PLASTRADE TECHNOLOGY BERHAD
Company No. 591077-X
(Incorporated in Malaysia)

UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2010

Notes to the Interim Financial Statements

1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and had been prepared in accordance with the FRS 134 – Interim Financial Reporting and the requirements of the Appendix 9B of the Listing Requirements for the ACE Market.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009. 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 Group since the financial year ended 31 December 2009.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2009, except for the adoption of the following new FRSs, Amendments to FRSs and IC Interpretations that are effective for the Group from 1 January 2010:

FRS 4 Insurance Contracts
FRS 7 Financial Instruments: Disclosures
FRS 8 Operating Segments
FRS 101 (Revised) Presentation of Financial Statements
FRS 123 (Revised) Borrowing Costs
FRS 139 Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 2 : Vesting Conditions and Cancellations
Amendments to FRS 7, FRS 139 and IC Interpretation 9
Amendments to FRS 101 and FRS 132: Puttable Financial Instruments and Obligations Arising on Liquidation
Amendments to FRS 132: Classification of Rights Issues and the Transitional Provision in Relation to Compound Instruments
IC Interpretation 9 Reassessment of Embedded Derivatives
IC Interpretation 10 Interim Financial Reporting and Impairment
IC Interpretation 11 FRS 2 – Group and Treasury Share Transactions
IC Interpretation 13 Customer Loyalty Programmes
IC Interpretation 14 FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
Annual Improvements to FRSs (2009)

Other than the above new accounting standards and interpretations, the Group has also adopted the various amendments to existing accounting standards.

The adoption of the above do not have any significant impact on the interim financial statements upon their initial application, other than as discussed below:

Amendments to FRS 117 Leases (effective for annual periods beginning on or after 1 January 2010). The amendments to FRS 117 requires entities with existing leases of land and buildings (combined) to reassess the classification of land as a finance or operating lease. The Group has reclassified the existing leasehold land to property, plant and equipment following this reassessment, with no effect on reported profit or equity. However, as a result of the adoption of the Amendments to FRS 117, comparative balances have been restated as follows:

	As previously reported RM'000	Effects of changes in accounting policy RM'000	As restated RM'000
Property, plant and equipment	19,908	2,072	21,980
Prepaid land lease payments	2,072	(2,072)	-

3. Audit Report of Preceding Annual Financial Statements

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

4. Seasonal or Cyclical Factors

There were no seasonal or cyclical factors affecting the results of the Group for the current quarter under review.

5. Unusual Items

There were no other items which were unusual because of their nature, size, or incidence that has affected the assets, liabilities, equity, net income or cashflow of the Group for the financial period under review.

6. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods that have a material effect on the current financial quarter.

7. Issuances and Repayment of Debt and Securities

On 26 January 2010, the Company issued 250,000 shares at par to Bumiputera investors recognised by MITI.

8. Dividend Paid

The Board of Directors do not recommend any dividend payment in respect of the financial period ended 31 December 2010.

9. Segmental Information

Segmental reporting of the Group's result for the financial year-to-date is as follows:

	Investment Holding RM'000	Resin compound for wire and cable insulation & jacketing RM'000	Resin compound for other industries RM'000	Total RM'000
Segment Revenue				
- External	-	30,882	22,009	52,891
Segment Result	32	826	(338)	520
Finance Cost	-	(736)	(362)	(1,098)
Share of profit of associate				309
Loss before Tax				**(269)**
Taxation				9
Net Loss after Tax				**(260)**
Consolidated Statement of Financial Position				
Segment assets	5,898	27,245	21,123	**54,266**
Segment liabilities	73	18,952	7,559	**26,584**

Geographical reporting of the Group's revenue and assets for the financial year-to-date is as follows:

	SEGMENT REVENUE RM'000	SEGMENT ASSETS RM'000
Malaysia	38,073	54,266
Other ASEAN countries	2,295	-
Other Asian countries	5,489	-
Other countries	7,034	-
Total	**52,891**	**54,266**

10. Revaluation of Property, Plant and Equipment

The Group did not revalue any of its property, plant and equipment for the quarter under review.

11. Material Events subsequent to the End of the Current Quarter

There were no other events materially affecting the results of the Group for the current quarter and financial year-to-date, which might have occurred between 31 December 2010 and the date of this announcement.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter and financial year-to-date.

13. Changes in Contingent Liabilities and Contingent Assets

There were no changes in the material contingent liabilities or assets of the Group as at the date of this announcement.

14. Capital Commitments

There were no material capital commitments as at the date of this announcement.

UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2010

Additional information required by the Listing Requirements for the ACE Market of the Bursa Malaysia Securities Berhad

1. Review of Performance for the Individual Quarter and Year-to-date

For the period under review, PTB Group recorded a revenue of RM12.555 million, representing an decrease of approximately 16.60% as compared to the preceding year corresponding quarter ended 31 December 2009 of RM15.055 million. Hence, the Group recorded a profit after taxation of RM0.334 million for the current quarter ended 31 December 2010 compared with a profit after taxation of RM0.655 million for the preceding year corresponding quarter ended 31 December 2009.

For the current year to date, PTB Group recorded a revenue of RM52.891 million, representing an increase of approximately 25.68% as compared to the preceding year corresponding year ended 31 December 2009 of RM42.085 million. Nevertheless, the Group recorded a loss after taxation of RM0.260 million for the current year to date compared with a loss after taxation of RM0.262 million for the preceding year corresponding year ended 31 December 2009. The result was relatively unchanged mainly due to a lower contribution from the Associate Company for the whole financial year.

2. Comparison with previous quarter's results

For the current quarter ended 31 December 2010, the Group recorded a revenue of RM12.555 million, representing a decrease of approximately 16.12% as compared to the previous quarter ended 30 September 2010 of RM14.968 million. Meanwhile, the Group recorded a profit after taxation of RM0.334 million in the current quarter ended 31 December 2010, representing more than 100% increase of profit compared to the previous quarter ended 30 September 2010 of loss after taxation of RM0.053 million. The increase in profit after taxation was mainly due to the adjustment of deferred taxation and a higher contribution from Associate Company under the current quarter.

3. Current Year's Prospect

The Board of Directors of PTB is optimistic that its financial performance for the financial year ending 2011 would be better after taking into consideration the current level of operations and prevailing market conditions. The Group will still maintain its best effort to ensure the Group remains competitive by adopting costs saving measure and marketing its products to other jurisdictions.

4. Variance of Profit Forecast

Not applicable as no profit forecast has been issued.

5. Taxation

The taxation charge for the quarter under review includes the following:

	Current Quarter 31/12/2010 RM'000	Financial Year-to-date 31/12/2010 RM'000
Estimated current tax payable	59	85
Overprovision in prior year	-	(33)
Deferred tax	(126)	(61)
	(67)	(9)

The Group's effective tax rate is lower than statutory tax rate of 25% mainly due to the utilisation of brought forward unutilised capital allowance by the subsidiaries not recognised as tax credit in previous financial years.

6. Profit on sale of Investments and/or Properties

There were no disposal of unquoted investments and/or properties during the financial period under review.

7. Purchase and Disposal of Quoted Securities

There were no purchase or disposal of quoted securities during the financial period under review.

8. Status of Corporate Proposals

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

9. Group Borrowings and Debt Securities

The Group's borrowings as at 31 December 2010 are shown below: -

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term Borrowings			
Term Loan	274	-	274
Trade Line	19,261	-	19,261
Hire Purchase Payables	148	-	148
	19,683	**-**	**19,683**
Long Term Borrowings			
Term Loan	369	-	369
Hire Purchase Payables	66	-	66
	435	**-**	**435**
Total	**20,118**	**-**	**20,118**

10. Realised and Unrealised Profits or Losses of the Group

	As At 31/12/2010 RM'000
Realised Profits	8,330
Unrealised losses *	(1,426)
Total Retained Profits	**6,904**

* Unrealised losses mainly comprise deferred tax liability and unrealised foreign exchange losses.

11. Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk as at the date of this report.

12. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending or threatened against the Group as at 21 February 2011 being a date not earlier than 7 days from the date of this quarterly report.

13. Loss Per Share

- **Basic loss per share**

The basic loss per share of the Group is calculated by dividing the loss after taxation of RM0.260 million by the weighted average number of ordinary shares in issue for the current financial year-to-date ended 31 December 2010.

	Current Year To Date 31/12/2010 RM'000	Preceding Year Corresponding Period 31/12/2009 RM'000
Net Loss attributable to equity holders of the Company	(260)	(262)
Weighted average number of ordinary shares ('000)	150,383	150,150
Basic loss per share (sen)	(0.17)	(0.17)

Diluted loss per share is equal to the basic loss per share as there were no potential ordinary shares outstanding in both the previous and current period under review.

By Order of the Board
Pua Kong Hoi
Managing Director