

**PETRA ENERGY BERHAD (Company No. 718388-H)
(Incorporated in Malaysia)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current Quarter Ended 31-Mar-11 RM'000	Corresponding Quarter Ended 31-Mar-10 RM'000	Current Year-to-date Ended 31-Mar-11 RM'000	Corresponding Year-to-date Ended 31-Mar-10 RM'000
Revenue	132,324	152,867	132,324	152,867
Cost of Sales	(110,438)	(126,568)	(110,438)	(126,568)
Gross Profit	<u>21,886</u>	<u>26,299</u>	<u>21,886</u>	<u>26,299</u>
Other income	1,586	376	1,586	376
Operating expenses	(14,493)	(11,554)	(14,493)	(11,554)
Finance costs	(2,477)	(3,145)	(2,477)	(3,145)
Profit/(loss) before taxation	<u>6,502</u>	<u>11,976</u>	<u>6,502</u>	<u>11,976</u>
Income tax expense	(1,812)	(3,681)	(1,812)	(3,681)
Profit/(loss) for the period	<u><u>4,690</u></u>	<u><u>8,295</u></u>	<u><u>4,690</u></u>	<u><u>8,295</u></u>
Attributable to:				
Equity holders of the parent	4,760	8,149	4,760	8,149
Minority interest	(70)	146	(70)	146
	<u>4,690</u>	<u>8,295</u>	<u>4,690</u>	<u>8,295</u>
(Loss)/Earnings per share of RM0.50 each (sen)				
a) Basic	2.44	4.18	2.44	4.18
b) Fully diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

PETRA ENERGY BERHAD (Company No. 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter Ended 31-Mar-11 RM'000	Corresponding Quarter Ended 31-Mar-10 RM'000	Current Year-to-date Ended 31-Mar-11 RM'000	Corresponding Year-to-date Ended 31-Mar-10 RM'000
Profit/(loss) for the period	4,690	8,295	4,690	8,295
<i>Other comprehensive income/(loss)</i>	-	-	-	-
Total Comprehensive Income/(loss) for the period	4,690	8,295	4,690	8,295
Total Comprehensive Income/(loss) attributable to:				
Equity holders of the parent	4,760	8,149	4,760	8,149
Minority interest	(70)	146	(70)	146
	4,690	8,295	4,690	8,295

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

**PETRA ENERGY BERHAD (Company No. 718388-H)
(Incorporated in Malaysia)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31-Mar-11	31-Dec-10
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	348,317	353,141
Intangible assets		-
Deferred tax assets	1,440	1,084
Total Non-current Assets	349,757	354,225
Current assets		
Inventories	10,507	10,600
Trade and other receivables	177,638	196,588
Amount due from customers for contract works	81,567	81,716
Tax recoverable	7,746	7,014
Fixed deposits with licensed banks	30,407	44,047
Cash and bank balances	13,072	19,659
Total Current Assets	320,937	359,624
Total Assets	670,694	713,849
EQUITY AND LIABILITIES		
Equity attributable to equity holders		
Share capital	97,500	97,500
Reserves	213,493	208,733
Total Equity Attributable to Equity Holders of the Company	310,993	306,233
Minority interest	710	780
Total equity	311,703	307,013
Non-current liabilities		
Long term borrowings	98,588	108,517
Retirement benefit obligations		-
Other payables		-
Deferred taxation	29,837	28,146
Total Non-current Liabilities	128,425	136,663
Current liabilities		
Trade and other payables	135,157	170,558
Amount due to customers for contract works	2,004	3,153
Borrowings	93,050	95,609
Provision for taxation	355	853
Total Current Liabilities	230,566	270,173
Total liabilities	358,991	406,836
TOTAL EQUITY AND LIABILITIES	670,694	713,849
Net assets per share of RM0.50 each (RM)	1.59	1.57

(The condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

PETRA ENERGY BERHAD (Company No. 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	31-Mar-11	31-Dec-10
	RM'000	RM'000
Cash flow from operating activities		
Profit before taxation	6,502	6,045
Adjustments for:		
Amortisation	32	129
Bad Debts	-	-
Depreciation	6,008	25,161
Doubtful Debts	-	-
(Gain)/Loss on disposal of property, plant and equipment	-	(108)
Impairment of intangible assets	-	1,428.00
Interest expense	2,477	11,407
Interest income	(188)	(956)
Inventories written off	-	568
Property, plant and equipment written off	-	-
Retirement benefits	-	-
Operating profit before working capital changes	14,831	43,674
Decrease/ (Increase) in inventories	93	46,898
(Increase)/ decrease in receivables	19,100	(62,304)
(Decrease)/ Increase in payables	(33,634)	(60,058)
Net cash generated from/ (used in) operation	370	(31,790)
Tax paid	(1,708)	(8,615)
Net cash generated from/ (used in) operating activities	(1,338)	(40,405)
Cash flow from investing activities		
Purchase of property, plant and equipment	(1,216)	(11,479)
Proceeds from disposal of property, plant and equipment	-	355
Interest income received	188	956
Net cash used in investing activities	(1,028)	(10,168)
Cash flow from financing activities		
Proceeds from borrowings	-	-
Repayment of borrowings	(12,468)	(57,025)
Repayment of hire purchase loan	(20)	(218)
Repayment of term loan	-	-
Proceeds from share issuance	-	-
Repayment of revolving credit	-	-
Interest paid	(2,477)	(11,407)
Drawdown of revolving credit	-	-
Drawdown of term loan	-	115,280
Dividend paid	-	(1,950)
Net cash generated from/ (used in) financing activities	(14,965)	44,680
Net change in cash and cash equivalents	(17,331)	(5,893)
Cash & cash equivalents at beginning of period	60,532	66,425
Cash & cash equivalents at end of period	43,201	60,532
Cash and cash equivalents		
Cash in hand and at banks	13,072	19,659
Bank overdraft	-	(2,896)
Fixed deposits with licensed banks	30,107	44,047
	43,179	60,810
Less: Fixed deposits pledged as security	(278)	(278)
	43,201	60,532

(The condensed Consolidated Statement Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Attributable to Equity Holders of the Company →					Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Retained Profits RM'000	Total RM'000	
Financial year ended 31 March 2011						
As at 1 January 2011	97,500	62,062	(31,000)	177,671	306,233	780
Issue of shares	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-
Acquisition of subsidiary	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-
Dividend for the year ended 31 December 2010	-	-	-	4,760	4,760	(70)
Balance as at 31 March 2011	97,500	62,062	(31,000)	182,431	310,993	710
Financial year ended 31 December 2010						
As at 31 December 2009	97,500	62,062	(31,000)	175,399	303,961	684
Effect arising from adoption of FRS 139	-	-	-	1,637	1,637	-
As at 1 January 2010, as restated	97,500	62,062	(31,000)	177,036	305,598	684
Acquisition of subsidiary	-	-	-	-	-	-
Issue of shares	-	-	-	-	-	-
Bonus issue	-	-	-	-	-	-
Listing expenses	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-
Dividend for the year ended 31 December 2009	-	-	-	8,149	8,149	146
Balance as at 31 March 2010	97,500	62,062	(31,000)	185,185	313,747	830

(The condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to this report)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

PART A: EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with Financial Reporting Standards ("FRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2010. The 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 Group since the year ended 31 December 2010.

2. Changes in Accounting Policies

The Group and the Company have adopted the new and revised FRS, Amendments to FRS and IC Interpretations which are mandatory for financial periods beginning on or after 1 January 2011. The adoption of these standards and interpretations did not give rise to any significant effects on the financial statements of the Group and the Company in the period of initial application.

3. Qualification of Financial Statements

The preceding annual financial statements of the Group were not subject to any qualification.

4. Seasonal or Cyclical Factors

Seasonal and cyclical factors do not have any material impact on the Group's business operations.

5. Unusual and Extraordinary Items

There are no unusual and extraordinary items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year to-date.

6. Material Changes in Estimates

There are no material changes in the estimates of amounts reported in the current quarter and financial year to-date.

7. Issuance and Repayment of Debts and Equity Securities

There have been no cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter and financial year to-date.

PETRA ENERGY BERHAD (Company No: 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

8. Dividends Paid

No dividend was paid in respect of the current financial year to-date.

9. Segmental Information

Business Segment - Quarter

Current Quarter Ended 31 Mar-11	Integrated Brown Field Maintenance and Engineering Services RM'000	Onshore Civil Engineering Services RM'000	Marine Offshore Support Services RM'000	Design, Fabrication Supply and Installation Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue							
External revenue	95,066	1,981	26,940	8,337	-	-	132,324
Inter-segment revenue	18,654	-	-	3,757	840	(23,251)	-
	<u>113,720</u>	<u>1,981</u>	<u>26,940</u>	<u>12,094</u>	<u>840</u>	<u>(23,251)</u>	<u>132,324</u>
Results							
Segment results	8,353	76	1,630	(491)	(1,429)	840	8,979
Finance cost	(2,383)	(76)	-	(18)	-	-	(2,477)
Profit/(loss) before taxation	<u>5,970</u>	<u>-</u>	<u>1,630</u>	<u>(509)</u>	<u>(1,429)</u>	<u>840</u>	<u>6,502</u>

Corresponding Quarter Ended 31 Mar-10	Integrated Brown Field Maintenance and Engineering Services RM'000	Onshore Civil Engineering Services RM'000	Marine Offshore Support Services RM'000	Design, Fabrication Supply and Installation Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue							
External revenue	114,549	-	26,532	11,786	-	-	152,867
Inter-segment revenue	29,010	-	-	-	840	(29,850)	-
	<u>143,559</u>	<u>-</u>	<u>26,532</u>	<u>11,786</u>	<u>840</u>	<u>(29,850)</u>	<u>152,867</u>
Results							
Segment results	14,880	-	2,319	(2,166)	1005	(917)	15,121
Finance cost	(3,134)	-	-	(15)	(920)	924	(3,145)
Profit before taxation	<u>11,746</u>	<u>-</u>	<u>2,319</u>	<u>(2,181)</u>	<u>85</u>	<u>7</u>	<u>11,976</u>

PETRA ENERGY BERHAD (Company No: 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

10. Valuation of Property, Plant and Equipment

There is no valuation of property, plant and equipment during the current quarter and financial year to-date.

11. Material Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the end of the interim period reported which have not been reflected in the financial statements.

12. Changes in Composition of the Group

There were no changes in the composition of the Group for the current quarter ended 31 March 2011 including business combination, acquisition or disposal of subsidiary and long-term investment, restructuring and discontinuing operation.

13. Changes in Contingent Liabilities and Contingent Assets

As at 31 March 2011, the Company has given corporate guarantees amounting to approximately RM404.9 million to licensed financial institutions for facilities granted to subsidiary companies. Arising from this, the Company is contingently liable for the amount utilized by its subsidiary companies of approximately RM32.4 million. As at the said date, the amount of performance guarantees extended to third parties is approximately RM63.37 million.

14. Significant Related Party Transactions

a. Related Party Transactions

	Current Quarter ended 31-Mar-11 RM'000	Corresponding Quarter ended 31-Mar-10 RM'000
Loan interest paid to a corporate shareholder	-	924
Charter hire fee paid to related companies of a corporate shareholder	25,202	15,984

The Directors of the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

PETRA ENERGY BERHAD (Company No: 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

14. Significant Related Party Transactions (cont'd.)

b. Compensation of key management personnel

The remuneration of Directors and other members of key management are as follows:

Current Quarter ended 31-Mar-11 RM'000	Corresponding Quarter ended 31-Mar-10 RM'000
345	422

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

15. Review of Performance

For the current quarter, the Group recorded a turnover of RM132.3 million, a decrease of 13.5% compared with RM152.9 million reported in the preceding year corresponding period. The decrease in turnover for the current quarter is mainly due to decrease in the business activities of the integrated brown field maintenance sector. All of the Group's five vessels were fully utilized in the preceding year corresponding period compared to only three vessels in the current quarter.

The profit before taxation decreased from RM12.0 million in the preceding year corresponding period to RM6.5 million for the current quarter. The lower result is in line with a reduction in revenue, but certain operational costs are still incurred despite a decline in the business activities. For the Design, Fabrication, Supply and Installation Services an amount of RM1.1 million was incurred on arbitration and legal fees on the UPOIPC case in the current quarter.

16. Comparison with Immediate Preceding Quarter

The Group's turnover in the current quarter decreased by 12% to RM132.3 million from RM150.0 million reported in the preceding quarter mainly due to the decrease in the business activities of the integrated brown field maintenance sector.

However, the Group registered a profit before taxation of RM6.5 million in the current quarter from a loss before tax of RM12.9 million in the preceding quarter. The swing in the net result of RM19.4 million is mainly due to recognition in the preceding quarter of losses in the onshore civil engineering services sector totaling RM22.9 million mitigated by slightly better margins from the other sectors compared to the current quarter.

17. Prospects

The prospects for the integrated brown field services look promising in the periods ahead with contract bidded estimated at RM800 million over a period of three years.

18. Profit Forecast

No profit forecast or profit guarantee has been issued by the Group.

PETRA ENERGY BERHAD (Company No: 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

19. Taxation

	Current Quarter Ended 31-Mar-11 RM'000	Corresponding Quarter Ended 31-Mar-10 RM'000	Current Year-to-date Ended 31-Mar-11 RM'000	Corresponding Year-to-date Ended 31-Mar-10 RM'000
Current tax charge	683	2,937	683	2,937
Deferred taxation	1,129	744	1,129	744
Total	1,812	3,681	1,812	3,681

The effective tax rate of the Group for the current quarter and financial year to-date is higher than the statutory tax rate principally due to tax losses and expenses that were not deductible for tax purposes.

20. Unquoted Investment and Properties

There were no purchase or disposal of unquoted investment and properties for the current quarter and financial year to-date.

21. Quoted Securities

There were no purchases or disposals of quoted securities for the current quarter and financial year to date and the Group did not hold any quoted securities as at the end of financial year to-date.

22. Corporate Proposals

There were no corporate proposals announced but not completed as of 11 May 2011.

23. Borrowings

a. Total Group's borrowings as at 31 March 2011 were as follows:

	As at 31-Mar-11 RM'000
Secured borrowings	
Short term	93,050
Long term	98,588
Total	191,638

The above borrowings are denominated in Ringgit Malaysia.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

24. Derivative Financial Instruments

There were no derivative financial instruments for the current financial quarter ended 31 March 2011.

25. Gains and Losses Arising from Fair Value Changes of Financial Liabilities

There were no financial liabilities measured at fair value through profit or loss for the current financial quarter ended 31 March 2011. All financial liabilities are measured at the amortised cost effective interest method. Hence, no gains or losses were recognised for changes in the fair values of these liabilities.

26. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off-balance sheet risk as at 11 May 2011.

27. Changes in Material Litigation

The Group is not engaged in any material litigation as at 17 February 2011 except for the following:

- a. Petra Fabricators Sdn Bhd ("PFSB"), a wholly-owned subsidiary of PEB, received a Writ of Summons and a Statement of Claims dated 24 September 2003 for a total sum of RM1,071,899 from Kencana Bestwide Sdn Bhd (formerly known as Best Wide Matrix Sdn Bhd) ("KBW") for goods and services rendered.

PFSB filed a Defence and Counter-Claim dated 1 December 2003 for a sum of approximately RM2 million being the rectification cost incurred against KBW. On 19 January 2010, the Judge decided to allow the Plaintiff's claim and dismissed PFSB's counter claim with costs. However, an appeal has been filed to the Court of Appeal against the whole of the decision of the High Court Judge on 19 February 2010. The hearing for a stay of execution of the High Court Judge's decision on 29 January 2010 filed by PFSB with the High Court of Malaya at Kuala Lumpur was fixed on 2 September 2010 where the High Court has disallowed PFSB's application for stay of execution. The PFSB's record of appeal to the Court of Appeal has been filed on 8 September 2010 and the Company has been advised by its solicitors that a hearing date of the appeal is expected soon.

Based on legal advice, the Board of Directors is of the opinion that the Group has a reasonably good prospect to avail in the proceedings.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011

27. Changes in Material Litigation (cont'd.)

- b. Petra Boilers Sdn Bhd ("PBSB"), a wholly-owned subsidiary of PFSB, which in turn is a wholly-owned subsidiary of PEB has received a Request of Arbitration made on 1 December 2009 by United Palm Oil Industry Public Co. Ltd. ("UPOIPC"), a company incorporated under the laws of Thailand. UPOIPC claimed that PBSB supplied a boiler which failed and is of out-of-service, and that PBSB has failed to perform contractually obliged works pertaining the boiler causing UPOIPC significant loss. UPOIPC is claiming damages and penalty totaling USD11,258,335 together with interest, costs and such further or other relief as may be amended or added.

On 12 February 2010, PBSB filed its Answer denying UPOIPC's claim and counter-claimed that UPOIPC failed to honour its obligations to pay the balance of the contract sum for the supply of the boiler and penalty on the contract sum totaling USD628,191 together with interests, costs and such further or other relief as may be deemed fit to be awarded.

On 5 March, the International Chamber of Commerce ("ICC") International Court of Arbitration at its session on 4 May 2010, fixed the advance to cover the costs of arbitration at USD400,000, subject to later readjustments. PBSB has been invited to pay USD200,000 whilst UPOIPC has been invited to bear the balance USD200,000 of the said USD400,000 costs advancement to ICC.

On 25 August 2010, UPOIPC has sought to amend their Points of Claim and to increase their claim for damages and penalty from the total amount approximating USD11,258,334.55 to an amount totaling approximately USD21,582,481.10 (converted from Thai Baht 712,780,664.33) together with additional continuing loss of profits, interest, costs and such further or other relief as may be amended or added. PBSB had registered its objection to UPOIPC's application to the Tribunal. On 3 September 2010, the arbitration tribunal informed that it is allowing UPOIPC's application to amend their Request for Arbitration subject to the following terms:-

- (a) UPOIPC to give discovery, by 10 September 2010, of the categories on certain documents
- (b) PBSB be at liberty to serve further witness statements in chief by 8 October 2010
- (c) UPOIPC bears all PBSB's costs arising from the amendment (including costs thrown away) such costs to be agreed or, failing which, to be fixed by the Tribunal
- (d) The date of service of the parties' reply witness statements will now be 5 November 2010

The date for the arbitration hearing is fixed from 6 December to 9 December 2010.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

27. Changes in Material Litigation (cont'd.)

On 26 October 2010, the Tribunal has vacated the hearing dates in December 2010 and set fresh hearing dates in two tranches:

(a) 1st tranche - 21 May 2011 to 28 May 2011; and

(b) 2nd tranche - 2 July 2011 to 8 July 2011.

The above fresh hearing dates are consequent to the Tribunal allowing PBSB's applications for UPOIPC to produce documents, for PBSB to file further documents, for PBSB to call additional rebuttal witnesses and for the timeline to exchange rebuttal witness statements be extended.

The Board of Directors has been advised by the advocate and solicitor that the UPOIPC's claim is without merit and grossly inflated, and outside the scope of the contract, which itself specifies compensation for any breach of contract.

28. Dividends

There is no dividend proposed in respect of the current quarter ended 31 March 2011.

29. Earnings Per Share

Weighted Average	Current Quarter Ended 31-Mar -11 RM'000	Corresponding Quarter Ended 31-Mar -10 RM'000	Current Year-to-date Ended 31-Mar -11 RM'000	Corresponding Year-to-date Ended 31-Mar -10 RM'000
Net (loss)/profit attributable to shareholders	4,760	8,149	4,760	8,149
Number of ordinary shares in issue at the beginning of the period	195,000	195,000	195,000	195,000
Effect of the issuance pursuant to				
Public issue	-	-	-	-
Bonus issue	-	-	-	-
Weighted average number of ordinary shares in issue	195,000	195,000	195,000	195,000
Basic (loss)/earnings per ordinary share of RM0.50 each (sen)	2.44	4.18	2.44	4.18

PETRA ENERGY BERHAD (Company No: 718388-H)
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2011**

30. Disclosure of Realised and Unrealised Profits

On 25th March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Rules 2.07 and 2.23 of the Bursa Securities Listing Requirements. The directives requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as the end of the reporting period, into realised and unrealised profits or losses.

On 20th December 2010, Malaysian Institute of Accountants (“MIA”) further issued guidance on the disclosure and the format required.

The breakdown of the retained profits of the Group as at 31 March 2011, into realised and unrealised profits, pursuant to the directive, is as follows:

	As at 31.03.2011 RM'000	As at 31.12.2010 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	188,132	205,962
- Unrealised	<u>(2,433)</u>	<u>(25,053)</u>
	185,699	180,909
Less: Consolidated adjustments	<u>(3,268)</u>	<u>(3,238)</u>
	<u>182,431</u>	<u>177,671</u>

31. Authorisation For Issue

The condensed consolidated interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 11 May 2011.