

MAGNA PRIMA BERHAD**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007**

The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

	2007 CURRENT YEAR QUARTER	2006 PRECEDING YEAR CORRESPONDING QUARTER	2007 CURRENT YEAR	2006 PRECEDING YEAR
	31/12/2007 RM'000	31/12/2006 RM'000	31/12/2007 RM'000	31/12/2006 RM'000
Revenue	168,948	75,144	344,439	80,809
Cost of sales	<u>(147,585)</u>	<u>(59,754)</u>	<u>(294,615)</u>	<u>(64,702)</u>
Gross profit	21,363	15,390 ##	49,824	16,107
Other operating income	<u>248</u>	<u>3,924</u>	<u>558</u>	<u>4,077</u>
	21,611	19,314	50,382	20,184
Operating expenses	<u>(3,973)</u>	<u>(11,975)</u>	<u>(12,533)</u>	<u>(15,639)</u>
Profit from operations	17,638	7,339 ##	37,849	4,545
Finance costs	<u>(45)</u>	<u>(748)</u>	<u>(215)</u>	<u>(949)</u>
Profit before taxation	17,593	6,591	37,634	3,596
Taxation	<u>(5,515)</u>	<u>(3,503)</u>	<u>(10,764)</u>	<u>(3,503)</u>
Net profit for the period	<u>12,078</u>	<u>3,088</u>	<u>26,870</u>	<u>93</u>
Attributable to:				
Equity holders of the parent	13,032	2,824	26,581	118
Minority interest	<u>(954)</u>	<u>264</u>	<u>289</u>	<u>(25)</u>
Net profit for the period	<u>12,078</u>	<u>3,088</u>	<u>26,870</u>	<u>93</u>
Earnings per share attributable to equity holders of the parent(sen)				
Basic (sen)	25.25	5.97	51.59	0.25
Diluted (sen)	19.04	N/A	42.93	N/A

The condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD
**CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2007**

	As At 31/12/2007 RM'000	As At 31/12/2006 RM'000
NON CURRENT ASSETS		
Property, plant and equipment	4,074	5,662
Investments	690	690
Property development costs	-	25,985
Goodwill on consolidation	-	46
Deferred tax assets	6,039	-
	<u>10,803</u>	<u>32,383</u>
CURRENT ASSETS		
Due from contract customers	9,934	28,625
Development properties	181,354	63,693
Inventories	2,007	2,007
Trade and other receivables	78,958	49,057
Deposits, cash & bank balances	28,492	7,350
	<u>300,745</u>	<u>150,732</u>
CURRENT LIABILITIES		
Trade and other payables	115,614	66,748
Bank borrowings	25,345	36,693
Provision for taxation	27,095	10,948
	<u>168,054</u>	<u>114,389</u>
NET CURRENT ASSETS	132,691	36,343
	<u>143,494</u>	<u>68,726</u>
SHARE CAPITAL	51,622	51,477
RESERVES		
Share premium	9,419	9,388
Rights issue of warrants	7,020	7,020
Retained profit	20,516	(6,065)
Reserves	30	30
Shareholders' equity	88,607	61,850
Minority interest	2,457	2,168
TOTAL EQUITY	91,064	64,018
NET CURRENT LIABILITIES		
Hire purchase creditors	776	1,315
Long term borrowings	51,581	3,319
Deferred tax liabilities	73	74
	<u>52,430</u>	<u>4,708</u>
	<u>143,494</u>	<u>68,726</u>
Net assets per share attributable to equity holders of the parent (RM)	1.72	1.20

The condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements

MAGNA PRIMA BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007

	12/31/2007	31/12/2006
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	37,634	3,596
Adjustments for :-		
Depreciation of property, plant and equipment	953	1,158
Gain on disposal of property, plant and equipment	(106)	(77)
Gain on disposal of associated company	-	(3,006)
Bad debts written off	-	4,148
Allowance for doubtful debts	-	76
Write back of allowance for diminution in value on other investment	-	(395)
Provision for liquidated and ascertained damages	-	3,000
Amortization of goodwill	46	-
Interest income	(70)	(304)
Interest expenses	215	949
	<u>38,672</u>	<u>9,145</u>
Operating Profit Before Working Capital Changes	38,672	9,145
(Increase)/Decrease In Working Capital		
Inventories	-	1,187
Amount owing by customers on contract	18,691	(17,481)
Development properties	(91,676)	4,952
Trade and other receivables	(29,901)	(10,764)
Trade and other payables	48,442	(2,172)
	<u>(54,444)</u>	<u>(24,278)</u>
Net Cash Flow Used In Operations	(15,772)	(15,133)
Taxation paid	(657)	(9)
Interest received	70	304
Interest paid	(215)	(949)
	<u>(802)</u>	<u>(654)</u>
Net Cash Flow Used in Operating Activities	(16,574)	(15,787)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(602)	(629)
Net proceeds from disposal of investment in associated company	-	5,610
Net proceeds from disposal of property, plant and equipment	1,509	388
	<u>907</u>	<u>5,369</u>
Net Cash Generated From Investing Activities	907	5,369
CASH FLOWS FROM FINANCING ACTIVITIES		
Net repayment of hire purchase liabilities	(281)	(518)
Net repayment of bank borrowings	(8,667)	(32,540)
Drawdown of term loan	49,500	37,026
Decrease in fixed deposits pledged	-	5,576
Proceeds from the issuance of ESOS	176	4,680
Proceeds from the issuance of warrants	-	7,020
	<u>40,728</u>	<u>21,244</u>
Net Cash Generated From Financing Activities	40,728	21,244
NET INCREASE IN CASH AND CASH EQUIVALENTS	25,061	10,826
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	1,757	(9,069)
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	<u>26,818</u>	<u>1,757</u>
Closing balance of cash and cash equivalents comprises :-		
Cash and bank balances	19,936	4,604
Cash held under Housing Development Accounts	8,556	2,746
	<u>28,492</u>	<u>7,350</u>
Bank Overdraft	(1,674)	(5,593)
	<u>26,818</u>	<u>1,757</u>

The condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2007

	Attributable to equity holders of the parent					Minority Interest	Total Equity	
	Non-Distributable			Distributable				
	Share Capital	Share Premium	Right Issue of Warrants	Capital Reserve	Retained Profit			Shareholders Equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Current Year								
Balance as at 1st January 2007	51,477	9,388	7,020	30	(6,065)	61,850	2,168	64,018
New shares issued	145	31	-	-	-	176	-	176
Right Issue of Warrants recognised	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	26,581	26,581	289	26,870
Balance as at 31 December 2007	51,622	9,419	7,020	30	20,516	88,607	2,457	91,064
Preceding Year								
Balance as at 1st January 2006	46,797	9,388	-	30	(6,183)	50,032	2,193	52,225
New shares issued	4,680	-	-	-	-	4,680	-	4,680
Right Issue of Warrants recognised	-	-	7,020	-	-	7,020	-	7,020
Net profit for the year	-	-	-	-	118	118	(25)	93
Balance as at 31 December 2006	51,477 #	9,388 #	7,020	30 #	(6,065)#	61,850 #	2,168 #	64,018

The condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

MAGNA PRIMA BERHAD

CONDENSED CONSOLIDATED STATEMENT OF RECOGNISED GAINS AND LOSSES FOR THE QUARTER ENDED 30 SEPT 2002

	2002	2001
	9 month cumulative to date RM	9 month cumulative to date RM
Surplus / (deficit) on revaluation	-	-
Others	-	-
Net gains (losses) not recognised in the income statement	-	-
Net profit (Cumulative)	-	-
Total recognised gains and losses	-	-

(The Condensed Consolidated Statement of Recognised Gains and Losses should be read in conjunction with the Annual Financial Report for the year ended 31st December 2001)

MAGNA PRIMA BERHAD
(369519-P)
(Incorporated in Malaysia)

**A. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 16, FRS 134
INTERIM FINANCIAL REPORTING**

A1. ACCOUNTING POLICIES AND METHODS

The unaudited interim financial report has been prepared in accordance with the reporting requirements are set out in the Financial Reporting Standards (“FRS”) No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006. 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 Group since financial year ended 31 December 2006.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2006 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) effective for financial year beginning 1 January 2007:

FRS 117	Leases
FRS 119	Employee Benefits
FRS 124	Related Party Disclosure

The adoption of the above FRSs does not have significant financial impact on the Group.

At the date of authorisation of these financial statements, the following FRSs and Interpretations were issued but not yet effective and have not been applied by the Company:

FRSs and Interpretations	Effective for financial periods beginning on or after	
FRS 107	Cash Flow Statements	1 July 2007
FRS 111	Construction Contracts	1 July 2007
FRS 112	Income Taxes	1 July 2007
FRS 118	Revenue	1 July 2007
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance	1 July 2007
FRS 134	Interim Financial Reporting	1 July 2007
FRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 July 2007
FRS 139	Financial Instruments: Recognition and Measurement	Deferred
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 July 2007

IC Interpretation 2	Members' Shares in Co-operative Entities and Similar Instruments	1 July 2007
IC Interpretation 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 July 2007
IC Interpretation 6	Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment	1 July 2007
IC Interpretation 7	Applying the Restatement Approach under FRS 1292004 - Financial Reporting in Hyperinflationary Economies	1 July 2007
IC Interpretation 8	Scope of FRS 2	1 July 2007

A3. AUDITOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2006

The Auditor's Report for the year ended 31 December 2006 was not qualified.

A4. SEASONAL OR CYCLICALITY FACTORS

The Group's operations for the period are not materially affected by any seasonal or cyclical factors.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no unusual items which affect the assets, liabilities, equity, net income or cash flow of the Group for the current quarter and current financial year.

A6. MATERIAL CHANGES IN ESTIMATES OF AMOUNTS

There were no material changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

A7. DEBTS AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial year, except the issuance of 176,000 new ordinary shares of RM1.00 each pursuant to the company ESOS.

A8. DIVIDEND PAID

The company did not pay any dividend for the period under review.

A9. SEGMENTAL ANALYSIS

The Group's segmental report for the current financial year is as follows :

	Year Ended 31.12.2007 RM'000	Year Ended 31.12.2006 RM'000
Segmental Revenue		
Property Development	255,135	46,836
Construction and Engineering	233,553	33,153
Others	9,026	5,971
	<u>497,714</u>	<u>85,960</u>
Consolidation adjustments	(153,275)	(5,151)
Group revenue	<u>344,439</u>	<u>80,809</u>
Segment Results		
Property Development	5,147	5,363
Construction and Engineering	37,430	(2,658)
Others	8,239	1,840
	<u>50,816</u>	<u>4,545</u>
Consolidation adjustments	(12,967)	-
Profit from Operations	<u>37,849</u>	<u>4,545</u>

No geographical segment has been presented as the Group's activities are carried out in Malaysia.

A10. PROPERTY, PLANT AND EQUIPMENT

There were no valuations done on the Group's property, plant and equipment.

A11. MATERIAL EVENT SUBSEQUENT TO THE END OF THE PERIOD

There were no other material events and transactions subsequent to the end of the current year till 20 February 2008 being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial Statements :

- a) On 18 January 2008, the Company acquired the entire issued and paid up share capital of the following Companies, which are incorporated in Malaysia under the Companies Act, 1965 with an authorized share capital of RM100,000 each comprising 100,000 ordinary share of RM1.00 each and a paid up capital of RM2.00 comprising 2 ordinary shares of RM1.00 each fully paid up for a total consideration of RM2.00 respectively :
 - Dealhall (M) Sdn Bhd (Company No : 785936-U)
 - Everhall (M) Sdn Bhd (Company No : 786053-V)
 - Prima Awan (M) Sdn Bhd (Company No : 786061-H)
- b) The issuance of 800,000 ordinary shares of RM1.00 each pursuant to the exercise of Warrants.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the period under review including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

A13. CONTINGENT LIABILITIES

Details of contingent liabilities of the company are as follows :-

	As at 31/12/2007	As at 31/12/2006 (Audited)
	RM'000	RM'000
Company		
Guarantees given to financial institutions for facilities granted to subsidiary companies:		
- Secured on assets of subsidiary companies	91,252	73,933
- Unsecured	2,000	2,000
Guarantees given to trade creditors of subsidiary companies for credit facilities granted to subsidiary companies:		
- Unsecured	12,000	-
Limit of guarantees	105,252	75,933
Amount utilized	84,184	41,774

A14. CAPITAL COMMITMENTS

The amount of commitments for the purchase of computer software not provided in the interim condensed financial statements as at 31 December 2007 were as follows :

	Approved and contracted for RM'000
Computer software	<u>1,500</u>

B. BURSA MALAYSIA LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE

For the current quarter and current financial year ended 31 December 2007, the Group recorded a 2.7-fold increase in profit before taxation from RM6.6 million to RM17.6 million and a 10-fold increase from RM3.6 million to RM37.6 million respectively on the back of higher revenue from its Avare luxury condominium project in KLCC area and from its Dataran Otomobil project in Shah Alam.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

Compared to the immediate preceding quarter, profit before taxation rose 91% from RM9.2 million to RM17.6 million due to higher revenue and earnings from its Avare and Dataran Otomobil project.

B3. PROSPECTS

The Group financial performance is expected to improve further driven by higher revenue and earnings contribution from its on going and new projects.

B4. VARIANCE FROM PROFIT FORECAST AND PROFIT GUARANTEE

Not applicable as there were no profit forecast and profit guarantee published.

B5. TAXATION

The breakdown of tax charge is as follows:

	31.12.2007
	RM'000
Current Taxation	
- Malaysian income tax	18,513
- Deferred Taxation	(6,241)
	<hr/> 12,272
Prior year over provision	
- Malaysian income tax	(1,508)
- Deferred Taxation	-
	<hr/> <hr/> 10,764

The effective tax charge for the Group is higher than that based on the statutory rate of tax due to certain expenses not deductible for tax purposes and certain deferred tax assets not recognized on the unutilized tax losses of loss making subsidiaries.

B6. SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There was no sale of unquoted investments or properties for the current quarter and current financial year.

B7. QUOTED INVESTMENTS

There was no purchase or disposal of quoted investments for the period under review. Details of quoted investments as at 31 December 2007 are as follows:

	RM'000
Total investment at cost	1,525
Less: Provision for diminution in value	<u>(835)</u>
Total investment at book value	690
Total investment at market value	<u>780</u>

B8. CORPORATE PROPOSAL

The following corporate proposal announced by the Company has not been completed as at 20 February 2008 being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial Statements:-

On 2 November 2007, the Company wholly-owned subsidiary, Magna City Development Sdn Bhd (formerly known as Magna Quarry Services Sdn Bhd) has entered into a Sale and Purchase Agreement with Muafakat Baru Sdn. Bhd. to purchase two parcels of freehold land held under Geran Mukim No. Hakmilik 1343 and 1344 with Lot 1075 and 1073 respectively all in the Mukim of Batu and Tempat Bangkong and District of Kuala Lumpur and State of Wilayah Persekutuan of total area measuring approximately 10.23 acres for a total cash consideration of RM 57,930,444.00 ("Proposed Acquisition").

The Proposed Acquisition was approved by Shareholders on 07 January 2008 and by Foreign Investment Committee on 19 February 2008.

B9. GROUP BORROWINGS

Details of Group borrowings as at 31 December 2007 are as follows:

	Total RM'000
<u>Secured</u>	
Short Term Borrowings	25,345
Long Term Borrowings	<u>51,581</u>
Total	<u>76,926</u>

There are no borrowings in foreign currency.

B10. DETAILS OF FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISKS

There is no off-balance sheet risk envisaged as at the date of this report that might materially affect the Group's business position.

B11. CHANGES AND DETAILS OF PENDING MATERIAL LITIGATION

- i) A police report was lodged by Ng Yak Hee, a director of Magna Prima Berhad ("Company"), on 23 October 2000 stating that a sum of RM22,100,000 was withdrawn from the bank accounts of two (2) subsidiary companies, namely Magna Prima Construction Sdn Bhd ("MPC") and Dunia Epik Sdn Bhd ("DE"), on 16 October 2000 without proper authorisation.
- ii) On 1 November 2000, the Company, together with MPC and DE as joint Plaintiffs (collectively known as "the Plaintiffs"), instituted a civil suit no.: D6-22-2039-2000 ("1st Suit") in the High Court of Kuala Lumpur ("Court") against Top Green and six (6) other individuals namely Lim Kee Peng, Chiang Yee Hong, Tang Chee Meng, Goh Hock Choy, Ser Cheng Chong and Goh Chiang Fein (collectively known with Top Green as "the Original Defendants"), for certain injunctive relief restraining the Defendants, amongst others, from disposing of their assets within the jurisdiction of the Court and for the recovery of the abovesaid sum of RM22,100,000. On 2 November 2000, the Court granted an ex-parte Injunction Order against the Original Defendants.
- iii) Top Green did not enter appearance in the 1st Suit. On 13 February 2001, the Plaintiffs entered judgment in default of appearance against Top Green in the 1st Suit. Subsequently, on 27 August 2002, the Plaintiffs obtained a charge over 200,000 ordinary shares of RM1.00 each in the Company ("Magna Shares") held by Top Green. On 28 November 2003, the Plaintiffs instituted a new suit no.: D6-24-323-2003 ("3rd Suit") in Court for the 200,000 Magna Shares held by Top Green and, on 12 March 2004, the Court granted in favour of the Plaintiffs an order for sale and transfer of the 200,000 Magna Shares. The said order was served on the then Malaysian Central Depository Sdn Bhd (now known as Bursa Malaysia Depository Sdn Bhd) and the said 200,000 Magna Shares were duly transferred on 10 May 2004 from Top Green to the CDS account of MPC.
- iv) The Plaintiffs, on 2 April 2002, instituted a new suit no.: D3-22-488-2002 ("2nd Suit") in Court for the relief and, amongst others, the recovery of the abovesaid sum of RM22,100,000 against Chiang Yee Hong, a former director of MPC and DE. Chiang Yee Hong did not enter appearance in the 2nd Suit. The Plaintiffs thereafter successfully entered a judgment in default of appearance against Chiang Yee Hong on 13 November 2003.
- v) A stockbroking company, Kuala Lumpur City Securities Sdn Bhd ("KLCS"), being a party interested in 150,000 and 155,000 Magna Shares held by Chiang Yee Hong and Tang Chee Meng respectively, both of whom were former directors of MPC and DE, via a legal charge, was allowed by the Court to intervene in the 1st Suit on 5 April 2003. Subsequently, KLCS filed an application ("KLCS's Application") in Court for an order to vary or set aside the injunctive order obtained by the Plaintiffs so that KLCS can exercise its rights under the abovesaid charge. A consent order was entered between the Plaintiffs and KLCS on 4 November 2003 wherein KLCS was allowed to exercise its rights to sell the abovesaid shares held by Chiang Yee Hong and Tang Chee Meng to recover money owing to KLCS.
- vi) The Plaintiffs applied on 10 April 2004 in the 1st Suit to trace the RM22,100,000 which was withdrawn from the accounts of the 2nd Plaintiff and 3rd Plaintiff. A consent judgment dated 21 May 2001 was entered into between the Plaintiffs and Bumiputra-Commerce Bank Berhad whereby the Plaintiffs are allowed amongst others to trace the flow of the RM22,100,000 so as to identify the recipients of the monies.
- vii) Since Judgment in Default had been granted against Chiang Yee Hong and in light of KLCS's Application, the Plaintiffs, on 11 December 2003, proceeded to file an application in respect of the 2nd Suit to garnish any moneys refundable by KLCS to Chiang Yee Hong

- after KLCS had recovered moneys owing by Chiang Yee Hong to KLCS. KLCS subsequently sold a part of the 150,000 Magna Shares and recovered money owing by Chiang Yee Hong to KLCS. On 25 May 2004, the Court subsequently allowed the Plaintiffs to garnish the moneys refundable by KLCS to Chiang Yee Hong. Nonetheless, the sum garnished was only RM1,602.10.
- viii) After KLCS had recovered the monies due and owing to them, there were 64,000 Magna Shares still held by Chiang Yee Hong. the Plaintiffs applied on 25 May 2004 to obtain a charge over the said 64,000 Magna Shares, On 28 June 2004, the Court granted Charging Order Nisi and subsequently on 3 August 2004, the Court granted Charging Order Absolute over the said 64,000 Magna shares.
- ix) Subsequently, the Plaintiffs discovered that there were 69,000 Magna Shares held by Top Green but currently pledged to Affin Nominees (Tempatan) Sdn Bhd ("Affin Nominees") and thus filed an application on 10 June 2004 to obtain a charge over the 69,000 Magna Shares. On 6 July 2004, the Charging Order Nisi was granted. On 5 November 2004, the Court granted Charging Order Absolute in respect of the said 69,000 Magna Shares.
- x) On 16 March 2004, the Court in the 1st Suit allowed the Plaintiff to amend the writ of summons and statement of claim, primarily to include three (3) new defendants: Amsteel Equity Capital Sdn Bhd, Konasegaran a/l Koothayan and Ee Beng Guan in the 1st Suit. On 6 July 2004, the Court allowed the Plaintiffs to amend the name Konasegaran a/l Koothayan to read as Konasagaran a/l Koothayan. The re-amended writ and statement of claim were extracted on 29 July 2004 and the extracted on 29 July 2004 and had been duly served on the respective defendants.
- xi) On 23 February 2005, the Plaintiffs having obtained a charging order over 69,000 Magna Shares in the 1st Suit instituted a new action by way of an originating summons no: D7-24-63-2005 ("the 4th Suit") in Court to apply for an order for sale of the 69,000 Magna Shares held by Top Green but pledged to Affin Nominees. Top Green did not enter appearance in the 4th Suit. On 28 September 2005, the Court ordered and with the consent of Affin Nominees (who entered into a consent judgment with the Plaintiffs in the 4th Suit) that the Plaintiffs be allowed to transfer of the 69,000 Magna Shares to the CDS account of MPC and subsequently to sell the same.
- xii) On 23 February 2005, the Plaintiffs, having obtained a charging order over the said 64,000 Magna Shares in the 2nd Suit, instituted a new action by way of an originating summons no: D5-24-64-2005 ("the 5th Suit") in Court to apply for an order for the sale of the 64,000 Magna Shares held by Chiang Yee Hong but pledged to Kuala Lumpur City Nominees (Tempatan) Sdn Bhd ("KLCN"). Subsequent to filing of the 5th Suit, it was discovered that Chiang Yee Hong had been made a bankrupt. As such all assets of Chiang Yee Hong vests in the Director General of Insolvency ("DG"). Accordingly, the Plaintiffs must first apply for leave from the court which made Chiang Yee Hong a bankrupt ("Bankruptcy Court") before proceeding with the hearing of the 5th Suit. The hearing of the application for the sale of the said 64,000 Magna Shares is now fixed on 28 August 2006 pending approvals of the DG and the creditors of Chiang Yee Hong in the relation to the proposed sale of 64,000 Magna Share by the Plaintiffs and the subsequent approval of the application to the Bankruptcy Court. The Plaintiffs have given instructions on 18 May 2006 to withdraw the 5th Suit.
- xiii) Pursuant to the consent judgment dated 21 May 2001, the Plaintiffs' solicitors had on 22 June 2004, applied for and the Court granted an order ordering both Nor Suhamine Bin Gusti and Tan Chow Poo, who were former officers of Bumiputra-Commerce Bank Berhad to appear in Court to be cross examined by the Plaintiffs' solicitors. The said cross examination of Tan Chow Poo was completed on 10 May 2005. Nor Suhamine bin Gusti was not cross-examined by the Plaintiffs' solicitors.

- xiv) On 16 September 2005, the Plaintiffs filed an application in the 1st Suit to amend the re-amended writ of summons and statement of claim to include five (5) new defendants: Bumiputra-Commerce Bank Berhad, Tan Chow Poo, Chok Chew Lan, Tsunami Capital Sdn Bhd and Schwab & Co Sdn Bhd. On 24 October 2005, the Court allowed the Plaintiff to amend the re-amended writ of summons and statement of claim to include the said five (5) new defendants.
- xv) As at 14 February 2006, the Plaintiffs have served the re-re-amended writ of summons and statements of claims on all the defendants. Bumiputra-Commerce Bank Berhad, Tan Chow Poo, Chok Chew Lan and Tsunami Capital Sdn Bhd are presently represented by their respective solicitors and have entered appearance in the 1st Suit. The Plaintiffs have served the re-re-amended writ of summons and statement at the both registered and business address of Schwab & Co Sdn. Bhd. as appearing in the official search report produced by the Companies Commission of Malaysia but it appears the Schwab & Co Sdn. Bhd. has moved from those addresses. The Plaintiffs would attempt to enter the judgment against the Schwab & Co Sdn. Bhd. as soon as possible.
- xvi) Lim Kee Peng, the 2nd Defendant had been adjudicated a bankrupt by way of the Adjudicating and Receiving Orders dated 22 November 2006 through a bankruptcy petition no.: 29-2404-2002 filed in the High Court of Shah Alam.
- xvii) The 1st Suit is presently at Case Management stage. The new case management date is now fixed on 06 March 2008.

B12. DIVIDEND

A proposed final dividend of 7 sen per share (previous corresponding year – NIL) has been recommended for the current quarter subject to shareholders' approval at the forthcoming Annual General Meeting.

Amount of proposed dividend per share is made up as follows:

- 1 sen less taxation at 26% franked dividend
- 6 sen single tier exempt dividend

The entitlement and payment dates will be announced at a date to be determined by the Directors.

B.13 EARNINGS PER SHARE

	CURRENT QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/12/2007 RM'000	Preceding Year Corresponding Quarter 31/12/2006 RM'000	Current Year 31/12/2007 RM'000	Preceding Year 31/12/2006 RM'000
a) Basic earnings per share				
Net profit Attributable to shareholders	13,032	2,824	26,581	118
Weighted number of ordinary shares	51,613	47,285	51,524	47,285
Basic earnings Per share (sen)	<u>25.25</u>	<u>5.97</u>	<u>51.59</u>	<u>0.25</u>
b) Diluted earnings Per share				
Net profit Attributable to shareholders	13,032	N/A	26,581	N/A
Weighted number of ordinary shares	51,613	N/A	51,524	N/A
Effect of dilution	<u>16,829</u>	<u>N/A</u>	<u>10,400</u>	<u>N/A</u>
Adjusted weighted average number of ordinary shares in issue and issuable	<u>68,442</u>	<u>N/A</u>	<u>61,924</u>	<u>N/A</u>
Diluted EPS (sen)	<u>19.04</u>	<u>N/A</u>	<u>42.93</u>	<u>N/A</u>

The diluted earnings per share has been calculated by dividing the Group profit attributable to shareholder by the weighted average number of shares that would have been in issue upon full exercise of the remaining option under the warrants.

BY ORDER OF THE BOARD
Magna Prima Berhad

Yuen Yoke Ping (MAICSA 7014044)
Company Secretary
Date: 27th February 2008