
IDAMAN UNGGUL BERHAD

(Company No: 279343-W)

(Incorporated in Malaysia)

Interim Financial Report For the Period Ended 30 September 2009

IDAMAN UNGGUL BERHAD
(Company No.279343-W)

Interim Financial Report for the Period Ended 30 September 2009

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30.9.2009 RM'000	30.9.2008 RM'000	30.9.2009 RM'000	30.9.2008 RM'000
<i>n/a = Not applicable</i>				
Continued Operations				
1(a) Revenue	(30)	18,199	32,693	55,763
(b) Other income	-	254	4,582	733
2. Other expenses (note 25)	(285)	(20,562)	(39,630)	(66,511)
3. Loss from operations	(315)	(2,109)	(2,355)	(10,015)
4. Finance cost	(1)	(2)	(4)	(8)
5. Share of profits/(losses) of associated companies	-	-	-	-
6. Loss before taxation	(316)	(2,111)	(2,359)	(10,023)
7. Tax expense	(1)	-	(4)	(14)
8. Loss for the period from continuing operations	(317)	(2,111)	(2,363)	(10,037)
Discontinued Operations				
9. Loss for the period from discontinued operations (note 12)	(3,898)	(3,977)	(10,666)	(12,550)
10. Net Loss for the period	(4,215)	(6,088)	(13,029)	(22,587)
Attributable to:				
Equity holders of the parent	(4,215)	(6,077)	(13,018)	(22,537)
Minority interest	-	(11)	(11)	(50)
	(4,215)	(6,088)	(13,029)	(22,587)
Earnings/(Loss) per share attributable to equity holders of the parent:				
(1) Basic (note 30)	Sen	Sen	Sen	Sen
(a) Continuing Operations	-0.08	-0.52	-0.57	-2.45
(b) Discontinued Operations	-0.94	-0.98	-2.58	-3.08
(c) Total	-1.02	-1.49	-3.15	-5.54
(2) Diluted (note 30)	Sen	Sen	Sen	Sen
(a) Continuing Operations	n/a	-0.51	n/a	-2.42
(b) Discontinued Operations	n/a	-0.96	n/a	-3.04
(c) Total	n/a	-1.47	n/a	-5.46

(The Condensed Consolidated Income Statements should be read in conjunction
with the audited financial statements for the year ended 31 December 2008 and
the accompanying explanatory notes attached to the interim financial statements.)

IDAMAN UNGGUL BERHAD

(Company No.279343-W)

Interim Financial Report for the Period Ended 30 September 2009

*The figures have not been audited.***CONDENSED CONSOLIDATED BALANCE SHEET**

	AS AT END OF CURRENT QUARTER 30.9.2009 RM'000	<i>Audited</i> AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2008 RM'000
ASSETS		
Property, plant and equipment	96	26,866
Prepaid land lease payments	-	5,568
Intangible assets	-	447
Other investments	1,000	198,121
Loans receivable	-	3,576
Trade, other receivables and prepayments	2,798	37,535
Cash and bank balances	125	57,190
	<u>4,019</u>	<u>329,303</u>
Assets of disposal group classified as held for sale (note 12)	292,451	291,713
Total assets	<u>296,470</u>	<u>621,016</u>
LIABILITIES		
Trade and other payables	15,941	308,958
Tax liabilities	-	5,108
Deferred tax liabilities	-	1,923
	<u>15,941</u>	<u>315,989</u>
Liabilities directly associated with the assets classified as held for sale (note 12)	273,424	262,526
Total liabilities	<u>289,365</u>	<u>578,515</u>
INSURANCE RESERVES		
General insurance fund	-	25,683
Total insurance reserves	<u>-</u>	<u>25,683</u>
FINANCED BY:		
Share capital	412,949	412,949
Reserves	(406,139)	(396,437)
Shareholders' equity	6,810	16,512
Other long term liabilities		
Minority interests	295	306
Total equity	<u>7,105</u>	<u>16,818</u>
Total liabilities, insurance reserves and shareholders' equity	<u>296,470</u>	<u>621,016</u>
Net assets per share (RM)	0.016	0.040

(The Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.)

IDAMAN UNGGUL BERHAD

(Company No.279343-W)

Interim Financial Report for the Period Ended 30 September 2009
The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Parent							Minority Interests	Total Equity
	Share capital	ICULS-B	Non-distributable Reserve			Accumulated losses	Total		
			Exchange Reserve	Revaluation Reserve					
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9-month ended 30 September 2009									
Balance at beginning of financial year (1 January 2009)	412,949	-	(110)	3,067	(399,394)	16,512	306	16,818	
Prior - year Adjustment					7,313	7,313		7,313	
Ceased Consolidation Adjustment				(3,067)	(1,129)	(4,196)		(4,196)	
Currency translation differences			199			199		199	
Increase/(decrease) in shareholding of minority interest									
Increase/(decrease) in Revaluation Reserve									
Net Profit/(Loss) for the reporting period					(13,018)	(13,018)	(11)	(13,029)	
Balance as at 30 September 2009	412,949	-	89	-	(406,228)	6,810	295	7,105	
12-month ended 31 December 2008									
Balance at beginning of financial year (1 January 2008)	406,907	6,042	(557)	1,356	(373,198)	40,550	384	40,934	
Currency translation differences			462			462		462	
Increase/(decrease) in shareholding of minority interest							5	5	
Increase/(decrease) in Revaluation Reserve									
Net Profit/(Loss) for the reporting period					(22,537)	(22,537)	(50)	(22,587)	
Balance as at 30 September 2008	406,907	6,042	(95)	1,356	(395,735)	18,475	339	18,814	
Conversion of ICULS-B to ordinary shares	6,042	(6,042)							
Currency translation differences			(15)			(15)		(15)	
Increase/(decrease) in shareholding of minority interest									
Increase/(decrease) in Revaluation Reserve				1,711		1,711		1,711	
Net Profit/(Loss) for the reporting period					(3,659)	(3,659)	(33)	(3,692)	
Balance as at 31 December 2008	412,949	-	(110)	3,067	(399,394)	16,512	306	16,818	

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.)

IDAMAN UNGGUL BERHAD

(Company No.279343-W)

Interim Financial Report for the Period Ended 30 September 2009*The figures have not been audited.***CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	Unaudited 9 months ended 30.9.2009 RM'000	Unaudited 9 months ended 30.9.2008 RM'000
Operating activities		
Net cash (used in)/generated from operating activities	<u>(266,230)</u>	<u>(20,263)</u>
Investing activities		
Net cash (used in)/generated from investing activities	<u>207,725</u>	<u>23,558</u>
Financing activities		
Net cash (used in)/generated from financing activities	<u>(38)</u>	<u>(350)</u>
Net changes in cash and cash equivalents	(58,543)	2,945
Effects of foreign exchange rate changes	199	415
Cash and cash equivalents at beginning of year	<u>60,757</u>	<u>71,393</u>
Cash and cash equivalents at end of reporting period	<u>2,413</u>	<u>74,753</u>
Cash and cash equivalents comprise:		
Cash and bank balances	125	72,421
Cash and bank balances classified as held for sale	2,288	2,332
	<u>2,413</u>	<u>74,753</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes to the interim financial statements.)

**INTERIM FINANCIAL REPORT FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2009****Notes to Quarterly Report for the period ended 30 September 2009****1. Accounting Policies and Methods of Computation****1.1 Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008. 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 the year ended 31 December 2008.

The interim financial statements have been prepared under the historical cost convention except for the revaluation of freehold land included within property, plant and equipment and investment properties stated at fair values. The financial statements are presented in Ringgit Malaysia (RM).

1.2 Changes in accounting policies

The significant accounting policies and method of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2008 except for the adoption of the following new/revised FRSs, Amendment to FRS and Issue Committee (SC) Interpretations:

FRS 7 - Financial Instruments: Disclosures

FRS 8 - Operating Segments

FRS 139 - Financial Instruments: Recognition and Measurement.

IC Interpretation 9 *Reassessment of Embedded Derivatives*

IC Interpretation 10 *Interim Financial Reporting and Impairment*

The above FRSs, Amendment to FRS and Interpretations are expected to have no significant impact on the financial statements of the Group and the Company upon their initial application except for the changes in disclosures arising from the adoption of FRS 7 and FRS 8.

**INTERIM FINANCIAL REPORT FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2009****2. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the annual financial statements for the year ended 31 December 2008 were reported without qualification. However, the auditors' report contained an emphasis of matter with regards to the fundamental accounting concept and the significant and subsequent events of the Group and the Company. An excerpt of the auditors' report is reproduced as follows:

*Emphasis of matter**Without qualifying our opinion:*

- 1. We draw attention to note 2 to the financial statements which discloses that the accompanying financial statements have been prepared assuming that the Group and the Company will continue as going concerns which contemplates the realisation of assets and discharge of liabilities in the normal course of business. The Group and the Company incurred net losses of RM26,274,000 and RM35,907,000 respectively for the year ended 31 December 2008. At that date, the Group and the Company have accumulated losses of RM399,394,000 and RM419,276,000 respectively and negative operating cash flows of RM21,151,000 for the Group. These factors indicate the existence of a material uncertainty which may cast significant doubt that the Group and the Company will be able to continue as going concerns. The going concern assumption is premised on the favourable outcome of the rationalisation measures and strategies as elaborated in Note 32 to the financial statements of which the directors have indicated their commitment to ensuring their completion. The financial statements of the Group and of the Company do not include any adjustments relating to the amounts and the classification of assets and liabilities that might be necessary should the Group and the Company be unable to continue as going concerns; and,*
- 2 We draw attention to note 31(d) to the financial statements which describes the action that has been taken by Bank Negara Malaysia against a subsidiary, Tahan Insurance Malaysia Berhad, ("Tahan"), pursuant to Section 59(4)(a) of the Insurance Act, 1996 owing to its inability to comply with the Margin of Solvency requirement as stipulated under Section 46 of the Insurance Act, 1996 and Regulation 41(1) of the Insurance Regulations, 1996. Note 17(a) to the financial statements describes other pertinent matters related to the capital adequacy position of Tahan, which may affect its ability to continue underwriting general insurance business as a licensed insurer under the Insurance Act, 1996.*

3. Seasonality or Cyclicity of Interim Operations

There were no significant seasonal or cyclical factors affecting the results in the current quarter under review.

4. Unusual Items Due to their Nature, Size or Incidence

There were no items that are unusual because of their nature, size, or incidence for the current quarter and current financial year to date.

**INTERIM FINANCIAL REPORT FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2009**

5. Material Changes in Estimates Reported in Prior Interim Periods

There were no material changes in estimates that have had a material effect in the current quarter under review.

6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances and repayment of debt and equity securities, share buy-backs, shares cancellations, shares held as treasury shares and resale of treasury shares for the current financial year to date.

7. Dividends Paid

There were no dividend payments made during the current financial year to date.

8. Segment Reporting

	Current Financial Year To Date	
	Revenue	Segment Results
	RM'000	RM'000
<u>Continuing Operations:</u>		
- Insurance	32,692	(1,103)
- Investment and others	251	(1,252)
	32,943	(2,355)
- Less inter-segment sales	(250)	
Revenue from Continued Operations	32,693	
Revenue from Discontinued Operations	180	
	32,873	
Loss from operations		(2,355)
Less finance costs		(4)
Loss before taxation		(2,359)
<u>Discontinued Operations:</u>		
Profit from operations		286
Less finance costs		(10,952)
Loss before taxation		(10,666)
Total Loss before taxation		(13,025)

9. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous audited financial statements for the year ended 31 December 2008.

**INTERIM FINANCIAL REPORT FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2009****10. Material Events Subsequent to the end of the period reported**

There were no material events subsequent to the end of the current quarter 30 September 2009 save as disclosed below:

- 10.1 On 9 July 2009, the Company announced that Syarikat Sabakina Sdn Bhd (Sabakina), a wholly owned subsidiary of Idris Hydraulic (Malaysia) Bhd, which in turn is a wholly owned subsidiary of the Company via an immediate holding company, Lambang Pertama Sdn Bhd was served with a winding up petition by Lembaga Hasil Dalam Negeri (Lembaga Hasil) in respect of the tax due to Lembaga Hasil for the year of assessment 1997, prior to the entry of Idaman as the new investor of IHMB. Idaman completed the restructuring exercise of IHMB in November 2003. The shares of Sabakina have been charged to the Universal Trustee (Malaysia) Berhad pursuant to the provision of the debenture dated 23 October 2003. The Company does not foresee any material financial impact arising from the winding-up proceeding as Sabakina has ceased its operation since 2002.
- 10.2 On 15 July 2009, the Company announced that the Company has received a letter from Bursa Malaysia Securities Berhad (Bursa Securities) informing that Bursa Securities had approved a further extension of time of six months until 29 November 2009 for the Company to submit the Company's regularisation plan to Securities Commission and/or other relevant authorities. On 26 November 2009, the Company announced that on the same date, Covenant Equity Consulting Sdn. Bhd. on behalf of the Company, submitted a request to Bursa Securities for an extension of time for a further four (4) months up until 31 March 2010 to submit the regularisation plan to the relevant authorities for approval.

11. Changes in the Composition of the Group

During the current financial year to date, there were no changes in the composition of the Group arising from business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

12. Discontinued Operations

The Company has classified the following as a disposal group held for sale:

- 12.1 As disclosed in annual financial statements of the Company in previous years, the Board is of the opinion that the control in Lambang Pertama Sdn Bhd ("LPSB") Group is temporary as the investments and/or assets of the subsidiaries will be disposed / liquidated for the purposes of the redemption of the Redeemable Secured Loan Stocks ("RSLs") issued by LPSB as part of the restructuring exercise of Idris Hydraulic (Malaysia) Bhd which the Company participated in 2003.

On 16 November 2005, the Company announced that the RSLs holders had conditionally agreed to an extension of the RSLs tenure from two (2) years to four (4) years. The Extension of RSLs expired on 19 November 2007. On 17 December 2007, the Company vide its appointed Merchant Banker had written to Securities Commission ("SC") to seek for an approval for a second extension period of eighteen (18) months of the RSLs tenure period. The majority of the RSLs holders had conditionally agreed and the second extension of RSLs expired on 19 May 2009.

On 19 May 2009, the Company announced that the Company was in the midst of securing a further extension of time from the RSLs holders subject to the approval of the regulatory authorities (if any) and was in the midst of formulating a plan to redeem the outstanding loan stock.

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THIRD QUARTER ENDED 30 SEPTEMBER 2009**

The RSLs coupon was initially zero for the first two (2) years tenure period, followed by a coupon rate of 4% per annum from year three (3) and year four (4) and now bear a coupon rate of 6% per annum from year five (5) onwards until the relevant redemption date or maturity date and is payable in cash before the loan stocks are redeemed or annually at the third (3rd), fourth (4th), fifth (5th) and six (6) months after the fifth (5th) anniversary date of issue.

The revenue, results and cash flows of the disposal group held for sale were as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current</u> <u>Quarter</u> <u>30.9.2009</u> RM'000	<u>Preceding</u> <u>Year Quarter</u> <u>30.9.2008</u> RM'000	<u>Current</u> <u>Quarter</u> <u>30.9.2009</u> RM'000	<u>Preceding</u> <u>Year Quarter</u> <u>30.9.2008</u> RM'000
Revenue	-	90	180	270
Profit/(Loss) from operations	761	(785)	286	(3,045)
Less finance costs	(4,659)	(3,192)	(10,952)	(9,505)
Loss before taxation	(3,898)	(3,977)	(10,666)	(12,550)
Income tax expense	-	-	-	-
Loss for the period from discontinued operations	<u>(3,898)</u>	<u>(3,977)</u>	<u>(10,666)</u>	<u>(12,550)</u>
Cash flows from operating activities			(462)	(1,189)
Cash flows from investing activities			322	675
Cash flows from financing activities			(8)	(11)
Exchange differences			104	432
Total cash flows			<u>(44)</u>	<u>(93)</u>

The major classes of assets and liabilities of the above disposal group classified as held for sale as at 30 September 2009 are as follows:

	RM'000
Assets:	
Property, plant and equipment	11,486
Timber concession rights	243,100
Other investments	602
Property development costs	19,395
Trade, other receivables and prepayments	15,580
Cash and bank balances	2,288
Assets of disposal group classified as held for sale	<u>292,451</u>
Liabilities:	
Borrowings - Redeemable Secured Loan Stocks ("RSLs")	211,504
Trade and other payables	54,474
Tax liabilities	7,446
Liabilities directly associated with the assets classified as held for sale	<u>273,424</u>
Net assets attributable to discontinued operations	<u>19,027</u>

**INTERIM FINANCIAL REPORT FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2009**

13 Ceased Consolidation of Tahan Insurance Malaysia Berhad

On 22 May 2009, the Company announced that Bank Negara Malaysia (the Bank) had via its letter dated 22 May 2009 appointed Mr Phoon Soon Keong an Executive Director of PricewaterhouseCooper Capital Sdn Bhd to assist the Company in managing the whole of Tahan Insurance Malaysia Berhad's ("Tahan") property, business and affairs on behalf of the Bank pursuant to Section 59(4)(1) of the Insurance Acts, 1996.

Following the announcement made by the Company and the Bank, Tahan's revenue, assets and liabilities were no longer to be consolidated as part of the Group operation effective 22 May 2009. The financial effect arising from the ceased consolidation exercise had resulted in a downward adjustment of about RM1.129 million in the Statements of Changes in Equity during the period under review.

14. Contingent Liabilities

There were no changes in contingent liabilities since the last annual balance sheet.

15. Para 2.1 (1), Practice Note No. 17/2005

On 29 February 2008, the Company announced that the Company was an Affected Listed Issuer as it had triggered Paragraph 2.1 of the Amended PN17 as the consolidated shareholders' fund had dropped below RM103.23 million (ie: 25% of RM412.95 million) and the minimum issued and paid-up capital of RM60 million required under paragraph 8.16A(1) of the Listing Requirements. The Company is in the midst of formulating a regularization plan to resolve the PN17 issue and is required to submit the plan latest by 29 November 2009. As mentioned in note 10.2 above, on 26 November 2009, the Company announced that on the same date, Covenant Equity Consulting on behalf of the Company, submitted a request to Bursa Securities for an extension of time for a further four (4) months up until 31 March 2010 to submit the regularisation plan to the relevant authorities for approval.

16. Capital Commitments

Save as disclosed below, there were no material capital commitments as at end of the reporting period:

	RM'000
Approved and contracted for	-

17. Taxation

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Quarter 30.9.2009 RM'000	Preceding Year Quarter 30.9.2008 RM'000	Current Quarter 30.9.2009 RM'000	Preceding Year Quarter 30.9.2008 RM'000
In respect of current period:				
- income tax provision/(write back)	-	-	4	14
In respect of prior years:				
- Under/(Over) provision of income tax	-	-	-	-
	-	-	4	14

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18. Profits/(losses) on sale of Unquoted Investments and/or Properties

There were no profits/(losses) on sale of unquoted investments and/or properties for the current quarter under review.

19. Purchase and/or Disposal of Quoted Securities

The particulars of purchase or disposal of quoted securities by the Group except insurance subsidiary were as follows:

(a) A summary of dealings in quoted securities for the current quarter and financial year to date:

	RM'000
Total Purchases	<i>Nil</i>
Total Disposals	<i>Nil</i>
Total Profit/(Loss) on Disposal	<i>Nil</i>

(b) A summary details of all investments in quoted securities at the end of the reporting period:

	RM'000
Total investments at cost	<i>Nil</i>
Total investments at carrying value/book value (after provision for diminution in value)	<i>Nil</i>
Total investment at market value at end of reporting period	<i>Nil</i>

20. Status of Corporate Proposals Announced

The status of corporate proposals announced but not completed at the latest practicable date being a date not earlier than 7 days from the date of issuance of the quarterly report are as follows:

20.1 In respect to the Share Subscription Agreement between Monarch Insurance Company Inc. ("Monarch") and the Company dated 29 July 2003 for the subscription by the Company of 147,510 shares in Monarch for a sum of RM5,000,000 ("Subscription Sum") allotted and payable in five (5) tranches. As at todate, only RM1,000,000 has been paid representing the agreed 16,098 shares in Monarch.

20.2 On 6 August 2004, the Company announced that Klinker Investments Ltd ("KIL"), a wholly owned subsidiary of Idris Hydraulic (Malaysia) Bhd ("IHMB"), which in turn is a wholly-owned subsidiary of the Company via an intermediate holding company, Lambang Pertama Sdn Bhd, had on 30 July 2004 entered into a Share Sale & Purchase Agreement with O'Keeffe and/or Nominees (the "Purchaser") to dispose of its entire 2,750,001 shares, representing 50% + 1 share in Anscan International Limited free from all encumbrances for a total sale consideration of RM 7 million upon terms and conditions as stipulated in the Agreement.

All the parties to the Agreement had mutually agreed to terminate the Agreement on 19 June 2008, following the expiry of the extensions date for completion. All the parties concern had earlier agreed to extend the completion date from 19 May 2005, to various other dates, ie 19 August 2005, 19 November 2005, 19 February 2006, 19 May 2006, 19 August 2006, 19 November 2006, 19 February 2007, 19 May 2007, 19 August 2007, 19 September 2007, 19 December 2007, 19 March 2008 and 19 June 2008.

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20.3 On 26 June 2008, the Company announced that the Company received an offer from Intan Kuala Lumpur Sdn Bhd (IKLSB) indicating its interest to acquire the land and building ("Property") and 60% share in the plant and machinery ("Machinery") of Wiragain Sdn Bhd, a wholly-owned subsidiary of Idris Hydraulic (Malaysia) Bhd, ("IHMB"), which in turn is a wholly-owned subsidiary of the Company via an intermediate holding company, Lambang Pertama Sdn Bhd ("Proposed Wiragain Disposal") for a total consideration of RM6 million free from encumbrances and subject to the satisfaction of the due diligence results.

As at todate, the Company is still in the midst of negotiating the terms and conditions of the Proposed Wiragain Disposal.

20.4 On 29 February 2008, the Company announced that the Company had received a Letter of Intent from The Datestone Group, LLC ("TDG") to acquire the entire equity interest in Lambang Pertama Sdn Bhd ("Proposed Disposal"). On 6 March 2008, the Company received a letter from TDG giving an indicative offer of USD108M for the Proposed Disposal. The Company announced that the indicative offer was still subject to further negotiation upon agreement on the terms and conditions of the Proposed Disposal, due diligence and the approval from the Board of Directors of both parties.

20.5 On 2 January 2009, RHB Investment Bank Berhad ("RHB Investment") on behalf of the Board of Directors of the Company announced that the Company had on, after the close of business on 31 December 2008, entered into a Share Purchase Agreement ("SPA") with Satin Court Sdn. Bhd. ("SCSB"), for a proposed disposal of its entire equity interest in Lambang Pertama Sdn. Bhd. ("LPSB"), comprising 2 ordinary shares of RM1.00 each for total sale consideration of RM400.00 million.

On 17 November 2009, the Company announced that on the same date, the Company had issued a notice to SCSB to terminate the SPA in view of the non-fulfilment of certain obligations on the part of SCSB as provided in the SPA despite various indulgences given by the Company to SCSB.

20.6 On 18 November 2009, the Company announced that, further to the announcement on 17 November 2009 in relation to the offer made by BSI Capital Projects Pty. Limited ("BSI") to acquire 72,245,988 ordinary shares registered in the name of the Executive Chairman, Dato' Che Mohd Annuar Bin Che Mohd Senawi, a substantial shareholder of the company, BSI has issued a letter to the Company outlining amongst others, the following plans:

- (a) To resolve the Redeemable Secured loan Stocks ("RSLs") via cash injection and sale of the Company's assets;
- (b) To maintain the majority stake in Idris Hydraulic (Malaysia) Berhad;
- (c) To develop a vertically integrated timber operation involving saw milling, plywood manufacturing, production of mouldings and mass-produced furniture for both the domestic and overseas markets;
- (d) To undertake a thorough review of the operations of the Company's insurance asset, Tahan Insurance Malaysia Berhad, and to take any appropriate necessary steps to ensure its future survival and growth;
- (e) To revive the Laos Hydro Power Station project;
- (f) Subject to having the necessary management and financial resources, seek further diversification into other areas where synergies can be achieved within the Group.

**INTERIM FINANCIAL REPORT FOR THE
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21. Status of Utilisation of Proceeds

Pursuant to the Restructuring Exercise, the total proceeds arising from the Shares Subscription, Rights Share Issue and Rights Issue of ICULS-B amounting to RM213.073 million have been utilised as follows:

	Approved Utilisation RM'000	Utilised as at 30.9.2009 RM'000
Repayment to Scheme Creditors	188,394	188,394
Repayment of bank borrowings	139	139
Defray expenses of the Restructuring Exercise	8,000	7,016
Working capital	16,540	16,540
	<u>213,073</u>	<u>212,089</u>

22. Financial Instruments with Off Balance Sheet risk

There were no financial instruments with off balance sheet risk at the latest practicable date being a date not more than 7 days prior to the date of issue of this quarterly report.

23. Material Litigation

23.1 A copy of the Writ of Summons together with the statement of claims dated 26 July 2007 was served to Idaman and PICT Solution Sdn Bhd by MRCB Selborn Corporation Sdn Bhd (MRCB).

(a) Summary of Claims

- (i) Total claims made by MRCB against the Company amounted to RM7,649,944.84 consist of outstanding rental of RM3,624,642.44 and future rental of RM4,025,302.40
- (ii) Total claims made by MRCB against PICT amounted to RM767,142.30 consist of outstanding rental of RM70,179.93 and future rental of RM696,962.37.

(b) Financial Impact on the Group

Since the above mentioned claims for the future rental have not been adjudicated by the Court, there is no immediate loss at this point of time except for the legal fees to be incurred in defending the case.

(c) Steps taken or proposed to be taken

The Company is seeking legal advice to defend the case.

24. Material Changes in the Quarterly Results compared to Preceding Quarter's Results

The performance of the Group for current quarter under review showed a higher loss of about 300% compared to the preceding quarter ended 30 June 2009 by recording a group loss for the quarter of RM4.215 million against the preceding quarter group loss of RM1.396 million. The result for the current quarter was substantially caused by the interest and administrative expenses for the period. Consequentially, the cessation of consolidation of Tahan with effect from 22 May 2009 resulted in the Group without any revenue for the quarter under review.

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25. Review of Performance

- (a) The year to date performance of the Group showed a lower loss by about 42% compared to the same period last year. This is also due to the lower loss of Tahan which was consolidated up to 22 May 2009 compared to a nine months' loss of about RM8.5 million for the same period last year.
- (b) A breakdown of Other expenses is as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current</u> <u>Quarter</u> <u>30.9.2009</u> <u>RM'000</u>	<u>Preceding</u> <u>Year Quarter</u> <u>30.9.2008</u> <u>RM'000</u>	<u>Current</u> <u>Quarter</u> <u>30.9.2009</u> <u>RM'000</u>	<u>Preceding</u> <u>Year Quarter</u> <u>30.9.2008</u> <u>RM'000</u>
Net claims payable plus net commissions	-	10,249	22,455	25,628
(Decrease)/Increase in premium reserve	-	867	2,108	3,141
Loss on disposal of investments	-	2,123	-	3,096
Other operating expenses	285	7,323	15,067	34,646
	<u>285</u>	<u>20,562</u>	<u>39,630</u>	<u>66,511</u>

26. Current Year Prospects

As Idaman Unggul Berhad shall no longer benefit from the consolidation of Tahan Insurance Malaysia Berhad, the current year's Group performance would be significantly reduced. As mentioned in notes 10.2, 15 and 20.6 above, the Group has submitted a request to Bursa Securities for an extension of time for a further four (4) months up until 31 March 2010 to submit the regularisation plan to the relevant authorities for approval.

- 27. Statement of Revenue or Profit Estimate, Forecast, Projection or Internal Targets previously announced or disclosed in a public document.**
Not applicable.

28. Dividend

The directors do not recommend any dividend to be paid for the period under review.

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29. Earnings/(Loss) Per Share ("EPS")	3 months ended		Year To-date	
	<u>30.9.2009</u>	<u>30.9.2008</u>	<u>30.9.2009</u>	<u>30.9.2008</u>
(a) Basic EPS	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) for the period from continuing operations	(317)	(2,100)	(2,352)	(9,987)
Net profit/(loss) for the period from discontinued operations	(3,898)	(3,977)	(10,666)	(12,550)
Net profit/(loss) attributable to equity holders of the parent	<u>(4,215)</u>	<u>(6,077)</u>	<u>(13,018)</u>	<u>(22,537)</u>
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	<u>412,949</u>	<u>406,907</u>	<u>412,949</u>	<u>406,907</u>
Basic EPS for:	Sen	Sen	Sen	Sen
Net profit/(loss) for the period from continuing operations	-0.08	-0.52	-0.57	-2.45
Net profit/(loss) for the period from discontinued operations	-0.94	-0.98	-2.58	-3.08
Net profit/(loss) for the period	<u>-1.02</u>	<u>-1.49</u>	<u>-3.15</u>	<u>-5.54</u>
(b) Diluted EPS				
	3 months ended	3 months ended	Year To-date	Year To-date
	<u>30.9.2009</u>	<u>30.9.2008</u>	<u>30.9.2009</u>	<u>30.9.2008</u>
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) for the period from continuing operations	(317)	(2,100)	(2,352)	(9,987)
Net profit/(loss) for the period from discontinued operations	(3,898)	(3,977)	(10,666)	(12,550)
Net profit/(loss) attributable to equity holders of the parent	<u>(4,215)</u>	<u>(6,077)</u>	<u>(13,018)</u>	<u>(22,537)</u>
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	412,949	406,907	412,949	406,907
Adjustment for assumed conversion of ICULS-A	n/a	n/a	n/a	n/a
Adjustment for assumed conversion of ICULS-B	n/a	6,042	n/a	6,042
Adjusted weighted average number of ordinary shares	<u>412,949</u>	<u>412,949</u>	<u>412,949</u>	<u>412,949</u>
Diluted EPS for:	Sen	Sen	Sen	Sen
Net profit/(loss) for the period from continuing operations	-0.08	-0.51	-0.57	-2.42
Net profit/(loss) for the period from discontinued operations	-0.94	-0.96	-2.58	-3.04
Net profit/(loss) for the period	<u>-1.02</u>	<u>-1.47</u>	<u>-3.15</u>	<u>-5.46</u>

ON BEHALF OF THE BOARD

DATO' CHE MOHD ANNUAR BIN CHE MOHD SENAWI

Executive Chairman

Date: 30 NOVEMBER 2009