

Notes to the Accounts

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The quarterly financial statements should be read in conjunction with the Group's audited financial statements for the period ended 30 June 2012.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted for the financial statements for the financial period ended 30 June 2012 except for the adoption of the relevant new FRSs, amendments to FRSs and IC Interpretations that are effective for year beginning on or after 1 July 2012.

The adoption of the new FRSs, amendments to FRSs and IC Interpretations does not have any material impact on the financial position and results of the Group.

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called Transitioning Entities")

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the definition of "Transitioning Entities" and accordingly, will adopt the MFRS Framework for the financial year beginning on 1 July 2014.

2. Audit report for the preceding annual financial statements

The audit report on the audited financial statements for the year ended 30 June, 2012 was an unqualified opinion.

3. Seasonal or Cyclical Factors

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

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

There are no major unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the quarter under review.

5. Changes in estimates

There are no material changes in estimates for the quarter under review.

6. Issuances, Repayment and Cancellations of Debt and Equity Securities

There were no debt and equity securities issued, cancelled, repurchased, resold or repaid during the period under review.

7. Dividends

No dividend has been paid, proposed or declared during the period under review.

8. Segmental Reporting

	6 months ended 31 December 2012					
	Project Management and Other investment	Property Development	Construct-ion	Other Operating Segments	Elimi-nations	Consoli-dation
Business Segments	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	51	5,900	100,938	102	-	106,991
Inter-segment revenue	6	-	-	-	(6)	-
Total Revenue	57	5,900	100,938	102	(6)	106,991
Segment Results	(798)	1,767	32,100	(349)	-	32,720
Finance Cost	(121)	(3,822)	(6,283)	-	-	(10,226)
Finance Income	27	28	0	-	-	55
Profit before tax						22,549
Tax						(5,699)
Net Profit						16,850

9. Valuation of property, plant and equipment

The carrying value of land and buildings have been brought forward without amendment from the previous financial statements.

10. Capital Commitments

The Group does not have any significant capital commitments as at the date of this announcement.

11. Material Events Subsequent To The End Of The Period Reported

There are no material events subsequent to the end of the period reported on that have not been reflected in the financial statements for the said period.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the period under review.

13. Contingent Liabilities or Contingent Assets

There are no material changes in contingent liabilities since the end of the previous financial period.

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

1. Review of Performance

For the 6 months period ended 31 December 2012, the Group recorded a revenue of RM106.991 million and a profit after tax of RM16.850 million which was mainly contributed from the ongoing Private Finance Initiative (PFI) project of Universiti Teknologi MARA Campus on Seremban 3 township and Universiti Teknologi MARA Campus Satelit C at Puncak Alam, Selangor.

In line with the adoption of IC Interpretation 12: Service Concession Arrangements ("IC 12") the Group recognises the construction revenue and cost in accordance with MFRS 111: Construction Contracts. This is by reference to the stage of completion on the construction work of Universiti Teknologi MARA Campus on Seremban 3 (within the Municipality of Seremban) and Universiti

Teknologi MARA Campus Satelit C at Puncak Alam, Selangor, in relation to PFI projects undertaken by subsidiary companies under the concept of “Build-Lease-Maintain-Transfer”. During the period under review, the Group recognises the construction revenue and cost in relation to the aforesaid projects amounting to RM100.938 million and RM68.535 million respectively.

Pursuant to the change of financial year end from 31 December 2011 to 30 June 2012, no comparative figures for preceding year corresponding quarter are presented.

2. Variation of Results of the Preceding Quarter

	Current quarter RM'000	Preceding quarter RM'000	Change %
Profit before taxation	14,373	8,175	75.8

The change in the current quarter results compared to that of the preceding quarter is a result of recognition of higher construction profit by subsidiary companies.

3. Current Year Prospects

With the commencement of the approved PFI projects to the Group, the current year prospect is expected to improve.

4. Profit forecast or profit guarantee

Not applicable as no profit forecast or profit guarantee was published or provided.

5. Tax Expense

	Quarter Ended 31 December, 2012 RM'000	2nd Quarter Ended 31 December, 2012 RM'000
Current Year	0	0
Deferred Tax Liability	4,751	5,699
Total	4,751	5,699

6. Status of Corporate Proposals

There were no corporate proposals announced at the date of this report.

7. Borrowings and debt securities

As at 31 December, 2012

	Short Term Borrowings RM'000	Long Term Borrowings RM'000
Secured	66,192	215,225
Unsecured	-	-

8. Financial Instruments with Off Balance Sheet Risk

There were no financial instruments contracts with material off balance sheet risk at the date of this report.

MENANG CORPORATION (M) BERHAD (Co No : 5383-K)
QUARTERLY UNAUDITED RESULTS FOR THE GROUP
FOR THE 2ND QUARTER ENDING 31 DECEMBER 2012

Page 4

9. Changes in Material Litigation

As at the date of this report, there are no significant changes in the status of the material litigation (reported in the audited financial statements for the year ended 30 June 2012) since the last annual balance sheet date.

10. Dividends

No dividend has been proposed or declared during the current quarter under review.

11. Earnings Per Share

		Quarter Ended 31 December, 2012	2nd Quarter Ended 31 December, 2012
(a)	Basic Earnings		
	Profit /(Loss) attributable to shareholders (RM'000)	4,840	10,082
	Number of ordinary shares issued ('000)	267,107	267,107
	Basic Profit /(Loss) per ordinary share (sen)	1.81	3.77
(b)	Diluted Earnings Per Share	N/A	N/A

12. Profit before tax is arrived at after (charging) / crediting :

	Quarter Ended 31 December, 2012 RM'000	2nd¹ Quarter ended 31 December, 2012 RM'000
Finance Income	20	55
Finance income from concession receivables	5,772	11,485
Other Income including Investment Income	52	2,655
Finance Costs	(5,873)	(10,226)
Depreciation of property, plant and equipment	(81)	(163)

13. Realised and Unrealised Profit or (Losses)

Total retained earnings of the Group comprise the following :-

	As at end of 31.12.2012 RM'000	As at end of 30.09.2012 RM'000
- Realised	(155,723)	(149,346)
- Unrealised	3,223	(7,995)
Consolidation Adjustment	104,910	104,910
Total	(47,590)	(52,431)

By Order of the Board
MENANG CORPORATION (M) BERHAD

Ng Ah Wah (MIA No. 10366)
 Secretary
 Kuala Lumpur
 26 February 2013