



ASIA-PACIFIC STRATEGIC INVESTMENTS LIMITED

(Company Reg. No. 200609901H)

Financial Statements And Related Announcement for the Third Quarter Ended 31 March 2012

PART I INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a)(i) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Note	3rd Qtr Ended		Increase/ (decrease)	9 Months Ended		Increase/ (decrease)
		31/03/12	31/03/11	(decrease)	31/03/12	31/03/11	(decrease)
		RM'000	RM'000	%	RM'000	RM'000	%
<u>Continuing operations</u>							
Revenue		39	64	(39.1)	118	190	(37.9)
Cost of sales		-	-	-	-	-	-
Gross profit		39	64	(39.1)	118	190	(37.9)
Other income		-	8	n.m.	160	249	(35.7)
Expenses							
- Selling and distribution		(24)	(49)	(51.0)	(50)	(116)	(56.9)
- General and administrative		(1,009)	(1,226)	(17.7)	(3,480)	(4,339)	(19.8)
- Other		(4)	-	n.m.	(64)	-	n.m.
Loss before tax from continuing operations	A	(998)	(1,203)	(17.0)	(3,316)	(4,016)	(17.5)
Income tax credit	B	-	-	-	-	1	n.m.
Loss from continuing operations, net of tax		(998)	(1,203)	(17.0)	(3,316)	(4,015)	(17.4)
<u>Discontinued operations</u>							
Loss from discontinued operations, net of tax	C	(332)	(1,485)	(77.6)	(2,024)	(2,610)	(22.5)
Net loss and total comprehensive loss		(1,330)	(2,688)	(50.5)	(5,340)	(6,625)	(19.4)

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor had not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Mr Yap Lian Seng.
Telephone number: 6389 3000. Email: lianseng.yap@stamfordlaw.com.sg*

	3rd Qtr Ended		Increase/ (decrease)	9 Months Ended		Increase/ (decrease)
Note	31/03/12	31/03/11	(decrease)	31/03/12	31/03/11	(decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Net loss and total comprehensive loss attributable to:						
Equity holders of the Company						
Loss from continuing operations, net of tax	(998)	(1,203)	(17.0)	(3,316)	(4,015)	(17.4)
Loss from discontinued operations, net of tax	<u>(853)</u>	<u>(1,378)</u>	(38.1)	<u>(2,150)</u>	<u>(2,491)</u>	(13.7)
	<u>(1,851)</u>	<u>(2,581)</u>	(28.3)	<u>(5,466)</u>	<u>(6,506)</u>	(20.5)
Non-controlling interests						
Loss from continuing operations, net of tax	-	-	-	-	-	-
Profit/(Loss) from discontinued operations, net of tax	<u>521</u>	<u>(107)</u>	n.m.	<u>126</u>	<u>(119)</u>	n.m.
	<u>521</u>	<u>(107)</u>	n.m.	<u>126</u>	<u>(119)</u>	n.m.
	<u>(1,330)</u>	<u>(2,688)</u>	(50.5)	<u>(5,340)</u>	<u>(6,625)</u>	(19.4)

*n.m. = not meaningful.

1(a)(ii) Notes to statement of comprehensive income

A. The net loss is determined after (crediting)/charging the following:

	3rd Qtr Ended		Increase/ (decrease)	9 Months Ended		Increase/ (decrease)
	31/03/12	31/03/11	(decrease)	31/03/12	31/03/11	(decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Interest income:						
- Bank balances	(56)	(56)	-	(160)	(199)	(19.6)
- Adjustment of trade receivables to amortised cost	-	-	-	(1)	-	n.m.
Interest expenses:						
- Finance leases	8	6	33.3	24	18	33.3
- Adjustment of other payables to amortised cost	164	178	(7.9)	493	534	(7.7)
- Adjustment of trade receivables to amortised cost	-	(1)	n.m.	-	1	n.m.
- Bank guarantees	51	48	6.3	159	144	10.4
- Bank overdrafts	12	11	9.1	31	33	(6.1)
- Term loans	13	34	61.8	50	121	(58.7)
Depreciation of property, plant and equipment	145	143	1.4	431	412	4.6
Foreign exchange (gain)/loss	7	(9)	n.m.	68	(187)	n.m.
Operating lease expenses	242	350	(30.9)	755	1,077	(29.9)
(Reversal of allowances)/ Allowance for impairment of trade and other receivables	(437)	239	n.m.	(1,920)	239	n.m.

B. Income tax expense

	3rd Qtr Ended		Increase/ (decrease) %	9 Months Ended		Increase/ (decrease) %
	31/03/12 RM'000	31/03/11 RM'000		31/03/12 RM'000	31/03/11 RM'000	
Continuing operations						
- Over provision in respect of prior year	-	-	-	-	(1)	n.m.
Discontinued operations						
- Current period	190	45	322.2	239	153	56.2
- Under provision in respect of prior year	5	-	n.m	5	(1)	n.m.
Total	<u>195</u>	<u>45</u>	333.3	<u>244</u>	<u>152</u>	60.5

A provision of RM239,000 was provided for in the nine months ended 31 March 2012 though the Group had recorded a loss before tax. This provision was made because losses incurred by subsidiaries in Malaysia cannot be used to claim group relief to offset the chargeable income of subsidiaries in Malaysia.

C. Discontinued operations and disposal group classified as held for sale

On 10 April 2012, the Company's wholly-owned subsidiary, HMS Capital Sdn Bhd ("HMSC") has entered into a conditional sale and purchase agreement with Huen Foo Wah @ Shing Foo Wah (the "Purchaser") in relation to the sale by HMSC of its entire equity interest in 175,000 shares in U&U Memorial Corporation (M) Sdn Bhd ("UUMC"), representing 70% of the issued and paid up share capital of UUMC to the Purchaser for cash consideration of RM4,400,000.

In addition, on 17 April 2012, the Company entered into a conditional sale and purchase agreement ("SPA") with Bright Eagle Enterprises Group Limited ("BEEGL") whereby the Company will acquire the entire issued and paid-up share capital of BEEGL Khalid Limited ("BEEGL-K") and BEEGL Saad Limited ("BEEGL-S") from BEEGL ("Proposed Acquisition"). Pursuant to the SPA, the entire issued and paid-up share capital of HMSC, consisting of 5,000,000 ordinary shares and valued at S\$60,726,295, will be transferred to BEEGL upon completion of the Proposed Acquisition.

As at 31 March 2012, the assets and liabilities related to HMSC and its subsidiaries (including UUMC and its subsidiaries, collectively "HMSC Group") have been presented in the balance sheet under Current assets as "Disposal group classified as held-for-sale" and under Current liabilities as "Liabilities directly associated with disposal group classified as held-for-sale", and its results are presented separately in the statement of comprehensive income as "Loss from discontinued operations, net of tax".

Income statement disclosures

The results of HMSC Group for the 9 months ended 31 March 2012, classified as discontinued operations, are as follows:

	3rd Qtr Ended		Increase/	9 Months Ended		Increase/
	31/03/12	31/03/11	(decrease)	31/03/12	31/03/11	(decrease)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	8,855	3,602	145.8	14,487	13,297	8.9
Cost of sales	<u>(6,768)</u>	<u>(1,769)</u>	282.6	<u>(9,647)</u>	<u>(6,557)</u>	47.1
Gross profit	2,087	1,833	13.9	4,840	6,740	(28.2)
Other income	519	377	37.7	2,005	679	195.3
Expenses	<u>(2,495)</u>	<u>(3,374)</u>	(26.1)	<u>(7,868)</u>	<u>(9,025)</u>	(12.8)
Profit/(Loss) from operations	111	(1,164)	n.m.	(1,023)	(1,606)	(36.3)
Finance costs	<u>(248)</u>	<u>(276)</u>	(10.1)	<u>(757)</u>	<u>(851)</u>	(11.0)
Profit/(Loss) before tax from discontinued operations	(137)	(1,440)	(90.5)	(1,780)	(2,457)	(27.6)
Income tax expense	<u>(195)</u>	<u>(45)</u>	333.3	<u>(244)</u>	<u>(153)</u>	59.5
Loss from discontinued operations, net of tax	<u><u>(332)</u></u>	<u><u>(1,485)</u></u>	(77.6)	<u><u>(2,024)</u></u>	<u><u>(2,610)</u></u>	(22.5)

1(b)(i) A statement of financial position (for the issuer and the group), together with a comparative statement as at the end of the immediate preceding financial year.

	Group		Company	
	31/03/2012 RM'000	30/06/2011 RM'000	31/03/2012 RM'000	30/06/2011 RM'000
ASSETS				
Current assets				
Cash and bank balances	257	15,493	257	2,100
Trade and other receivables	-	16,484	3,937	42,188
Inventories and development expenditure	-	50,883	-	-
Other current assets	263	1,235	263	385
	<u>520</u>	<u>84,095</u>	<u>4,457</u>	<u>44,673</u>
Disposal group classified as held-for-sale (Note *)	91,640	-	148,203	-
	<u>90,160</u>	<u>84,095</u>	<u>152,660</u>	<u>44,673</u>
Non-current assets				
Trade and other receivables	-	12	-	-
Investment in subsidiaries	-	-	-	224,540
Property, plant and equipment	187	2,138	187	228
Intangible assets	-	7,838	-	-
	<u>187</u>	<u>9,988</u>	<u>187</u>	<u>224,768</u>
Total assets	<u>91,347</u>	<u>94,083</u>	<u>152,847</u>	<u>269,441</u>
LIABILITIES				
Current liabilities				
Trade and other payables	28	21,065	28	147
Borrowings	761	1,942	761	-
Current income tax liabilities	1	32	1	32
	<u>790</u>	<u>23,039</u>	<u>790</u>	<u>179</u>
Liabilities directly associated with disposal group classified as held-for-sale (Note *)	38,560	-	-	-
	<u>39,350</u>	<u>23,039</u>	<u>790</u>	<u>179</u>
Non-current liabilities				
Other payable	-	13,117	-	-
Borrowings	-	487	-	-
Deferred income tax liabilities	-	103	-	-
	<u>-</u>	<u>13,707</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>39,350</u>	<u>36,746</u>	<u>790</u>	<u>179</u>
Net assets	<u>51,997</u>	<u>57,337</u>	<u>152,057</u>	<u>269,262</u>

	Group		Company	
	31/03/2012	30/06/2011	31/03/2012	30/06/2011
	RM'000	RM'000	RM'000	RM'000
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	260,122	260,122	260,122	260,122
Restructuring reserve	(201,554)	(201,554)	-	-
Warrant reserve	13,429	13,429	13,429	13,429
Foreign currency translation reserve	6	6	-	-
Accumulated losses	(19,252)	(13,786)	(121,494)	(4,289)
	<u>52,751</u>	<u>58,217</u>	<u>152,057</u>	<u>269,262</u>
Non-controlling interests	(754)	(880)	-	-
Total equity	<u><u>51,997</u></u>	<u><u>57,337</u></u>	<u><u>152,057</u></u>	<u><u>269,262</u></u>

Note *

The major classes of assets and liabilities of HMSC Group classified as held-for-sale as at 31 March 2012 are as follows:

	Group	
	31/03/2012	30/06/2011
	RM'000	RM'000
Assets:		
Cash and bank balances	11,283	-
Trade and other receivables	17,802	-
Inventories and development expenditure	51,169	-
Other current assets	729	-
Property, plant and equipment	1,819	-
Intangible assets	7,838	-
Assets of disposal group classified as held-for-sale	<u>90,640</u>	<u>-</u>
Liabilities:		
Trade and other payables	22,947	-
Borrowings	1,650	-
Current income tax liabilities	250	-
Other payable	13,610	-
Deferred income tax liabilities	103	-
Liabilities directly associated with disposal group classified as held-for-sale	<u>38,560</u>	<u>-</u>
Net assets directly associated with disposal group classified as held-for-sale	<u><u>52,080</u></u>	<u><u>-</u></u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

	As at 31/03/2012		As at 30/06/2011	
	Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
Finance lease liabilities	171	-	136	-
Bank borrowings:				
Bank overdrafts	655	-	705	-
Term loans	1,142	-	1,101	-

Amount repayable after one year

	As at 31/03/2012		As at 30/06/2011	
	Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
Finance lease liabilities	443	-	394	-
Bank borrowings:				
Term loans	-	-	93	-

Details of any collateral

Finance lease liabilities

Finance lease liabilities are for motor vehicles and are secured by way of legal mortgages on the underlying lease assets.

Bank borrowings

- (a) The Company has a revolving term loan facility of up to USD500,000. This term loan is secured by cash and securities of the chief executive officer and his spouse.
- (b) The subsidiary, HMS Capital Sdn Bhd, was granted the following financing facilities:
 - (i) A bank guarantee of up to RM13,775,000;
 - (ii) A term loan of up to RM4,000,000; and
 - (iii) An overdraft facility of up to RM500,000 from a licensed bank.

This term loan is repayable in 48 monthly instalments, the first of which commenced in August 2008. The recurring monthly instalments have thus far been duly repaid. The banking facility is secured by fixed deposits of RM7,584,000 and a corporate guarantee from the Company.

- (c) The subsidiary, U&U Memorial Development (S.P.) Sdn Bhd ("UUMD"), was granted the following facilities:
 - (i) A bank guarantee of up to RM500,000;
 - (ii) An overdraft facility of up to RM700,000 from a licensed bank.

This banking facility is secured by a corporate guarantee from Credit Guarantee Corporation (M) Berhad, a corporate guarantee from U&U Memorial Corporation (M) Sdn Bhd and personal guarantees from certain directors/managers of UUMD.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	3rd Qtr Ended		9 Months Ended	
	31/03/12	31/03/11	31/03/12	31/03/11
	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities				
Net loss from continuing operations	(998)	(1,203)	(3,316)	(4,015)
Net loss from discontinued operation	(332)	(1,485)	(2,024)	(2,610)
	<u>(1,330)</u>	<u>(2,688)</u>	<u>(5,340)</u>	<u>(6,625)</u>
Total net loss				
Adjustments:				
Depreciation of property, plant and equipment	145	143	431	412
Property, plant and equipment written off	-	9	17	26
Loss/(gain) on disposal of property, plant and equipment	-	-	(15)	3
Interest expense	248	276	757	851
Income tax expense	195	45	244	152
Interest income	(56)	(56)	(161)	(199)
	<u>(798)</u>	<u>(2,271)</u>	<u>(4,067)</u>	<u>(5,380)</u>
Change in working capital				
Inventories and development expenditure	1,206	(247)	(286)	(1,023)
Trade and other receivables	(1,882)	(250)	(1,185)	667
Other current assets	81	209	243	66
Trade and other payables	557	1,473	1,910	350
	<u>(836)</u>	<u>(1,086)</u>	<u>(3,385)</u>	<u>(5,320)</u>
Cash used in operations				
Income tax (paid)/refunded, net	(5)	(124)	(145)	936
Interest expense paid	(84)	(99)	(264)	(316)
Interest income received	56	56	160	199
	<u>(869)</u>	<u>(1,253)</u>	<u>(3,634)</u>	<u>(4,501)</u>
Net cash used in operating activities				
Cash flows from investing activities				
Additions to property, plant and equipment	(9)	(129)	(122)	(445)
Proceeds from disposal of property, plant and equipment	3	-	25	27
	<u>(6)</u>	<u>(129)</u>	<u>(97)</u>	<u>(418)</u>
Net cash used in investing activities				
Cash flows from financing activities				
Proceeds from exercise of warrants	-	-	-	37
Drawdown of term loan	761	-	761	-
Repayment of term loans	(274)	(254)	(813)	(1,295)
Decrease/(increase) in fixed deposits pledged	(147)	(41)	(234)	373
Repayment of finance lease liabilities, net	(44)	(33)	(120)	(126)
	<u>296</u>	<u>(328)</u>	<u>(406)</u>	<u>(1,011)</u>
Net cash from/(used in) financing activities				
Net decrease in cash and cash equivalents	(579)	(1,710)	(4,137)	(5,930)
Cash and cash equivalents at the beginning of period	3,880	5,101	7,438	9,321
Cash and cash equivalents at the end of period	3,301	3,391	3,301	3,391

Note to statement of cash flows

A. Cash and cash equivalents

	31/03/2012 RM'000	31/03/2011 RM'000
Continuing operations:		
Cash and bank balances	257	11,467
Less: Bank overdrafts	-	(793)
Less: Short term bank deposits pledged	-	(7,283)
	<u>257</u>	<u>3,391</u>
Discontinued operations:		
Cash and bank balances	11,283	-
Less: Bank overdrafts	(655)	-
Less: Short term bank deposits pledged	(7,584)	-
	<u>3,044</u>	<u>-</u>
Cash and cash equivalents	<u>3,301</u>	<u>3,391</u>

B. Cash flow attributable to discontinued operations

The cash flows attributable to HMSC Group are as follows:

	3rd Qtr Ended		9 Months Ended	
	31/03/12 RM'000	31/03/11 RM'000	31/03/12 RM'000	31/03/11 RM'000
Operating	(226)	77	(1,030)	1,065
Investing	(6)	(129)	(97)	(418)
Financing	(465)	(328)	(1,167)	(1,048)
Net cash outflows	<u>(697)</u>	<u>(380)</u>	<u>(2,294)</u>	<u>(401)</u>

C. Proposed shares subscriptions

As announced on 26 April 2012, the Company has entered into subscription agreements with 2 subscribers for the issue and allotment by the Company to the subscribers of an aggregate number of 17,500,000 new ordinary shares in the capital of the Company (the "Subscription Shares") ("Subscription"). The subscription price for each of the Subscription Shares will be S\$0.40 for each Subscription Share. The total consideration for the Subscriptions is S\$7,000,000. The Subscription is subject to the approval-in-principle from the SGX-ST and/or the Sponsor for the listing and quotation of the Subscription Shares. On completion of the Subscription, it is anticipated that the Subscription will increase the Company cash and cash equivalents by approximately RM17 million.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalising issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	← Attributable to equity holders of the Company →							
	Share capital RM'000	Restructuring reserve RM'000	Warrant reserve RM'000	Foreign currency translation reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Group								
9 months ended								
31 March 2012								
Beginning of financial period	260,122	(201,554)	13,429	6	(13,786)	58,217	(880)	57,337
Total comprehensive loss	-	-	-	-	(5,466)	(5,466)	126	(5,340)
End of financial period	<u>260,122</u>	<u>(201,554)</u>	<u>13,429</u>	<u>6</u>	<u>(19,252)</u>	<u>52,751</u>	<u>(754)</u>	<u>51,997</u>
9 months ended								
31 March 2011								
Beginning of financial period	260,083	(201,554)	13,431	5	(138)	71,827	(682)	71,145
Total comprehensive loss	-	-	-	-	(6,506)	(6,506)	(119)	(6,625)
Issuance of new ordinary shares pursuant to exercise of warrants	39	-	(2)	-	-	37	-	37
End of financial period	<u>260,122</u>	<u>(201,554)</u>	<u>13,429</u>	<u>5</u>	<u>(6,644)</u>	<u>65,358</u>	<u>(801)</u>	<u>64,557</u>

	Share capital RM'000	Warrant reserve RM'000	Accumulated losses RM'000	Total equity RM'000
Company				
9 months ended 31 March 2012				
Beginning of financial period	260,122	13,429	(4,289)	269,262
Total comprehensive loss	-	-	(117,205)	(728)
End of financial period	<u>260,122</u>	<u>13,429</u>	<u>(121,494)</u>	<u>268,534</u>
9 months ended 31 March 2011				
Beginning of financial period	260,083	13,431	(4,570)	268,944
Total comprehensive loss	-	-	29	29
Issuance of new ordinary shares pursuant to exercise of warrants	<u>39</u>	<u>(2)</u>	<u>-</u>	<u>37</u>
End of financial period	<u>260,122</u>	<u>13,429</u>	<u>(4,541)</u>	<u>269,010</u>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There have been no changes in the Company's share capital since the end of the previous period reported on.

As at the end of the financial period currently being reported on, the number of shares that could have been issued on conversion of the Company's outstanding warrants is as follows:

	31/03/2012	31/03/2011
Total number of shares that may be issued on conversion of the Company's outstanding warrants	<u>58,657,027</u>	<u>58,657,027</u>

There were no outstanding treasury shares as at 31 March 2012.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

	31/03/2012	31/03/2011
Total number of issued shares excluding treasury shares	<u>59,340,895</u>	<u>59,340,895</u>

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The accounting policies and methods of computation are consistent with those applied to the audited financial statements for the financial year ended 30 June 2011, except as disclosed in paragraph 5 below.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretation of FRS ("INT FRS") that are relevant to its operations and effective from annual periods beginning on or after 1 July 2011. The adoption of the new/revised FRS and INT FRS did not result in changes to the Group's or the Company's accounting policies and had no material impact on the results under review. Where applicable, the presentation of the financial information has been amended to comply with these standards.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	3rd Quarter Ended		9 Months Ended	
	31/03/2012	31/03/2011	31/03/2012	31/03/2011
Continuing operations:				
Net loss for the period attributable to equity holders of the Company (RM'000)	(998)	(1,203)	(3,316)	(4,015)
Weighted average number of shares ('000)	59,341	59,341	59,341	59,338
Basic loss per share (RM cents)	<u>(1.7)</u>	<u>(2.0)</u>	<u>(5.6)</u>	<u>(6.8)</u>
Discontinued operations:				
Net loss for the period attributable to equity holders of the Company (RM'000)	(853)	(1,378)	(2,150)	(2,491)
Weighted average number of shares ('000)	59,341	59,341	59,341	59,338
Basic loss per share (RM cents)	<u>(1.4)</u>	<u>(2.3)</u>	<u>(3.6)</u>	<u>(4.2)</u>
Total basic loss per share (RM cents)	<u><u>(3.1)</u></u>	<u><u>(4.3)</u></u>	<u><u>(9.2)</u></u>	<u><u>(11.0)</u></u>

The Company's potential dilutive ordinary shares arise from the warrants in issue. However, no diluted loss per share was presented as the exercise of the warrants would be accretive rather than dilutive on a per share basis.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the :-

- (a) current financial period reported on; and
 (b) immediately preceding financial year.

	Group		Company	
	31/03/2012	30/06/2011	31/03/2012	30/06/2011
Net asset value per ordinary share	<u>RM0.88</u>	<u>RM0.97</u>	<u>RM2.56</u>	<u>RM4.54</u>

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following :-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

A. Review of Financial Performance

Third Quarter Ended 31 March 2012 (“3QFY12”) vs. Third Quarter Ended 31 March 2011 (“3QFY11”)

Continuing operations

The Group recorded a lower loss before taxation of RM1.0 million. The decrease was mainly due to the Group-wide cost-cutting initiatives, which reduced general and administrative expenses by RM0.2 million.

Discontinued operations

Revenue for the 3QFY12 amounted to RM8.9 million compared to RM3.6 million in 3QFY11. The significant increase was derived from pre-need sales of burial plots at the new Kota Kinabalu facility in East Malaysia amounting to RM3.3 million as well as an increase in pre-need sales of burial plots in West Malaysia facilities amounting to RM1.3 million. As a result, the net loss from the discontinued operations came in at RM0.4 million in 3QFY12 compared to 3QFY11's net loss of RM1.5 million, a reduction of 77.6%.

Overall Group

With the cut in the Group's general and administrative expenses and selling and distribution expenses as well as the better operating performance from the discontinued operations, the net loss for the Group was lowered by 50.5% to RM1.3 million in 3QFY12 compared to the net loss of RM2.7 million in 3QFY11.

9 Months Ended 31 March 2012 (“9MFY12”) vs. 9 Months Ended 31 March 2011 (“9MFY11”)

Continuing operations

The Group recorded a revenue of RM118,000 in 9MFY12, RM72,000 lower than the previous corresponding period.

With lower general and administration expenses and selling and distribution expenses, the Group recorded a lower net loss of RM3.3 million compared to the net loss of RM4.0 million in 9MFY11.

Discontinued operations

The 9MFY12 revenue of RM14.5 million is 8.9% above the revenue of RM13.3 million for 9MFY11 as increased sales of burial plots from the new Kota Kinabalu facility more than compensated for the lower sales in pre-need burial plots and columbaria of the existing facilities in West Malaysia. The gross profit margin of 33% is lower than the gross profit margin of 51% in 9MFY11 due to the higher proportion of sales from the lower margin burial plots at the Kota Kinabalu facility.

Continued cost-cutting initiatives lowered the general and administrative expenses by RM1.2 million in 9MFY12. The Group also recorded a write back of allowance for impairment of trade and other receivables of RM1.9 million in 9MFY12. These in turn reduced the net loss of RM2.6 million posted in 9MFY12 by 22.5% to RM2.0 million.

Overall Group

The Group recorded a net loss of RM5.3 million for 9MFY12, which is 19.4% lower than the net loss in 9MFY11 of RM6.6 million.

B. Review of Financial Position

There were no major variances between the Group's balance sheet as at 31 March 2012 and as at 31 June 2011, with the exception of lower cash and bank balances of RM11.5 million. The lower balances were due mainly to the repayment of a term loan (RM813,000) and the utilisation of funds in operating activities (RM3.6 million) during the period.

C. Review of Cash Flow

The Group recorded a decrease in cash and cash equivalents of RM4.1 million in 9MFY12. This decrease was primarily attributed to an operating loss before working capital changes of RM4.1 million as well as a net decrease in financing activities of RM0.4 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

As mentioned in Paragraph 1(a)(ii), the Company has entered into a SPA to acquire 100% equity interest in BEEGL-K and BEEGL-S from BEEGL. BEEGL has secured two joint development agreements ("JDAs") for the conversion of up to seven fuel oil-based power generation units into coal-based power generators in Pakistan. BEEGL-K and BEEGL-S are two special purpose vehicles incorporated by BEEGL to carry out the rights and obligations of the JDAs. Pursuant to the SPA, the bereavement care business of the Group will be transferred to BEEGL.

The Proposed Acquisition will change the Group's core business from bereavement care to the provision of engineering solutions in the power generation industry. The Proposed Acquisition is expected to take more than six months to complete and is not expected to have any significant impact on the Group in the next reporting period.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

(b) (i) Amount per share cents

(ii) Previous corresponding period cents

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net tax, state the tax rate and the country where dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company up to 5.00 pm will be registered before entitlements to the dividend determined.

Not applicable.

12. If no dividend has been declared (recommended), a statement to the effect.

No dividend has been declared for the quarter ended 31 March 2012.

BY ORDER OF THE BOARD

**Lee Keng Mun
Chief Financial Officer
2 May 2012**



ASIA-PACIFIC STRATEGIC INVESTMENTS LIMITED

(Company Reg. No. 200609901H)

CONFIRMATION BY THE BOARD

We, Dato' Dr. Choo Yeow Ming and Yap Siean Sin, being two of the directors of Asia-Pacific Strategic Investments Limited (the "Company"), do hereby confirm on behalf of the board of directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company that might render the financial results for the nine months ended 31 March 2012 to be false or misleading.

BY ORDER OF THE BOARD

(SIGNED)

Dato' Dr. Choo Yeow Ming
Chairman

2 May 2012

(SIGNED)

Yap Siean Sin
Director