beginning on or after 1 March 2010

- Amendments to FRS 132: Classification of Rights Issues

Effective for annual periods beginning on or after 1 July 2010

- FRS 1 First-time Adoption of Financial Reporting Standards
- FRS 3 Business Combinations (revised)
- Amendments to FRS 2 Share-based Payment
- Amendments to FRS 5 Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 7: Improving Disclosures about Financial Instruments
- Amendments to FRS 127 Consolidated and Separate Financial Statements
- Amendments to FRS 138 Intangible Assets
- Amendments to IC Interpretation 9 Reassessment of Embedded Derivatives
- IC Interpretation 12 Service Concession Arrangements
- IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation
- IC Interpretation 17 Distributions of Non-cash Assets to Owners

A2. CHANGES IN ACCOUNTING POLICIES (CONTINUED)

Effective for annual periods beginning on or after 1 January 2011

- Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
- Amendments to FRS 1: Additional Exemptions for First-time Adopters
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards
- Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 3: Business Combinations
- Amendments to FRS 7: Financial Instruments: Disclosures
- Amendments to FRS 101: Presentation of Financial Statements
- Amendments to FRS 121: The Effects of Changes in Foreign Exchange Rates
- Amendments to FRS 128: Investments in Associates
- Amendments to FRS 131: Interests in Joint Ventures
- Amendments to FRS 134: Interim Financial Reporting
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement
- IC Interpretation 4 Determining Whether an Arrangement Contains a Lease
- IC Interpretation 18 Transfers of Assets from Customers
- Amendments to IC Interpretation 13 Customer Loyalty Programmes
- TR 3 Guidance on Disclosures of Transition to IFRSs
- TR i-4 Shariah Compliant Sale Contracts

The directors do not expect that the adoption of the standards and interpretations above will have any material impact on the financial statements of the Group and the Company in the period of initial application.

A3. COMPARATIVE FIGURES

This is the first financial year in which interim financial reports are prepared by the Company in compliance with the Listing Requirements of Bursa Securities and consequently, there are no comparative figures presented in this report.

A4. AUDIT QUALIFICATION OF FINANCIAL STATEMENTS

The auditors' report of the preceding annual statutory financial statements was not subject to any qualification.

A5. COMMENT ON SEASONAL OR CYCLICAL FACTORS

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

A6. NATURE AND AMOUNT OF UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the period under review.

A7. CHANGES IN ESTIMATES

There is no material changes in estimates of amounts reported previously that have any material effect in the current quarter under review

A8. CHANGES IN DEBTS AND EQUITY SECURITIES

There were no cancellations, repurchases, resale of equity securities during the financial period.

A9. DIVIDEND PAID

There were no dividends paid during the current quarter under review.

A10. SEGMENTAL REVENUE AND RESULTS

The Group is organised into operating segments based on their demographic which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge.

31 March 2011	Middle East RM'000	India RM'000	Malaysia RM'000	Others RM'000	Total RM'000	Elimination RM'000	Group RM'000
Revenue							
External	192,921	6,717	8,212	-	207,850	-	207,850
Internal	48,780	2,264	2,507	-	53,551	(53,551)	-
	<u>241,701</u>	<u>8,981</u>	<u>10,719</u>	<u>-</u>	<u>261,401</u>	<u>(53,551)</u>	<u>207,850</u>
Gross profit	39,501	393	1,719	-	41,613	-	41,613
Interest income							174
Other income							2,882
Other expenses							(12,960)
Finance costs							(5,381)
Profit before tax							<u>26,328</u>
Taxation							<u>(851)</u>
Profit for the financial period							<u><u>25,477</u></u>

A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

Saved as disclosed in Section B8 the Status of Corporate Proposals, there were no material events subsequent to the end of the current quarter and up to 27 June 2011, being the latest practicable date from the date of this report.

A12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period ended 31 March 2011.

A13. COMMITMENT AND CONTINGENCIES

(a) Capital expenditure commitments

Capital commitment not provided for in the financial period as at 31 March 2011 is as follows:-

	31 March 2011 RM'000
Approved and contracted for:-	
Factory building	11,047
	<u>11,047</u>

(b) Operating lease commitments

Operating lease commitment not provided for in the financial period as at 31 March 2011 is as follows:-

	31 March 2011 RM'000
Future minimum lease payments	
not later than 1 year	4,235
later than 1 year and not later that 5 years	7,256
later than 5 years	1,992
	<u>13,483</u>

(c) Corporate guarantees

The Company has provided corporate guarantees for banking facilities to the following subsidiaries as at 31 March 2011:-

	31 March 2011 RM'000
Eversendai Engineering LLC	1,160,438
Eversendai Engineering FZE	238,126
EVS Construction LLC	7,948
Eversendai Engineering Qatar WLL	296,671
Eversendai Construction Private Limited	60,994
Shineversendai Engineering (M) Sdn. Bhd	5,870
	<u>1,770,047</u>
Grand Total	<u>1,770,047</u>

A14. RELATED PARTY TRANSACTIONS

Related parties includes subsidiaries, key management personnel of the Company and companies of which they are principal owners. Pricing policies and terms of these transactions are approved by the Company's management.

(a) Transactions with related parties

The directors are of the opinion that all the following transactions have been entered into in the normal course of business and have been established on negotiated and mutually agreed terms.

(i) Transaction with certain directors and key management personnel of the Group.

	31 March 2011 RM'000
Personal guarantee provided by a director	<u>1,589,287</u>
Personal guarantee provided by a director and a key management personnel	<u>9,821</u>
Rental of premises	<u>101</u>

(ii) Transaction with a foreign partner of the Group

	31 March 2011 RM'000
Lease of labour quarters	<u>634</u>

B EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. REVIEW OF PERFORMANCE

The Group recorded revenue and profit after tax of RM 207.85 million and RM 25.48 million respectively for the current quarter and financial year to date.

92.8% of the Group's revenue was from its Middle East operations in UAE, Saudi Arabia and Qatar. The current major projects of the Group in the Middle East include the New Doha International Airport and Doha Convention Center & Tower in Qatar, King Abdullah Petroleum Studies & Research Center (KAPSARC) and CMA Towers in Saudi Arabia as well as Cleveland Clinic in Abu Dhabi, UAE. The Group's India and Malaysia operations contributed 3.2% and 4.0% respectively to the Group Revenue.

The current profit was arrived at after expensing RM 12.96 million of operating and administration expenses and RM 5.38 million of finance cost. Total expenditure for the quarter was mainly from staff related expenses and lease rental of RM 7.21 million and RM 2.60 million respectively.

B2. MATERIAL COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

No comparative figures are presented in this report for the immediate preceding quarter as this is the first financial year in which interim financial reports are prepared by the company in compliance with the Listing Requirements of Bursa Securities.

B3. PROSPECTS

The Group is optimistic on its prospects. With a healthy record order book of approximately RM 1,497 million that represents 39 projects, 75% from which are in the Middle East, 22% in India and 3% in Malaysia. With a diverse and strong order book, the group is strategically positioned to perform well in FY 2011.

The wide geographical spread, number of projects and large client base of the current order book minimizes the risk profile of the group substantially as it is not dependent solely on any specific sector and or client.

With a profitable head start achieved in 1QFY 2011, the Group is confident of continued excellent performance in FY 2011.

B4. VARIANCE FROM PROFIT FORECAST AND PROFIT GUARANTEE

This is not applicable to the Group as the Group had not issued any profit forecast or profit guarantee in this period.

B5. CORPORATION TAX EXPENSE

	Individual Period ended		Cumulative Period ended	
	31 March 2011	31 March 2010	31 March 2011	31 March 2010
	RM' 000	RM' 000	RM' 000	RM' 000
Current taxation expense for the period	851	-	851	-

The Group's effective tax rate for the current period is lower than the Malaysian statutory tax rate as our subsidiaries in the UAE are not subject to any taxation and Qatar has a flat taxation rate of 10% applicable on our portion of the 70% profit.

B6. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sale of unquoted investments and properties during the current quarter.

B7. QUOTED SECURITIES

There were no purchases or disposal of quoted securities during the current quarter.

B8. STATUS OF CORPORATE PROPOSALS

On 20th May 2011, the Securities Commission (SC) has given the Company its approval for the listing of the Company on Bursa Securities. The listing of the Company is expected to be on 1st July 2011.

In conjunction with, and as an integral part of the listing of and quotation for our entire issued and paid-up share capital on the Main Market of Bursa Securities, we undertook a restructuring exercise involving the following:

(a) Acquisition and Capitalisation

On 30 May 2010, the Company entered to a share sale agreement with Dato' Nathan a/l Elumalay ("the Vendor of EVS Construction LLC ("EVSC")) to acquire 49% of the equity interest in EVSC comprising 490 ordinary shares of AED1,000.00 each for a total cash consideration of RM2,665,972.

The cash consideration for the Acquisition was arrived at on a willing-buyer willing-seller basis after taking into account the NTA of EVSC as at 31 December 2008 of RM5,440,760.

On 23 May 2011, the Company issued 2,665,000 ordinary shares of RM1.00 each in the Company as part settlement of the amount owing to the Vendor of EVSC of RM2,665,972 for the Acquisition. The balance amount owing to the Vendor of EVSC of RM972 was fully paid in cash.

B8. STATUS OF ANNOUNCEMENTS (CONTINUED)

(b) Increase in authorised share capital and bonus issue

After the Capitalisation, the Company concurrently increased its authorised share capital from RM50,000,000 comprising 50,000,000 ordinary shares of RM1.00 each to RM500,000,000 comprising 500,000,000 ordinary shares of RM1.00 each and implemented a bonus issue of 275,985,000 new ordinary shares of RM1.00 each in the Company on the basis of 9 ordinary shares of RM1.00 each for every 1 existing ordinary shares in the Company of RM1.00 each held (“Bonus Issue”). The Bonus Issue was effected by way of capitalising RM275,985,000 from the Company’s revaluation reserves of RM333,500,000 based on the Company’s latest audited financial statements as at 31 December 2010.

The increase in authorised share capital and Bonus Issue were effected on 24 May 2011. The 9 ordinary shares of RM1.00 in the Company issued under the Bonus Issue ranked equally in all respects with the existing ordinary shares of RM1.00 each in the Company.

(c) Share Split

After the Capitalisation, increase in authorised share capital and Bonus Issue, the Company implemented a share split of the par value of our Shares whereby each existing ordinary share of RM1.00 was subdivided into 2 ordinary shares of RM0.50 each (“Share Split”).

Upon completion of the Share Split on 25 May 2011, the issued and paid-up capital of the Company is RM306,650,000 comprising 613,300,000 ordinary shares of RM0.50 each.

(d) Initial Public Offering (“the IPO”)

In conjunction with the Listing, the Company and the Offeror will be offering 160,700,000 Issue Shares and 71,490,000 Offer Shares respectively as follows:

(i) Institutional Offering

The Company and the Offeror are undertaking the Institutional Offering of 160,700,000 Issue Shares and 41,340,000 Offer Shares respectively at the Institutional Price to institutional and selected investors to be determined by way of bookbuilding.

(ii) Retail Offering

The Offeror is undertaking the Retail Offering of 30,150,000 Offer Shares at the Retail Price to the Malaysian public, our eligible directors and employees.

On 22 June 2011, following the completion of the book building exercise under the Institutional Offering on 21 June 2011, the Company announced that the Institutional Price and Final Retail Price have been fixed at RM1.70 and RM1.62 per share respectively.

B8. STATUS OF ANNOUNCEMENTS (CONTINUED)

(e) Listing

The entire enlarged issued and paid-up share capital of RM387,000,000 comprising 774,000,000 ordinary shares of the Company of RM0.50 each is expected to be listed on the Main Market of Bursa Securities on 1 July 2011.

B9. GROUP BORROWINGS AND DEBT SECURITIES

The Group does not have any debt securities. The Group's borrowings as at the end of the 31 March 2011 are as follows:

	Current liabilities RM'000	Non-current liabilities RM'000	Total RM'000
Overdraft	1,724	-	1,724
Hire purchase	2,821	4,193	7,014
Bank borrowings	247,710	14,159	261,869
	<u>252,255</u>	<u>18,352</u>	<u>270,607</u>

Borrowings denominated in foreign currency

	Foreign Currency '000	Malaysian Currency RM'000
United Arab Emirates Dirhams (AED)	244,441	201,584
Qatari Riyal (QR)	62,104	51,668
Malaysian Ringgit (RM)	12,576	12,576
Indian Rupees (INR)	71,455	4,779
		<u>270,607</u>

B10. DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments as at the date of this report.

B11. FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

The Group does not have any financial liabilities that are measured at fair value at the date of this report.

B12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements. The property, plant and equipment are stated at cost/valuation less accumulated depreciation and accumulated impairment losses, if any.

B13. REALISED AND UNREALISED PROFITS / (LOSSES)

Bursa Securities had on 25 March 2010 and 20 December 2010, issued directives requiring corporation to disclose the breakdown of unappropriated profits or accumulated losses into realised and unrealised in quarterly reports and annual audited financial statements.

The breakdown of retained profits of the Group as at the reporting date into realised and unrealised profits are as follows

	31 March 2011 RM'000
Total profits / (losses) of the Company and its subsidiaries:-	
Realised	366,342
Unrealised	(1,910)
Less Consolidation adjustments	<u>(25,561)</u>
Total Group profits as per consolidated accounts	<u>338,871</u>

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

B14. MATERIAL LITIGATIONS

A subsidiary, Shineversendai (M) Sdn Bhd had issued a writ of summons against a sub-contractor ("the defendant") in 2006 for a total amount of RM3.22 million in respect of a breach in a subcontract. The defendant had countered claimed against the Company for an amount RM2.84 million being disputed progress claim and other costs.

The High Court had fixed a date for mediation on 22 April 2011 and it has been subsequently postponed to 1 July 2011.

B15. DIVIDENDS

The directors do not recommend any dividend for the current quarter under review.

EVERSEND AI CORPORATION BERHAD (614060-A)
Notes to the First Quarter Ended 31 March 2011

B16. EARNINGS PER SHARE

- (a) The basic earnings per share (“EPS”) is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual Period ended		Cumulative Period ended	
	31 March 2011	31 March 2010	31 March 2011	31 March 2010
Net profit attributable to equity holders of the Company (RM'000)	22,559	-	22,559	-
Weighted average number of ordinary shares in issue ('000)	28,000	-	28,000	-
Basic earnings per ordinary share for profit for the period (sen)	<u>80.57</u>	<u>-</u>	<u>80.57</u>	<u>-</u>

- (b) The Company does not have any diluted earnings per share.

B17. CHANGES IN GROUP'S COMPOSITION

There were no changes in the composition of the Group during the quarter under review.

AUTHORISATION FOR ISSUE

The interim financial statements were authorized for issue in accordance with the resolution passed at the Board of Directors' Meeting held on 29 June 2011.

BY ORDER OF THE BOARD

DATO' NATHAN A/L ELUMALAY
EXECUTIVE CHAIRMAN / GROUP MANAGING DIRECTOR
EVERSEND AI CORPORATION BERHAD
29 JUNE 2011