

**SUMMARY OF KEY FINANCIAL INFORMATION**  
**31/12/2006**

		INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31/12/2006	31/12/2005	31/12/2006	31/12/2005
		RM'000	RM'000	RM'000	RM'000
1	Revenue	28,693		82,306	
2	Profit/(loss) before tax	4,538		13,164	
3	Profit/(loss) for the period	3,363		9,991	
4	Profit/(loss) attributable to ordinary equity holders of the parent	3,363		9,991	
5	Basic earnings/(loss) per share (sen)	2.80		8.33	
6	Proposed/Declared dividend per share (sen)	2.50		2.50	
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share attributable to ordinary equity holders of the parent (RM)	0.8600		0.8100	

Note: For full text of the above announcement, please access Bursa Malaysia website at [www.bursamalaysia.com](http://www.bursamalaysia.com)

**Remarks :**

The financial year of the Company has been changed to end on 31 March commencing financial period ended 31 March 2006 and thereafter to end on 31 March of every subsequent year. Accordingly, there are no comparative figures for the current quarter ended 31 December 2006 and the preceding year corresponding period.

**ESTHETICS INTERNATIONAL GROUP BERHAD**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Income Statements**  
**For The Third Quarter Ended 31 October 2005**

	Note	Individual Quarter	Cumulative Quarters
		Current Year Quarter	Current Year Nine (9) Months Ended
		31/10/2005 (RM'000)	31/10/2005 (RM'000)
<b>Revenue</b>		25,852	67,728
Cost of sales		(13,181)	(34,440)
<b>Gross profit</b>		12,671	33,288
Other income		81	581
Other expenses		(8,084)	(23,296)
<b>Profit from operations</b>		4,668	10,573
Finance cost		(1)	(5)
Interest income		125	449
<b>Profit before taxation</b>		4,792	11,017
Tax expense	B5	(1,359)	(3,265)
<b>Net profit for the period</b>		3,433	7,752
Attributable to:			
Equity holders of the parent		3,433	7,728
Minority interests		-	24
<b>Net profit for the period</b>		3,433	7,752
<b>Earnings per share attributable to equity holders of the parent:</b>			
Basic earnings per share (sen)	B13	2.86	6.44
Diluted earnings per share (sen)		N/A	N/A
<b>Weighted average number of shares ('000)</b>		120,000	120,000

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2005 and the accompanying explanatory notes enclosed with the Quarterly Report.

The following figures have been reclassified to conform with current year's presentation:

	As restated (RM'000)	As previously stated (RM'000)
Cost of sales	34,440	33,480
Other expenses	23,296	24,256

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Audited Condensed Consolidated Balance Sheets**  
As At 31 March 2006

	Note	Audited (Restated) <b>31/03/06</b> <b>(RM '000)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	A9	40,821
Investment properties		3,101
Computer software		647
Deferred tax assets		600
		<b>45,169</b>
<b>Current assets</b>		
Inventories		25,163
Trade and other receivables		37,005
Tax recoverable		919
Cash and cash equivalents		8,095
		<b>71,182</b>
<b>TOTAL ASSETS</b>		<b>116,351</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	A6	60,000
Reserves		37,071
<b>TOTAL EQUITY</b>		<b>97,071</b>
<b>Non-current liabilities</b>		
Deferred taxation		880
		<b>880</b>
<b>Current liabilities</b>		
Trade and other payables		14,552
Deferred revenue		3,465
Borrowings	B9	36
Taxation		347
		<b>18,400</b>
<b>TOTAL LIABILITIES</b>		<b>19,280</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>116,351</b>
<b>Net assets per share attributable to equity holders of the Parent (RM)</b>		<b>0.81</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report as at 31 January 2005 and the accompanying explanatory notes enclosed with the Quarterly Report.

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Cash Flow Statements**  
**For The Third Quarter Ended 31 October 2005**

	<b>9 months and year-to-date ended 31/10/05 (RM '000)</b>
<b>Cash flows from operating activities</b>	
Profit before taxation	11,017
Adjustments for : -	
Depreciation	2,139
Interest expense	5
Interest income	(449)
Gain on disposal of property, plant and equipment	(99)
Negative goodwill recognised	(107)
Unrealised loss on foreign exchange	214
Operating profit before working capital changes	12,720
Changes in working capital	
Inventories	(2,471)
Trade and other receivables	(7,679)
Trade and other payables	248
Deferred revenue	23
Cash used in operations	2,841
Income taxes paid	(4,038)
<b>Net cash used in operating activities</b>	<b>(1,197)</b>
<b>Cash flows from investing activities</b>	
Proceeds from disposal of property, plant and equipment	550
Purchase of property, plant and equipment	(13,422)
Interest received	449
Acquisition of minority interest in subsidiary	(99)
<b>Net cash used in investing activities</b>	<b>(12,522)</b>
<b>Cash flows from financing activities</b>	
Dividend paid	(6,048)
Interest paid	(5)
Repayment of borrowings	(76)
<b>Net cash used in financing activities</b>	<b>(6,129)</b>
<b>Exchange differences on translation of the financial statement of foreign entity</b>	63
<b>Net decrease in cash and cash equivalents</b>	(19,785)
<b>Cash and cash equivalents at beginning of financial period</b>	33,110
<b>Cash and cash equivalents at end of financial period</b>	<b>13,325</b>
<u>Note :</u>	
<b>Cash and cash equivalents at end of financial period comprise:-</b>	
Cash and bank balances	5,325
Short term deposits	8,000
	<b>13,325</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2005 and the accompanying explanatory notes enclosed with the Quarterly Report.

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Statements of Changes in Equity**  
**For The Third Quarter Ended 31 October 2005**

Note	← Attributable to equity holders of the parent →						Minority Interest (RM '000)	Total Equity (RM '000)
	Share Capital (RM '000)	Non-distributable Share Premium (RM '000)	Translation Reserve (RM '000)	Distributable Retained Profits (RM '000)	Total (RM '000)			
<b>Six (9) months ended 31 October 2005</b>								
At 1 February 2005	60,000	3,527	(69)	25,676	89,134	182	89,316	
Exchange differences recognised directly in equity	-	-	63	-	63	-	63	
Net profit for the period	-	-	-	7,728	7,728	24	7,752	
Total recognised income and expenses for the period	-	-	63	7,728	7,791	24	7,815	
Acquisition of minority interest						(206)	(206)	
Dividends paid	A7	-	-	(6,048)	(6,048)	-	(6,048)	
At 31 October 2005	60,000	3,527	(6)	27,356	90,877	-	90,877	

**ESTHETICS INTERNATIONAL GROUP BERHAD**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Income Statements**  
**For The Third Quarter Ended 31 December 2006**

	Note	Individual Quarter	Cumulative Quarters
		Current Year Quarter	Current Year Nine (9) Months Ended
		31/12/2006 (RM'000)	31/12/2006 (RM'000)
<b>Revenue</b>		28,693	82,306
Cost of sales		(14,203)	(42,060)
<b>Gross profit</b>		14,490	40,246
Other income		68	3,483
Other expenses		(10,639)	(31,325)
<b>Profit from operations</b>		3,919	12,404
Finance cost		(22)	(39)
Interest income		611	769
Share of results of associate		30	30
<b>Profit before taxation</b>		4,538	13,164
Tax expense	B5	(1,175)	(3,173)
<b>Net profit for the period</b>		3,363	9,991
Attributable to:			
Equity holders of the parent		3,363	9,991
<b>Net profit for the period</b>		3,363	9,991
<b>Earnings per share attributable to equity holders of the parent:</b>			
Basic earnings per share (sen)	B13	2.80	8.33
Diluted earnings per share (sen)		N/A	N/A
<b>Weighted average number of shares ('000)</b>		120,000	120,000

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial period ended 31 March 2006 and the accompanying explanatory notes enclosed with the Quarterly Report.

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Balance Sheets**  
As At 31 December 2006

	<u>Note</u>	<u>As at 31/12/06 (RM '000)</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	A9	39,914
Intangible assets		115
Investment properties		5,699
Computer software		810
Investment in associate		1,187
Deferred tax assets		600
		<u>48,325</u>
<b>Current assets</b>		
Inventories		26,513
Trade and other receivables		38,040
Tax recoverable		659
Cash and cash equivalents		12,598
		<u>77,810</u>
<b>TOTAL ASSETS</b>		<u><u>126,135</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	A6	60,000
Reserves		43,645
<b>TOTAL EQUITY</b>		<u>103,645</u>
<b>Non-current liabilities</b>		
Deferred taxation		895
		<u>895</u>
<b>Current liabilities</b>		
Trade and other payables		16,106
Deferred revenue		4,924
Taxation		565
		<u>21,595</u>
<b>TOTAL LIABILITIES</b>		<u>22,490</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>126,135</u></u>
<b>Net assets per share attributable to equity holders of the parent (RM)</b>		<b>0.86</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report as at 31 March 2006 and the accompanying explanatory notes enclosed with the Quarterly Report.

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Cash Flow Statements**  
**For The Third Quarter Ended 31 December 2006**

	<b>9 months and year-to-date ended 31/12/06 (RM '000)</b>
<b>Cash flows from operating activities</b>	
Profit before taxation	13,164
Adjustments for : -	
Depreciation	3,346
Property, plant and equipment written off	128
Interest expense	39
Interest income	(769)
Profit on disposal of property, plant and equipment	(2,899)
Share of results of associate	(30)
Unrealised loss on foreign exchange	75
Inventories written off	155
Operating profit before working capital changes	13,209
Changes in working capital	
Inventories	(1,505)
Trade and other receivables	(1,111)
Trade and other payables	1,555
Deferred revenue	1,459
Cash generated from operations	13,607
Income taxes paid	(2,680)
<b>Net cash generated from operating activities</b>	<b>10,927</b>
<b>Cash flows from investing activities</b>	
Investment in associate	(1,157)
Trademark Registered	(115)
Proceeds from disposal of property, plant and equipment	4,982
Purchase of property, plant and equipment	(7,411)
Interest received	769
<b>Net cash used in investing activities</b>	<b>(2,932)</b>
<b>Cash flows from financing activities</b>	
Dividend paid	(3,000)
Interest paid	(39)
Repayment of borrowings	(36)
<b>Net cash used in financing activities</b>	<b>(3,075)</b>
<b>Exchange differences on translation of the financial statement of foreign entity</b>	(417)
<b>Net increase in cash and cash equivalents</b>	4,503
<b>Cash and cash equivalents at beginning of financial period</b>	8,095
<b>Cash and cash equivalents at end of financial period</b>	<b>12,598</b>

Note :

**Cash and cash equivalents at end of financial period comprise:-**

Cash and bank balances	12,598
	12,598

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the financial period ended 31 March 2006 and the accompanying explanatory notes enclosed with the Quarterly Report.

**Esthetics International Group Berhad**  
(Company No : 408061-P)

**Unaudited Condensed Consolidated Statements of Changes in Equity**  
**For The Third Quarter Ended 31 December 2006**

	Note	<u>Share Capital (RM '000)</u>	<u>Non-distributable Share Premium (RM '000)</u>	<u>Translation Reserve (RM '000)</u>	<u>Distributable Retained Profits (RM '000)</u>	<u>Total Equity (RM '000)</u>
<b>Nine (9) months ended 31 December 2006</b>						
<b>At 1 April 2006</b>		60,000	3,527	(137)	33,681	97,071
<b>Exchange differences recognised directly in equity</b>		-	-	(417)	-	(417)
<b>Net profit for the period</b>		-	-	-	9,991	9,991
<b>Total recognised income and expenses for the period</b>		-	-	(417)	9,991	9,574
<b>Dividends paid</b>	<b>A7</b>	-	-	-	(3,000)	(3,000)
<b>At 31 December 2006</b>		<u>60,000</u>	<u>3,527</u>	<u>(554)</u>	<u>40,672</u>	<u>103,645</u>

## ESTHETICS INTERNATIONAL GROUP BERHAD (“the Company”) (408061-P)

### Notes to the Quarterly Report for the Third Quarter ended 31 December 2006

#### **A1. Basis of preparation and accounting policies**

The Quarterly Report is unaudited and has been prepared in accordance with Financial Reporting Standards (“FRS”) 134 : Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements, and should be read in conjunction with the audited financial statements for the financial period ended 31 March 2006.

The significant accounting policies and methods of computation adopted in this Quarterly Report are consistent with those in the audited financial statements for the financial period ended 31 March 2006 except for the adoption of the new/revised Malaysian Accounting Standards Board (“MASB”) approved Financial Reporting Standards (“FRSs”) that are effective for the current financial year.

In the current financial period, the Group adopted the following new/revised FRSs below, which are relevant to its operations. The previous year comparatives have been restated as required, in accordance with the relevant requirements.

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 5	Non-Current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investments in Associates
FRS 131	Interests in Joint Ventures
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

The adoption of the new/revised FRSs did not result in substantial changes to the Group’s accounting policies other than the effects of the following FRSs:

FRS 101	Presentation of Financial Statements
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

The principal effects of the changes in accounting policies resulting from the adoption of the above FRSs by the Group are as discussed below:

**i) FRS 101: Presentation of Financial Statements**

The adoption of the revised FRS 101 has affected the presentation of minority interest and other disclosures. In the consolidated balance sheet, minority interest is now presented within total equity. In the consolidated income statement, minority interest is presented as an allocation of the net profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with current period's presentation.

**ii) FRS 136: Impairment of Assets and FRS 138: Intangible Assets**

**Intangible assets other than goodwill**

Under the new FRS 138, computer software is an intangible asset. Although the application of FRS 138 is prospective, the Group has reclassified the comparative amount for computer software for better presentation. Accordingly, from 1 April 2006, computer software is stated at cost less accumulated amortisation and impairment losses. Its cost is amortised based on its definite life and amortisation is recognised accordingly.

The new FRS 138 requires that the useful lives of intangible assets other than goodwill be assessed at the individual asset level as having either a finite or indefinite life. Some of the intangible assets are regarded to have an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Group. Intangible assets with indefinite useful lives are not amortised but instead, are tested for impairment annually. In accordance with the transitional provisions of FRS 138, the change in the useful life assessment from finite to indefinite is made on a prospective basis.

**iii) FRS 140: Investment Property**

FRS 140 defines an investment property as a property held for long-term rental yield and/or for capital appreciation and, that is not occupied by the companies in the Group. It is initially measured at cost, including direct transaction costs.

The Group adopted the cost model to measure all its investment properties. Under the cost model, investment property is measured at depreciated cost less any accumulated impairment losses.

Investment properties previously classified under property, plant and equipment is now disclosed as a separate line item on the face of the consolidated balance sheet within non-current assets.

iv) The effect to the Group's comparative figures on adoption of the above FRSs is as follows:

	As previously stated	Effects on adoption of FRSs	As restated
RM'000			
<b>As at 1 April 2006</b>			
Property, plant and equipment	44,569	(3,748)	40,821
Investment properties	-	3,101	3,101
Computer software	-	647	647

**A2. Auditor's report of previous annual financial report**

The Group's previous annual financial report for the financial period ended 31 March 2006 was not subject to any audit qualification.

**A3. Seasonal or cyclical factors**

Generally, the business of the Group experienced higher revenue in the second (2<sup>nd</sup>) and third (3<sup>rd</sup>) quarters of the financial year and during the festive seasons with correspondingly higher profits.

**A4. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date except as disclosed in Note A1.

**A5. Significant estimates and changes in estimates**

There were no changes in estimates that had material effect in the current quarter and financial year-to-date results.

**A6. Debts and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period under review.

**A7. Dividends paid**

On 8 September 2006, the Company paid a final tax exempt dividend of 5% totalling RM3,000,000 in respect of the financial period ended 31 March 2006.

**A8. Segmental information**

	Current Year Quarter Ended		Current Year To Date (Nine (9) Months) Ended	
	31 December 2006		31 December 2006	
	Segment Revenue RM '000	Segment Results RM '000	Segment Revenue RM '000	Segment Results RM '000
Professional services and sales	9,396	1,535	28,312	4,471
Product distribution	25,971	2,464	72,509	8,076
Others	-	(67)	-	(247)
Total	35,367	3,932	100,821	12,300
Elimination	(6,674)	(13)	(18,515)	104
Consolidated	28,693	3,919	82,306	12,404

**A9. Property, plant and equipment**

The property, plant and equipment of the Group are carried at historical cost less accumulated depreciation. Accordingly, no valuations have been brought forward from the previous annual financial report.

**A10. Subsequent event**

There were no material subsequent event from the end of the current financial period upto the date of this announcement.

**A11. Changes in composition of the Group****I. Airellis International Sdn Bhd**

On 22 August 2006, the Company acquired a new wholly-owned subsidiary company, Airellis International Sdn Bhd (Airellis). The principal business activity of Airellis is direct selling of skin care and wellness products but Airellis has yet to commence operations.

**II. Shareholders' Agreement on restructuring of Dermal Concept Co. Ltd (DCCL) and Leonard Drake (Thai) Co. Ltd (LDCL)**

The Company executed a Shareholders' Agreement dated 15 September 2006 with Aungkana Chaicharoensukasem (Aungkana) and Dermal Tech (Thai) Co. Ltd. (DTT) which are the existing shareholders of DCCL and its subsidiary company, LDCL with a new investor, Stay Enterprise Co. Ltd (New Investor) to incorporate a joint venture company, to act as a holding company to DCCL and LDCL in Thailand which will acquire 99.99% equity interest in DCCL and as a result will gain 99.93% equity interest in LDCL.

The shareholding structure of the joint venture company shall be EIG (49.9%), New Investor (45.0%), Aungkana (2.75%) and DTT (2.35%).

The above restructuring has been completed on 8 December 2006.

**III. EIG Global Pte Ltd**

On 27 December 2006, a new wholly-owned subsidiary company named EIG Global Pte Ltd was incorporated in Singapore. The proposed principal business activity is investment holding.

**A12. Changes in contingent liabilities**

	<u>31 December 2006 Limit (RM'000)</u>	<u>31 December 2006 Utilised (RM'000)</u>
Corporate guarantees extended by the Company to financial institutions in consideration of credit facilities given to a subsidiary company	28,500	12,378

**A13. Capital commitments**

	<u>31 December 2006 RM'000</u>
<b>Property, plant and equipment</b>	
Contracted but not provided for in the financial statements	-

**A14. Related party transactions**

There were no material related party transactions during the current financial period under review.

**A15. Change of financial year**

On 27 December 2005, the financial year of the Company has been changed to end on 31 March from 31 January commencing financial period ended 31 March 2006 and thereafter to end on 31 March of every subsequent year.

Accordingly, there are no comparative figures for the current quarter and the preceding year corresponding period.

## **Additional information required by Bursa Malaysia Listing Requirements**

### **B1. Review of performance**

The Group recorded revenue growth of 21.6% from RM67.7 million to RM82.3 million, as compared to the previous year corresponding three (3) quarters. The growth has been attributed to increase in turnover from Hong Kong, higher sales from Leonard Drake (M) Sdn Bhd and Asterspring Franchise International Sdn Bhd, increase in revenue from Lexwel International Sdn Bhd and Lexwel International (S) Pte Ltd and higher regional export.

For the first nine (9) months of the current financial year, profit before taxation increased by 20.0% from RM11.0 million to RM13.2 million and net profit increased by 28.2% from RM7.8 million to RM10.0 million.

During the financial period under review:

- a) the six (6) new corporate owned centres/ Dermalogica Consultation pods in Malaysia, out of the current total network of thirty four (34) outlets which were established towards the second half of the previous financial period, have started to contribute revenue and profits to the professional services and sales segment;
- b) the Group's distribution subsidiary company in Hong Kong, Esthetics International (HK) Limited has recorded further significant revenue and profit growth;
- c) the revenue from the regional and export businesses of the Group increased to 34% from 29% of total Group revenue;
- d) Lexwel International Sdn Bhd and Lexwel International (S) Pte Ltd have started to contribute positively towards the Group's revenue;
- e) the profit arising from disposal of properties in Damansara Jaya has also contributed to the group profit.

### **B2. Material changes in the quarterly results compared to the results of the preceding quarter**

For the quarter ended 31 December 2006, the Group recorded profit before taxation of RM4.5 million over revenue of RM28.7 million as compared to profit before taxation of RM5.9 million over revenue of RM26.2 million in the preceding quarter. The higher profitability for the preceding quarter was due to the recorded profit on disposal of properties in Damansara Jaya.

**B3. Commentary on prospects**

The wellness and beauty industry is expected to continue to grow in year 2007 while remaining competitive.

The Group's main growth and earnings drivers, both locally and regionally, for the new financial year are as follows:

- a) introduction of new wellness products and services;
- b) continuous extension of distribution network of dealers/distributors and corporate owned outlets;
- c) further expansion of the fast moving consumer goods subsidiary company;
- d) growth of the direct selling business;
- e) establishment of Dermalogica Consultation Pods; and
- f) franchise scheme and expansion of the education and training business.

Barring any unforeseen circumstances, the Board is cautiously optimistic about the Group performance for the financial year ending 31 March 2007.

**B4. Profit forecast**

The disclosure requirements for explanatory notes for the variance of actual profit after taxation and minority interest and forecast profit after taxation and minority interest are not applicable.

**B5. Tax expense**

	<b>Current Year Quarter Ended 31 December 2006 RM'000</b>	<b>Current Year-to-date Ended 31 December 2006 RM'000</b>
Current tax expense		
Malaysian	994	2,777
Overseas	123	271
Deferred tax expense		
Malaysian	58	125
	<u>1,175</u>	<u>3,173</u>

The Group effective tax rate for the financial year-to-date of 24.1% is lower than the statutory tax rate principally due to profit arising from disposal of properties attracting a lower Real Property Gains Tax rate.

**B6. Unquoted investment and properties**

There were no sales of unquoted investment or properties during the current quarter and financial year-to-date other than for Dermal Esthetica Sdn Bhd, a wholly-owned subsidiary of the Company, has on 30 September 2006 entered into three concurrent Sale and Purchase Agreements with Gamuda Paper Industries Sdn Bhd for the disposal of three contiguous units of four-storey shop-office at No. 54, 56 and 58, Jalan SS22/25, Damansara Jaya, 47400 Petaling Jaya, Selangor Darul Ehsan for a total selling price of RM4,850,000. The net profit attributable to the above disposal is RM2,725,100.

**B7. Quoted investment**

There were no purchases and/or disposal of quoted investment for the current financial period under review.

**B8. Status of corporate proposal announced but not completed**

There were no corporate proposals announced but not completed as at the date of this announcement.

**B9. Borrowings and debt securities**

There are no borrowings and debt securities outstanding during the financial year-to-date ended 31 December 2006.

**B10. Off balance sheet financial instruments**

As at the date of this announcement, the Group has not entered into any contracts involving off balance sheet financial instruments.

**B11. Changes in material litigation**

There was no pending material litigation as at the date of this announcement.

**B12. Dividends**

The Company paid a final tax exempt dividend of 5% (31/3/06 final dividend : 9% less 28% tax) totalling RM3,000,000 in respect of the financial period ended 31 March 2006 on 8 September 2006.

The Board of Directors recommends an interim dividend of 5% less 27% tax amounting to RM2,190,000 for the current financial year to date (31/3/06 interim dividend : 5% less 28% tax). The date of entitlement to the interim dividend is 12 March 2007 and the payment date is 9 April 2007.

The Board of Directors has on 24 March 2005 approved a general dividend policy. It is the intention of the Board to endeavour to distribute between 30% to 50% of its net profits to shareholders, for at least the next two (2) financial years, after taking into consideration, inter alia, the performance of the Group, the availability of cash resources and reinvestment opportunities.

**B13. Basic earnings per share**

The calculation of basic earnings per share for quarter ended 31 December 2006 and financial year-to-date is calculated by dividing net profit for the period by the weighted average number of ordinary shares in issue during the quarter and financial year-to-date of 120,000,000 ordinary shares of RM0.50 each.

This announcement is dated 9 February 2007