

**PROGRESSIVE**

**I M P A C T**

## **ERRATA – ANNUAL REPORT 2010**

To : **ALL SHAREHOLDERS OF PROGRESSIVE IMPACT CORPORATION BERHAD**

Dear Shareholders,

The Company wishes to inform that there are some changes to the information in Annual Report 2010 as highlighted in bold attached.

The main reason to the changes in the Statements of Comprehensive Income, Statements of Financial Position, Statements of Changes in Equity and the Statements of Cash Flows are due to reclassification of certain transactions from Retained Earnings to Minority Interest.

The other changes in the Notes to the Accounts are mainly for the purpose of further clarifying the transactions and to correct some inadvertent errors.

All other information remains unchanged.

We apologise for any inconvenience caused.

By order of the Board

**HAJJAH ZAIDAH BINTI HAJI MOHD SALLEH (MIA 3313)**  
Company Secretary

Shah Alam  
Date : 14 June 2011



## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 1. Page 46 : Statements of Comprehensive Income

	Note	Group		Company	
		2010 RM	2009 RM	2010 RM	2009 RM
Revenue	4	83,951,004	74,725,767	16,923,334	18,112,513
Other income	5	2,301,205	908,840	3,246,231	898,764
Staff costs	6	(17,583,352)	(18,667,276)	(3,429,331)	(5,080,215)
Raw materials and consumables used		(22,208,395)	(15,140,999)	-	-
Depreciation and amortisation		(4,123,767)	(4,450,444)	(369,348)	(372,366)
Other operating expenses		(36,236,449)	(17,825,056)	(16,534,368)	(932,557)
Profit/(loss) from operations		6,100,246	19,550,832	(163,482)	12,626,139
Finance costs	8	10,519	(22,143)	-	(11,152)
Share of profit of associate		<b>1,133,782</b>	331,218	-	-
Profit/(loss) before tax	9	7,244,547	19,859,907	(163,482)	12,614,987
Income tax expense	10	(6,679,451)	(5,498,346)	(3,470,667)	(2,199,735)
Profit/(loss) net of tax		565,096	14,361,561	(3,634,149)	10,415,252
Other comprehensive income:					
Foreign currency translation		<b>455,309</b>	<b>(797,328)</b>	-	-
<b>Revaluation of land and building</b>	<b>12</b>	<b>813,999</b>	-	<b>428,156</b>	-
Other comprehensive income for the year, net of tax		<b>1,269,308</b>	<b>(797,328)</b>	<b>428,156</b>	-
Total comprehensive income for the year		<b>1,834,404</b>	<b>13,564,233</b>	<b>(3,205,993)</b>	10,415,252
Profit attributable to:					
Owners of the parent		1,912,033	10,483,051	(3,634,149)	10,415,252
Minority Interest		(1,346,937)	3,878,510	-	-
		565,096	14,361,561	(3,634,149)	10,415,252
Total comprehensive income attributable to:					
Owners of the parent		<b>3,044,748</b>	<b>10,004,654</b>	<b>(3,205,993)</b>	10,415,252
Minority Interest		<b>(1,210,344)</b>	<b>3,559,579</b>	-	-
		<b>1,834,404</b>	<b>13,564,233</b>	<b>(3,205,993)</b>	10,415,252
Earnings per share (sen) attributable to owners of the parent					
Basic/Diluted	11	0.3	1.6		

The accompanying **accounting policies and explanatory** notes form an integral part of the financial statements

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 2. Page 48 : Statements of Financial Position

	Note	Group		Company	
		2010 RM	2009 RM	2010 RM	2009 RM
Equity attributable to owners of the parent					
Share capital	26	65,800,000	65,800,000	65,800,000	65,800,000
Share premium		170,290	170,290	170,290	170,290
Other reserves	27	<b>2,590,523</b>	<b>1,457,808</b>	917,218	489,062
Retained earnings	28	<b>20,794,805</b>	21,147,153	4,001,483	9,707,821
		<b>89,355,618</b>	<b>88,575,251</b>	70,888,991	76,167,173
Minority interest		<b>13,627,996</b>	<b>15,992,196</b>	-	-
Total equity		102,983,614	104,567,447	70,888,991	76,167,173
Total equity and liabilities		122,908,754	146,432,150	74,315,097	78,382,921

The accompanying **accounting policies and explanatory** notes form an integral part of the financial

**ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010**

3. Page 49 to 51: Statements of Changes in Equity

Group	Note	Attributable to equity holders of the company					Total equity RM
		Share capital RM (Note 26)	Non-distributable Share premium RM (Note 27)	Other reserves RM (Note 28)	Distributable Retained earnings RM (Note 28)	Minority interest RM	
At 1 January 2010		65,800,000	170,290	<b>1,457,808</b>	21,147,153	<b>15,992,196</b>	104,567,447
Effect of adopting FRS 139		-	-	-	(241,022)	(113,493)	(354,515)
		65,800,000	170,290	<b>1,457,808</b>	20,906,131	<b>15,878,703</b>	104,212,932
Total comprehensive income		-	-	<b>1,132,715</b>	1,912,033	<b>(1,210,344)</b>	<b>1,834,404</b>
Transactions with owners							
Disposal of subsidiary		-	-	-	-	-	<b>1,693,422</b>
<b>Dividends paid to minority interest</b>		-	-	-	-	-	<b>(2,733,785)</b>
Dividends	30	-	-	-	(2,023,359)	(2,023,359)	(2,023,359)
Total transactions with owners		-	-	-	<b>(2,023,359)</b>	<b>(1,040,363)</b>	<b>(3,063,722)</b>
At 31 December 2010		65,800,000	170,290	<b>2,590,523</b>	<b>20,794,805</b>	<b>13,627,996</b>	102,983,614

**ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010**

3. Page 49 to 51 : Statements of Changes in Equity (cont'd)

Group (cont'd)	Note	Attributable to equity holders of the company						Total equity RM
		Share capital RM (Note 26)	Share premium RM	Non-distributable reserves RM (Note 27)	Other reserves RM	Distributable Retained earnings RM (Note 28)	Total RM	
At 1.1.2009		65,800,000	170,290	1,936,205	16,586,114	84,492,609	14,285,586	98,778,195
Total comprehensive income		-	-	<b>(478,397)</b>	10,483,051	<b>10,004,654</b>	<b>3,559,579</b>	<b>13,564,233</b>
Transactions with owners								
<b>Dividends paid to minority interest</b>		-	-	-	-	-	<b>(1,852,969)</b>	<b>(1,852,969)</b>
Dividends	30	-	-	-	(5,922,012)	(5,922,012)	-	(5,922,012)
Total transactions with owners		-	-	-	(5,922,012)	<b>(5,922,012)</b>	(1,852,969)	<b>(7,774,981)</b>
At 31.12.2009		65,800,000	170,290	<b>1,457,808</b>	21,147,153	<b>88,575,251</b>	<b>15,992,196</b>	104,567,447

The accompanying **accounting policies and explanatory** notes form an integral part of the financial statements.

ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

3. Page 49 to 51 : Statements of Changes in Equity (cont'd)

Company	Note	Attributable to equity holders of the company					Total equity RM
		Share capital RM (Note 26)	Share premium RM	Non-distributable reserves RM (Note 27)	Distributable retained earnings RM (Note 28)		
At 1 January 2010		65,800,000	170,290	489,062	9,707,821	76,167,173	
Effect of adopting FRS 139	2.2	-	-	-	(48,830)	(48,830)	
		65,800,000	170,290	489,062	9,658,991	76,118,343	
<b>Total comprehensive income</b>		-	-	<b>428,156</b>	<b>(3,634,149)</b>	<b>(3,205,993)</b>	
Transactions with owners							
Dividends	30	-	-	-	(2,023,359)	(2,023,359)	
<b>Total transactions with owners</b>		-	-	-	<b>(2,023,359)</b>	<b>(2,023,359)</b>	
<b>At 31 December 2010</b>		<b>65,800,000</b>	<b>170,290</b>	<b>917,218</b>	<b>4,001,483</b>	<b>70,888,991</b>	
At 1.1.2009		65,800,000	170,290	489,062	5,214,581	71,673,933	
Total comprehensive income		-	-	-	10,415,252	10,415,252	
Transaction with owners							
Dividends	30	-	-	-	(5,922,012)	(5,922,012)	
Total transactions with owner		-	-	-	(5,922,012)	(5,922,012)	
<b>At 31.12.2009</b>		<b>65,800,000</b>	<b>170,290</b>	<b>489,062</b>	<b>9,707,821</b>	<b>76,167,173</b>	

The accompanying **accounting policies and explanatory** notes form an integral part of the financial statements.

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 4. Page 52 to 53: Statements of Cash Flows

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Cash flows from operating activities				
<b>Profit/(loss) before taxation</b>	7,244,547	19,859,907	(163,482)	12,614,987
Adjustments for:				
Depreciation	4,098,767	4,425,444	344,348	347,366
Share of <b>profit</b> of associate	(1,133,782)	(331,218)	-	-
Amortisation of prepaid lease rental	25,000	25,000	25,000	25,000
Provision for retirement benefit obligations	826,210	826,210	826,210	826,210
<b>Impairment loss on investment in associate</b>	5,456,160	-	5,456,160	-
<b>(Gain)/loss</b> on disposal of property, plant and equipment, net	(240,365)	7,634	(182,364)	2,107
Net gains from fair value adjustment of investment properties	(1,247,622)		(2,332,954)	
<b>(Gain)/loss</b> on disposal of investment in subsidiaries	<b>(182,824)</b>	-	9,961,761	-
<b>Provision for doubtful debts</b>	1,620,550	786,602	657,298	29,483
Net unrealised foreign exchange <b>loss/(gain)</b>	8,685	(72,581)	-	-
Finance cost	(10,519)	22,143	-	11,152
Gross dividends received	-	-	(16,173,334)	(17,362,513)
Profit income from deposits	(418,859)	(281,077)	<b>(106,661)</b>	(108,484)
Operating profit/(loss) before working capital changes	<b>16,045,948</b>	25,268,064	<b>(1,688,018)</b>	(3,614,692)
Working capital changes: (Increase)/decrease in receivables	<b>(2,743,590)</b>	(3,686,691)	<b>535,920</b>	5,531,421
Increase/(decrease) in inventories and work-in-progress	3,044,376	(1,882,674)	-	-
(Decrease)/increase in payables	<b>9,870,925</b>	(192,078)	(378,274)	774,176
Cash generated from/( <b>used in</b> ) operations	<b>26,217,659</b>	19,506,621	<b>(1,530,372)</b>	2,690,905
Financing cost ( <b>refund</b> )/paid	10,519	(22,143)	-	(11,152)
Taxation paid	<b>(4,516,186)</b>	(9,109,997)	<b>(2,076,527)</b>	(4,340,628)
Net cash generated from/ (used in) operating activities	<b>21,711,992</b>	10,374,481	<b>(3,606,899)</b>	(1,660,875)



## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 4. Page 52 to 53: Statements of Cash Flows (cont'd)

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	<b>274,390</b>	405,930	204,051	76,399
<b>Addition to intangible assets</b>	<b>284,143</b>	-	-	-
Purchase of property, plant and equipment	(3,926,200)	(5,890,131)	(434,687)	(574,173)
Net cash inflow/(outflow) on acquisition of a subsidiary	<b>457,000</b>	-	<b>(357,000)</b>	-
Proceeds from disposal of subsidiaries	<b>(932,039)</b>	-	1,003	-
Net dividend received	-	-	<b>15,796,667</b>	2,280,000
Profits received from deposits	418,859	275,356	106,400	108,484
Net cash (used in)/generated from investing activities	<b>(3,423,847)</b>	(5,208,845)	<b>15,316,434</b>	1,890,710
Cash flows from financing activities				
Upliftment of deposit with licensed bank held under lien	-	128,780	-	128,780
Drawdown of borrowings	<b>822,234</b>	1,523,285	-	-
Repayment of borrowings	<b>(42,657)</b>	(43,241)	-	-
Dividend paid	<b>(2,633,359)</b>	(5,922,012)	(2,023,359)	(5,922,012)
Dividend to minority interest	<b>(2,733,785)</b>	(1,852,969)	-	-
Net cash used in financing activities	<b>(4,587,567)</b>	(6,166,157)	(2,023,359)	(5,793,232)
Net decrease in cash and cash equivalents	13,700,578	(1,000,521)	9,686,176	(5,563,397)
Cash and cash equivalents at beginning of the year	23,770,159	24,770,680	1,768,033	7,331,430
Cash and cash equivalents at end of the year	37,470,737	23,770,159	11,454,209	1,768,033

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Cash and cash equivalents:				
Cash and bank balances (Note 22)	37,470,737	23,770,159	11,454,209	1,768,033
	37,470,737	23,770,159	11,454,209	1,768,033

The accompanying **accounting policies and explanatory** notes form an integral part of the financial statements.

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 5. Page 57 : Note 2.2 (a) - Equity instruments

#### 2.2 (a) Financial guarantee contracts

During the current year and prior years, the Company provided financial guarantees to banks in connection with bank loans and other banking facilities granted to its subsidiaries. Prior to 1 January 2010, the Company did not provide for such guarantees unless it was more likely than not that the guarantees would be called upon. The guarantees were disclosed as contingent liabilities. Upon the adoption of FRS 139, all unexpired financial guarantees issued by the Company are recognised as financial liabilities and are measured at their initial fair value less accumulated amortisation as at 1 January 2010.

At the balance sheet date, the Company has reassessed the financial guarantee contracts in accordance with FRS 139. There is no fair value adjustment required for the financial guarantee granted to its subsidiaries.

### 6. Page 76 to 78 : Note 3 - Significant accounting judgements and estimates

Notes 3.1 and 3.1 (a) are deleted and the whole of Note 3 is changed as follows :

The preparation of the Group's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

#### Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

#### (a) Impairment of goodwill

Goodwill is tested for impairment annually and at other times when such indicators exist. This requires an estimation of the value in use of the cash-generating units to which goodwill are allocated.

When value in use calculations are undertaken, management must estimate the expected future cash flows from the asset or cash-generating unit and choose a suitable discount rate in order to calculate the present value of those cash flows. Further details of the carrying value, the key assumptions applied in the impairment assessment of goodwill and sensitivity analysis to changes in the assumptions are given in Note 18.

#### (b) Revaluation of investment properties

The Group carries its investment properties at fair value, with changes in fair values being recognised in profit or loss. In addition, it measures land and buildings at revalued amounts with changes in fair value being recognised in other comprehensive income. The Group engaged independent valuation specialists to determine fair value as at 31 December 2010.

The key assumptions used to determine the fair value of the investment property, are further explained in Note 14.

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 6. Page 76 to 78 : Note 3 - Significant accounting judgements and estimates (cont'd)

#### (c) Construction contracts

The Group recognises construction contracts revenue and expenses in the income statement by using the stage of completion method. The stage of completion is determined by the proportion that construction costs incurred for work performed to date bear to the estimated total construction costs.

Significant judgement is required in determining the stage of completion, the extent of the construction costs incurred, the estimated total construction revenue and costs, as well as the recoverability of the construction projects. In making the judgement, the Group evaluates based on past experience and by relying on the work of specialists.

#### (d) Impairment of loans and receivables

The Company assesses at each reporting date whether there is any objective evidence that a financial asset is impaired. To determine whether there is objective evidence of impairment, the Company considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. The carrying amount of the Company's loans and receivable at the reporting date is disclosed in Note 20.

### 7. Page 81 : Note 9 - Profit/(loss) before taxation

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Statutory audits				
- company's auditors	<b>119,000</b>	<b>109,000</b>	30,000	30,000
- other auditors	<b>62,956</b>	<b>72,956</b>	-	-
Gain/(loss) on disposal of subsidiaries	<b>182,824</b>	-	(9,961,761)	-

### 8. Page 82 : Note 10 - Taxation

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Effect of expenses not deductible for tax purposes	<b>5,583,938</b>	<b>2,897,362</b>	4,104,093	70,984
<b>Effect of share of result of associate</b>	<b>283,446</b>	<b>82,805</b>	-	-

### 9. Page 84 : Note 12 - Property, plant and equipment

Net carrying amount for Land and buildings for the Group as at 31.12.2010 should be read as "**11,962,319**" instead of "10,306,112" and the total net carrying amount should be read as "**26,712,638**" instead of "25,056,431".

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 10. Page 89 : Note 14 - Investment properties

	Group RM	Company RM
2010		
At 1.1.2010	4,110,124	6,682,874
Net gains from fair value adjustments recognised in profit or loss	1,247,624	<b>2,332,956</b>
At 31.12.2010	5,357,748	<b>9,015,830</b>

### 11. Page 92 : Note 15 (b) - Acquisition of subsidiaries

#### Premier Leap Sdn. Bhd. and Progressive Uni San (M) Sdn. Bhd.

On 5 January 2010, the Company acquired **73%** equity interest in Premier Leap Sdn. Bhd. ("PLSB"). Upon the acquisition, PLSB became a subsidiary of the Group. PLSB, an unlisted company incorporated in Malaysia, has yet to commence business operations since the date of incorporation.

**On 5 February, the Company has indirectly acquired 51% equity interest in Progressive Uni San (M) Sdn. Bhd. ("PUMSB"). Upon the acquisition, PUMSB has indirectly become a subsidiary of the Group. PUMSB, an unlisted company incorporated in Malaysia, involved in the business of provision of waste management, consultancy and services.**

The fair value of the identified assets and liabilities of PLSB and PUMSB at the date of acquisition were :

	Fair value RM	Carrying amount RM
<b>Trade and other receivables represent net identifiable asset</b>	<b>338,798</b>	<b>338,798</b>

#### Total cost of business combination

The total cost of the business combination is as follows :

	RM
Cash paid	<b>457,000</b>

The effect of the acquisition on cash flows is as follows :

	RM
Total cost of business combination representing consideration settled in cash	<b>457,000</b>
Less :Cash and cash equivalents of subsidiary acquired	-
Net cash <b>inflow</b> on acquisition	<b>457,000</b>

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 11. Page 92 : Note 15 (b) - Acquisition of subsidiaries (cont'd)

<u>Goodwill arising on acquisition</u>	RM
Fair value of net identifiable assets	<b>338,798</b>
Less :Minority interest	<b>(98,782)</b>
Group's interest in fair value of net identifiable asset	<b>240,016</b>
Goodwill on acquisition of <b>PLSB</b>	284,143
<b>Negative goodwill on acquisition of PUMSB</b>	<b>(67,159)</b>
<b>Cost of business combination</b>	<b>457,000</b>

#### Impact of acquisition in statements of comprehensive income

From the date of acquisition, PLSB and PUMSB have contributed **profit/(loss)** of **RM11,737 and (RM926) respectively** to the Group's profit net of tax.

### 12. Page 93 : Note 15 (c) - Disposal of subsidiaries

#### (i) Seeco Engineering for Sewerage & Environmental Co. Ltd.

	2010 RM	2009 RM
Plant and equipment	9,267,278	17,620,233
Inventories	691,700	438,108
Trade and other receivables	1,329,737	2,098,395
Cash and bank balances	651,186	798,446
Trade and other payables	<b>(6,888,161)</b>	(9,888,955)
Borrowings	(7,636,269)	(8,445,207)
Net assets disposed	<b>(2,584,529)</b>	2,621,020
Attributable goodwill	2,462,568	<b>2,462,568</b>
	<b>(121,961)</b>	<b>5,083,588</b>
Total disposal proceeds	<b>(1,000)</b>	
Gain on disposal to the Group	<b>(122,961)</b>	

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 12. Page 93 : Note 15 (c) - Disposal of subsidiaries (cont'd)

(ii) PICORP for Engineering Co. Ltd.

	2010 RM	2009 RM
Inventories	-	1,183,043
Trade and other receivables	155,143	-
Cash and bank balances	281,856	7,420
Trade and other payables	<b>(496,859)</b>	(1,190,456)
Net assets disposed	<b>(59,860)</b>	7
Attributable goodwill	-	-
	<b>(59,860)</b>	<b>7</b>
Total disposal proceeds	<b>(3)</b>	
<b>Gain</b> on disposal to the Group	<b>(59,863)</b>	

### 13. Page 101 : Note 23 - Trade and other payables

Third parties amount for the Group as at 31.12.2010 should be read as "**5,382,139**" instead of "6,204,373" and total trade and other payables should be read as "**13,221,106**" instead of "14,043,340".

### 14. Page 102 : Note 24 - Borrowings

Para "Advances is denominated in Saudi Riyal, granted to SAES and is secured against corporate guarantee of a corporate shareholder" is replaced with "**Advance is a corporate guarantee from a corporate shareholder in relation to project in the Kingdom of Saudi Arabia**".

## ERRATA - ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

### 15. Page 104 : Note 27 - Other reserves

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
At 1 January	<b>1,457,808</b>	1,936,205	489,062	489,062
Increase/(decrease) during the year	1,269,308	(797,328)	428,156	-
<b>Minority interest</b>	<b>(136,593)</b>	<b>318,931</b>	-	-
At 31 December	<b>2,590,523</b>	<b>1,457,808</b>	917,218	489,062
Revaluation reserve	2,935,981	2,121,982	917,218	489,062
Foreign exchange reserve	<b>(345,458)</b>	<b>(664,174)</b>	-	-
	<b>2,590,523</b>	<b>1,457,808</b>	917,218	489,062
Revaluation reserve				
At 1 January	2,121,982	2,121,982	489,062	489,062
Revaluation of properties	813,999	-	428,156	-
At 31 December	2,935,981	2,121,982	917,218	489,062
Foreign exchange reserve				
At 1 January	<b>(664,174)</b>	(185,777)	-	-
Arising in the year	455,309	(797,328)	-	-
<b>Minority interest</b>	<b>(136,593)</b>	<b>318,931</b>	-	-
At 31 December	<b>(345,458)</b>	<b>(664,174)</b>	-	-

### 16. Page 109 : Note 32 - Contingent liabilities

	Company	
	2010 RM	2009 RM
Unsecured		
Corporate guarantees given in respect of banking facilities obtained by the subsidiaries	<b>9,611,000</b>	7,750,000

**No fair value adjustment required as no liability is expected to arise.**

### 17. Page 111 : Note 33 (b) - Compensation to key management personnel

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Short term employee benefits	<b>2,900,685</b>	<b>4,240,567</b>	<b>2,798,685</b>	<b>4,138,567</b>

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18. Page 114 to 115 : Note 35 (a) - Business segments

2010	Environmental consultancy services RM	Laboratory testing services RM	Waste management engineering RM	Others RM	Elimination RM	Consolidated RM
Revenue						
External sales	57,283,074	25,314,744	1,353,186	-	-	83,951,004
Inter-segment sales	-	4,176,387	-	17,131,284	(21,307,671)	-
Total revenue	57,283,074	29,491,131	1,353,186	17,131,284	(21,307,671)	83,951,004
Results						
Segment results/profit from operations	14,966,018	12,486,480	(12,848,322)	1,286,962	(8,657,110)	7,234,028
Finance costs	-	-	10,519	-	-	10,519
Taxation	(3,496,153)	(3,219,754)	-	(4,746,455)	4,782,911	(6,679,451)
Profit after taxation						<b>565,096</b>
Assets						
Segment assets	42,396,163	38,506,915	409,042	93,746,111	(66,134,499)	108,923,732
Unallocated corporate assets						13,985,022
Consolidated total assets						<b>122,908,754</b>
Liabilities						
Segment liabilities	26,916,147	12,135,640	247,085	23,497,330	(42,871,062)	19,925,140
Unallocated corporate liabilities						-
Consolidated total liabilities						<b>19,925,140</b>
Other information						
Capital expenditure	3,812,066	1,403,026	4,580	<b>362,735</b>	-	<b>5,582,407</b>
Depreciation	(2,181,661)	(1,493,333)	(50,178)	<b>(373,595)</b>	-	<b>(4,098,767)</b>



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18. Page 114 to 115 : Note 35 (a) - Business segments (cont'd)

2009	Environmental consultancy services RM	Laboratory testing services RM	Waste management Engineering RM	Others RM	Elimination RM	Consolidated RM
Revenue						
External sales	48,353,203	22,837,110	3,535,454	-	-	74,725,767
Inter-segment sales	-	4,197,318	-	20,776,667	(24,973,985)	-
<b>Total revenue</b>	<b>48,353,203</b>	<b>27,034,428</b>	<b>3,535,454</b>	<b>20,776,667</b>	<b>(24,973,985)</b>	<b>74,725,767</b>
Results						
Segment results/profit from operations	13,914,546	12,994,278	(632,735)	14,188,572	(20,582,611)	19,882,050
Finance costs	-	-	(10,991)	-11,152	-	(22,143)
Taxation	(2,894,231)	(3,653,281)	-	(4,277,501)	5,326,667	(5,498,346)
<b>Profit after taxation</b>						<b>14,361,561</b>
Assets						
Segment assets	40,147,234	37,213,883	36,115,766	19,351,967	(64,655,827)	68,173,023
Unallocated corporate assets						78,259,127
<b>Consolidated total assets</b>						<b>146,432,150</b>
Liabilities						
Segment liabilities	36,610,345	11,511,217	13,540,417	19,996,946	(42,300,140)	39,358,785
Unallocated corporate liabilities						2,505,918
<b>Consolidated total liabilities</b>						<b>41,864,703</b>
Other information						
Capital expenditure	550,520	-	-	3,971,027	-	4,521,547
Depreciation	(2,455,792)	(1,528,496)	(90,000)	(351,156)	-	(4,425,444)

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19. Page 116 : Note 36 - Significant events

The following sentence is to be added after the last sentence of Note (i) and (ii)

**"The disposal was completed during the year."**

20. Page 117 : Note 38 - Capital Management

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Gearing ratio	<b>Nil</b>	18%	<b>Nil</b>	<b>Nil</b>

21. Page 118 : Note 38 - Supplementary information - breakdown of retained profits into realised and unrealised

	Group 2010 RM	Company 2010 RM
Total retained profits of the Company and its subsidiaries		
- Realised	13,834,340	3,061,929
- Unrealised	3,170,842	939,554
	<b>17,005,182</b>	<b>4,001,483</b>
Total share of retained profits form associates		
- Realised	<b>513,398</b>	-
- Unrealised	-	-
	<b>513,398</b>	-
Add : Consolidated adjustments	<b>3,276,225</b>	-
Retained profits as per financial statements	<b>20,794,805</b>	<b>4,001,483</b>