

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

**The figures have not been audited**

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 DECEMBER 2006**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	(Restated) Preceding Year Corresponding Quarter	Current Year- To-Date	(Restated) Preceding Year Corresponding Period
	31/12/2006 RM'000	31/12/2005 RM'000	31/12/2006 RM'000	31/12/2005 RM'000
<b>Revenue</b>	376,110	318,591	775,208	615,769
Cost of sales	(304,860)	(261,057)	(614,680)	(509,483)
<b>Gross profit</b>	71,250	57,534	160,528	106,286
Operating expenses	(15,479)	(17,135)	(32,496)	(33,804)
Other income / (expenses)	512	(1,464)	(2,525)	(8,253)
Interest expense	(5,377)	(4,074)	(10,979)	(7,538)
Interest income	651	1,084	1,224	1,985
<b>Profit before taxation</b>	51,557	35,945	115,752	58,676
Taxation	(6,577)	(4,484)	(9,751)	(3,317)
<b>Profit for the period</b>	44,980	31,461	106,001	55,359
<b>Attributable to:</b>				
Equity holders of the parent	37,336	22,242	83,404	36,426
Minority interests	7,644	9,219	22,597	18,933
<b>Profit for the period</b>	44,980	31,461	106,001	55,359
<b>Earnings per ordinary share (sen): -</b>				
(a) Basic	18.77	11.18	41.93	18.31
(b) Fully diluted	N/A	N/A	N/A	N/A

**The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2006.**

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

**The figures have not been audited**

**CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 DECEMBER 2006**

	As At End of Current Quarter	(Restated) As At Preceding Financial Year End
	31/12/2006 RM'000	30/06/2006 RM'000
<b>Non current assets</b>		
Property, plant and equipment	1,174,747	1,176,236
Investments	693	693
Intangible assets	18,256	12,393
	1,193,696	1,189,322
<b>Current assets</b>		
Inventories	99,100	90,813
Trade and other receivables	230,166	235,813
Tax recoverable	4,131	5,513
Cash and bank balances	70,591	84,754
	403,988	416,893
<b>TOTAL ASSETS</b>	1,597,684	1,606,215
<b>Equity attributable to equity holders of the parent</b>		
Share capital	104,942	104,942
Reserves	766,913	715,415
Treasury shares, at cost	(163,751)	(163,721)
	708,104	656,636
<b>Minority interests</b>	249,095	243,711
<b>TOTAL EQUITY</b>	957,199	900,347
<b>Non-current liabilities</b>		
Borrowings (unsecured)	178,521	132,354
Retirement benefits	506	506
Deferred taxation	36,067	26,316
	215,094	159,176
<b>Current Liabilities</b>		
Trade and other payables	199,898	258,477
Short term borrowings and overdrafts (unsecured)	225,472	288,193
Taxation	21	22
	425,391	546,692
<b>TOTAL LIABILITIES</b>	640,485	705,868
<b>TOTAL EQUITY AND LIABILITIES</b>	1,597,684	1,606,215
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>	3.56	3.30

**The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2006.**

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2006**

	Attributable to equity holders of the parent						Total	Minority interest	Total equity
	Share Capital	Reserves attributable to capital	Exchange fluctuation reserve	Reserve for own shares	Retained profits	Treasury shares			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
<b>Current year-to date ended 31 December 2006</b>									
<b>At 1 July 2006</b>									
As previously reported	104,942	250,262	(1,764)	-	506,487	(163,721)	696,206	243,711	939,917
Prior year adjustments:									
Effect of consolidation of Executive Share Option Scheme ("ESOS") Trust with the adoption of FRS 2	-	-	-	(41,474)	1,904	-	(39,570)	-	(39,570)
As restated	104,942	250,262	(1,764)	(41,474)	508,391	(163,721)	656,636	243,711	900,347
Net Profit for the period	-	-	-	-	83,404	-	83,404	22,597	106,001
Dividends	-	-	-	-	(33,814)	-	(33,814)	(17,213)	(51,027)
Foreign currency translation differences	-	-	1,228	-	-	-	1,228	-	1,228
Transfer to capital redemption reserve	-	100	-	-	(100)	-	-	-	-
Purchase of treasury shares	-	-	-	-	-	(30)	(30)	-	(30)
Changes in ESOS Trust	-	-	-	680	-	-	680	-	680
<b>At 31 December 2006</b>	<b>104,942</b>	<b>250,362</b>	<b>(536)</b>	<b>(40,974)</b>	<b>557,881</b>	<b>(163,751)</b>	<b>708,104</b>	<b>249,095</b>	<b>957,199</b>

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

**The figures have not been audited**

	Attributable to equity holders of the parent						Total	Minority interest	Total equity
	Share capital	Reserves attributable to capital	Exchange fluctuation reserve	Reserve for own shares	Retained profits	Treasury shares			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
<b>Preceding year corresponding period ended 31 December 2005</b>									
<b>At 1 July 2005</b>									
As previously reported	104,942	250,262	(3,629)	-	473,943	(163,620)	661,898	236,916	898,814
Prior year adjustments:									
Effect of consolidation of ESOS Trust with the adoption of FRS 2	-	-	-	(5,732)	1,606	-	(4,126)	-	(4,126)
As restated	104,942	250,262	(3,629)	(5,732)	475,549	(163,620)	657,772	236,916	894,688
<b>Net Profit for the period</b>	-	-	-	-	36,426	-	36,426	18,933	55,359
Dividends	-	-	-	-	(29,837)	-	(29,837)	(16,281)	(46,118)
Foreign currency translation differences	-	-	1,170	-	-	-	1,170	-	1,170
Purchase of treasury shares	-	-	-	-	-	(49)	(49)	-	(49)
Effect of consolidation of ESOS Trust with the adoption of FRS 2	-	-	-	(6,072)	298	-	(5,774)	-	(5,774)
<b>At 31 December 2005</b>	104,942	250,262	(2,459)	(11,804)	482,436	(163,669)	659,708	239,568	899,276

**The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2006.**

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006****The figures have not been audited****CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2006**

	<b>Current Year- To-Date</b>	<b>Preceding Year Corresponding Period</b>
	<b>31/12/2006 RM'000</b>	<b>31/12/2005 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	115,752	58,676
Adjustments for:-		
Depreciation and amortisation	114,052	108,061
Non-cash items	(5,641)	(676)
Net financing cost	9,755	5,553
Operating profit before changes in working capital	233,918	171,614
Changes in working capital		
Net change in current assets	(3,048)	(58,096)
Net change in current liabilities	(51,728)	24,507
Taxation received	1,382	4,835
Net financing cost paid	(9,755)	(5,553)
<b>Net cash generated from operating activities</b>	<b>170,769</b>	<b>137,307</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Other investments	(120,701)	(122,223)
<b>Net cash used in investing activities</b>	<b>(120,701)</b>	<b>(122,223)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayments of borrowings	(12,988)	(4,269)
Dividend paid	(51,027)	(46,118)
Purchase of treasury shares	(30)	-
<b>Net cash used in financing activities</b>	<b>(64,045)</b>	<b>(50,387)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(13,977)</b>	<b>(35,303)</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>84,709</b>	<b>173,446</b>
<b>EFFECT ON FOREIGN EXCHANGE</b>	<b>(141)</b>	<b>67</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF PERIOD</b>	<b>70,591</b>	<b>138,210</b>

Cash and cash equivalents included in the consolidated cash flow statements comprise the following balance sheet amounts:

	<b>31/12/2006 RM'000</b>	<b>31/12/2005 RM'000</b>
Cash and bank balances	70,591	138,210

**The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2006.**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND  
QUARTER ENDED 31 DECEMBER 2006**

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**The figures have not been audited**

**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standards (“FRS”) 134 “Interim Financial Reporting” and the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2006.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2006 except for the changes in accounting policies and presentation which are expected to be reflected in the financial statements for the financial year ending 30 June 2007 resulting from the adoption of applicable FRSs adopted by the Malaysian Accounting Standards Board that are effective for the financial period beginning 1 January 2006 as follows:-

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 Accounting Estimates and Errors
FRS 110	Events After the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effect 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 FRSs 5, 102, 108, 110, 116, 121, 127, 128, 131,132, 133 and 140 do not have any significant financial impact on the Group. The principal effect of the changes in accounting policies resulting from the adoption of other new and revised FRSs are as follows:-

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**The figures have not been audited**

**1. Basis of preparation (Cont'd)**

**(a) FRS2 : Share-based Payment**

FRS 2 requires an entity to recognise share-based payments in its financial statements, including transactions with employees or other parties to be settled in cash, other assets, or equity instruments of the entity. With the adoption of FRS 2, the compensation expense relating to share options is recognised in the income statements over the vesting periods of the grants with a corresponding increase in equity. The total amount to be recognised as compensation expense is determined by reference to the fair value of the share options at the date of the grant and the number of share options to be vested by the vesting date. The change in accounting policy is applied retrospectively only for those shares options granted after 31 December 2004 and have not vested as of 1 January 2006 as provided in the transitional provision of FRS 2.

The Group operates an equity-settled, share based compensation plan for the employees of the Group under the Malaysian Pacific Industries Berhad ("MPI")'s Executive Share Option Scheme ("ESOS").

In connection with the ESOS, a trust has been set up and is administered by an appointed trustee. The trustee will be entitled from time to time to accept advances from the Group to purchase the Company's ordinary shares from the open market for the purposes of the ESOS ("ESOS Trust"). With the adoption of FRS 2, the ESOS Trust has been consolidated into the Company's consolidated financial statements where the cost of the Company's ordinary shares purchased is classified as reserve for own shares.

The Company has, on 6 December 2006, granted 3,700,000 conditional incentive share options ("Options") to eligible executives of MPI Group subject to the achievement of certain performance criteria over an option performance period. The Options granted have not resulted in any financial impact to the Group.

**(b) FRS 3 : Business Combination, FRS 136 : Impairment of Assets and FRS 138 : Intangible Assets**

The adoption of FRS 3, FRS 136 and FRS 138 has resulted in the Group ceasing amortisation of goodwill. Goodwill carried at cost less accumulated impairment losses, is now tested for impairment annually, or more frequently if events or changes in circumstances indicate that it may be impaired. Impairment losses are recognised in the income statement when the carrying amount of the cash generating unit to which the goodwill has been allocated exceeds the recoverable amount.

In prior periods, goodwill was amortised on a straight-line basis over its estimated useful life of twenty (20) years.

In accordance with the transitional provision of FRS 3, the cumulative amortisation as at 1 July 2006 has been offset against the cost of goodwill and the carrying amount of goodwill as at 1 July 2006 of RM12,393,000 ceased to be amortised. This change in accounting policy has been applied prospectively and as such there is no restatement of comparative amounts whilst the Group's profit for the current quarter and year-to-date was higher by RM459,500 and RM919,000 respectively resulting from the cessation of amortisation of goodwill.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**1. Basis of preparation (Cont'd)**

**(c) FRS 101 : Presentation of Financial Statements**

The adoption of revised FRS 101 requires new presentation of the financial statements.

In the consolidated income statement, minority interests are presented as an allocation of the total profit for the financial period between the equity holders of the parent and minority interests. In the consolidated balance sheet and consolidated statement of changes in equity, minority interests are presented within total equity. FRS 101 also requires disclosure on the face of the consolidated statement of changes in equity, a total for recognised income and expenses for the financial period, showing separately the amount attributable to the equity holders of the parent and the minority interests.

The presentation of this interim financial report is based on the revised requirements of FRS 101 in which certain comparative figures have been restated to conform with the current period's presentation.

The following comparatives have been restated due to the adoption of new and revised FRSs which have retrospective impact on the preceding period's financial statements:-

**Condensed Consolidated Balance Sheet**

	<b>At 30 June 2006</b>		
	<b>As Previously Reported</b>	<b>Consolidation of ESOS Trust with the adoption of FRS 2</b>	<b>As Restated</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Other assets	39,570	(39,570)	-
Reserves	754,985	(39,570)	715,415

**Condensed Consolidated Statement of Changes in Equity**

	<b>As Previously Reported</b>	<b>Consolidation of ESOS Trust with the adoption of FRS 2</b>	<b>As Restated</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Reserve for own shares at 1 July 2006	-	(41,474)	(41,474)
Retained profits at 1 July 2006	506,487	1,904	508,391
Reserve for own shares at 1 July 2005	-	(5,732)	(5,732)
Retained profits at 1 July 2005	473,943	1,606	475,549

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**2. Qualification of audit report of the preceding annual financial statements**

The audit report for the preceding annual financial statements was not qualified.

**3. Seasonality or cyclicity of interim operations**

There have been no material seasonal or cyclical factors affecting the results of the quarter under review.

**4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the current financial year-to-date.

**5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years**

There were no changes in estimates of amounts reported in the prior financial years.

**6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

There were no issuance of shares, share buy-back, shares cancellation, resale of treasury shares nor repayment of debt or equity shares during the current financial year-to-date other than as mentioned below:

- a. The Company bought back 3,000 of its own shares from the open market for a total consideration of RM30,000. The total number of shares bought back as at 31 December 2006 was 10,979,000 shares and the shares are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act, 1965; and
- b. The Executive Share Option Scheme of the Company was established on 23 January 2006. During the current financial year-to-date, the Company has granted 3,700,000 conditional incentive share options (“Options”) to eligible executives of MPI Group subject to the achievement of certain performance criteria over an option performance period. The Options granted have not resulted in any financial impact to the Group.

**7. Dividend paid**

During the current financial year-to-date, the Company paid a first interim dividend of 17.0 sen per share tax exempt amounting to RM33.8 million on 6 December 2006.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**8. Segmental reporting**

The Group's segmental report for the current financial year-to-date is as follows: -

	<b>Semiconductor</b>	<b>Investment holding</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>	<u>775,208</u>	<u>-</u>	<u>775,208</u>
<b>Results</b>			
Segment results	<u>125,784</u>	<u>(277)</u>	125,507
Interest expense			(10,979)
Interest income			<u>1,224</u>
Profit before taxation			115,752
Taxation			<u>(9,751)</u>
Profit for the period			<u>106,001</u>

**9. Valuations of property, plant and equipment**

The valuation of property, plant and equipment has been brought forward without any amendment from the previous annual financial statements.

**10. Material events not reflected in the financial statements**

There were no material subsequent events to be disclosed as at the date of this report.

**11. Changes in the composition of the Group**

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.

**12. Contingent liabilities or contingent assets**

Save as disclosed in Note 23, there were no contingent liabilities or contingent assets as at the date of this report.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**13. Review of performance**

Revenue of the Group rose 18.1% to RM376.1 million against the same quarter last year. The Group's profit before taxation ("PBT") was higher by RM15.6 million or 43.4% as compared with the same quarter last year.

The Group's revenue for the financial year-to-date was RM775.2 million, a growth of 25.9% over the last year's corresponding period of RM615.8 million. Profit attributable to shareholders for the year to date was RM106.0 million, an improvement of 91.5% over last year's corresponding period of RM55.4 million.

The higher revenue and improvement in PBT were mainly due to higher sales achieved against the corresponding quarter/period of last year.

**14. Material changes in PBT against the immediate preceding quarter**

The Group's Revenue and PBT for the current quarter under review was RM376.1 million and RM51.6 million respectively as compared with RM399.1 million and RM64.1 million recorded in the preceding quarter. The decrease was primarily due to excess inventories in the entire supply chain either with our customers or their distributors which was seen across the whole industries. The results were further impacted by the strengthening of Ringgit Malaysia against US Dollar as the revenue were denominated in US Dollar.

**15. Prospects**

The semiconductor market is going through a period of inventory adjustment, the effect of which will be reflected in the remaining period of the financial year. However, the Board expects the Group's performance to be satisfactory for the current financial year ending 30 June 2007.

**16. Profit forecast / profit guaranteed**

This note is not applicable.

**17. Taxation**

Taxation comprise: -

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current	Preceding Year
	Quarter	Corresponding Quarter	Year- To-Date	Corresponding Period
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysia - over provision in prior years	-	51	-	51
Overseas - current year	-	41	-	41
	-	92	-	92
Deferred taxation				
- current year	6,577	4,392	9,751	6,025
- over provision in prior years	-	-	-	(2,800)
	6,577	4,392	9,751	3,225
	6,577	4,484	9,751	3,317

The Group's effective tax rate for the current quarter / year-to-date are lower than the statutory tax rate mainly due to tax incentives granted to certain subsidiaries.

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**18. Sale of unquoted investments and/or properties**

There were no sales of unquoted investments and/or properties for the current quarter and year to-date.

**19. Quoted securities**

(a) There were no purchases or disposals of quoted securities (other than securities in existing subsidiaries) for the current quarter and year-to-date.

(b) There were no investments in quoted securities as at 31 December 2006.

**20. Corporate proposals**

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

**21. Group's borrowings and debt securities**

Particulars of the Group's borrowings and debt securities as at 31 December 2006 are as follows: -

	<b>RM'000</b>
(i) Unsecured short term borrowings and overdraft	225,472
(ii) Unsecured long term borrowings	178,521
	<u>403,993</u>

The above include borrowings denominated in foreign currencies as follows: -

	<b>RM'000</b>
USD borrowings	169,050
RMB borrowings	25,810

**22. Financial instruments with off balance sheet risk**

The Group enters into short-term foreign exchange contracts to hedge its exposure to currency fluctuations affecting certain foreign currency denominated trade payables and receivables.

Financial instruments are viewed as risk management tools by the Group and are not used for trading or speculative purposes.

The financial instruments with off balance sheet risk as at 22 February 2007 are as follows: -

	<b>Contract amount RM'000</b>
Foreign exchange forward contracts	<u>35,322</u>

The above contracts are maturing within a period of 6 months.

There is minimal credit and market risk because the contracts were executed with established financial institutions.

Gains and losses on foreign exchange contracts are recognised in the income statements upon realisation.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2006**

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**23. Changes in material litigation**

Amkor Technology, Inc. (“Amkor”) has filed a complaint with the International Trade Commission (“ITC”) on 17 November 2003 alleging Carsem (M) Sdn Bhd, Carsem Semiconductor Sdn Bhd and Carsem Inc. (collectively “Carsem Group”) of infringing three of Amkor’s United States Patents. Amkor has also filed a civil lawsuit at the District Court on even date alleging Carsem Group of infringement of the same three patents which are the subject of the ITC Investigation.

Following a hearing in July and August 2004, an Administrative Law Judge (“ALJ”) issued an Initial Determination finding all of the asserted claims of Amkor’s patents invalid, not infringed, or both, and no violation by Carsem Group. Subsequently, the ITC reviewed the Initial Determination and remanded to the ALJ for further findings on several issues.

Carsem Group has now been advised by its lawyers that the ALJ has found that some but not all of Carsem Group’s devices infringed on Amkor’s patents. Carsem Group has filed a petition for review by the ITC and the motion to extend the target date for completion of this investigation by three months pending ASAT, Inc. subpoena enforcement proceeding (“ASAT Proceeding”).

Carsem Group’s motion is granted to the extent that the target date for completion of this investigation is extended to a date that is three months after completion of the pending ASAT Proceeding.

As at the date of this report, the ASAT Proceeding is still pending.

**24. Dividend**

- (a) The Board does not recommend any interim dividend for the quarter ended 31 December 2006 of the financial year ending 30 June 2007 (2005/2006: Nil)
- (b) For the financial year-to-date, a total dividend of 17.0 sen per share tax exempt has been declared (2005/2006: 15.0 sen per share tax exempt).

**25. Earnings per ordinary share**

**Basic earnings per ordinary share**

The calculation of basic earnings per ordinary share for the current quarter is based on the profit attributable to ordinary equity holders of the parent of RM37,336,000 (2005/2006 : RM22,242,000) and the weighted average number of ordinary shares outstanding during the quarter of 198,906,495 (2005/2006: 198,916,354).

The calculation of basic earnings per ordinary share for the current year-to-date is based on the profit attributable to ordinary equity holders of the parent of RM83,404,000 (2005/2006 : RM36,426,000) and the weighted average number of ordinary shares outstanding during the period of 198,906,444 (2005/2006: 198,917,386).

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**25. Earnings per ordinary share (Cont'd)**

**Diluted earnings per ordinary share**

The Group has no dilution in its earnings per ordinary share in the current quarter / year-to-date and preceding year's corresponding quarter / period as there were no dilutive potential ordinary shares. Therefore, no consideration for adjustment in the form of increase in the number of shares was used in calculating the potential dilution of its earnings per share.

By Order of the Board  
Malaysian Pacific Industries Berhad

Joanne Leong Wei Yin  
Company Secretary

Kuala Lumpur  
28 February 2007