

**TECHFAST HOLDINGS BERHAD**

(Company No.: 647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2010**

	<b>(Unaudited)</b>		<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>3 months ended (Quarter)</b>		<b>12 months ended (Cumulative)</b>	
	<b>31.12.2010</b>	<b>31.12.2009</b>	<b>31.12.2010</b>	<b>31.12.2009</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	7,607	3,190	34,486	12,297
Operating expenses	(6,080)	(6,883)	(27,736)	(23,334)
Other operating income	67	616	1,106	1,092
	<u>1,594</u>	<u>(3,077)</u>	<u>7,856</u>	<u>(9,945)</u>
Finance costs	(93)	(95)	(483)	(643)
<b>Profit/(Loss) before taxation</b>	<u>1,501</u>	<u>(3,172)</u>	<u>7,373</u>	<u>(10,588)</u>
Income tax expense	(596)	274	(1,409)	544
<b>Net profit/(loss) after taxation</b>	<u>905</u>	<u>(2,898)</u>	<u>5,964</u>	<u>(10,044)</u>
<b>Other comprehensive income:</b>				
Exchange differences arising on translating foreign operations	13	(24)	(29)	85
Other comprehensive income/(loss) for the year, net of tax	<u>13</u>	<u>(24)</u>	<u>(29)</u>	<u>85</u>
<b>Total comprehensive income/ (loss)</b>	<u>918</u>	<u>(2,922)</u>	<u>5,935</u>	<u>(9,959)</u>
<b>Profit/(loss) attributable to:</b>				
Equity holders of the parent	500	(2,667)	2,746	(9,626)
Minority interests	<u>405</u>	<u>(231)</u>	<u>3,218</u>	<u>(418)</u>
	<u>905</u>	<u>(2,898)</u>	<u>5,964</u>	<u>(10,044)</u>
<b>Total comprehensive income/(loss) attributable to:</b>				
Equity holders of the parent	558	(2,717)	2,751	(9,577)
Minority interests	<u>360</u>	<u>(205)</u>	<u>3,184</u>	<u>(382)</u>
	<u>918</u>	<u>(2,922)</u>	<u>5,935</u>	<u>(9,959)</u>
<b>Earnings/(loss) per share attributable to equity holders of the parent:</b>				
Basic (sen)	0.32	(1.71)	1.76	(6.18)
Diluted (sen)	NA	NA	NA	NA

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

**TECHFAST HOLDINGS BERHAD**

(Company No.: 647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2010**

	(Unaudited) As at 31.12.2010 RM'000	(Audited) As at 31.12.2009 RM'000 (Restated)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	16,260	14,090
Goodwill on acquisition	2,106	-
	<u>18,366</u>	<u>14,090</u>
<b>Current assets</b>		
Inventories	5,199	2,307
Trade and other receivables	8,727	4,688
Fixed deposits with licensed banks	3,500	9,674
Cash and bank balances	6,185	1,002
	<u>23,611</u>	<u>17,671</u>
Non-current assets held-for-sale	24	3,469
	<u>23,635</u>	<u>21,140</u>
<b>TOTAL ASSETS</b>	<b><u>42,001</u></b>	<b><u>35,230</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	15,591	15,571
Share premium	9,978	9,971
Reserves	(12)	276
Accumulated losses	(298)	(3,303)
	<u>25,259</u>	<u>22,515</u>
<b>Minority interest</b>	<b><u>7,179</u></b>	<b><u>691</u></b>
<b>Total equity</b>	<b><u>32,438</u></b>	<b><u>23,206</u></b>
<b>Non-current liabilities</b>		
Hire purchase creditors	305	28
Term loans	1,768	4,864
Deferred taxation	334	22
	<u>2,407</u>	<u>4,914</u>
<b>Current liabilities</b>		
Trade and other payables	4,288	4,490
Hire purchase creditors	36	341
Tax payable	720	10
Borrowings	2,112	2,269
	<u>7,156</u>	<u>7,110</u>
<b>Total liabilities</b>	<b><u>9,563</u></b>	<b><u>12,024</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>42,001</u></b>	<b><u>35,230</u></b>
Net assets per share attributable to equity holders of the parent (sen)	<u>16.2</u>	<u>14.5</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

## TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2010

	← Attributable to Equity Holders of the Parent →							Total Equity RM'000
	Non-Distributable				Distributable		Minority Interests RM'000	
	Share Capital RM'000	Share Premium RM'000	Translation (Loss)/ Reserve RM'000	Share Option Reserve RM'000	Retained Earnings/ (Accumulated Losses) RM'000	Total RM'000		
<b>Balance at 1 January 2009</b>	15,571	9,971	(68)	249	6,323	32,046	1,073	33,119
Net profit/(loss) for the year	-	-	-	-	(9,626)	(9,626)	(418)	(10,044)
Other comprehensive income	-	-	85	-	-	85	36	121
Share issue expenses	-	-	-	-	-	-	-	-
Share options granted under ESOS	-	-	-	10	-	10	-	10
Minority interests	-	-	-	-	-	-	-	-
<b>Balance as at 31 December 2009</b>	15,571	9,971	17	259	(3,303)	22,515	691	23,206
<b>Balance at 1 January 2010</b>	15,571	9,971	17	259	(3,303)	22,515	691	23,206
Net profit/(loss) for the period	-	-	-	-	2,746	2,746	3,218	5,964
Other comprehensive income	-	-	(29)	-	-	(29)	(34)	(63)
Shares issued from exercise of ESOS	20	7	-	-	-	27	-	27
Share option reserve written off	-	-	-	(259)	259	-	-	-
Acquisition of additional shares in subsidiary	-	-	-	-	-	-	828	828
Acquisition of shares in subsidiary	-	-	-	-	-	-	4,976	4,976
Dividends paid to minority interests	-	-	-	-	-	-	(2,500)	(2,500)
<b>Balance as at 31 December 2010</b>	15,591	9,978	(12)	-	(298)	25,259	7,179	32,438

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

**TECHFAST HOLDINGS BERHAD**

(Company No.: 647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 DECEMBER 2010**

	(Unaudited) 12 Months Ended 31.12.2010 RM'000	(Audited) 12 Months Ended 31.12.2009 RM'000
<b>Cash Flows From Operating Activities</b>		
Profit/(Loss) before taxation	7,373	(10,588)
<u>Adjustments for:</u>		
Non-cash items	2,098	9,788
Non-operating items	(263)	(253)
Operating profit/(Loss) before working capital changes	9,208	(1,053)
<u>Changes in working capital:</u>		
Net change in current assets	4,323	1,339
Net change in current liabilities	(6,714)	2,958
Cash generated from operations	6,817	3,244
Interest paid	(483)	(57)
Tax (paid)/refunded	(1,169)	310
<b>Net cash generated from operating activities</b>	<b>5,165</b>	<b>3,497</b>
<b>Cash Flows From Investing Activities</b>		
Proceeds from disposal of assets-held-for-sale	4,313	-
Proceeds from disposal of plant and equipment	150	840
Rental income	126	169
Interest received	137	83
Purchase of property, plant and equipment	(467)	(481)
Disposal/(Acquisition) of subsidiaries, net of cash	(4,751)	285
Withdrawal/(Placement) of fixed deposits	-	598
<b>Net cash generated from/(used in) investing activities</b>	<b>(492)</b>	<b>1,494</b>
<b>Cash Flow From Financing Activities</b>		
Proceeds from shares issued to minority interests	828	-
Net increase/(decrease) in bills payable	193	(326)
Proceeds from issuance of shares	20	-
Net repayment of hire purchase creditors	(836)	(814)
Dividends paid	(2,500)	-
Repayment of term loans	(3,458)	(2,567)
<b>Net cash used in financing activities</b>	<b>(5,753)</b>	<b>(3,707)</b>
<b>NET INCREASE/(DECREASE) CASH AND CASH EQUIVALENTS</b>	<b>(1,080)</b>	<b>1,284</b>
<b>Effects of exchange rate changes</b>	<b>76</b>	<b>(154)</b>
<b>CASH AND CASH EQUIVALENTS AS AT BEGINNING OF YEAR</b>	<b>10,422</b>	<b>9,292</b>
<b>CASH AND CASH EQUIVALENTS AS AT END OF YEAR</b>	<b>9,418</b>	<b>10,422</b>
<u>Cash and cash equivalents comprise:</u>		
Fixed deposits with licensed banks	3,500	9,674
Cash and bank balances	6,185	1,002
	9,685	10,676
Less : Fixed deposits pledged to licensed banks	(26)	(26)
Bank overdraft	(241)	(228)
	<b>9,418</b>	<b>10,422</b>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

### A. EXPLANATORY NOTES AS PER FRS 134 – INTERIM FINANCIAL REPORTING

---

#### A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with the requirements Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

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

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2009 except for the mandatory adoption of the new FRS, Amendments to FRS and Interpretations with effect from 1 January 2010.

#### Adoption of New and Revised FRS, IC Interpretations and Amendments

FRS 4 Insurance Contracts

FRS 7 Financial Instruments: Disclosures

FRS 101 Presentation of Financial Statements (Revised)

FRS 139 Financial Instruments: Recognition and Measurement

Amendments to FRS 1 First-time Adoption of Financial Reporting Standards

Amendments to FRS 7 Financial Instruments: Disclosures

Amendments to FRS 8 Operating Segments

Amendments to FRS 107 Statement of Cash Flows

Amendments to FRS 108 Accounting Policies, Changes in Accounting Estimates and Errors

Amendments to FRS 110 Events after the Reporting Period

Amendments to FRS 116 Property, Plant and Equipment

Amendments to FRS 117 Leases

Amendments to FRS 118 Revenue

Amendments to FRS 119 Employee Benefits

Amendments to FRS 123 Borrowing Costs

Amendments to FRS 127 Consolidated and Separate Financial Statements

Amendments to FRS 128 Investments in Associates

Amendments to FRS 132 Financial Instruments: Presentation

Amendments to FRS 134 Interim Financial Reporting

Amendments to FRS 136 Impairment of Assets

Amendments to FRS 139 Financial Instruments: Recognition and Measurement

Amendments to FRS 140 Investment Property

Improvements to FRS issued in 2009

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 14 FRS 119 – The Limit of a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Other than the application of FRS 101, the application of the above FRSs, Amendments to FRS and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

#### (a) FRS 101: Presentation of Financial Statements (Revised)

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of an income statement, a balance sheet, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of comprehensive income, a statement of financial position, a statement of changes in equity, statement of cash flows and notes to the financial statements.

# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

### A. EXPLANATORY NOTES AS PER FRS 134 – INTERIM FINANCIAL REPORTING

---

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income. This standard does not have any impact on the financial position and results of the Group.

(b) Amendment to FRS 117: Leases

The Amendment clarifies the classification of leasehold land and buildings and an entity is to reassess the classification of each asset as a finance lease or an operating lease based on the extent of risks and rewards associated with the asset. Leasehold land and buildings which in substance are finance leases will be reclassified to property, land and equipment. The adoption of this Amendment will result in a change in the accounting policy which is applied retrospectively in accordance with transitional provisions. The leasehold land and buildings within the Group has been reclassified to property, plant and equipment with no impact to the profit and loss of the Group. However, the comparative balances as at 31 December 2009 have been restated as a result of the reclassification as shown below:

<b>31 December 2009</b>	<b>As previously reported RM'000</b>	<b>Re-classification RM'000</b>	<b>As restated RM'000</b>
Property, plant and equipment	12,547	1,543	14,090
Prepaid lease payments	1,543	(1,543)	-

#### A2. Auditor's Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2009 was not qualified.

#### A3. Comments about Seasonal or Cyclical Factors

The fastener business of the Group is now much reduced and is less impacted by seasonal factors. The business of newly acquired subsidiaries, Cape Technology Sdn Bhd ("Cape") and Oriem Technology Sdn Bhd ("Oriem"), generally does not experience seasonality in its sales. However, the business of the Group will remain to be affected by general economic cycles.

#### A4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter under review.

#### A5. Changes in Estimates

There were no changes in the estimates of amounts reported that have a material effect on the results in the current quarter under review.

# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

### A. EXPLANATORY NOTES AS PER FRS 134 – INTERIM FINANCIAL REPORTING

---

#### A6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter ended 31 December 2010.

#### A7. Dividend Paid

No dividend was paid during the current quarter ended 31 December 2010.

#### A8. Segmental Information

	Malaysia RM'000	Thailand RM'000	Elim. RM'000	Consolidated RM'000
<b>Segment revenue</b>				
Revenue from external customers	29,838	4,648	-	34,486
Inter-segment revenue	5,884	-	(5,884)	-
Total Revenue	<u>35,722</u>	<u>4,648</u>	<u>(5,884)</u>	<u>34,486</u>
<b>Segment results</b>				
Net profit/(loss) for the period	<u>8,886</u>	<u>(400)</u>	<u>(5,740)</u>	<u>2,746</u>
<b>Segment assets</b>				
Total assets	<u>67,221</u>	<u>6,808</u>	<u>(32,028)</u>	<u>42,001</u>
<b>Segment liabilities</b>				
Total liabilities	<u>12,538</u>	<u>3,733</u>	<u>(6,708)</u>	<u>9,563</u>

#### A9. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment, from the financial year ended 31 December 2009.

#### A10. Subsequent Events

There were no material events subsequent to the end of this quarter.

#### A11. Changes in Composition of the Group

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

#### A12. Contingent Liabilities

The Company is contingently liable for corporate guarantees provided to financial institutions for banking facilities amounting to RM17.27 million granted to the subsidiary companies. As at 31 December 2010, the utilisation of the banking facilities stood at RM3.81 million.

# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

### A. EXPLANATORY NOTES AS PER FRS 134 – INTERIM FINANCIAL REPORTING

---

#### A13. Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at 31 December 2010.

#### A14. Significant Related Party Transactions

Save as disclosed below, the Directors are of the opinion that there were no other related party transactions which would have a material impact on the financial position and the business of the Group during the current quarter.

The transactions with related parties by the Group are as follows:

	<b>3 months ended (Quarter)</b>	<b>12 months ended (Cumulative)</b>
	<b>31.12.2010</b>	<b>31.12.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Related parties</b>		
Chin I Metal Co., Ltd.		
- Sale of goods	35	112



# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

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

---

#### **B1. Review of Performance**

The Group recorded an unaudited profit before taxation of RM1.50 million for the quarter ended 31 December 2010 on a turnover of RM7.61 million compared with loss before taxation of RM3.17 million on a turnover of RM3.19 million recorded in the previous year's corresponding quarter. The profit recorded for the current quarter was mainly due to the consolidation of results in newly acquired 50%-owned subsidiary companies, Cape and Oriem, coupled with the improvement in the fastener business.

For the year ended 31 December 2010, total turnover of RM34.49 million was higher compared to RM12.30 million recorded in the corresponding period last year. The Group recorded a profit before taxation of RM7.37 million for the year ended 31 December 2010 compared to a loss before taxation of RM10.59 million for the same period in the prior year. The higher turnover was due to the consolidation of the results from the newly acquired 50% subsidiary companies, Cape and Oriem and the improvement in the fastener business. Improved sales in the current year also resulted in an improvement in the bottom line. The bottom line in the current year was not impacted by the impairment of buildings, plant and equipment, allowance for obsolete stocks and bad debts written off which occurred during the same period last year.

#### **B2. Comment on Material Change in Profit Before Taxation of Current Quarter Compared with Preceding Quarter**

The profit before taxation in the current quarter of RM1.50 million was marginally lower than RM1.92 million in the preceding quarter ended 30 September 2010. Lower profit before taxation was mainly due to lower turnover of RM7.60 million compared to preceding quarter of RM9.11 million.

#### **B3. Current Year's Prospects**

Barring unforeseen circumstances, the Board of Directors is optimistic about the business prospects for the current year 2011 and expects the performance of the Group to be satisfactory. The fastener business continues to see improvement in sales and the niche business of Cape and Oriem is forecasted to enjoy growth. Furthermore, the financial results of the Group for the year 2011 will incorporate the full year's contribution from Cape and Oriem, which were acquired in May 2010.

#### **B4. Profit Forecast or Profit Guarantee**

This is not applicable as no profit forecast was published.

**TECHFAST HOLDINGS BERHAD**

(Company No.: 647820-D)

Incorporated in Malaysia

**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010****B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B5. Income Tax Expense**

	3 months ended (Quarter)		12 months ended (Cumulative)	
	31.12.2010 RM'000	31.12.2009 RM'000	31.12.2010 RM'000	31.12.2009 RM'000
<b>Current tax:</b>				
Malaysian income tax	646	37	1,451	57
Deferred taxation	-	(306)	60	(596)
	<u>646</u>	<u>(269)</u>	<u>1,511</u>	<u>(539)</u>
Overprovision of tax	(50)	(5)	(102)	(5)
Total income tax expense	<u>596</u>	<u>(274)</u>	<u>1,409</u>	<u>(544)</u>

The effective tax rate of the Group is lower than the statutory rate mainly due to the benefits of pioneer status income tax incentives enjoyed by two of the subsidiary companies.

**B6. Profits/(Losses) on Sale of Unquoted Investments and/or Properties**

There was no sale of unquoted investments nor any other properties during the current quarter and financial year-to-date under review.

**B7. Quoted Securities**

There was no purchase or disposal of quoted and marketable securities during the current quarter and financial year-to-date under review.

**B8. Corporate Proposals**

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

**B9. Borrowings**

	As at 31.12.2010 RM '000	As at 31.12.2009 RM '000
<b>Hire purchase creditors (unsecured)</b>		
Repayable within one year	36	341
Repayable after one year	305	28
	<u>341</u>	<u>369</u>
<b>Current liabilities (secured)</b>		
Trade facilities	299	106
Term loans	1,572	1,935
Bank overdraft	241	228
	<u>2,112</u>	<u>2,269</u>
<b>Long term liabilities (secured)</b>		
Term loans	<u>1,768</u>	<u>4,864</u>

# TECHFAST HOLDINGS BERHAD

(Company No.: 647820-D)

Incorporated in Malaysia

## NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010

### B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

---

#### B10. Off Balance Sheet Financial Instruments

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

#### B11. Changes in Material Litigation

The Company is not engaged in any other 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 the date of this report.

#### B12. Proposed Dividend

There was no dividend proposed for the current quarter ended 31 December 2010.

#### B13. Earnings Per Share (“EPS”)

(a) Basic earnings / (loss) per share

	<u>3 months ended</u> <u>(Quarter)</u>		<u>12 Months Ended</u> <u>(Cumulative)</u>	
	<u>31.12.2010</u>	<u>31.12.2009</u>	<u>31.12.2010</u>	<u>31.12.2009</u>
Net profit/(loss) attributable to equity holders of the parent (RM '000)	500	(2,667)	2,746	(9,626)
Weighted average number of ordinary shares in issue ( '000)	155,864	155,706	155,864	155,706
Basic earnings/(loss) per share (sen)	0.32	(1.71)	1.76	(6.18)

(b) Diluted earnings per share

The diluted earnings per share in the current quarter under review and also in the comparative periods for the preceding year was not disclosed as the unissued ordinary shares granted to executive employees pursuant to the Company's ESOS have no dilutive effect as the exercise price was above the average market value of the Company's shares.

**TECHFAST HOLDINGS BERHAD**

(Company No.: 647820-D)

Incorporated in Malaysia

**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2010****B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

---

**B14. Realised and Unrealised Profit / Losses**

	<b>As at 31.12.2010 RM '000</b>	<b>As at 30.09.2010 RM '000</b>
<b>Total accumulated losses of the Company and its subsidiaries</b>		
Realised	12,988	13,559
Unrealised	(405)	(597)
	<u>12,583</u>	<u>12,962</u>
Less: Consolidation adjustments	(12,881)	(14,018)
Total accumulated losses as per consolidated accounts	<u>(298)</u>	<u>(1,056)</u>

The Company has applied Listing Directive (LD09/10: Disclosure Requirements Pursuant to FRS 139, Financial Instruments: Recognition and Measurement) which exempts entities from disclosing comparative figures on the breakdown of realised and unrealised profits in the first year of applying the directive requirement.

Dated: 28 February 2011