

**K-One**

**K-One Technology Berhad (539757-K)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2006**



**K-One Technology Berhad (539757-K)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2006**  
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
Note	31/12/2006	31/12/2005	31/12/2006	31/12/2005
	RM'000	RM'000	RM'000	RM'000
Operating revenue	15,571	6,603	45,377	32,104
Cost of sales	(12,543)	(4,998)	(34,310)	(26,095)
Gross profit	3,028	1,605	11,067	6,009
Other income	-	-	-	59
Operating expenses	(1,111)	(404)	(4,990)	(2,950)
Profit from operations	1,917	1,201	6,077	3,118
Interest income	15	12	24	12
Interest expense	(47)	(4)	(87)	(43)
Profits before taxation	1,885	1,209	6,014	3,087
Taxation	(6)	(3)	(6)	(3)
Pre-acquisition profit	-	-	-	(732)
Net profits for the period	1,879	1,206	6,008	2,352
<b><u>Attributable to:</u></b>				
Equity holders of the parent	1,879	1,206	6,080	2,352
Minority interests	-	-	(72)	-
Net profits for the period	1,879	1,206	6,008	2,352
<b><u>Earnings per share</u></b>				
<b><u>attributable to:</u></b>				
Equity holders of the parent				
Basic (sen)	1.84	3.19	5.96	6.22
Diluted (sen)	1.78	1.18	5.76	2.30

**Notes**

The unaudited Condensed Consolidated Income Statements should be read in conjunction with the Notes to the Interim Financial Report.

The unaudited Condensed consolidated results for the financial period ended 31 December 2006 announced by the Company is in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.



**K-One Technology Berhad (539757-K)**  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 31 DECEMBER 2006

	Note	(Unaudited) As at 31.12.2006 RM'000	(Audited) As at 31.12.2005 RM'000
<b>ASSETS</b>			
<i>Non-current assets</i>			
Property, plant and equipment		4,074	906
Goodwill		23	-
		<u>4,097</u>	<u>906</u>
<i>Current assets</i>			
Inventories		9,499	5,169
Trade receivables		16,084	6,487
Other receivables		1,459	2,731
Tax recoverable		11	14
Fixed deposits		-	4,663
Cash and cash equivalents		4,968	2,785
		<u>32,021</u>	<u>21,849</u>
<b>Total Assets</b>		<b><u>36,118</u></b>	<b><u>22,755</u></b>
<b>EQUITY AND LIABILITIES</b>			
<i>Capital and Reserves</i>			
Equity attributable to equity holders of the parent			
Share capital		10,206	3,780
Share premium		-	-
Reserves		8,948	9,483
		<u>19,154</u>	<u>13,263</u>
Minority interest		-	-
<b>Total equity</b>		<b><u>19,154</u></b>	<b><u>13,263</u></b>



**K-One Technology Berhad (539757-K)**  
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CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 31 DECEMBER 2006 - continued

	(Unaudited) As at 31.12.2006 RM'000	(Audited) As at 31.12.2005 RM'000
<b>EQUITY AND LIABILITIES</b>		
<i>Non-current liabilities</i>		
Hire purchase creditors	185	134
Long term loan	1,533	-
	1,718	134
<i>Current liabilities</i>		
Trade payables	11,946	5,079
Other payables and accruals	728	1,428
Amount due to Directors	170	673
Bank overdraft	322	1,057
Borrowings	2,013	1,077
Hire purchase creditor	67	44
	15,246	9,358
<b>Total Liabilities</b>	16,964	9,492
<b>Total equity and liabilities</b>	<b>36,118</b>	<b>22,755</b>
Net assets per shares attributable to equity holders of the parent (sen)	18.77	35.09

Notes

The unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Notes to the Interim Financial Report.

The unaudited Condensed Balance Sheet as at 31 December 2006 announced by the Company is in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.

# K-One

**K-One Technology Berhad (539757-K)**  
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## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2006

	Note	<-----Attributable to equity holders of the parent ----->			Minority interest	Total Equity
		<i>Non-distributable</i> Share capital	<i>Share premium</i>	<i>Distributable</i> Retained profits		
		RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2006</b>						
As previously stated		3,780	5,007	2,352	-	11,139
Effect of FRS 3				2,124	-	2,124
As restated		3,780	5,007	4,476	-	13,263
Bonus issue		6,426	(5,007)	(1,419)	-	-
Dividends paid				(189)	-	(189)
Net assets of minority interest		-	-	-	72	72
Net profits for the year				6,080	(72)	6,008
<b>At 31 December 2006</b>		10,206	-	8,948	-	19,154

### Notes

The unaudited Condensed Consolidated Statement of changes in equity should be read in conjunction with the Notes to the Interim Financial Report.

The unaudited Condensed Statement of changes in equity for the financial period ended 31 December 2006 announced by the Company is in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.



**K-One Technology Berhad (539757-K)**

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE TWELVE MONTHS PERIOD ENDED 31 DECEMBER 2006

(The figures have not been audited)

	(Unaudited) As at 31.12.2006 RM'000	As at 31.12.2005 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<i>Profit before taxation</i>	6,014	2,355
Adjustments for:		
Depreciation of property, plant and equipment	452	195
Foreign currency exchange loss - unrealise	421	38
Interest income	(24)	(13)
Interest expenses	87	25
Loss/(Gain) on disposal of property, plant and equipment	1	(55)
Operating profit before working capital changes	6,951	2,545
Changes in working capital		
Increase in inventory	(4,275)	(2,864)
(Increase)/Decrease in trade receivables	(9,898)	(976)
Decrease in other receivables	1,274	(2,210)
Increase/(Decrease) in trade payables	6,907	854
Decrease in other payables	(1,305)	275
Cash used in operations	(346)	(2,376)
Interest paid	(87)	(25)
Taxation paid	(3)	(1)
<i>Net cash used in operating activities</i>	<b>(436)</b>	<b>(2,402)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiary, net of cash acquired	33	(176)
Proceeds from increase in share capital of subsidiary	90	-
Proceeds from disposal of property, plant and equipment	-	80
Purchase of property, plant and equipment	(1,791)	(409)
<i>Net cash used in investing activities</i>	<b>(1,668)</b>	<b>(505)</b>



**K-One Technology Berhad (539757-K)**  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE TWELVE MONTHS PERIOD ENDED 31 DECEMBER 2006 - continued  
(The figures have not been audited)

	(Unaudited) As at 31.12.2006 RM'000	As at 31.12.2005 RM'000
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	(189)	-
Proceeds from rights issue	-	1,282
Proceeds from public issue at a premium	-	7,087
Repayment of hire purchases	(55)	(82)
Drawdown of borrowings, net of repayment	788	172
Interest income	24	13
<i>Net cash generated from financing activities</i>	<b>568</b>	<b>8,472</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(1,536)	5,565
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	(209)	-
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR</b>	6,391	826
<b>CASH AND CASH EQUIVALENT AT END OF YEAR</b>	<b>4,646</b>	<b>6,391</b>

Cash and cash equivalent comprise of the following:

	RM'000
Overdraft	(322)
Cash and bank balances	4,968
	<b>4,646</b>

*Note: Cash flow has excluded pre-acquisition profit of RM 732,000*

# K-One

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE TWELVE MONTHS PERIOD ENDED 31 DECEMBER 2006 - continued  
(The figures have not been audited)

Included in the purchase of property, plant and equipment are assets purchased by means of:-

	<u>RM'000</u>
Cash payments	1,791
Hire purchase financing	129
Term loan financing	1,680
Trade-in	<u>1</u>
Aggregate purchase price	<u>3,601</u>

**Notes**

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Notes to the Interim Financial Report.

The unaudited Condensed Consolidated Cash Flow Statement for the financial period ended 31 DECEMBER 2006 announced by the Company is in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.





**K-One Technology Berhad (539757-K)**  
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## **Interim Financial Reports for the 4<sup>th</sup> quarter ended 31 December 2006**

### **A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING**

#### **A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with FRS134 “Interim Financial Reporting” and Chapter 9 of the Listing Requirements of Bursa Malaysia Securities Berhad for the MESDAQ Market.

The interim financial report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 December 2005. These explanatory notes attached to the financial report provides an explanation of the 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 2005.

#### **A2. Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) effective for the financial period beginning 1 January 2006.

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 Estimates and Errors
FRS 110	Events after Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rules
FRS 127	Consolidated and Separated Financial Statements
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

The adoption of the above FRSs, except for FRS3, does not have significant financial impact on the Group. The principal effect of the changes in accounting policies resulting from the adoption of FRS3 is disclosed in Note A2.1 below.

The revised FRSs which would be adopted from the financial period beginning 1 January 2007 are:

FRS 117	Leases
FRS 124	Related Party Disclosures

### **A2.1 FRS 3: Business Combinations**

The new FRS 3 has resulted in consequential amendments to two other accounting standards, FRS 136 and FRS 138.

#### Intangible assets – goodwill

Under FRS 3, any excess of the Group's interest in the net fair value of acquirees' identifiable assets, liabilities and contingent liabilities over cost of acquisitions (previously referred to as "negative goodwill"), after reassessment, is now recognised immediately in profit or loss. In accordance with the transitional provisions of FRS3, the negative goodwill as at 1 January 2006 of RM2,124,354 was derecognised with a corresponding adjustment to the opening balance of the retained earnings.

#### Intangible assets other than goodwill

Under the new FRS 138, computer software is an intangible asset. The new FRS 138 requires that the useful lives of intangible assets other than goodwill be assessed at individual asset level as having either a finite or infinite life. Some of the intangible assets are regarded to have an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Group. Intangible assets with definite useful lives are not amortised but instead, are tested for impairment annually. In accordance with the transitional provisions of FRS 138, the changes in the useful life assessment from finite to indefinite is made on a prospective basis.

### **A2.2 FRS 101: Presentation of Financial Statements**

The adoption of the revised FRS 101 has affected the presentation of minority interest, and other related disclosures. In the consolidated balance sheet, minority interest is now presented within total equity. In the consolidated income statement, minority interest is presented as an allocation of the net profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest.

## **A2.2 FRS 101: Presentation of Financial Statements (continue)**

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

### **A3. Comparatives**

The comparative figures have been restated due to adoption of FRS 3:

	Previously stated RM'000	FRS 3 RM'000	Restated RM'000
Balance as at 01 January 2006 <i>Distributable</i> Retained earnings	2,352	2,124	4,476

### **A4. Audit Report of the preceding Annual Financial Report**

The audit report for the annual financial statements of the Group for the financial year ended 31 December 2005 was not subject to any qualification.

### **A5. Seasonality or Cyclicity of Operations**

The Group's business is subject to seasonal fluctuation. Business in the first half of the year is normally weaker than the second half of the year. Sales usually peak in the last quarter of the year to catch the Christmas and New Year season overseas.

### **A6. Unusual Items**

During the current quarter under review, there were no items or events that arose, which affected the assets, liabilities, equity, net income or cash flows, to the effect that is unusual in nature, size or incidence.

### **A7. Change in Estimates**

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



	Research, design and develop- ment RM'000	Manu- facturing RM'000	Digital Pen & Paper Solutions RM'000	Invest- ment holding RM'000	Elimina- tion RM'000	Total RM'000
<b>Other information</b>						
Segment assets	12,599	27,241	338	519	(4,579)	<b>36,118</b>
Unallocated assets						<b>(12)</b>
						<b>36,106</b>
Segment liabilities	1,257	15,002	380	18	(3,492)	<b>13,165</b>
Unallocated liabilities						<b>3,798</b>
						<b>16,963</b>

#### (b) Sales Contribution by Geography

The Group's business is attributed to four major geographical areas. Approximately 93% of the business activities are derived from overseas. The Group exports design and development services and finished goods of electronic end-products and sub-systems to Europe, USA and North Asia. The manufacturing activities are conducted entirely in Malaysia.

The geographical sales is as follows:

	Year ended 2006 RM'000	Year ended 2005 RM'000
Malaysia	3,039	-
Europe	35,525	17,937
USA	1,692	1,234
North Asia	5,121	12,933
	<b>45,377</b>	<b>32,104</b>

#### A12. Material Events Subsequent to 31 December 2006

There were no material events subsequent to the end of the current quarter under review that have not been reflected in the financial statements, except for those fully explained in Note **B8**.

### **A13. Changes in the Composition of the Group**

There were no other changes in the composition of the Group during the quarter and up to the date of this report.

### **A14. Contingent Liabilities or Contingent Assets**

- (a) An announcement was made on 6 November 2006, that the Board of Directors of K-One Technology Berhad has given corporate guarantee of RM7,380,000.00 in favour of United Overseas Bank Berhad for credit facilities of the same quantum being granted to K-One Technology Berhad's wholly-owned sub-subsidiary, K-One Industry Sdn Bhd .
- (b) An announcement was made on 6 February 2007, that the Board of Directors of K-One Tech has given corporate guarantee of RM7,000,000.00 in favour of AmBank for the credit facilities of the same quantum being granted to K-One Tech's wholly-owned sub-subsidiary, K-One Industry Sdn Bhd ("K-One Industry").

There were no material contingent liabilities or contingent assets as at 31 December 2006 and up to the date of this report.

### **A15. Capital Commitments**

There were no material capital commitments as at 31 December 2006 and up to the date of this report.

K-One Tech has completed its acquisition of 2 units of 4 storey shoplots located at No. 66 & 68 Jalan PSS 22/21, Damansara Jaya, 47400 Petaling Jaya, Selangor, for a consideration price of RM 1,050,000 (Ringgit Malaysia One Million Fifty Thousand Only) each. The total purchase consideration of RM 2.1 million was satisfied by way of term loan on the 6 November 2006 obtained from United Overseas Bank Berhad.



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## Notes to the Interim Financial Reports for the 4th quarter ended 31 December 2006

### **B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD ('BURSA SECURITIES')**

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

For the fourth quarter ended 31 December 2006, the Group achieved revenue of RM15.6 million representing an increase of 136% as compared to the RM6.6 million achieved in the corresponding fourth quarter of the preceding year ended 31 December 2005. Correspondingly, the Group's fourth quarter profit attributable to equity holders improved from RM 1.2 million to RM 1.9 million, representing an increase of 58%.

For the 12 months ended 31 December 2006, the Group registered revenue of RM 45.4 million representing a 41% increase from its preceding financial year's corresponding period revenue of RM 32.1 million. Profit attributable to equity holders increased by 155% from RM2.4 million (excluding pre-acquisition profit) for financial year 2005 to RM 6.1 million in financial year 2006. With the inclusion of pre-acquisition profit-after-tax on a proforma basis, profit-after-tax still increased by 94%, comparing financial years 2005 and 2006 respectively.

#### **B2. Comparison of Current Quarter Results with the Preceding Quarter**

	Current Quarter 31.12.2006 <u>RM'mill</u>	Preceding Year Corresponding Quarter 31.12.2005 <u>RM'mill</u>
Revenue	15.6	6.6
Profit attributable to equity holders of the parent	1.9	1.2

For the fourth quarter ended 31 December 2006, the Group achieved revenue of RM15.6 million and profit attributable to equity holders of the parent of RM1.9 million compared to turnover of RM6.6 million and profit attributable to equity holders of the parent of RM1.2 million respectively for the fourth quarter ended 31 December 2005. Revenue was 136% higher, while profit attributable to equity holders was up by 58%. The robust growth in revenue and profit attributable to equity holders was mainly due to manufacturing ramp-up of mobile phone accessories and consumer technology products designed and developed at the beginning of the financial year.

**B3. Prospects for the current financial year**

Barring any unforeseen circumstances, the Board is optimistic of the Group's performance for the financial year ending 31 December 2007.

**B4. Variance on Profit forecast and Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee in a public document.

**B5. Taxation**

No provision for taxation was required for the financial period ended 31 December 2006 in respect of its core activities as the Group is still within the tax exemption period granted by the Ministry of International Trade and Industry and the Ministry of Finance.

**B6. Profit on Sale of Unquoted Investment and/or Properties**

There was no disposal of unquoted investment or properties during the financial quarter under review.

**B7. Purchase and Disposal of Quoted Securities**

There was no purchase or disposal of quoted securities during the financial quarter under review.

**B8. Status of Corporate Proposals**

(a). An announcement was made on 21 December 2006 , that the Board of Directors of K-One Technology Berhad has acquired 200,000 ordinary shares of RM1.00 Each In Moltec Precision Sdn Bhd ("Moltec") representing 20% equity interest in Moltec for a cash consideration of RM4,592,800 . The acquisition is to be completed by 31 March 2007 with option to extend completion till 30 June 2007.

(b). On 15 January 2007, the Company proposed the following: -

Proposed Renounceable Rights Issue Of New Ordinary Shares Of RM0.10 Each In K-One Tech ("Rights Shares") Together With Free Detachable New Warrants ("Warrants") On The Basis Of One (1) Rights Share And Two (2) Warrants For Every Ten (10) Existing Ordinary Shares Of RM0.10 Each In K-One Tech ("K-One Tech Shares" or "Shares") At An Issue Price To Be Determined Later ("Proposed Rights Issue With Warrants")



The Board will only determine the actual number of Rights Shares to be issued based on the actual number of K-One Tech Shares in issue on the Entitlement Date after taking into consideration the following:-

- (i) the exercise of options to subscribe for 4,050,000 new Shares which have been granted to the Directors and employees of K-One Tech pursuant to an employee share option scheme ("ESOS") but yet to be exercised ("Unexercised ESOS Options"); and
- (ii) the exercise of outstanding ESOS options to subscribe up to 6,156,000 new Shares which may be granted subsequent to the date of this announcement ("Additional ESOS Options").

The number of Rights Shares and Warrants to be issued under the Proposed Rights Issue With Warrants is 10,206,000 Rights Shares and 20,412,000 Warrants (Minimum Scenario based on the issued and paid-up share capital of K-One Tech as at the date of this announcement) or 11,226,600 Rights Shares and 22,453,200 Warrants (Maximum Scenario) assuming all Unexercised ESOS Options and Additional ESOS Options are exercised prior to the Entitlement Date.

The above proposal is subject to shareholders' approval at an Extraordinary General Meeting at a suitable time and venue, which is to be announced later. The proposal is also subjected to SC's approval. The rights issue price would be determined by the Directors of K-One Tech at a date to be determined and announced later, based on market-based principles after taking into account a discount of 10% from the weighted average market price of K-One Tech Shares for the five (5) days preceding the price-fixing date.

The rationale for the Proposed Rights Issue with Warrants is as follows:-

- (i) to raise additional working capital for K-One Tech and its subsidiaries ("K-One Group") via the Rights Shares and subsequent exercise of the Warrants;
- (ii) to provide shareholders of K-One Tech an opportunity to increase their equity participation in the Company in terms of number of shares; and

(iii) to improve the liquidity of the K-One Tech Shares traded on Bursa Securities  
For other details of the above-mentioned corporate exercise, kindly refer to the announcement made on 15 January 2007.

### Status of Utilisation of Proceeds

As at 31 December 2006, the proceeds arising from the public issue of approximately RM8,369,000 were utilised as follows:

Purpose	Proposed utilization RM'000	Amount utilized RM'000	Balance RM'000
Upgrading of D&D Centre	1,500	7	1,493
Establishment of global sales offices	900	Nil	900
Expansion plans for manufacturing facilities	1,550	356	1,194
Working capital	3,219	3,219	Nil
Estimated shares issue expenses	1,200	1,200	Nil
<b>Total</b>	<b>8,369</b>	<b>4,782</b>	<b>3,587</b>

### B9. Group Borrowings and Debt Securities

Particulars of the Group's borrowings denominated in Ringgit Malaysia as at 31 December 2006 are as follows:

	RM'000
<b>Short term borrowings</b>	
<b><u>Unsecured</u></b>	
Bankers' acceptance	1,805
Trust receipt	27
Letter of credit	43
<b><u>Secured</u></b>	
Hire purchase creditors	67
Term loan	138
	<b>2,080</b>
<b>Long term borrowings</b>	
<b><u>Secured</u></b>	
Hire purchase creditors	185
Term loan	1,533
	<b>1,718</b>
<b>Total Borrowings</b>	<b>3,798</b>

**B10. Off Balance Sheet Financial Instruments**

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

**B11. Material Litigations**

As at the date of this report announced, there was no material litigation against the Group.

**B12. Earnings Per Share****(a) Basic earnings per share**

The earnings per share for the current year to date is calculated by dividing the net profit attributable to equity holders of the parent of RM6.080 million by the number of shares in issue of 102,060,000 of RM0.10 each per ordinary shares.

	Current quarter 31/12/2006	Current year to-date 31/12/2006
Profit attributable to equity holder of the parent (RM'000)	1,879	6,080
No of Ordinary shares of RM0.10 par each ('000)	102,060	102,060
Basic Earnings per Ordinary Shares (sen)	1.84	5.96

**(b) Fully diluted earnings per share**

For the purpose of calculating diluted earnings per share, the weighted average number of shares has been adjusted for the dilutive effects of the shares options granted to the employees.

	Current quarter 31/12/2006	Current year to-date 31/12/2006
Profit attributable to equity holder of the parent (RM'000)	1,879	6,080
Weighted average number of Ordinary shares of RM0.10 each ('000)	102,060	102,060
Effect of dilution of share options ('000) <i>Based on post-bonus issue Esos exercise price of RM0.28 (rounding up to nearest 2 decimal place)</i>	3,483	3,483
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	105,543	105,543
Diluted Earnings per Ordinary Shares (sen)	1.78	5.76