



EVERSEND AI CORPORATION BERHAD
(Company No : 614060-A)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED
INTERIM FINANCIAL REPORT
FOR THE FINANCIAL YEAR 2011
SECOND QUARTER ENDED
30 JUNE 2011**

DATED 19 AUGUST 2011

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2011**

	Individual Period ended		Cumulative Period ended	
	30 June 2011 RM'000	30 June 2010 RM'000	30 June 2011 RM'000	30 June 2010 RM'000
1 Revenue	258,145	-	465,995	-
2 Profit/(loss) before tax	42,482	-	68,810	-
3 Profit/(loss) for the period	40,843	-	66,320	-
4 Profit/(loss) attributable to ordinary equity holders of the parent	34,034	-	56,593	-
5 Basic earnings/(loss) per share (sen)	5.96	-	9.90	-
6 Proposed/Declared dividend per share (sen)	-	-	-	-
		As at 30 June 2011 (Unaudited) RM'000		As at 31 December 2010 (Audited) RM'000
7 Net assets per share attributable to ordinary equity holders of the parent (RM)		0.65		0.55

CURRENCY: - MALAYSIAN RINGGIT (RM)

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.

Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2011

	Individual Period ended		Cumulative Period ended	
	30 June 2011 RM'000	30 June 2010 RM'000	30 June 2011 RM'000	30 June 2010 RM'000
Revenue	258,145	-	465,995	-
Cost of Sales	(197,488)	-	(363,725)	-
Gross profit	60,657	-	102,270	-
Interest income	138	-	312	-
Other income	4,229	-	7,111	-
Operating and administrative expenses	(17,096)	-	(30,056)	-
Finance costs	(5,446)	-	(10,827)	-
Profit before taxation	42,482	-	68,810	-
Taxation	(1,639)	-	(2,490)	-
Profit for the period	40,843	-	66,320	-
Other comprehensive income				
Foreign currency translation	1,563	-	(2,570)	-
Total comprehensive income	42,406	-	63,750	-
Profit attributable to :				
Equity holders of the Company	34,034	-	56,593	-
Minority interests	6,809	-	9,727	-
	40,843	-	66,320	-
Total comprehensive income attributable to :				
Equity holders of the Company	35,523	-	54,135	-
Minority interests	6,883	-	9,615	-
	42,406	-	63,750	-
Basic earnings per share attributable to equity holders of the company (sen)	5.96	-	9.90	-

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial statement for the year ended 31 December 2010 as disclosed in the Prospectus of Eversendai Corporation Berhad ("the Company") dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	As at 30 June 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	197,404	184,051
Goodwill	9,920	9,920
Deferred tax assets	207	133
Deposits with financial institutions	48,996	51,962
Total non-current assets	256,527	246,066
Current assets		
Inventories	213,561	251,685
Amount due from customers on construction contracts	170,210	93,146
Trade contract receivables	402,287	280,882
Other receivables and deposits	30,021	24,973
Cash and bank balances	95,182	142,346
Total current assets	911,261	793,032
Total Assets	1,167,788	1,039,098
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	306,650	28,000
Foreign currency translation reserve	(31,819)	(29,249)
Capital reserves	307	307
Other reserve	(275,985)	
Retained earnings	372,905	316,312
	372,058	315,370
Minority interests	12,183	2,568
Total Equity	384,241	317,938

The Unaudited Condensed Statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	As at 30 June 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
Non-current liabilities		
Hire purchase payables	3,472	3,560
Bank borrowings	12,059	10,253
Other payables	819	782
Employees' service benefits	13,616	12,622
Deferred tax liabilities	1,986	1,986
Total Non-current liabilities	31,952	29,203
Current liabilities		
Trade payables	62,201	44,680
Other payables	189,662	137,897
Amount due to directors	11,105	14,690
Hire purchase payables	3,307	3,167
Bank borrowings	275,466	377,592
Amount due to customers on construction contracts	204,960	109,479
Provision for taxation	4,894	4,452
Total Current liabilities	751,595	691,957
Total liabilities	783,547	721,160
Total equity and liabilities	1,167,788	1,039,098
Net asset per share attributable to ordinary equity holders of the Company (RM)	0.65	0.55

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2011

	← Attributable to equity holders of the Company →						Total	Minority interests	Total equity
	Share capital	← Non-distributable →			Distributable				
		Foreign currency translation reserve	Capital reserve	Other reserve	Retained earnings				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 January 2011	28,000	(29,249)	307	-	316,312	315,370	2,568	317,938	
New share issue	2,665	-	-	-	-	2,665	-	2,665	
Bonus issue **	275,985	-	-	(275,985)	-	-	-	-	
Total comprehensive income for the period	-	(2,570)	-	-	56,593	54,023	9,615	63,638	
Balance as at 30 June 2011	306,650	(31,819)	307	(275,985)	372,905	372,058	12,183	384,241	

** - The Bonus Issue was effected by way of capitalising RM275,985,000 from our Company's revaluation reserves of RM333,500,000 based on our Company's latest audited financial statements as at 31 December 2010.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX MONTHS ENDED 30 JUNE 2011

	Current year to date 30 June 2011 RM'000	Preceding year to date 30 June 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	68,810	-
Adjustments for:		
Depreciation	11,293	-
Employees' service benefits	1,159	-
Loss on disposal of property, plant and equipment	83	-
Interest income	(312)	-
Interest expense	10,827	-
Operating profit before working capital changes	91,860	-
Working capital changes:-		
Net changes in current assets	(164,911)	-
Net changes in current liabilities	164,804	-
Cash generated from operations	91,753	-
Employees' service benefits paid	(537)	-
Taxes paid	(2,104)	-
Interest expense paid	(10,827)	-
Net cash generated from operating activities	78,285	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(26,472)	-
Proceeds from disposal of property, plant and equipment	95	-
Fixed deposits pledged	2,966	-
Interest received	312	-
Net cash used in investing activities	(23,099)	-

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX MONTHS ENDED 30 JUNE 2011

	Current year to date 30 June 2011 RM'000	Preceding year to date 30 June 2010 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	(106,012)	-
Drawdown of hire purchase payables	52	-
Amount due to directors	(920)	-
Net cash used in financing activities	(106,880)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS		
Effect of foreign exchange rate changes	(1,162)	-
Cash and cash equivalents at 31 December 2010	141,852	-
CASH AND CASH EQUIVALENTS AT 30 JUNE 2011	88,996	-
CASH AND CASH EQUIVALENTS AT 30 JUNE 2011 COMPRISES :		
Cash and Bank Balance	76,826	-
less : Bank Overdraft	(6,186)	-
less : Deposit pledged to banks	18,356	-
	88,996	-

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the financial year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

EVERSENDI CORPORATION BERHAD (614060-A)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2011

EXPLANATORY NOTES TO THE QUARTERLY REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2011

A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (“FRS”) 134, INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in compliance with International Financial Reporting Standards (“IFRS”) 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants’ Report for the year ended 31 December 2010 as disclosed in the Prospectus of the Company dated 15 June 2011 and the accompanying explanatory notes attached to this interim report.

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 Company and its subsidiaries (“the Group”) since the year ended 31 December 2010.

The unaudited condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with IFRS.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted in the interim financial report are consistent with those adopted in the most recent available annual audited financial statements for the year ended 31 December 2010 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Issue Committee Interpretations (“IC Interpretation”).

Effective for annual periods beginning on or after 1 March 2010

- Amendments to FRS 132: Classification of Rights Issues

Effective for annual periods beginning on or after 1 July 2010

- FRS 1 First-time Adoption of Financial Reporting Standards
- FRS 3 Business Combinations (revised)
- Amendments to FRS 2 Share-based Payment
- Amendments to FRS 5 Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 7: Improving Disclosures about Financial Instruments
- Amendments to FRS 127 Consolidated and Separate Financial Statements
- Amendments to FRS 138 Intangible Assets
- Amendments to IC Interpretation 9 Reassessment of Embedded Derivatives
- IC Interpretation 12 Service Concession Arrangements
- IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation

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A2. CHANGES IN ACCOUNTING POLICIES (CONTINUED)

Effective for annual periods beginning on or after 1 July 2010

- IC Interpretation 17 Distributions of Non-cash Assets to Owners

Effective for annual periods beginning on or after 1 January 2011

- Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
- Amendments to FRS 1: Additional Exemptions for First-time Adopters
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards
- Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 3: Business Combinations
- Amendments to FRS 7: Financial Instruments: Disclosures
- Amendments to FRS 101: Presentation of Financial Statements
- Amendments to FRS 121: The Effects of Changes in Foreign Exchange Rates
- Amendments to FRS 128: Investments in Associates
- Amendments to FRS 131: Interests in Joint Ventures
- Amendments to FRS 134: Interim Financial Reporting
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement
- IC Interpretation 4 Determining Whether an Arrangement Contains a Lease
- IC Interpretation 18 Transfers of Assets from Customers
- Amendments to IC Interpretation 13 Customer Loyalty Programmes
- TR 3 Guidance on Disclosures of Transition to IFRSs
- TR i-4 Shariah Compliant Sale Contracts

The directors do not expect that the adoption of the standards and interpretations above will have any material impact on the financial statements of the Group and the Company in the period of initial application.

A3. COMPARATIVE FIGURES

This is the first financial year in which interim financial reports are prepared by the Company in compliance with the Listing Requirements of Bursa Securities and consequently, there are no comparative figures presented in this report.

A4. AUDIT QUALIFICATION OF FINANCIAL STATEMENTS

The auditors' report of the preceding annual statutory financial statements was not subject to any qualification.

A5. COMMENT ON SEASONAL OR CYCLICAL FACTORS

The business operations of the Group are not materially affected by any significant seasonal or cyclical factors.

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A6. 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 financial period under review.

A7. SIGNIFICANT ESTIMATE AND CHANGES IN ESTIMATES

There was no material changes in estimates of amounts reported previously that have any material effect in the financial period under review.

A8. CHANGES IN DEBTS AND EQUITY SECURITIES

As at 30 June 2011, the issued and paid up share capital of the Company was RM306,650,000. The movements during the financial period were as follows:-

	Ordinary shares of RM1.00 each	
	Quantity '000	Value RM'000
Issued and paid up share capital		
As at 31 December 2010	28,000	28,000
Issued during the financial period	2,665	2,665
Bonus Issue	275,985	275,985
	306,650	306,650

Subsequent to the above exercise, the Ordinary Shares were split into RM0.50 each. The total number of shares issued by the Company as at 30 June 2011 totalled 613,300,000.

A9. DIVIDEND PAID

There were no dividends paid during the current quarter under review.

EVERSENDI CORPORATION BERHAD (614060-A)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2011



A10. SEGMENTAL REVENUE AND RESULTS

The Group is organised into operating segments based on their demographic regions which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge.

30 June 2011	Middle East RM'000	India RM'000	Malaysia RM'000	Others RM'000	Total RM'000	Elimination RM'000	Group RM'000
Revenue							
External	426,811	20,215	18,969	-	465,995	-	465,995
Internal	110,171	7,589	10,882	-	128,642	(128,642)	-
	536,982	27,804	29,851	-	594,637	(128,642)	465,995
Gross profit	95,080	3,425	3,765	-	102,270	-	102,270
Interest income							312
Other income							7,111
Other expenses							(30,056)
Finance costs							(10,827)
Profit before tax							68,810
Taxation							(2,490)
Profit for the financial period							66,320

EVERSENDAI CORPORATION BERHAD (614060-A)
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2011

A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

Saved as disclosed in Section B8 the Status of Corporate Proposals, there were no material events subsequent to the end of the current quarter and up to 19 August 2011, being the latest practicable date from the date of this report.

A12. CHANGES IN COMPOSITION OF THE GROUP

A new subsidiary, Eversendai Engineering Saudi L.L.C., was incorporated on 4 April 2011, in the Kingdom of Saudi Arabia. The Group owns 95% of this company whilst 5% is being held in trust by Dato' Nathan a/l Elumalay on behalf of Eversendai Construction (S) Pte. Ltd. a subsidiary of the Group.

A13. COMMITMENT AND CONTINGENCIES

(a) Capital expenditure commitments

Capital expenditure commitments not provided for in the interim financial statements as at the end of the financial period are as follows:-

	30 June 2011 Approved and contracted for RM'000	30 June 2011 Approved but not contracted for RM'000
Factory building	7,635	-
Others	34	89
	7,669	89

(b) Operating lease commitments

Operating lease commitments not provided for in the interim financial statements as at the end of the financial period are as follows:-

	30 June 2011 RM'000
Future minimum lease payments:	
- not later than 1 year	6,193
- later than 1 year and not later that 5 years	4,317
- later than 5 years	2,002
	12,512

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NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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A13. COMMITMENT AND CONTINGENCIES (CONTINUED)

(c) Corporate guarantees

The Company has provided corporate guarantees for banking facilities to the following subsidiaries as at 30 June 2011:-

	30 June 2011 RM'000
Eversendai Engineering L.L.C.	1,008,190
Eversendai Engineering FZE	239,270
EVS Construction L.L.C.	7,986
Eversendai Engineering Qatar W.L.L.	292,897
Eversendai Construction Private Limited	56,404
Shineversendai Engineering (M) Sdn. Bhd.	14,755
Grand Total	1,619,502

A14. RELATED PARTY TRANSACTIONS

Related parties includes subsidiaries, key management personnel of the Company and companies of which they are principal owners. Pricing policies and terms of these transactions are approved by the Company's management.

(a) Transactions with related parties

The directors are of the opinion that all the following transactions have been entered into in the normal course of business and have been established on negotiated and mutually agreed terms.

(i) Transaction with certain directors and key management personnel of the Group.

	30 June 2011 RM'000
Personal guarantee provided by a director	1,375,698
Personal guarantee provided by a director and a key management personnel	671
Rental of premises	200

(ii) Transaction with a foreign partner of the Group

	30 June 2011 RM'000
Lease of labour quarters	1,003

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B EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. REVIEW OF PERFORMANCE

For the quarter ended 30 June 2011, the Group reported a revenue and profit after tax of RM258.15 million and RM40.84 million respectively. Revenue and profit after tax of the Group for the six months ended 30 June 2011 was RM466.00 million and RM66.32 million respectively.

91.6% of the Group's revenue was from its Middle East operations in UAE, Saudi Arabia and Qatar. The current major projects of the Group in the Middle East include the New Doha International Airport and Doha Convention Center & Tower in Qatar, King Abdullah Petroleum Studies & Research Center (KAPSARC) and CMA Towers in Saudi Arabia as well as Cleveland Clinic in Abu Dhabi, UAE. The Group's India and Malaysia operations contributed 4.3% and 4.1% respectively to the Group Revenue.

The current profit for the financial period was arrived at after expensing RM30.06 million of operating and administration expenses and RM10.83 million of finance cost. Total expenditure for the financial period was mainly from staff related expenses and lease rental of RM14.27 million and RM5.05 million respectively.

B2. MATERIAL COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

For the quarter ended 30 June 2011, the Group reported revenue of RM258.15 million and a pre-tax profit of RM42.48 million as compared to revenue of RM207.85 million and a pre-tax profit of RM26.33 million in the quarter ended 31 March 2011. The increase is mainly due to project revenue recognised in this quarter from projects that are in completion phase.

B3. PROSPECTS

The Group is optimistic on its prospects. With a healthy order book at 30 June 2011 of approximately RM 1,389 million that represents 41 projects, 74% from which are in the Middle East, 21% in India and 5% in Malaysia. With the diverse and strong order book, the group is strategically positioned to perform well in FY 2011.

The wide geographical spread, number of projects and large client base of the current order book minimizes the risk profile of the group substantially as it is not dependent solely on any specific sector and or client.

With a profitable head start achieved in the first quarter and improved profitability in the second quarter of 2011, the Group is confident of continued excellent performance in FY 2011.

B4. VARIANCE FROM PROFIT FORECAST AND PROFIT GUARANTEE

This is not applicable to the Group as the Group had not issued any profit forecast or profit guarantee in this period.

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B5. CORPORATION TAX EXPENSE

	Individual Period ended		Cumulative Period ended	
	30 June 2011 RM'000	30 June 2010 RM'000	30 June 2011 RM'000	30 June 2010 RM'000
Current taxation expense for the period	1,639	-	2,490	-

The Group's effective tax rate for the current financial period is lower than the Malaysian statutory tax rate as our subsidiaries in the UAE are not subject to any taxation and the subsidiary in Qatar has a flat taxation rate of 10% applicable on our portion of 70% of its taxable profits.

B6. PROFIT ON SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sale of unquoted investments and properties during the current quarter.

B7. QUOTED SECURITIES

There were no purchases or disposal of quoted securities during the current quarter.

B8. STATUS OF CORPORATE PROPOSALS

On 20 May 2011, the Securities Commission Malaysia ("SC") has given the Company its approval for the listing of the Company on Bursa Securities. The Company was listed on 1 July 2011.

In conjunction with, and as an integral part of the listing of and quotation for the entire issued and paid-up share capital of the Company on the Main Market of Bursa Securities, it undertook a restructuring exercise involving the following:

(a) Acquisition and Capitalisation

On 30 May 2010, the Company entered to a share sale agreement with Dato' Nathan a/l Elumalay ("the Vendor of EVS Construction LLC ("EVSC")) to acquire 49% of the equity interest in EVSC comprising 490 ordinary shares of AED1,000.00 each for a total cash consideration of RM2,665,972.

The cash consideration for the Acquisition was arrived at on a willing-buyer willing-seller basis after taking into account the NTA of EVSC as at 31 December 2008 of RM5,440,760.

On 23 May 2011, the Company issued 2,665,000 ordinary shares of RM1.00 each in the Company as part settlement of the amount owing to the Vendor of EVSC of RM2,665,972 for the Acquisition. The balance amount owing to the Vendor of EVSC of RM972 was fully paid in cash.

B8. STATUS OF CORPORATE PROPOSALS (CONTINUED)

(b) Increase in authorised share capital and bonus issue

After the Capitalisation, the Company concurrently increased its authorised share capital from RM50,000,000 comprising 50,000,000 ordinary shares of RM1.00 each to RM500,000,000 comprising 500,000,000 ordinary shares of RM1.00 each and implemented a bonus issue of 275,985,000 new ordinary shares of RM1.00 each in the Company on the basis of 9 ordinary shares of RM1.00 each for every 1 existing ordinary shares in the Company of RM1.00 each held (“Bonus Issue”). The Bonus Issue was effected by way of capitalising RM275,985,000 from the Company’s revaluation reserves of RM333,500,000 based on the Company’s latest audited financial statements as at 31 December 2010.

The increase in authorised share capital and Bonus Issue were effected on 24 May 2011. The 9 ordinary shares of RM1.00 in the Company issued under the Bonus Issue ranked equally in all respects with the existing ordinary shares of RM1.00 each in the Company.

(c) Share Split

After the Capitalisation, increase in authorised share capital and Bonus Issue, the Company implemented a share split of the par value of our Shares whereby each existing ordinary share of RM1.00 was subdivided into 2 ordinary shares of RM0.50 each (“Share Split”).

Upon completion of the Share Split on 25 May 2011, the issued and paid-up capital of the Company is RM306,650,000 comprising 613,300,000 ordinary shares of RM0.50 each.

(d) Initial Public Offering (“IPO”)

In conjunction with the Listing, the Company and the Offeror will be offering 160,700,000 Issue Shares and 71,490,000 Offer Shares respectively as follows:

(i) Institutional Offering

The Company and the Offeror are undertaking the Institutional Offering of 160,700,000 Issue Shares and 41,340,000 Offer Shares respectively at the Institutional Price to institutional and selected investors to be determined by way of bookbuilding.

(ii) Retail Offering

The Offeror is undertaking the Retail Offering of 30,150,000 Offer Shares at the Retail Price to the Malaysian public, our eligible directors and employees.

On 22 June 2011, following the completion of the book building exercise under the Institutional Offering on 21 June 2011, the Company announced that the Institutional Price and Final Retail Price have been fixed at RM1.70 and RM1.62 per share respectively.

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B8. STATUS OF ANNOUNCEMENTS (CONTINUED)

(e) Listing

The entire enlarged issued and paid-up share capital of RM387,000,000 comprising 774,000,000 ordinary shares of the Company of RM0.50 each was listed on the Main Market of Bursa Securities on 1 July 2011.

B9. GROUP BORROWINGS AND DEBT SECURITIES

The Group does not have any debt securities. The Group's borrowings as at the end of the 30 June 2011 are as follows:

	Current liabilities RM'000	Non-current liabilities RM'000	Total RM'000
Overdraft	6,186	-	6,186
Hire purchase	3,307	3,472	6,779
Bank borrowings	269,280	12,059	281,339
	278,773	15,531	294,304

Borrowings denominated in foreign currency

	Foreign Currency '000	Malaysian Currency RM'000
United Arab Emirates Dirhams (AED)	202,579	167,864
Qatari Riyal (QR)	113,861	95,154
Malaysian Ringgit (RM)	18,308	18,308
Indian Rupees (INR)	193,322	12,978
		294,304

B10. DERIVATIVE FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments as at the date of this report.

B11. FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

The Group does not have any financial liabilities that are measured at fair value at the date of this report.

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B12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements. The property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

B13. REALISED AND UNREALISED PROFITS / (LOSSES)

Bursa Securities had on 25 March 2010 and 20 December 2010, issued directives requiring corporation to disclose the breakdown of unappropriated profits or accumulated losses into realised and unrealised in quarterly reports and annual audited financial statements.

The breakdown of retained profits of the Group as at the reporting date into realised and unrealised profits are as follows

	30 June 2011 RM'000
Total profits / (losses) of the Company and its subsidiaries:-	
Realised	402,922
Unrealised	2,353
Less Consolidation adjustments	(32,370)
Total Group profits as per consolidated accounts	<u>372,905</u>

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirement as stipulated in the directive of Bursa Securities and should not be applied for any other purpose.

B14. MATERIAL LITIGATIONS

A subsidiary, Shineversendai (M) Sdn Bhd had issued a writ of summons against a sub-contractor, Jati Fabricator Sdn Bhd ("the defendant") in 2006 for a total amount of RM3.22 million in respect of a breach in a subcontract. The defendant had countered claimed against the Company for an amount RM2.84 million being disputed progress claim and other costs.

The High Court had fixed a date for mediation on 22 April 2011 and it had been subsequently postponed to 1 July 2011. This matter is now fixed for a final case management on 14 December 2011 and the case is fixed to be heard on 16 to 18 January 2012.

B15. DIVIDENDS

The directors do not recommend any dividend for the current quarter under review.

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B16. EARNINGS PER SHARE

- (a) The basic earnings per share (“EPS”) is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual Period ended		Cumulative Period ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
Net profit attributable to equity holders of the Company (RM'000)	34,034	-	56,593	-
Weighted average number of ordinary shares in issue ('000)	571,485	-	571,485	-
Basic earnings per ordinary share for profit for the period (sen)	5.96	-	9.90	-

- (b) The Company does not have any diluted earnings per share.

B17. CHANGES IN GROUP'S COMPOSITION

There were no changes in the composition of the Group during the quarter under review.

AUTHORISATION FOR ISSUE

The interim financial statements were authorized for issue in accordance with the resolution passed at the Board of Directors' Meeting held on 19 August 2011.

BY ORDER OF THE BOARD

DATO' NATHAN A/L ELUMALAY
EXECUTIVE CHAIRMAN / GROUP MANAGING DIRECTOR
EVERSENDI CORPORATION BERHAD
19 AUGUST 2011