

13. ACCOUNTANTS' REPORT

(prepared for inclusion in this Prospectus)



Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

31 OCT 2008

The Board of Directors
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Dear Sirs/Madam,

FIBON BERHAD ACCOUNTANTS' REPORT

1. PURPOSE OF REPORT

This report has been prepared by Horwath, an approved company auditor, for inclusion in the Prospectus of Fibon Berhad ("FIBON" or "the Company") to be dated **24 NOV 2008** in connection with the listing of Fibon Berhad on the MESDAQ Market of Bursa Malaysia Securities Berhad ("Bursa Securities"). Details of the listing scheme are disclosed in paragraph 2 of this report.

2. DETAILS OF THE LISTING SCHEME

In conjunction with and as an integral part of the listing of FIBON on the MESDAQ Market of Bursa Securities, the Company undertook the following transactions which have been approved by the relevant authorities:-

2.1 Share Split

Share split of FIBON's existing issued and paid-up share capital of two (2) ordinary shares of RM1.00 each into twenty (20) ordinary shares of RM0.10 each.

2.2 Acquisition

Acquisition of the entire issued and paid-up capital of Hexa Analisa Sdn. Bhd. ("HEXA") comprising 100,000 ordinary shares of RM1.00 each in HEXA by FIBON for a purchase consideration of RM2,699,998 to be satisfied by the issuance of 26,999,980 new ordinary shares of RM0.10 per share in FIBON ("FIBON Shares") at par.

(hereinafter referred to as the "Acquisition" and accordingly FIBON and its subsidiary are referred to as "FIBON Group" or "the Group".)

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2. DETAILS OF THE LISTING SCHEME (CONT'D)

2.3 Listing Scheme

FIBON seeks listing on the MESDAQ Market of Bursa Securities. The listing scheme comprises the following:-

- (a) Public issue of 3,347,000 new FIBON shares, representing 11.03% of the enlarged issued and paid-up share capital of FIBON prior to the Bonus Issue, at an issue price of RM2.73, to be allocated to the followings:-

(i) Public

308,000 FIBON Shares, representing 1.01% of the enlarged issued and paid-up share capital of FIBON prior to the Bonus Issue will be made available for application by the public, of which at least 30% will be to the extent possible allocated to Bumiputera individuals, companies, societies, co-operatives and institutions;

(ii) Eligible Employees

15,000 FIBON Shares, representing 0.05% of the enlarged issued and paid-up share capital of FIBON prior to the Bonus Issue have been reserved for application by eligible employees of FIBON Group; and

(iii) Private Placement

3,024,000 FIBON shares, representing 9.97% of the enlarged issued and paid-up share capital of FIBON prior to the Bonus Issue have been reserved for private placement.

- (b) Bonus Issue

Implementation a bonus issue of 67,653,000 new FIBON Shares subsequent to the Public Issue. The 67,653,000 new FIBON Shares will be issued to the shareholders of FIBON prior to the listing on Bursa Securities on the basis of approximately 10,000 new FIBON Shares for every 4,486 FIBON Shares held after the Public Issue and will be completed prior to the listing. The share premium arising from the Public Issue will be capitalised for the bonus issue.

- (c) Listing on Bursa Securities

The listing of and quotation for the entire enlarged issued and paid-up share capital of FIBON of RM9,800,000 comprising 98,000,000 FIBON shares on the MESDAQ Market of Bursa Securities.

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3 GENERAL INFORMATION

3.1 INCORPORATION

FIBON was incorporated in Malaysia on 25 March 2008 under the Companies Act, 1965 as a public limited company.

3.2 PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and provision of management services.

3.3 SHARE CAPITAL

The Company was incorporated with an authorised share capital of RM100,000 comprising 100,000 ordinary shares of RM1.00 each. On 20 October 2008, the authorised share capital was increased from RM100,000 to RM25,000,000 comprising 250,000,000 ordinary shares of RM0.10 each.

The present issued and fully paid-up share capital of the Company is RM2.00 comprising 2 ordinary shares of RM1.00 each. Upon completion of the Public Issue, the issued and fully paid-up share capital of the Company will be enlarged to RM9,800,000 comprising 98,000,000 ordinary shares of RM0.10 each.

Details of changes in the issued and fully paid-up share capital of the Company since its incorporation are as follows:-

Date of allotment	No. of ordinary shares issued	Par value RM	Consideration/ Type of issue	Cumulative issued and paid-up share capital RM
25.03.2008	2	1.00	Subscribers' shares	2
20.10.2008	20	0.10	Subdivision of par value from RM1.00 to RM0.10	2
20.10.2008	26,999,980	0.10	Shares issued as consideration for the Acquisition	2,700,000

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3 GENERAL INFORMATION (CONT'D)

3.4 PRINCIPAL ACTIVITIES OF THE SUBSIDIARY

The subsidiary of FIBON and its principal activities as at the date of this report are as follows:

Name of Company	Date of Incorporation	Effective Equity Interest (%)	Principal Activities
HEXA	15 October 2003	100.00	Formulation of advanced polymer matrix fibre composites, manufacturing and sales of electrical insulators, electrical enclosures and meter boards.

3.5 RELEVANT FINANCIAL PERIODS AND AUDITORS

The relevant financial period for the purpose of this report ("Relevant Financial Periods") and the auditors of the subsidiary company included in this report for the Relevant Financial Periods are as follows:-

Company	Relevant Financial Periods
FIBON	Financial period from 25 March 2008 (date of incorporation) to 31 May 2008
HEXA	Financial years ended ("FYE") 31 May 2006 to 31 May 2008.

The first set of audited financial statements prepared by FIBON was for the financial period from 25 March 2008 (date of incorporation) to 31 May 2008, hence there are no financial statements of FIBON for the FYE 2006 to 2007. For the purpose of this report, the audited financial statements of FIBON for 31 May 2008 are presented.

The auditors for the Relevant Financial Years were Messrs Horwath.

The audited financial statements of FIBON and HEXA for the Relevant Financial Periods were reported upon without any audit qualification or emphasis of matter.

3.6 DIVIDENDS

Save as disclosed below, no other dividends have been paid or declared by FIBON Group for the Relevant Financial Periods under review.

Company	Year ended 31 May	Issued and paid-up capital RM	Dividend rate (%)	Type of dividend	Net amount of dividend paid RM'000
HEXA	2008	100,000	12,300	Tax exempt	12,300

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4 ACCOUNTING STANDARDS AND POLICIES

4.1 BASIS OF PREPARATION

The financial statements of FIBON and HEXA were prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other paragraph under significant accounting policies, and in compliance with applicable approved Financial Reporting Standards ("FRS") in Malaysia and the provisions of the Companies Act, 1965.

In FYE 2006 and FYE 2007, the financial statements of HEXA were prepared in compliance with applicable Malaysian Accounting Standard Board ("MASB") approved accounting standards in Malaysia for Private Entities and the provisions of the Companies Act, 1965.

In FYE 2008, HEXA has adopted all the new and revised FRS issued by the MASB which are relevant to its operations.

The adoption of these new and revised FRS does not have any material financial effects on the financial statements of HEXA.

Framework for the Preparation and Presentation of Financial Statements has been issued and is effective immediately. This Framework sets out the concepts that underlie the preparation and presentation of financial statements for external users. It is not an MASB approved accounting standard and hence, does not define standards for any particular measurement or disclosure issue. FIBON Group has applied this Framework for the financial year ended 31 May 2008.

FIBON Group has not adopted FRS 139 - Financial Instruments: Recognition and Measurement and the consequential amendments resulting from FRS 139 as it is effective for financial period beginning on or after 1 January 2010. FRS 139 establishes the principles for the recognition and measurement of financial assets and financial liabilities including circumstances under which hedge accounting is permitted. By virtue of the exemption provided under paragraph 103AB of FRS 139, the impact of applying FRS 139 on its financial statements upon first adoption of the standard as required by paragraph 30(b) of FRS 108 is not disclosed.

The following FRSs have been issued and are effective for financial periods beginning on or after 1 July 2007 and will be effective for FIBON Group 's financial statements for the financial year ending 31 May 2009:-

FRS 107	Cash Flow Statements
FRS 112	Income Taxes
FRS 118	Revenue
FRS 137	Provisions, Contingent Liabilities and Contingent Assets

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.1 BASIS OF PREPARATION (CONT'D)

The above FRSs align the MASB's FRS with the equivalent International Accounting Standards ("IAS"), both in terms of form and content. The adoption of these standards will only impact the form and content of disclosures presented in the financial statements. FIBON Group will apply these FRSs from the financial year ending 31 May 2009.

4.2 FINANCIAL RISK MANAGEMENT POLICIES

FIBON Group's financial risk management policies seek to ensure that adequate financial resources are available for the development of FIBON Group's business whilst managing market, credit, liquidity and cash flow risks. The policies in respect of the major areas of treasury activities are as follows:-

(a) Market Risk

(i) Foreign Currency Risk

FIBON Group is exposed to foreign exchange risk on sales and purchases that are denominated in foreign currencies. Foreign currency risk is monitored closely and managed to an acceptable level.

(ii) Interest Rate Risk

FIBON Group does not have any interest-bearing liabilities. It maintains interest yielding bank balances and fixed deposits. Interest income arising from these assets is not considered to be significant.

(iii) Price Risk

FIBON Group does not have any quoted investments and hence is not exposed to market risks.

(b) Credit Risk

FIBON Group's exposure to credit risks, or the risk of counterparties defaulting, arises mainly from receivables. It is FIBON Group's policy to monitor the financial standing of these counter parties on an ongoing basis to mitigate FIBON Group's exposure to this risk.

FIBON Group does not have any major concentration of credit risks related to any individual customer or counterparty.

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.2 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(c) Liquidity and Cash Flow Risks

FIBON Group's exposure to liquidity and cash flow risks arises mainly from general funding and business activities.

It practises prudent liquidity risks management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

4.3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by FIBON Group in the preparation of this report are as follows:-

(a) Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated by the directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgements that affect the application of FIBON Group's accounting policies and disclosures, and have a significant risk of causing a material adjustment to the carrying amounts of assets, liabilities, income and expenses are discussed below.

(i) Depreciation of Plant and Equipment

The estimates of the residual values, useful lives and related depreciation charges for the plant and equipment are based on commercial and production factors which could change significantly as a result of technical innovations and competitors' actions in response to the market conditions.

FIBON Group anticipates that the residual values of its plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount.

Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

13. ACCOUNTANTS' REPORT (Cont'd)*(prepared for inclusion in this Prospectus)***4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)****4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(a) Critical Accounting Estimates and Judgements (Cont'd)****(ii) Income Taxes**

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. FIBON Group recognise tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcomes of these matters are different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provision in the period in which such determination is made for.

(iii) Impairment of Assets

When the recoverable amount of an asset is determined based on the estimate of the value-in-use of the cash-generating unit to which the asset is allocated, the management is required to make an estimate of the expected future cash flows from the cash-generating unit and also to apply a suitable discount rate in order to determine the present value of those cash flows.

(iv) Amortisation of Development Costs

Changes in the expected level of usage and technological development could impact the economic useful lives, therefore future amortisation charges could be revised.

(v) Allowance for Inventories

Reviews are made periodically by management on damaged, obsolete and slow-moving inventories. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

13. ACCOUNTANTS' REPORT (Cont'd)
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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(a) Critical Accounting Estimates and Judgements (Cont'd)

(vi) Allowance for Doubtful Debts of Receivables

FIBON Group makes allowance for doubtful debts based on an assessment of the recoverability of receivables. Allowances are applied to receivables where events or changes in circumstances indicate that the carrying amounts may not be recoverable. Management specifically analyses historical bad debt, customer concentrations, customer creditworthiness, current economic trends and changes in customer payment terms when making a judgement to evaluate the adequacy of the allowance for doubtful debts of receivables. Where the expectation is different from the original estimate, such difference will impact the carrying value of receivables.

(b) Financial Instruments

Financial instruments are recognised in the balance sheet when FIBON Group has become a party to the contractual provision of the instruments.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

Financial instruments are offset when FIBON Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

Financial instruments recognised in the balance sheet are disclosed in the individual policy statement associated with each item.

(c) Functional and Foreign Currency

(i) Functional and Presentation Currency

The functional currency of FIBON Group is measured using the currency of the primary economic environment in which the Group operates.

The financial statements are presented in Ringgit Malaysia ("RM") which is the FIBON Group's functional and presentation currency.

13. ACCOUNTANTS' REPORT (Cont'd)*(prepared for inclusion in this Prospectus)***4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)****4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(c) Functional and Foreign Currency (Cont'd)****(ii) Transactions and Balances**

Transactions in foreign currency are converted into RM at the approximate rates of exchange ruling at the transaction dates. Transactions in foreign currency are measured in the respective functional currencies of FIBON Group and are recorded on initial recognition in the functional currencies at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities at the balance sheet date are translated at the rates ruling as of that date. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. All exchange differences are taken to the income statement.

(d) Research and Development Expenditure

Research expenditure is written off to the income statement when incurred.

Development expenditure is recognised as an expense except that costs incurred on development projects are capitalised as long-term assets to the extent that such expenditure is expected to generate future economic benefits. Development expenditure capitalised comprises costs incurred for development including direct and attributable indirect costs. Development costs initially recognised as an expense are not recognised as assets in the subsequent period.

Development costs that have been capitalised are amortised on a straight-line basis over the period of their expected benefit, but not exceeding 5 years, from the commencement of the commercial production of the products.

(e) Plant and Equipment

Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Depreciation is calculated under the straight-line method to write off the depreciable amount of the assets over their estimated useful lives. Depreciation of an asset does not cease when the assets become idle or is retired from active use unless the asset is fully depreciated. The principal annual rates used for this purpose are:-

Plant and machinery	10%
Office equipment, furniture and fittings	10%

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Plant and Equipment (Cont'd)

The depreciation method, useful life and residual values are reviewed, and adjusted if appropriate, at each balance sheet date to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of the plant and equipment.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising from derecognition of the asset is included in the income statement in the year the asset is derecognised.

(f) Impairment of Assets

The carrying amounts of assets, other than those to which FRS 136 - Impairment of Assets does not apply, are reviewed at each balance sheet date for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts. The recoverable amount of the assets is the higher of the assets' net selling price and its value-in-use, which is measured by reference to discounted future cash flow. An impairment loss is charged to the income statement immediately.

In respect of assets other than goodwill, and when there is a change in the estimates used to determine the recoverable amount, a subsequent increase in the recoverable amount of an asset is treated as a reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in the income statement immediately.

(g) Inventories

Inventories are stated at the standard cost basis. Cost is determined on the first-in-first-out basis, and comprises the cost of materials and incidentals incurred in bringing the inventories to their present location and condition.

Net realisable value represents the estimated selling price less the estimated costs of completion and the estimated costs necessary to make the sale.

Where necessary, due allowance is made for all damaged, obsolete and slow-moving items.

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Receivables

Receivables are carried at anticipated realisable value. Bad debts are written off in the period in which they are identified. An estimate is made for doubtful debts based on a review of all outstanding amounts at the balance sheet date.

(i) Payables

Payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(j) Income Taxes

Income taxes for the year comprises current and deferred tax.

Current tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted or substantially enacted at the balance sheet date.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences other than those that arise from goodwill or excess of acquirer's interest in the net fair value of acquiree's identifiable assets, liabilities and contingent liabilities over the business combination cost or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates that have been enacted or substantially enacted at the balance sheet date.

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Income Taxes (Cont'd)

Deferred tax is recognised in the income statement, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also charged or credited directly, or when it arises from a business combination that is an acquisition, in which case the deferred tax is included in the resulting goodwill or excess of acquirer's interest in the net fair value of acquiree's identifiable assets, liabilities and contingent liabilities over the business combination cost. The carrying amounts of deferred tax assets are reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

(k) Equity Instruments

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from proceeds.

Dividends on ordinary shares are recognised as liabilities when approved for appropriation.

(l) Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand, bank balances, demand deposits, deposits pledged with financial institutions, bank overdrafts and short term, highly liquid investment that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(m) Employee Benefits

(i) Short-Term Benefits

Wages, salaries, paid annual leave and sick leave, bonuses, and non-monetary benefits are accrued in the period in which the associated services are rendered by employees of FIBON Group.

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4 ACCOUNTING STANDARDS AND POLICIES (CONT'D)

4.3 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(m) Employee Benefits (Cont'd)

(ii) Defined Contribution Plans

FIBON Group's contributions to defined contribution plans are charged to the income statement in the period to which they relate. Once the contributions have been paid, FIBON Group has no further liabilities in respect of the defined contribution plans.

(n) Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise influence over the other party, to the extent that it prevents the other party from pursuing its own separate interests in making financial and operating decisions.

(o) Contingent Liabilities and Contingent Assets

A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence of one or more uncertain future events not wholly within the control of FIBON Group. It can also be a present obligation arising from past events that is not recognised because it is not probable that outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

A contingent liability is not recognised but is disclosed in the notes to the financial statements. When a change in the probability of an outflow occurs so that the outflow is probable, it will then be recognised as a provision.

A contingent asset is a probable asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain events not wholly within the control of FIBON Group.

(p) Revenue Recognition

Revenue is recognised upon delivery of goods and customers' acceptance and where applicable, net of sales tax, returns and trade discounts.

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5 AUDITED FINANCIAL STATEMENTS

No consolidated financial statements of FIBON Group were presented for the Relevant Financial Periods as FIBON Group was only formed on 20 October 2008.

Accordingly, we have presented the audited financial statements of FIBON and HEXA for their respective Relevant Financial Periods as described in Section 3.5.

The financial statements of FIBON and HEXA as presented in Section 5.1 and 5.2 respectively are based on the audited financial statements, modified as appropriate, for the purpose of this report.

All information is extracted from the audited financial statements except those in italics which are prepared based on calculation, representation and explanation provided by the management.

5.1 FIBON

5.1.1 INCOME STATEMENT OF FIBON

	Financial period from 25 March 2008 to 31 May 2008 RM'000
Revenue	-
Other operating expenses	(7)
Loss before taxation ("LBT")	(7)
Taxation	
- Current taxation	-
Loss after taxation ("LAT")	(7)
<i>Weighted average number of ordinary shares of RM1.00 each</i>	^
<i>Gross loss per share ("LPS") (RM'000)</i>	(4)
<i>Net LPS (RM'000)</i>	(4)

Notes:-

[^] Represents two (2) ordinary shares of RM1.00 each

(1) There were no exceptional or extraordinary items for the financial period under review.

(2) The gross LPS and net LPS were computed by dividing the LBT and LAT respectively by the weighted average number of ordinary shares in issue during the period.

(3) The income statement of FIBON for the financial period represents preliminary expenses and pre-operating expenses.

(4) There is no shares of profits and losses of associated companies and joint ventures for the Financial Period.

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.1.2 BALANCE SHEET OF FIBON

	31.5.2008 RM'000
ASSETS	
CURRENT ASSETS	
Cash and bank balances	^
TOTAL ASSETS	^
EQUITY AND LIABILITIES	
EQUITY	
Share capital	#
Accumulated loss	(7)
SHAREHOLDERS' DEFICIT	(7)
CURRENT LIABILITIES	
Other payable and accrual	7
TOTAL EQUITY AND LIABILITIES	^
<i>Net liabilities ("NL") (RM'000)</i>	7
<i>NL per ordinary share ¹</i>	3,500

Notes:-

[^] Represents RM2.00

[#] Represents two (2) ordinary shares of RM1.00 each

^{*1} NTL per ordinary share is calculated based on the ordinary shares in issue as at the end of the financial period under review.

5.1.3 CASHFLOW STATEMENT OF FIBON

	Financial period from 25 March 2008 to 31 May 2008 RM'000
CASH FLOW FROM OPERATING ACTIVITY	
Loss before taxation	(7)
Adjustments for:-	
Increase in other payable and accrual	7
NET CASH FROM OPERATING ACTIVITY	-
CASH FLOWS FROM FINANCING ACTIVITY	
Proceeds from issuance of shares	#
NET CASH FROM FINANCING ACTIVITY	#
NET INCREASE IN CASH AND CASH EQUIVALENTS FOR THE FINANCIAL PERIOD	#

Note:-

[#] Represents RM2.00

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.1.4 STATEMENT OF CHANGES IN EQUITY OF FIBON

	Share Capital RM'000	Accumulated Loss RM'000	Total RM'000
At 25 March 2008	-	-	-
Issue of share capital	#	-	#
Loss for the financial period	-	(7)	(7)
Balance as 31 May 2008	#	(7)	(7)

Note:-

Represents RM2.00

5.1.5 SHARE CAPITAL

	31.5.2008 Number of Shares	31.5.2008 RM
Ordinary shares of RM1.00 each	-	-
Authorised	100,000	100,000
Issued and paid-up	#	#

Note:-

Represents two (2) ordinary shares of RM1.00 each

13. ACCOUNTANTS' REPORT (Cont'd)*(prepared for inclusion in this Prospectus)***5 AUDITED FINANCIAL STATEMENTS (CONT'D)****5.2 HEXA****5.2.1 INCOME STATEMENTS OF HEXA**

	NOTE	Financial Years Ended 31 May		
		2006 RM'000	2007 RM'000	2008 RM'000
Revenue	5.2.6	4,038	7,910	14,305
Cost of sales		(1,417)	(2,498)	(5,159)
Gross profit ("GP")		2,621	5,412	9,146
Other income		13	22	180
		2,634	5,434	9,326
Operating overheads		(682)	(1,202)	(1,312)
Profit before taxation ("PBT")	5.2.7	1,952	4,232	8,014
Depreciation and amortisation		33	57	88
Interest income		(13)	(22)	(52)
Earning before interest, tax, depreciation and amortisation ("EBITDA")		1,972	4,267	8,050
Depreciation and amortisation		(33)	(57)	(88)
Interest income		13	22	52
PBT		1,952	4,232	8,014
Taxation				
- Current taxation	5.2.8	(6)	(22)	(107)
- Deferred taxation	5.2.8	(100)	-	(53)
Profit after taxation ("PAT")		1,846	4,210	7,854
GP Margin (%)		64.91	68.42	63.94
PBT Margin (%)		48.34	53.50	56.02
PAT Margin (%)		45.72	53.22	54.90
Effective tax rate (%)		5.43	0.52	2.00
Weighted average number of ordinary shares of RM1.00 each in issue ('000)		*	100	100
Gross earnings per share ("EPS")(RM)		976.00	42.32	80.14
Net EPS (RM)		923.00	42.10	78.54
After tax return on shareholders' funds (%)		63.44	59.13	293.72

Notes:-

* represent 2 ordinary shares of RM1.00 each.

(1) There is no exceptional item or extraordinary item for the Relevant Financial Periods.

(2) There is no share of profits and losses of associated companies and joint ventures for the Relevant Financial Periods.

13. ACCOUNTANTS' REPORT (Cont'd)*(prepared for inclusion in this Prospectus)***5 AUDITED FINANCIAL STATEMENTS (CONT'D)****5.2 HEXA (CONT'D)****5.2.1 INCOME STATEMENTS OF HEXA (CONT'D)**

Commentary:-

Financial Year Ended 31 May 2006 ("FYE 2006")***Revenue***

During FYE 2006, HEXA's revenue increased by approximately RM2.12 million or 110.20% to RM4.04 million as compared to RM1.92 million in financial year ended 31 May 2005 ("FYE 2005") mainly due to the following:-

- a) increased orders of approximately RM1.11 million from HEXA's existing and new customers in overseas especially from Singapore, Indonesia and Thailand;
- b) increased orders of approximately RM0.43 million from new market, namely Australia and South Africa; and
- c) increased orders from existing and new local customers.

Gross profit

Gross profit increased by approximately RM1.30 million or 99.31% to RM2.62 million as compared to approximately RM1.32 million for FYE 2006 in line with the sales growth. According to the Management, the decrease in gross profit margin from 68.43% to 64.91% was due to a decrease in gross profit margin for insulator category as the HEXA decreased the selling price to increase its customers base in existing and new markets both locally and abroad. In addition, the overall gross profit margin also decreased due to low gross profit margins generated from its trading category in which certain ancillary items such as door knob and neutral link base which HEXA bought on behalf of their customers' due to their requests.

Profit before taxation

Profit before taxation increased by approximately RM0.90 million or 86.62% to RM1.95 million from RM1.05 million which is generally in line with the higher turnover achieved. The pre-tax profit margin decreased by 6.11% due to the increase in staff cost by approximately RM0.31 million. The cost sharing arrangement arised following HEXA's share of operating facilities with CPC Polyply Industries (M) Sdn. Bhd. ("CPC Polyply") upon commencement of HEXA business in FYE 2005. In FYE 2005, CPC Polyply charged management fee of RM48,000 to HEXA for the latter's share of overhead and administrative expenses. However in FYE 2006, the sharing basis was changed to one using company's revenue which is more reflective of the use of these resources and this practice was applied up to FYE 2008. This practice has ceased after FYE 2008 as HEXA has acquired its own resources from then onwards.

Taxation

HEXA was granted pioneer status under the high technology industry category by Ministry of International Trade and Industry Malaysia for its manufactured advanced reinforced polymer composites products. The pioneer status allows HEXA to enjoy tax exemption of 100% on income from its manufactured advanced reinforced polymer composites products for five years from 1 September 2004 to 31 August 2009.

The tax expense during the year is in respect of current year tax on taxable profit from the trading division and also deferred tax expense arising from taxable temporary differences.

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13. ACCOUNTANTS' REPORT (Cont'd)
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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.1 INCOME STATEMENTS OF HEXA (CONT'D)

Financial Year Ended 31 May 2007 ("FYE 2007")

Commentary:-

Revenue

Revenue for FYE 2007 increased by approximately RM3.87 million or 95.89% to RM7.91 million as compared to revenue generated in the FYE 2006 of RM4.04 million. Increase in revenue is mainly due to the following:-

- a) increased orders of approximately RM3.55 million from HEXA's existing and secured new customers especially from Singapore and Indonesia;
- b) sale of copper (trading item) amounting to approximately RM0.69 million to a Singapore customer; and
- c) partly offset by lower sales in Africa by approximately RM0.26 million.

Gross profit

During FYE 2007, HEXA recorded gross profit of RM5.41 million which represents an increase of RM2.79 million or 106.49% as compared to RM2.62 million in FYE 2006 in line with the sales growth.

In addition to HEXA's higher turnover growth of 95.89%, the increase in gross profit is due to gross profit margin increasing from 64.91% for FYE 2006 to 68.42% for FYE 2007. According to the Management, the increase in gross profit margin is mainly due to HEXA managed to increase its selling price due to general improvements in the quality of the products and additional characteristics incorporated into the products.

Profit before taxation

Profit before taxation increased by approximately RM2.28 million from RM1.95 million to RM4.23 million and the pre-tax profit margin improved from 48.34% to 53.50% as compared to FYE 2006. The increase in profit before tax was mainly attributable to the relatively lower percentage increase in cost of goods sold and administrative expenses as compared to higher percentage of revenue generated.

Taxation

The tax expense during FYE 2007 is in respect of current year tax on taxable profit from the trading division and deferred tax expense arising from taxable temporary differences.

13. ACCOUNTANTS' REPORT (Cont'd)
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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.1 INCOME STATEMENTS OF HEXA (CONT'D)

Financial Year Ended 31 May 2008 ("FYE 2008")

Revenue

Revenue for FYE 2008 increased by approximately RM6.40 million or 80.85% to RM14.31 million as compared to revenue generated in FYE 2007 of RM7.91 million. Increase in revenue is mainly due to the following:-

- a) increased orders of approximately RM5.86 million from the Company's existing and secured new customers especially from Malaysia, Singapore, Indonesia and Australia; and
- b) higher sale of copper (being a trading item) amounting to approximately RM2.26 million (2007: RM0.69 million) to a Singapore customer.

Gross profit

During FYE 2008, gross profit increased by approximately RM3.73 million whilst gross profit margin decreased from 68.42% to 63.94%. According to management, the decrease in gross profit margin was mainly due to higher sale of copper (trading item) in FYE 2008 which contributed lower gross profit margin compared to manufacturing items. Sale of copper accounted for 15.76% of revenue in FYE 2008 as compared to 8.77% of revenue in FYE 2007.

Profit before taxation

Profit before taxation increased by approximately RM3.78 million from RM4.23 million to RM8.01 million which is generally in line with the higher turnover achieved. The pre-tax margin improved from 53.50% in FYE 2007 to 56.02% in FYE 2008. The increase was mainly due to the higher level of revenue recorded for FYE 2008 when compared to FYE 2007.

Taxation

The tax expense during FYE 2008 is in respect of current year tax on taxable profit from the trading division and also deferred tax expense arising from taxable temporary differences.

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.2 BALANCE SHEETS OF HEXA

	NOTE	← As at 31 May →		
		2006 RM'000	2007 RM'000	2008 RM'000
ASSETS				
NON-CURRENT ASSETS				
Plant and equipment	5.2.9	285	610	558
Development expenditure	5.2.10	490	560	542
		775	1,170	1,100
CURRENT ASSETS				
Inventories	5.2.11	158	489	1,178
Trade receivables	5.2.12	1,208	3,229	3,649
Other receivables, deposits and prepayments	5.2.13	26	34	167
Amount owing by a shareholder	5.2.14	-	564	-
Amount owing by a director	5.2.15	-	53	-
Amount owing by related parties	5.2.16	-	779	-
Fixed deposits with a licensed bank	5.2.17	5	1,046	583
Cash and bank balances		1,538	305	1,907
		2,935	6,499	7,484
TOTAL ASSETS		3,710	7,669	8,584
EQUITY AND LIABILITIES				
EQUITY				
Share capital	5.2.18	100	100	100
Retained profits		2,810	7,020	2,574
SHAREHOLDERS' EQUITY		2,910	7,120	2,674
NON-CURRENT LIABILITY				
Deferred taxation	5.2.19	175	175	228
		175	175	228
CURRENT LIABILITIES				
Trade payables	5.2.20	235	313	952
Other payables and accruals	5.2.21	30	37	166
Amount owing to shareholders	5.2.14	-	-	4,000
Amount owing to a director	5.2.15	12	-	13
Amount owing to a related party	5.2.16	346	-	476
Provision for taxation		2	24	75
		625	374	5,682
TOTAL EQUITY AND LIABILITIES		3,710	7,669	8,584
<i>Net assets ("NA") (RM'000)</i>		2,910	7,120	2,674
<i>NA per ordinary share (RM)</i>		29.10	71.20	26.74
<i>Inventories turnover period (days)</i>		40.70	71.45	83.33
<i>Trade receivables turnover period (days)</i>		109.19	149.00	93.11
<i>Trade payables turnover period (days)</i>		81.15	49.67	70.04

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.3 CASHFLOW STATEMENTS OF HEXA

	NOTE	Financial Years Ended 31 May		
		2006 RM'000	2007 RM'000	2008 RM'000
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation		1,952	4,232	8,014
Adjustments for:-				
Amortisation of development expenditure		3	23	18
Depreciation of plant and equipment		30	34	70
Interest income		(13)	(22)	(52)
Loss/(Gain) on foreign exchange		-	77	(64)
Operating profit before working capital changes		1,972	4,344	7,986
Increase in amount of development expenditure		(283)	(91)	-
Increase in inventories		(5)	(331)	(689)
Decrease/(Increase) in trade and other receivables		196	(2,091)	(489)
(Increase)/Decrease in amount owing by a related party		-	(523)	653
(Decrease)/Increase in trade and other payables		(257)	85	768
Decrease in amount owing to a related party		(87)	-	-
CASH FROM OPERATIONS		1,536	1,393	8,229
Income tax paid		(7)	*	(56)
NET CASH FROM OPERATING ACTIVITIES		1,529	1,393	8,173
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES				
Interest received		13	22	52
Purchase of plant and equipment	5.2.9	(155)	(361)	(18)
NET CASH (FOR)/FROM INVESTING ACTIVITIES		(142)	(339)	34
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES				
Proceeds from issuance of shares		100	-	-
(Advances to)/Repayment from a shareholder		-	(564)	564
(Advances to)/Repayment from a director		-	(53)	53
(Repayment to)/Advances from a director		-	(12)	13
(Advances to)/Repayment from a related party		-	(602)	602
Dividend paid		-	-	(8,300)
NET CASH FROM/(FOR) FINANCING ACTIVITIES		100	(1,231)	(7,068)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1,487	(177)	1,139
Effect of exchange rate changes		-	(15)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		56	1,543	1,351
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	5.2.22	1,543	1,351	2,490

Note:-

* represent the amount less than RM500.

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.4 STATEMENTS OF CHANGES IN EQUITY OF HEXA

	NOTE	Share Capital RM'000	Retained Profits RM'000	Total RM'000
Balance at 1.6.2005		*	964	964
Allotment during the financial year		100	-	100
Profit after taxation for the financial year		-	1,846	1,846
Balance at 31.5.2006/1.6.2006		100	2,810	2,910
Profit after taxation for the financial year		-	4,210	4,210
Balance at 31.5.2007/1.6.2007		100	7,020	7,120
Profit after taxation for the financial year		-	7,854	7,854
Dividend - paid	5.2.23	-	(12,300)	(12,300)
Balance at 31.5.2008		100	2,574	2,674

Notes:-

* represent RM2 share capital.

5.2.5 RECLASSIFICATIONS

In preparing this report, certain reclassification was made to ensure consistency of presentation of information for comparison purposes. The detail of the reclassification made is set out as follows:-

	2006 RM'000	2007 RM'000	2008 RM'000
Gross profit			
As per account	2,621	5,394	9,146
Reclassification (a)	-	18	-
As restated	2,621	5,412	9,146

Notes:-

(a) Reclassification of factory overheads to administrative expenses.

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.6 REVENUE

Revenue represents invoiced value of goods sold less returns, sales tax and trade discounts, if any.

5.2.7 PROFIT BEFORE TAXATION

	Financial Years Ended 31 May		
	2006	2007	2008
	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging:-			
Amortisation of development expenditure	3	23	18
Audit fees	5	8	15
Depreciation of plant and equipment	30	34	70
Directors' remuneration - EPF contributions	2	3	4
Directors' remuneration - other emoluments	17	29	41
Loss on foreign exchange - realised	57	89	-
Loss on foreign exchange - unrealised	-	77	-
Rental of premises	18	62	69
Research and development expenditure	-	151	486
Staff costs	577	726	764
and crediting:-			
Gain on foreign exchange - realised	-	-	(63)
Gain on foreign exchange - unrealised	-	-	(64)
Interest income	(13)	(22)	(52)
Included in staff costs is the following expense:-			
EPF contributions	23	57	32

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.8 INCOME TAX EXPENSE

	Financial Years Ended 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Income tax for the financial year	2	24	104
Under/(Over)provision in previous financial years	4	(2)	3
	<u>6</u>	<u>22</u>	<u>107</u>
Deferred taxation for the financial year	83	-	33
Underprovision in previous financial years	17	-	20
	<u>100</u>	<u>-</u>	<u>53</u>
	<u>106</u>	<u>22</u>	<u>160</u>

A reconciliation of income tax expense applicable to the profit before tax at the statutory tax rate to income tax expense at the effective tax rate of HEXA is as follows:-

	Financial Years Ended 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Profit before taxation	1,952	4,232	8,014
Malaysian taxation at statutory rate	547	1,143	2,054
Tax effects of:-			
Non-deductible expenses	1	15	2
Effect of differential in tax rate	(1)	(15)	(9)
Exemption of tax for pioneer status income	(462)	(1,119)	(1,910)
Under/(Over)provision of current tax in prior year	4	(2)	3
Underprovision of deferred tax in prior year	17	-	20
	<u>106</u>	<u>22</u>	<u>160</u>

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.9 PLANT AND EQUIPMENT

	Plant and machinery RM'000	Office equipment, furniture and fittings RM'000	Total RM'000
Net book value at 1.6.2005	151	11	162
Additions	146	9	155
Depreciation capitalised	(2)	-	(2)
Depreciation charge	(28)	(2)	(30)
Net book value at 31.5.2006/ 1.6.2006	267	18	285
Additions	351	10	361
Depreciation capitalised	(2)	-	(2)
Depreciation charge	(32)	(2)	(34)
Net book value at 31.5.2007/ 1.6.2007	584	26	610
Additions	6	12	18
Depreciation charge	(66)	(4)	(70)
Net book value at 31.5.2008	524	34	558

	Plant and machinery RM'000	Office equipment, furniture and fittings RM'000	Total RM'000
At 31.5.2006			
At cost	308	21	329
Accumulated depreciation	(41)	(3)	(44)
Net book value	267	18	285
At 31.5.2007			
At cost	659	31	690
Accumulated depreciation	(75)	(5)	(80)
Net book value	584	26	610
At 31.5.2008			
At cost	665	43	708
Accumulated depreciation	(141)	(9)	(150)
Net book value	524	34	558

13. ACCOUNTANTS' REPORT (Cont'd)
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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.10 DEVELOPMENT EXPENDITURE

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Net book value as at the beginning of the FYE	208	490	560
Additional development expenditure capitalised	285	93	-
Amortisation charge for the year	(3)	(23)	(18)
Net book value as at the end of the FYE	<u>490</u>	<u>560</u>	<u>542</u>

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
At cost	493	586	586
Accumulated amortisation	(3)	(26)	(44)
Net book value	<u>490</u>	<u>560</u>	<u>542</u>

Included in the development expenditure incurred for the Relevant Financial Periods are the following expenses:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Depreciation (Note 5.2.9)	2	2	-
Staff costs	12	29	-

13. ACCOUNTANTS' REPORT (Cont'd)
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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.11 INVENTORIES

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
At cost:-			
Raw materials	98	214	560
Work-in-progress	-	-	549
Finished goods	60	237	57
Trading goods	-	38	12
	<u>158</u>	<u>489</u>	<u>1,178</u>

None of the inventories were valued at net realisable value, at the balance sheet date.

5.2.12 TRADE RECEIVABLES

The trade credit terms of HEXA to its customers range from 30 to 180 days. The foreign currency exposure of trade receivables are as follows:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Australian Dollar	-	8	365
Euro	-	7	17
Hongkong Dollar	-	-	21
Singapore Dollar	424	1,941	1,936
South African Rand	225	-	161
Thai Baht	187	254	16
United States Dollar	104	390	410

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.12 TRADE RECEIVABLES (CONT'D)

The trade receivables ageing analysis as at 31 May 2008 is set out below:-

	← Credit period →						Total RM'000
	0 to 30 Days RM'000	31 to 60 Days RM'000	61 to 90 Days RM'000	91 to 180 Days RM'000	181 to 365 Days RM'000	Above 365 Days RM'000	
Balance as at 31.5.2008	861	1,069	736	969	14	-	3,649
% of trade receivables (%)	24	29	20	27	-	-	100

5.2.13 OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Other receivables	26	25	25
Deposits	-	2	2
Prepayments	-	7	140
	<u>26</u>	<u>34</u>	<u>167</u>

5.2.14 AMOUNT OWING BY/(TO) SHAREHOLDERS

The amount owing by/(to) shareholders are unsecured, interest free and repayable on demand.

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.15 AMOUNT OWING BY/(TO) DIRECTORS

The amount owing by/(to) directors are unsecured, interest free and repayable on demand.

5.2.16 AMOUNT OWING BY/(TO) RELATED PARTIES

The amount owing by/(to) related parties are unsecured, interest free and repayable on demand.

5.2.17 FIXED DEPOSITS WITH A LICENSED BANK

The fixed deposits of RM5,000, RM120,000 and RM583,000 in FYE 2006, FYE 2007 and FYE 2008 respectively, were held on trust for the Company by a director of the Company. The fixed deposits will be transferred to the Company at a time directed by the Company.

The effective interest rate per annum of the fixed deposits at the balance sheet date ranges from 3.10% to 3.70% per annum. The fixed deposits have a maturity of 12 months.

5.2.18 SHARE CAPITAL

	As at 31 May		
	2006	2007	2008
	Number of shares		
Ordinary shares of RM1.00 each			
Authorised	100,000	100,000	100,000
Issued and fully paid-up			
As at the beginning of the FYE	2	100,000	100,000
Allotment during the financial year	99,998	-	-
As at the end of the FYE	100,000	100,000	100,000

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.18 SHARE CAPITAL (CONT'D)

	As at 31 May		
	2006 RM	2007 RM	2008 RM
Ordinary shares of RM1.00 each			
Authorised	100,000	100,000	100,000
Issued and fully paid-up			
As at the beginning of the FYE	2	100,000	100,000
Allotment during the financial year	99,998	-	-
As at the end of the FYE	100,000	100,000	100,000

5.2.19 DEFERRED TAXATION

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
As at the beginning of the FYE	75	175	175
Recognised in income statement (Note 5.2.8)	100	-	53
As at the end of the FYE	175	175	228

Deferred tax liability is attributable to the following item:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Deferred tax liabilities/(assets):-			
Plant and machinery	39	46	76
Development expenditure	136	151	136
Receivables	-	(22)	16
	175	175	228

13. ACCOUNTANTS' REPORT (Cont'd)
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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.20 TRADE PAYABLES

The normal trade credit terms granted to HEXA ranges from 30 to 90 days.

The trade payables ageing analysis as at 31 May 2008 is set out below:-

	← Credit period →						Total RM'000
	0 to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	181 to 365 Days	Above 365 Days	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 31.5.2008	197	290	253	212	-	-	952
% of trade payables (%)	21	30	27	22	-	-	100

5.2.21 OTHER PAYABLES AND ACCRUALS

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Other payables	1	22	28
Accrued expenses	29	15	66
Payroll liabilities	-	-	72
	<u>30</u>	<u>37</u>	<u>166</u>

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.22 CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, cash and cash equivalents comprise the following items:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Fixed deposits with a licensed bank	5	1,046	583
Cash and bank balances	1,538	305	1,907
	<u>1,543</u>	<u>1,351</u>	<u>2,490</u>

The foreign currency exposure profile of cash and cash equivalents is as follows:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Australian Dollar	-	-	88
Singapore Dollar	626	26	1,142
United States Dollar	182	174	420

5.2.23 DIVIDEND

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Final tax-exempt dividend	-	-	<u>12,300</u>

5.2.24 SIGNIFICANT RELATED PARTY TRANSACTIONS

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Purchase of goods from CPC	286	739	358
Rental paid/payable to CPC	18	60	65

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5 AUDITED FINANCIAL STATEMENTS (CONT'D)

5.2 HEXA (CONT'D)

5.2.25 FOREIGN EXCHANGE RATES

The principal closing foreign exchange rates used (expressed on the basis of one unit of foreign currency to Ringgit Malaysia equivalent) for the translation of the foreign currency balances at the balance sheet date are as follows:-

	As at 31 May		
	2006 RM'000	2007 RM'000	2008 RM'000
Australian Dollar	-	2.79	3.11
Euro	-	4.56	5.04
Hongkong Dollar	-	-	0.42
Singapore Dollar	2.28	2.22	2.38
South African Rand	0.57	0.47	0.43
Thai Baht	0.08	0.10	0.10
United States Dollar	3.60	3.39	3.25

5.2.26 FAIR VALUES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is defined as the amount at which the financial instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced sale or liquidation.

The following methods and assumptions are used to estimate the fair value of each class of financial assets and liabilities:-

(a) Bank balances and other liquid funds and short term receivables

The carrying amounts approximated their fair values due to the relatively short term maturity of these instruments.

(b) Other current liabilities

The carrying amounts approximated their fair values because of the short period to maturity of these instruments.

(c) Amount owing by/(to) directors/shareholders/related parties

Hexa does not anticipate the carrying amounts recorded at the balance sheet date to be significantly different from the values that would eventually be received or settled.

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)



6. RELEVANT FINANCIAL PERIODS

The auditors' reports of the financial statements for FIBON and HEXA for the Relevant Financial Periods under review are set out in Appendix 1 (a), 1 (b), 1 (c) and 1 (d).


7. SUBSEQUENT EVENT

There were no significant subsequent event between the date of the last financial statements used in the preparation of this report and the date of this report which will affect materially the contents of this report.

8. AUDITED FINANCIAL STATEMENTS

As of the date of this report, no audited financial statements have been prepared in respect of any period subsequent to 31 May 2008 for FIBON and HEXA.

Yours faithfully


Horwath
Firm No.: AF 1018
Chartered Accountants


Tan Lin Chun
Approval No: 2839/10/09 (J)
Partner

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)

APPENDIX 1 (a)



**REPORT OF THE AUDITORS TO THE MEMBERS OF
FIBON BERHAD**

(Incorporated in Malaysia)
Company No: 811010-H

Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my


We have audited the financial statements set out on pages 8 to 17. The preparation of the financial statements is the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. Our audit included examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. Our audit also included an assessment of the accounting principles used and significant estimates made by the directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:-

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved Financial Reporting Standards in Malaysia so as to give a true and fair view of:-
 - (i) the state of affairs of the Company at 31 May 2008 and its results and cash flows for the financial period ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company; and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.


Horwath
Firm No: AF 1018
Chartered Accountants

Johor Bahru

23 JUN 2008


Tan Lin Chun
Approval No: 2839/10/09 (J)
Partner

Page 7

13. ACCOUNTANTS' REPORT (Cont'd)

(prepared for inclusion in this Prospectus)

APPENDIX 1 (b)



Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my

**REPORT OF THE AUDITORS TO THE MEMBERS OF
HEXA ANALISA SDN. BHD.**

(Incorporated in Malaysia)
Company No: 631511-M


We have audited the financial statements set out on pages 8 to 27. The preparation of the financial statements is the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.


We conducted our audit in accordance with approved standards on auditing in Malaysia. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. Our audit included examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. Our audit also included an assessment of the accounting principles used and significant estimates made by the directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

in our opinion:-

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of:-
- (i) the state of affairs of the Company at 31 May 2006 and its results and cash flows for the financial year ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company; and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.


Horwath
Firm No: AF 1018
Chartered Accountants

Johor Bahru
14 NOV 2006


Wong Tak Mun
Approval No: 1793/09/08 (J)
Partner

Page 7

13. ACCOUNTANTS' REPORT (Cont'd)
(prepared for inclusion in this Prospectus)

APPENDIX I (c)



Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my

**REPORT OF THE AUDITORS TO THE MEMBERS OF
HEXA ANALISA SDN. BHD.**

(Incorporated in Malaysia)
Company No: 631511-M

We have audited the financial statements set out on pages 8 to 29. The preparation of the financial statements is the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. Our audit included examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. Our audit also included an assessment of the accounting principles used and significant estimates made by the directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:-

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable MASB approved accounting standards in Malaysia for Private Entities so as to give a true and fair view of:-
 - (i) the state of affairs of the Company at 31 May 2007 and its results and cash flows for the financial year ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company; and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.

Horwath
Firm No: AF 1018
Chartered Accountants

Johor Bahru
18 OCT 2007

Wong Tak Mun
Approval No: 1793/09/08 (J)
Partner

Page 7

13. **ACCOUNTANTS' REPORT** (Cont'd)
(prepared for inclusion in this Prospectus)

APPENDIX 1 (d)



**REPORT OF THE AUDITORS TO THE MEMBERS OF
HEXA ANALISA SDN. BHD.**

(Incorporated in Malaysia)
Company No: 831511-M

Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my

We have audited the financial statements set out on pages 8 to 39. The preparation of the financial statements is the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.


We conducted our audit in accordance with approved standards on auditing in Malaysia. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. Our audit included examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. Our audit also included an assessment of the accounting principles used and significant estimates made by the directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:-

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved Financial Reporting Standards in Malaysia so as to give a true and fair view of:
 - (i) the state of affairs of the Company at 31 May 2008 and its results and cash flows for the financial year ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company; and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.


Horwath
Firm No: AF 1018
Chartered Accountants

Johor Bahru
23 JUN 2008


Tan Lin Chun
Approval No: 2839/10/09 (J)
Partner

Page 7

14. **DIRECTORS' REPORT**

(Prepared for inclusion in the Prospectus)

Fibon Berhad (811010-H)

12A, Jalan 20, Taman Sri Kluang, 86000 Kluang, Johor, Malaysia.
Tel: (607) 7736918 Fax: (607) 7742025

FIBON[®]
Advance Composites

Registered Office:
31-04, Level 31
Menara Landmark
Mail Box 172
No.12 Jln Ngee Heng
80000 Johor Bahru
Johor Darul Takzim

1 8 NOV 2008

The shareholders of Fibon Berhad ("Fibon" or "Company")

Dear Sirs/Madams,

On behalf of the Board of Directors of Fibon, I report after due and careful enquiry that during the period from 31 May 2008 (being the date to which the last audited financial statements of our Company and our subsidiary company which have been made) up to **1 8 NOV 2008** (being a date not earlier than 14 days before the issuance of this Prospectus):

- (i) the business of our Company and subsidiary company have, in the opinion of the Directors, been satisfactorily maintained;
- (ii) in the opinion of our Directors, no circumstances have arisen since the last audited financial statements of our Company and our subsidiary company which have adversely affected the trading of the value of the assets of our Company or of our subsidiary company;
- (iii) the current assets of our Company and our subsidiary company appears in the books at values which are believed to be realisable in the ordinary course of business;
- (iv) there are no contingent liabilities by reason of any guarantee or indemnities given by our Company or our subsidiary company;
- (v) since the last audited financial statements of our Company and our subsidiary company, there has been no default or any known event that could give rise to a default situation, in respect of payments of either interest and/or principal sums in relation to any borrowings in which we are aware of; and
- (vi) since the last audited financial statements of our Company and our subsidiary company, save as disclosed in the Accountants' Report enclosed in this Prospectus, there have been no material changes in the published reserves or any unusual factors affecting the profits of our Company and our subsidiary company.

Yours faithfully
For and on behalf of the Board of Directors
FIBON BERHAD


PANG FOK SENG
Managing Director

15. ADDITIONAL INFORMATION

15.1 SHARE CAPITAL

- (i) No Fibon Share(s) will be allotted or issued on the basis of this Prospectus later than 12 months after the date of this Prospectus.
- (ii) There is no founder, management or deferred shares in the Company. There is only one class of shares in the Company, namely, ordinary shares of RM0.10 each, all of which rank *pari-passu* with one another.
- (iii) No person or employee of our Group has been or is entitled to be given or has exercised any option to purchase or subscribe for any shares or debentures of our Company or our subsidiary company and no capital of our Company is under option or agreed conditionally or unconditionally to be put under option.
- (iv) As at the date of this Prospectus, other than the 15,000 Issue Shares reserved for eligible employees of the Group, there is no other share scheme involving the Group's employees.
- (v) Other than the new Shares issued/ to be issued pursuant to the Acquisition, Public Issue and Bonus Issue, no capital of the Company or of our subsidiary company has been issued or been agreed to be issued or is proposed to be issued as fully or partly paid-up, for cash or otherwise, within the 2 years immediately preceding the date of this Prospectus.
- (vi) As at the date of this Prospectus, the Company or our subsidiary company does not have any outstanding convertible debt securities.

15.2 ARTICLES OF ASSOCIATION

Please refer to Section 8.3.4 of this Prospectus for the relevant Articles of Association relating to remunerations, voting and borrowing powers of our Directors. The following provisions are relating to the transfer of securities and changes in capital and variation of class rights as reproduced from our Articles of Association. The words and expressions appearing in the following provisions shall bear the same meaning used in the articles unless they are otherwise defined here or the context otherwise requires:

(i) **Transfer of Securities**

Article 31

- (i) The transfers of any listed securities or class of listed securities in the Company shall be by way of book entry by the Central Depository in accordance with the Rules of Central Depository ("Rules") and, notwithstanding Sections 103 and 104 of the Act, but subject to sub-Section 107C(2) of the Act and any exemptions that may be made from compliance with sub-Section 107C(1) of the Act, the Company shall be precluded from registering and effecting any transfer of the listed securities.
- (ii) Subject to the provisions of the Act, the Securities Industry (Central Depositories) Act, 1991 ("Central Depositories Act") and the Rules, the transfer of all other shares of the Company not so deposited with the Central Depository (not being Deposited Shares) shall be in the manner provided in the Act (including the applicable sections of Table "A" in the Fourth Schedule to the Act) to the extent that the same is not inconsistent with these Articles of Association.

15. ADDITIONAL INFORMATION (Cont'd)**Article 32**

Neither the Company nor its Directors nor any of its officers shall incur any liability for registering or acting upon a transfer of listed securities although the same may, by reason of any fraud or other cause not known to the Company or its Directors or other officers, be legally inoperative or insufficient to pass the property in the listed securities proposed or professed to be transferred, and although the transfer may, as between the transferor and the transferee, be liable to be set aside. In every such case, the person registered as transferee, his executors, administrators and assignees, subject to compliance with the Act, the Central Depositories Act and the Rules, alone shall be entitled to be recognised as the holder of such listed securities and the previous holder shall, so far as the Company is concerned, be deemed to have transferred his whole title thereto.

Article 34

Subject to the provisions of these Articles of Associations, the Directors may recognize a renunciation of any share by the allottee thereof in favour of some other person.

(ii) Changes in Capital and Variation of Class Rights**Article 62**

(1) The Company in general meeting may by ordinary resolution:

- (a) consolidate and divide all or any of its share capital into shares of larger nominal amount than its existing shares;
- (b) subdivide its shares, or any of them, into shares of smaller nominal amount than is specified in the Memorandum of Association, subject nevertheless to the provisions of Section 62(1)(d) of the Act; or
- (c) cancel any shares which, at the date of the passing of the resolution, have not been taken or agreed to be taken by any person, and diminish the amount of its capital by the amount of the shares so cancelled,

and may also by special resolution:

- (d) reduce its share capital and any capital redemption reserve fund or share premium account in any manner authorised by law.
- (2) The resolution whereby any share is sub-divided may determine that, as between the holders of the shares resulting from such sub-division, one or more of such shares may be given any preference or advantage as regards to dividend, return of capital, voting or otherwise over the others or any other of such shares.
- (3) Anything done in pursuance of this Article shall be done in the manner provided and subject to any conditions imposed by the Act, so far as they shall be applicable, and, so far as they shall not be applicable, in accordance with the terms of the resolution authorising the same, and, so far, as such resolution shall not be applicable, in such manner as the Directors deem most expedient.

15. ADDITIONAL INFORMATION (Cont'd)

Article 6

Whenever the capital of the Company is divided into different classes of shares, the rights attached to any class may, either with the consent in writing of the holders of three-fourths (3/4) of the issued shares of the class or with the sanction of a special resolution passed at a separate meeting of such holders (but not otherwise), be modified or abrogated, and may be so modified or abrogated either whilst the Company is a going concern or during or in contemplation of a winding up. To every such separate meeting all the provisions of these presents relating to general meetings or to the proceedings thereat shall, *mutatis mutandis*, apply, except that the necessary quorum shall be two (2) persons at least holding or representing by proxy one-third (1/3) in nominal amount of the issued shares of the class (but so that if at any adjourned meeting of such holders a quorum as above defined is not present, those persons who are present shall be a quorum) and that the holders of shares of the class shall, on a poll, have one (1) vote for every share of the class held by them respectively.

Article 7

The special rights conferred upon the holders of any shares or class of shares issued with preferred or other special rights shall not unless otherwise expressly provided by the terms of issue of such shares be deemed to be modified by the creation or issue of further shares ranking *pari passu* therewith. The Company shall have the power to issue further preference capital ranking equally with, or in priority to, preference shares already issued.

15.3 PROMOTERS, DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

- (a) The names, addresses and occupations of our Directors are set out under the "Corporate Directory" section of this Prospectus.
- (b) A Director is not required to hold any qualification shares in our Company unless otherwise so fixed by our Company in general meeting.
- (c) Save as disclosed in Sections 5.4.2 (Acquisition) and 8.2.4 (Directors' Remuneration and Material Benefits-In-Kind) of this Prospectus and other than remuneration in the normal course of employment, no amount or benefit has been paid or intended to be paid or given by our Company to any Promoter, substantial shareholder or Directors within the 2 years preceding the date of this Prospectus.
- (d) Save as disclosed in Section 10.2 (Related-Party Transactions and Conflict of Interests) of this Prospectus, none of our Directors or substantial shareholders has any interest in any contract or arrangement subsisting as at the date of this Prospectus, which is significant in relation to the business of our Company or our Group taken as a whole.
- (e) Save as disclosed in Section 8.1.1 (Promoters' and Substantial Shareholders' Shareholdings) of this Prospectus, our Directors are not aware of any person who is able to, directly or indirectly, jointly or severally, exercise control over our Company and our subsidiary company.

15. ADDITIONAL INFORMATION (Cont'd)**15.4 MATERIAL LITIGATION, CLAIMS OR ARBITRATION**

Neither we nor our subsidiary company are engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, which may have a material effect on our Group's financial position upon becoming enforceable and our Directors do not have any knowledge of any proceedings pending or threatened against our Company and/or our subsidiary company or any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of our Group and/or our subsidiary company as at 20 October 2008 (being the latest practicable date prior to the registration of this Prospectus).

15.5 MATERIAL CONTRACTS

Save as disclosed below, there are no contracts which are material (including contracts not reduced into writing and contracts not being entered into in the ordinary course of business) that have been entered into by our Company and our subsidiary company within the 2 years immediately prior to 20 October 2008 (being the latest practicable date prior to the registration of this Prospectus):

- (i) Sale of Shares Agreement dated 25 April 2008 entered into between our Company and Pang Chee Khiong, Pang Fok Seng, Lim Wai Kiew and Modal Perdana and subsequently a Supplemental Sale of Shares Agreement dated 20 October 2008 entered into between our Company and Pang Chee Khiong, Pang Fok Seng, Lim Wai Kiew, Modal Perdana, Inflexion and Expedient Equity in respect of the Acquisition as detailed in Section 5.4.2;
- (ii) Deed of Assignment of trademarks dated 21 April 2008 entered into between Hexa Analisa and CPC Polyply for the assignment of the trademark 'Fibon' together with any goodwill of the business to Hexa Analisa in respect of the trademark for a cash consideration of RM1.00;
- (iii) Deed of Assignment of patent application dated 21 April 2008 and Supplemental Deed of Assignment of Patent Application dated 29 July 2008 entered into between Hexa Analisa and CPC Polyply for the assignment of the patent application entitled "*A method for improving Physicomechanical Properties of Unsaturated Polyesters*" for a cash consideration sum of RM1.00;
- (iv) Deed of Non Competition dated 25 April 2008 was signed by Pang Fok Seng, Pang Chee Khiong, Pang Nyuk Yin, Pang Yoke Wah, Lim Wai Kiew, Richard Foster Holly and CPC Polyply to covenant and undertake that he/ she/ it shall not after the date of the Deed, without the prior written consent of Hexa Analisa, in the Federation of Malaysia (including East Malaysia and the Federal Territory of Labuan) or in such other parts of the world, engage or initiate or make preparations to be engaged in any other business or be concerned or involved, whether for reward or gratuitously, directly or indirectly, in any other commercial activity of any nature which conflicts with the interests of Hexa Analisa;
- (v) Underwriting Agreement dated 31 October 2008 entered into between our Company and the Sole Underwriter for the underwriting of 323,000 Issue Shares (comprising 308,000 Issue Shares to the Public and 15,000 to eligible employees of our Group) for an underwriting commission of 2.5% of the Issue Price; and
- (vi) Sponsorship Agreement dated 31 October 2008 entered into our Company and Alliance whereby Alliance will act as our Sponsor for one financial year starting from the date of the company's listing until financial year ending 31 May 2010 for a consideration of RM115,000.

15. ADDITIONAL INFORMATION (Cont'd)**15.6 PUBLIC TAKE-OVER OFFERS**

None of the following has occurred in the last financial year and/or the current financial year up to the date of this Prospectus:

- (i) Public take-over offers by third parties for the shares of our Company or any of our subsidiary and associated companies; or
- (ii) Public take-over offers by our Company or any of our subsidiary company for other companies' shares.

15.7 CONSENTS

The written consents of the Adviser, Sole Underwriter, Placement Agent, Co-Placement Agent, Sponsor, Solicitors, Principal Banker, Issuing House, Registrar and Company Secretary to the inclusion in this Prospectus of their names and all references thereto in the manner, form and context in which their names appear have been given before the issue of this Prospectus and have not subsequently been withdrawn.

The written consent of the Auditors and Reporting Accountants to the inclusion of its name, Accountants' Report and the Reporting Accountants' letter on Proforma Consolidated Financial Information of Fibon and all references thereto in the manner, form and context in which they appear in this Prospectus has been given before the issue of this Prospectus and has not subsequently been withdrawn.

The written consent of the Independent Market Research Consultant to the inclusion in this Prospectus of its name and Executive Summary of the Independent Market Research report and all reference thereto in the manner, form and context in which they appear in this Prospectus has been given before the issue of this Prospectus and has not subsequently been withdrawn.

15.8 DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents may be inspected at the Registered Office of our Company or such other places as the SC may determine, during normal business hours for a period of 12 months from the date of this Prospectus:

- (i) Memorandum and Articles of Association of our Company;
- (ii) Material contracts as referred to in Section 15.5 of this Prospectus;
- (iii) Reporting Accountants' letter on the proforma consolidated financial information as included in Section 11.4 of this Prospectus;
- (iv) Accountants' Report as included in Section 13.0 of this Prospectus;
- (v) Independent Market Research on the Advanced Polymer Matrix Fibre Composite Market (Malaysia, Singapore, Thailand and Indonesia) referred to in this Prospectus and the Executive Summary of the Independent Market Research on the Advanced Polymer Matrix Fibre Composite Market (Malaysia, Singapore, Thailand and Indonesia) as included in Section 7.0 of this Prospectus;
- (vi) Directors' Report as included in Section 14.0 of this Prospectus;

15. ADDITIONAL INFORMATION (Cont'd)

- (vii) Audited financial statements of Fibon for the financial period commencing from 25 March 2008 (date of incorporation) up to 31 May 2008;
- (viii) Audited financial statements of Hexa Analisa for the past 3 financial years up to FYE 31 May 2008; and
- (ix) Letters of consent referred to in Section 15.7 of this Prospectus.

15.9 RESPONSIBILITY STATEMENT

Our Directors and the Promoters have seen and approved this Prospectus and we collectively and individually accept full responsibility for the accuracy of the information contained herein and confirm, having made all reasonable enquiries, that to the best of our knowledge and belief there are no false or misleading statement or other facts the omission of which would make any statement herein false or misleading.

Alliance, being our Adviser, Sole Underwriter, Placement Agent and Sponsor acknowledges that, based on all available information, and to the best of its knowledge and belief, this Prospectus constitutes a full and true disclosure of all material facts concerning the Public Issue and the Bonus Issue.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE

16.1 OPENING AND CLOSING OF APPLICATIONS

Applications for the Issue Shares will be accepted from 10.00 a.m. on 24 November 2008 and will remain open until 5.00 p.m. on 5 December 2008 or for such further period or periods as our Directors together with Alliance in their absolute discretion may mutually decide. Any extension of the abovementioned dates will be published in widely circulated English and Bahasa Malaysia newspapers within Malaysia not less than one market day before the original date of the closing of applications. **Late applications will not be accepted.**

16.2 ELIGIBILITY

You can only apply for our Issue Shares if you fulfil all of the following:-

- (i) You must have a CDS account. If you do not have a CDS account, you may open one by contacting any of the ADAs listed in Section 16.11;
- (ii) You must be one of the following:
 - (a) A Malaysian citizen or foreign citizen with a Malaysian address who is at least 18 years old as at the closing date of the public portion; or
 - (b) A corporation / institution incorporated in Malaysia or outside Malaysia and having a corresponding address in Malaysia; or
 - (c) A superannuation co-operative, foundation, provident or pension fund established or operating in Malaysia.

We will not accept applications from trustees, persons under 18 years of age, sole proprietorships, partnerships or other incorporated bodies or associations, other than corporations / institutions referred to in 16.2(ii)(b) and 16.2(ii)(c) above.

- (iii) You are not a director or employee of Issuing House or their immediate family members.

16.3 CATEGORY OF INVESTORS

Applications made by Malaysian citizens, companies, societies, co-operatives and institutions and foreign citizens having a correspondence address in Malaysia for the Issue Shares must be made using the method designated for each of the 4 category of investors identified as follows:

Category of investors	Application Method
Public (for individuals including foreigners)	White Application Form or Electronic Share Application ¹
Public (for non-individuals, for example corporations, institutions etc)	White Application Form
Eligible employees	Pink Application Form
Identified investors	Yellow Application Form

Note:

- (1) A surcharge of RM2.50 per ESA will be charged by the Participating Financial Institution.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

16.4 PROCEDURES FOR APPLICATION**16.4.1 Procedures for application by way of an Application Form**

The public, the identified investors and other investors should follow the following procedures in making an application:

Step 1: Obtain application documents

Obtain the Application Form together with the Official "A" and "B" envelopes and this Prospectus. These documents can be obtained subject to availability from the following parties:

- (a) Alliance;
- (b) participating organisations of Bursa Securities;
- (c) members of the Association of Banks in Malaysia;
- (d) members of the Malaysian Investment Banking Association; and
- (e) Issuing House.

Step 2: Read the Prospectus

In accordance with Section 232(2) of the CMS Act, the Application Forms are accompanied by this Prospectus. You are advised to read and understand the Prospectus before making your application.

Step 3: Complete the Application Form

Complete the relevant Application Form legibly and **STRICTLY** in accordance with the notes and instructions printed on it and in this Prospectus.

(i) Personal particulars

You must ensure that your personal particulars submitted in your application are identical with the records maintained by Bursa Depository. Please inform Bursa Depository promptly of any changes to your personal particulars.

If you are an individual and you are not a member of the armed forces or police, your name and national registration identity card ("NRIC") number or passport number must be the same as:

- (a) your NRIC/passport;
- (b) any valid temporary identity document issued by the National Registration Department from time to time; or
- (c) your "Resit Pengenaln Sementara (JPN KP09)" issued pursuant to Peraturan 5(5), Peraturan-peraturan Pendaftaran Negara 1990.

If you are a member of the armed forces or police, your name and your armed forces or police personnel number, as the case may be must be exactly as that stated in your authority card.

For corporations/institutions, the name and certificate of incorporation number must be the same as that stated in the certificate of incorporation.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**(ii) CDS account number**

You must state your CDS account number in the space provided in the White Application Form. Invalid or third party CDS accounts will **not** be accepted.

(iii) Details of payment

You must state the details of your payment in the appropriate boxes provided in the White Application Form.

Step 4: Prepare appropriate form of payment

Prepare the correct form of payment in RM for the FULL amount payable for the Issue Shares based on the Issue Price, which is RM2.73 per Share.

Your application must be for at least 100 Shares or multiples thereof.

Payment must be made out in favour of "MIH SHARE ISSUE ACCOUNT NO. 465" and crossed "A/C PAYEE ONLY" (excluding ATM statements) and endorsed on the reverse side with your name and address. We only accept the following forms of payment:

- (i) banker's draft or cashier's order purchased within Malaysia only and drawn on a bank in Kuala Lumpur;
- (ii) cheques issued by participating licensed finance companies in Malaysia and drawn on a bank in Kuala Lumpur;
- (iii) money order or postal order (for applicants from Sabah and Sarawak only);
- (iv) Guaranteed Giro Order ("GGO") from Bank Simpanan Nasional Malaysia Berhad; or
- (v) ATM statement obtained only from any of the following:
 - AFFIN BANK BERHAD;
 - ALLIANCE BANK MALAYSIA BERHAD;
 - AMBANK (M) BERHAD;
 - CIMB BANK BERHAD;
 - EON BANK BERHAD;
 - HONG LEONG BANK BERHAD;
 - MALAYAN BANKING BERHAD;
 - PUBLIC BANK BERHAD; OR
 - RHB BANK BERHAD

We will not accept applications with excess or insufficient remittances or inappropriate forms of payment.

Step 5: Finalise application

Insert the Application Form with payment and a legible photocopy of your identification document (NRIC/passport/valid temporary identity document issued by the National Registration Department/"Resit Pengenalan Sementara (JPN KP09)"/authority card/certificate of incorporation) into the Official "A" envelope and seal it. Write your name and address on the outside of the Official "A" and "B" envelopes. The name and address written must be identical to your name and address as per your NRIC/passport/"Resit Pengenalan Sementara (JPN KP09)"/authority card/valid temporary identity document issued by the National Registration Department/certificate of incorporation. Affix a stamp on the Official "A" envelope and insert the Official "A" envelope into the Official "B" envelope.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Step 6: Submit application

You can submit your application in the Official envelope "B" by either one of the following methods:

- (a) despatch by **ORDINARY POST** to:

Malaysian Issuing House Sdn Bhd (258345-X)
 27th Floor, Menara Multi-Purpose
 Capital Square
 No 8 Jalan Munshi Abdullah
 50100 Kuala Lumpur
 P.O. Box 13269
 50804 Kuala Lumpur

- (b) **DELIVERY BY HAND** and deposit in the Drop-in-Boxes provided at the back portion of Menara Multi-Purpose, Capital Square, No. 8 Jalan Munshi Abdullah, 50100 Kuala Lumpur so as to arrive not later than 5.00 p.m. on 4 December 2008.

16.4.2 Procedures for application by way of an Electronic Share Application (for individual Malaysian public only)

Applications for our Issue Shares by way of ESA are only applicable to Malaysian public who are individuals. Please read carefully and follow the terms of this Prospectus, the procedures, terms and conditions for ESA and the procedures set out in the ATM screens of the Participating Financial Institution before making an ESA.

- (i) **Steps for Electronic Share Application through a Participating Financial Institution's ATM**

- (a) You must have an account with a Participating Financial Institution and an ATM card issued by that Participating Financial Institution to access the account;
- (b) You must have a CDS Account; and
- (c) You are to apply for the Issue Shares *via* the ATM of the Participating Financial Institution by choosing the ESA option. Mandatory statements required in the application are set out in the terms and conditions for ESA (see Section 16.4.3 below). You are to enter at least the following information through the ATM where the instructions on the ATM screen at which you enter your ESA requires you to do so:
- Personal Identification Number ("PIN");
 - **MIH Share Issue Account Number 465**;
 - CDS Account Number;
 - Number of Issue Shares applied for and/or the RM amount to be debited from the account; and
 - Confirmation of several mandatory statements.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**(ii) Participating Financial Institutions**

ESA may be made through an ATM of the following Participating Financial Institutions and their branches:

- AFFIN BANK BERHAD;
- AMBANK (M) BERHAD;
- BANK MUAMALAT MALAYSIA BERHAD;
- CIMB BANK BERHAD;
- EON BANK BERHAD;
- HSBC BANK MALAYSIA BERHAD;
- MALAYAN BANKING BERHAD;
- OCBC BANK (MALAYSIA) BERHAD;
- RHB BANK BERHAD; OR
- STANDARD CHARTERED BANK MALAYSIA BERHAD (at selected branches only).

16.4.3 Terms and Conditions of Electronic Share Application

The procedures for ESA at ATMs of Participating Financial Institutions are set out on the ATM screens of the relevant Participating Financial Institutions ("Steps"). For illustration purposes, the procedures for ESA at ATMs are set out in Section 16.4.2(i) "Steps for ESA through a Participating Financial Institution's ATM". The Steps set out the actions that you must take at the ATM to complete an ESA. Please read carefully the terms of this Prospectus, the Steps and the terms and conditions for ESA set out below before making an ESA.

You must have a CDS Account to be eligible to utilise the facility. You must have an existing account with, and be an ATM cardholder of, one of the Participating Financial Institutions before you can make an ESA at an ATM of the Participating Financial Institution. An ATM card issued by one of the Participating Financial Institutions cannot be used to apply for Issue Shares at an ATM belonging to other Participating Financial Institutions. Upon the completion of your ESA transaction, you will receive a computer-generated transaction slip ("Transaction Record"), confirming the details of your ESA. The Transaction Record is only a record of the completed transaction at the ATM and not a record of the receipt of the ESA or any data relating to such an ESA by our Company or Issuing House. You must retain the Transaction Record and should not submit the Transaction Record with any Application Form.

Upon the closing of the Public Issue for the application for the Issue Shares on 4 December 2008 at 5.00 p.m. ("Closing Date and Time"), the Participating Financial Institution shall submit a magnetic tape containing its respective customers' applications for the Issue Shares to Issuing House as soon as practicable but not later than 12.00 p.m. of the 2nd business day after the Closing Date and Time.

You will be allowed to make an ESA for Issue Shares *via* an ATM that accepts the ATM cards of the Participating Financial Institution with which you have an account at one of its branches, subject to you making only one application.

YOU MUST ENSURE THAT YOU USE YOUR OWN CDS ACCOUNT NUMBER WHEN MAKING AN ESA. IF YOU OPERATE A JOINT ACCOUNT WITH ANY PARTICIPATING FINANCIAL INSTITUTION YOU MUST ENSURE THAT YOU ENTER YOUR OWN CDS ACCOUNT NUMBER WHEN USING AN ATM CARD ISSUED TO YOU IN YOUR OWN NAME. YOUR APPLICATION WILL BE REJECTED IF YOU FAIL TO COMPLY WITH THE FOREGOING.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

The ESA shall be made on, and subject to, the above terms and conditions as well as the terms and conditions appearing below:

- (i) The ESA shall be made in relation with and subject to the terms of this Prospectus and our Memorandum and Articles of Association.
- (ii) You are required to confirm the following statements (by depressing predesignated keys (or buttons) on the ATM keyboard) and undertake that the following information given is true and correct:
 - You have attained 18 years of age as at the closing date of the share application;
 - You are a Malaysian citizen residing in Malaysia;
 - You have read the Prospectus and understood and agreed with the terms and conditions of the application;
 - This is the only application that you are submitting; and
 - You hereby give consent to the Participating Financial Institution and the Bursa Depository to disclose information pertaining to you and your account with the Participating Financial Institution and the Bursa Depository to Issuing House and other relevant authorities.

The application will not be successfully completed and cannot be recorded, as a completed transaction at the ATM unless you complete all the steps required by the Participating Financial Institutions. By doing so, you shall be treated as signifying your confirmation of each of the above statements as well as giving consent in accordance with the relevant laws of Malaysia including Section 97 of the Banking and Financial Institutions Act, 1989 and Section 45 of the Securities Industry (Central Depositories) Act, 1991 to the disclosure by the relevant Participating Financial Institution or the Bursa Depository, as the case may be, of any of your particulars to Issuing House, or any relevant regulatory bodies.

- (iii) You confirm that you are not applying for the Issue Shares as nominee of any other person and that any ESA that you make is made by you as beneficial owner. You shall only make 1 ESA and shall not make any other application for the Issue Shares, whether at the ATMs of any Participating Financial Institution or on the prescribed Application Forms.
- (iv) You must have sufficient funds in your account with the relevant Participating Financial Institutions at the time you make your ESA, failing which your ESA will not be completed. Any ESA, which does not strictly conform to the instructions set out on the screens of the ATM through which the ESA is being made, will be rejected.
- (v) You agree and undertake to subscribe for or purchase and to accept the number of Issue Shares applied for as stated on the Transaction Record or any lesser number of Issue Shares that may be allotted or allocated to you in respect of your ESA. In the event that we decide to allot or allocate any lesser number of such Issue Shares or not to allot or allocate any Issue Shares to you, you agree to accept any such decision as final. If your ESA is successful, your confirmation (by your action of pressing the designated key on the ATM) of the number of Issue Shares applied for shall signify, and shall be treated as, your acceptance of the number of Issue Shares that may be allotted or allocated to you and to be bound by our Memorandum and Articles of Association.
- (vi) Issuing House, acting under the authority of our Directors, reserves the right to reject any ESA or accept any ESA in part only without assigning any reason therefor. Due consideration will be given to the desirability of allotting or allocating the Issue Shares to a reasonable number of applicants with a view to establishing an adequate market for the Issue Shares.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (vii) Where an ESA is not accepted or accepted in part only, the relevant Participating Financial Institutions will be informed of the non-successful or partially successful applications. Where an ESA is not successful, the relevant Participating Financial Institution will credit the full amount of the application monies without interest into your account with that Participating Financial Institution within 2 Market Days after the receipt of confirmation from Issuing House. The Issuing House shall inform the Participating Financial Institutions of the non-successful or partially successful applications within 2 Market Days after the balloting date. You may check your account on our listing day.

If your ESA is accepted in part only, the relevant Participating Financial Institution will credit the balance of the application monies without interest into your account with the Participating Financial Institution within 2 Market Days after the receipt of confirmation from Issuing House. A number of applications will, however, be held in reserve to replace any successfully balloted applications, which are subsequently rejected. For such applications, which are subsequently rejected, the application monies without interest will be refunded to you by Issuing House by way of cheques issued by Issuing House. The cheques will be issued to the applicants not later than 10 Market Days from the date of the final ballot of the application lists.

Should you encounter any problems with your application, you may refer to the Participating Financial Institutions.

- (viii) You request and authorise us:
- (a) to credit the Issue Shares allotted or allocated to you into your CDS account; and
 - (b) to issue share certificate(s) representing such Issue Shares allocated in the name of Bursa Malaysia Depository Nominees Sdn Bhd and send the same to Bursa Depository.
- (ix) You, acknowledging that your ESA is subject to the risks of electrical, electronic, technical and computer-related faults and breakdowns, fires and other events beyond our control, Issuing House or the Participating Financial Institution, irrevocably agree that if:
- (a) Our Company or Issuing House does not receive your ESA; and
 - (b) Data relating to your ESA is wholly or partially lost, corrupted or not otherwise accessible, or not transmitted or communicated to us or Issuing House,

you shall be deemed not to have made an ESA and you shall not claim whatsoever against our Company, Issuing House or the Participating Financial Institution for the Issue Shares applied for or for any compensation, loss or damage.

- (x) All your particulars in the records of the relevant Participating Financial Institution at the time you make your ESA shall be deemed to be true and correct and we, Issuing House and the relevant Participating Financial Institution shall be entitled to rely on the accuracy thereof.
- (xi) You shall ensure that your personal particulars as recorded by both Bursa Depository and the relevant Participating Financial Institutions are correct and identical. You must inform Bursa Depository promptly of any change in address failing which the notification letter of successful allocation will be sent to your registered or correspondence address last maintained with Bursa Depository.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (xii) By making and completing an ESA, you agree that:
- (a) In consideration of our Company agreeing to allow and accept the making of any application for the Issue Shares *via* the ESA facility established by the Participating Financial Institution at their respective ATMs, your ESA is irrevocable;
 - (b) Our Company, the Participating Financial Institutions, Bursa Depository and Issuing House shall not be liable for any delays, failures or inaccuracies in the processing of data relating to your ESA to our Company due to a breakdown or failure of transmission or communication facilities or to any cause beyond their control;
 - (c) Notwithstanding the receipt of any payment by or on our behalf, the acceptance of your offer to subscribe for and purchase the Issue Shares for which your ESA has been successfully completed shall be constituted by the issue of notices of successful allocation for prescribed securities, in respect of the said Issue Shares;
 - (d) You irrevocably authorise Bursa Depository to complete and sign on your behalf as transferee or renounee any instrument of transfer and/or other documents required for the issue or transfer of the Issue Shares allocated to you; and
 - (e) We agree that in relation to any legal action or proceedings arising out of or in relation with the contract between the parties and/or the ESA scheme and/or any terms herein, all rights, obligations and liabilities shall be construed and determined in accordance with the laws of Malaysia and with all directives, rules, regulations and notices from regulatory bodies and that we irrevocably submit to the jurisdiction of the Courts of Malaysia.
- (xiii) If you are successful in your application, our Directors reserve the right to require you to appear in person at the registered office of the Issuing House within 14 days from the date of the notice issued to you ascertain the regularity or propriety of your application. Our Directors shall not be responsible for any loss or non-receipt of the said notice nor shall they be accountable for any expenses incurred or to be incurred by you for the purpose of complying with this provision.
- (xiv) Issuing House, acting under the authority of our Directors reserves the rights to reject any application, which does not conform to these instructions.
- (xv) A surcharge of RM2.50 per ESA will be charged by the respective Participating Financial Institution.

16.5 AUTHORITY OF OUR DIRECTORS AND THE ISSUING HOUSE

If you are successful in your application, our Directors reserve the right to require you to appear in person at the registered office of the Issuing House within 14 days of the date of the notice issued to you to ascertain your application is genuine and valid. Our Directors are not responsible for any loss or non-receipt of the said notice nor shall they be accountable for any expenses incurred or to be incurred by you for the purpose of complying with this provision.

Applicants will be selected in a manner to be determined by our Directors. Due consideration will be given to the desirability of allotting or allocating our Shares to a reasonable number of applicants with a view to establish an adequate market for our Shares.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

The Issuing House on the authority of our Directors reserves the right to:

- (i) reject applications which do not conform to the instructions in this Prospectus or are illegible, incomplete or inaccurate;
- (ii) reject or accept any application, in whole or in part, on a non-discriminatory basis without giving any reason; and
- (iii) bank in all application monies from unsuccessful/ partially successful Bumiputera applicants which would subsequently be refunded without interest by registered post.

16.6 OVER/UNDER-SUBSCRIPTION

In the event of over-subscription, the Issuing House will conduct a ballot in the manner approved by our Directors to determine acceptance of applications. In determining the manner of balloting, our Directors will consider the desirability of distributing the Issue Shares in a fair and equitable manner to a reasonable number of applicants for the purpose of broadening our shareholding base and establishing an adequate market in the trading of our Shares. Pursuant to the Listing Requirements of the Bursa Securities, we need to have a minimum number of 1,000 public shareholders holding not less than 100 Shares each upon Listing and completion of this Public Issue. We expect to achieve this at the point of Listing. In the event that the above requirement is not met, we may not be allowed to proceed with the Listing. In the event thereof, monies paid in respect of all applications will be returned without interest.

Any Issue Shares allocated under the pink form allocation not fully subscribed for by eligible employees of our Group will be reoffered to other eligible employees. Subsequently, if the Issue Shares reoffered are not fully subscribed, such Issue Shares will be made available for application by the public and/or by the identified places. Any further Issue Shares not subscribed for will then be subscribed by the Underwriter based on the terms of the underwriting agreement.

Where your successfully balloted application is subsequently rejected, the full amount of your application monies will be refunded without interest to you within 10 Market Days from the date of the final ballot of the application list to your address registered with Bursa Depository.

16.7 UNSUCCESSFUL / PARTIALLY SUCCESSFUL APPLICANTS

If you are unsuccessful/ partially successful in your application, we will return your application monies without interest in the following manner:

16.7.1 For applications by way of Application Form

- (i) The application monies or the balance of it, as the case may be, will be returned to you via the self-addressed and stamped Official "A" envelope you provided by ordinary post (for fully unsuccessful applications) or by registered post to your last address maintained with Bursa Depository (for partially successful applications) within 10 Market Days from the date of the final ballot.
- (ii) If your application was rejected because you did not provide a CDS account number, your application monies will be sent to the address stated in the NRIC or "Resit Pengenalan Sementara (JPN KP09)" or your corresponding Malaysian address or any valid temporary identity document issued by the National Registration Department from time to time at your own risk.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE *(Cont'd)*

- (iii) The Issuing House reserves the right to bank in all application monies from unsuccessful Bumiputera applicants. These monies will be refunded by registered post to your last address maintained with Bursa Depository or as per item (ii) above (as the case may be) at your own risk within 10 Market Days from the date of the final ballot.

16.7.2 For applications by way of Electronic Share Application

- (i) The Issuing House shall inform the Participating Financial Institutions of the non-successful or partially successful application within 2 Market Days after the balloting date. The application monies or the balance of it will be credited into your account with the Participating Financial Institution without interest within 2 Market Days after the receipt of confirmation from the Issuing House.
- (ii) You may check your account on the 5th Market Day from the balloting day.
- (iii) A number of applications will be reserved to replace any balloted applications which are rejected. The application monies relating to these applications which are subsequently rejected will be refunded without interest by the Issuing House by way of cheques by registered post or ordinary post. The cheques will be issued not later than 10 Market Days from the date of the final ballot. For applications that are held in reserve and are subsequently unsuccessful (or only partly successful), the Participating Financial Institution will arrange for a refund of the application money (or any part thereof) without interest within 10 Market Days from the date of the final ballot.

16.8 SUCCESSFUL APPLICANTS

If you are successful in your application:

- (i) Our Shares allocated to you will be credited into your CDS account. We will not be issuing any share certificates to you.
- (ii) A notice of allotment will be despatched to you at the address last maintained with Bursa Depository where you have an existing CDS account at your own risk prior to the Listing. This is your only acknowledgement of acceptance of the application.

16.9 CDS ACCOUNTS

Pursuant to Section 14(1) of the Securities Industry (Central Depositories) Act, 1991, Bursa Securities has prescribed our Shares as "Prescribed Securities". Therefore, the Issue Shares offered through this Prospectus will be deposited directly with Bursa Depository and any dealings in these Shares will be carried out in accordance with the aforesaid Act and Rules of Bursa Depository.

Following the above, in accordance with Section 29 of the Securities Industry (Central Depositories) Act, 1991, all dealings in the our securities including the Issue Shares will be by book entries through CDS accounts. No share certificates will be issued but notices of allotment or transfer shall be despatched.

Only an applicant who has a CDS account can make an application by way of an Application Form. An applicant should state his CDS account number in the space provided on the Application Form and he shall be deemed to have authorised Bursa Depository to disclose information pertaining to the CDS account to the Issuing House/ our Company. Where an applicant does not presently have a CDS account, he should open a CDS account at an ADA prior to making an application for our Shares.

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

In the case of an application by way of ESA, only an applicant who has a CDS Account can make an ESA. The Applicant shall furnish his CDS account number to the Participating Financial Institution by way of keying in his CDS account number if the instructions on the ATM screen at which he enter your ESA require him to do so.

Failure to comply with these specific instructions or inaccuracy in the CDS account number, arising from use of invalid, third party or nominee accounts, may result in the application being rejected. If a successful applicant fails to state his/her CDS account number, the Issuing House on the authority of our Company will reject the application. The Issuing House on the authority of our Directors also reserves the right to reject any incomplete and inaccurate application. Applications may also be rejected if the applicant's particulars provided in the Application Forms, or in the case of ESA, if the records of the Participating Financial Institutions at the time of making the ESA as the case may be, differ from those in Bursa Depository's records, such as the identity card number, name and nationality.

16.10 ENQUIRIES

You may contact the Issuing House if you have any queries on the White Application Form at 03 - 2693 2075 (10 lines). If you have any enquiry with regards to your ESA, you may refer to the relevant Participating Financial Institution.

If you are applying for the Issue Shares as under the Public Issue, you may check the status of your application by logging into Issuing House's website at www.mih.com.my or by calling the Issuing House at 03 - 2693 2075 (10 lines) or your ADA at the telephone number as stated in Section 16.11 between 5 to 10 Market Days (during office hours only) after the balloting date.

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16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**16.11 LIST OF ADAS**

Name	Address and Telephone Number	Broker Code
KUALA LUMPUR		
A.A. ANTHONY SECURITIES SDN BHD	N-1-3, Plaza Damas 60, Jalan Sri Hartamas 1 Sri Hartamas 50480 Kuala Lumpur Tel No : 03-62011155	078-004
AFFIN INVESTMENT BANK BERHAD	3rd Floor, Chulan Tower No. 3, Jalan Conlay 50450 Kuala Lumpur Tel No : 03-21438668	028-001
ALLIANCE INVESTMENT BANK BERHAD	No. 8, Jalan Binjai Off Jalan Ampang 50450 Kuala Lumpur Tel No : 03-21667922	076-001
ALLIANCE INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 33, Plaza Crystaville Jalan 23/70A Desa Sri Hartamas 50480 Kuala Lumpur Tel No : 03-62033366	076-010
AMINVESTMENT BANK BERHAD	15th Floor, Bangunan AmBank Group 55, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-20782788	086-001
ASEAMBANKERS MALAYSIA BERHAD	Level 8, Maybank Life Tower Dataran Maybank No. 1, Jalan Maarof 59000 Kuala Lumpur Tel No : 03-22978888	098-001
BIMB SECURITIES SDN BHD	1st & 2nd Floor Podium Block, AMDB Building No. 1, Jalan Lumut 50400 Kuala Lumpur Tel No : 03-40433533	024-001
CIMB INVESTMENT BANK BERHAD	9th Floor, Commerce Square Jalan Semantan, Damansara Heights 50490 Kuala Lumpur Tel No : 03-20849999	065-001
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	3rd Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur Tel No : 03-21781888	052-001

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	Ground Floor & Level 1 THB Satu, Jalan Damansara Endah Damansara Heights 50490 Kuala Lumpur Tel No : 03-20891800	052-009
HLG SECURITIES SDN BHD	Level 8, Menara HLA No. 3, Jalan Kia Peng 50450 Kuala Lumpur Tel No : 03-21681168	066-001
IIWANGDBS INVESTMENT BANK BERHAD	2nd Floor, Bangunan AHP No. 2, Jalan Tun Mohd Fuad 3 Taman Tun Dr. Ismail 60000 Kuala Lumpur Tel No : 03-77106688	068-009
HWANGDBS INVESTMENT BANK BERHAD	Nos. 34-5, 36-5, 38-5, 40-5, 42-5 & 44-5 5th Floor, Cheras Commercial Centre Jalan 5/101C Off Jalan KasKas, 5th Mile Cheras 56100 Kuala Lumpur Tel No : 03-91303399	068-012
HWANGDBS INVESTMENT BANK BERHAD	Suite 7-03, 7th Floor Suite 12-02 & Part of Suite 12-01 12th Floor, Menara Keck Seng 203 Jalan Bukit Bintang 55100 Kuala Lumpur Tel No : 03-27112775	068-014
INTER-PACIFIC SECURITIES SDN BHD	West Wing, Level 13 Berjaya Times Square No. 1, Jalan Imbi 55100 Kuala Lumpur Tel No : 03-21171888	054-001
INTER-PACIFIC SECURITIES SDN BHD	Ground Floor, 7-0-8 Jalan 3/109F Danau Business Centre, Danau Desa 58100 Kuala Lumpur Tel No : 03-79847796	054-003
INTER-PACIFIC SECURITIES SDN BHD	Stesyen Minyak PROJET Jalan 1/116B, Off Jalan Kuchai Lama Kuchai Entrepreneur Park 58200 Kuala Lumpur Tel No : 03-79818811	054-005
JUPITER SECURITIES SDN BHD	7th-9th Floor, Menara Olympia 8, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-20341888	055-001

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KAF-SEAGROATT & CAMPBELL SECURITIES SDN BHD	11th-14th Floor, Chulan Tower No. 3, Jalan Conlay 50450 Kuala Lumpur Tel No : 03-21688800	053-001
KENANGA INVESTMENT BANK BERHAD	8th Floor, Kenanga International Jalan Sultan Ismail 50250 Kuala Lumpur Tel No : 03-21649080	073-001
KENANGA INVESTMENT BANK BERHAD	No. 57-10, Level 10 The Boulevard, Mid Valley City Lingkar Syed Putra 59000 Kuala Lumpur Tel No : 03-22871799	073-015
M & A SECURITIES SDN BHD	Level G-2, No. 45 & 47 The Boulevard, Mid Valley City Lingkar Syed Putra 59200 Kuala Lumpur Tel No : 03-22821820	057-002
MERCURY SECURITIES SDN BHD	Lot 6-05, Level 6 Tower Block, Menara Milenium 8, Jalan Damanlela, Bukit Damansara 50490 Kuala Lumpur Tel No : 03-20942828	093-002
MIDF AMANAH INVESTMENT BANK BERHAD	11th & 12th Floor, Menara MIDF 82, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-21788888	026-001
MIMB INVESTMENT BANK BERHAD	Level 18, Menara EON Bank 288, Jalan Raja Laut 50350 Kuala Lumpur Tel No : 03-26928899	061-001
OSK INVESTMENT BANK BERHAD	20th Floor, Plaza OSK Jalan Ampang 50450 Kuala Lumpur Tel No : 03-23383333	056-001
OSK INVESTMENT BANK BERHAD	No. 62 & 64, Vista Magna Jalan Prima, Metro Prima 52100 Kuala Lumpur Tel No : 03-62575869	056-028
OSK INVESTMENT BANK BERHAD	Ground Floor No. M3-A-7 & M3-A-8 Jalan Pandan Indah 4/3A Pandan Indah 55100 Kuala Lumpur Tel No : 03-42804798	056-054

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
OSK INVESTMENT BANK BERHAD	Ground, 1st, 2nd & 3rd Floor No. 55, Zone J4 Jalan Radin Anum Bandar Baru Seri Petaling 57000 Kuala Lumpur Tel No : 03-90587222	056-058
PM SECURITIES SDN BHD	Ground, Mezzanine, 1st & 10th Floor Menara PMI No. 2, Jalan Changkat Ceylon 50200 Kuala Lumpur Tel No : 03-21463000	064-001
PUBLIC INVESTMENT BANK BERHAD	27th Floor, Public Bank Building No. 6, Jalan Sultan Sulaiman 50000 Kuala Lumpur Tel No : 03-20313011	051-001
RHB INVESTMENT BANK BERHAD	Level 4, Tower One RHB Centre, Jalan Tun Razak 50400 Kuala Lumpur Tel No : 03-92802282	087-001
TA SECURITIES HOLDINGS BERHAD	Floor 13, 15-18, 20, 23, 28-30, 34 & 35 Menara TA One No. 22, Jalan P. Ramlee 50250 Kuala Lumpur Tel No : 03-20721277	058-003
SELANGOR DARUL EHSAN		
AFFIN INVESTMENT BANK BERHAD	2nd, 3rd & 4th Floor Wisma Amsteel Securities No. 1, Lintang Pekan Baru Off Jalan Meru 41050 Klang Selangor Darul Ehsan Tel No : 03-33439999	028-002
AFFIN INVESTMENT BANK BERHAD	Lot 229, 2nd Floor, The Curve No. 6, Jalan PJU 7/3 Mutiar Damansara 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77298016	028-003
AFFIN INVESTMENT BANK BERHAD	No. 1, Jalan 52/16 46200 Petaling Jaya Selangor Darul Ehsan Tel No : 03-79553281	028-004

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
ALLIANCE INVESTMENT BANK BERHAD	Ground Floor No. 1503B, Jalan Besar 43300 Seri Kembangan Selangor Darul Ehsan Tel No : 03-89457922	076-013
AMINVESTMENT BANK BERHAD	4th Floor, Plaza Damansara Utama No. 2, Jalan SS21/60 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77106613	086-003
HWANGDBS INVESTMENT BANK BERHAD	16th, 18th-20th Floor, Plaza Masalam No. 2, Jalan Tengku Ampuan Zabedah E9/E Section 9 40100 Shah Alam Selangor Darul Ehsan Tel No : 03-55133288	068-002
HWANGDBS INVESTMENT BANK BERHAD	East Wing & Centre Link Floor 3A, Wisma Consplant 2 No. 7, Jalan SS 16/1 47500 Subang Jaya Selangor Darul Ehsan Tel No : 03-56356688	068-010
JF APEX SECURITIES BERHAD	6th Floor, Menara Apex Off Jalan Semenyih, Bukit Mewah 43000 Kajang Selangor Darul Ehsan Tel No : 03-87361118	079-001
JF APEX SECURITIES BERHAD	15th & 16th Floor Menara Choy Fook On No. 1B, Jalan Yong Shook Lin 46050 Petaling Jaya Selangor Darul Ehsan Tel No : 03-76201118	079-002
KENANGA INVESTMENT BANK BERHAD	13th Floor, Menara Yayasan Selangor No. 18A, Jalan Persiaran Barat Off Jalan Timur 46000 Petaling Jaya Selangor Darul Ehsan Tel No : 03-79562169	073-005
KENANGA INVESTMENT BANK BERHAD	1st Floor, Wisma UEP Pusat Perniagaan USJ 10 Jalan USJ 10/1A 47620 Subang Jaya Selangor Darul Ehsan Tel No : 03-80241682	073-006

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KENANGA INVESTMENT BANK BERHAD	Room 7.02, Level 7, Menara ING Intan Millenium Square No. 68, Jalan Batai Laut 4 Taman Intan 41300 Klang Selangor Darul Ehsan Tel No : 03-30057550	073-007
KENANGA INVESTMENT BANK BERHAD	Lot 240, 2nd Floor, The Curve No. 6, Jalan PJU 7/3 Mutiara Damansara 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77259095	073-016
OSK INVESTMENT BANK BERHAD	24, 24M, 24A, 26M, 28M, 28A & 30 Jalan SS 2/63 47300 Petaling Jaya Selangor Darul Ehsan Tel No : 03-78736366	056-011
OSK INVESTMENT BANK BERHAD	No. 37, Jalan Semenyih 43000 Kajang Selangor Darul Ehsan Tel No : 03-87363378	056-045
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 15, Jalan Bandar Rawang 4 48000 Rawang Selangor Darul Ehsan Tel No : 03-60928916	056-047
OSK INVESTMENT BANK BERHAD	Ground & Mezzanine Floor No. 87 & 89, Jalan Susur Pusat Perniagaan NBC Batu 1½, Jalan Meru 41050 Klang Selangor Darul Ehsan Tel No : 03-33439180	056-048
PM SECURITIES SDN BHD	No. 157 & 159, Jalan Kenari 23/A Bandar Puchong Jaya 47100 Puchong Selangor Darul Ehsan Tel No : 03-80700773	064-003
PM SECURITIES SDN BHD	No. 18 & 20, Jalan Tiara 2 Bandar Baru Klang 41150 Klang Selangor Darul Ehsan Tel No : 03-33415300	064-007

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
PM SECURITIES SDN BHD	No. 44G, 42G & 42B, Jalan SS 21/35 Damansara Utama 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77223081	064-010
SBB SECURITIES SDN BHD	1st, 2nd & 3rd Floor Plaza Damansara Utama No. 2, Jalan SS 21/60 Damansara Utama 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77297345	090-002
SJ SECURITIES SDN BHD	Level 3, Holiday Villa No. 9, Jalan SS 12/1, Subang Jaya 47500 Petaling Jaya Selangor Darul Ehsan Tel No : 03-56340202	096-001
TA SECURITIES HOLDINGS BERHAD	No. 2-1, 2-2, 2-3 & 4-2 Jalan USJ 9/5T, Subang Business Centre 47620 UEP Subang Jaya Selangor Darul Ehsan Tel No : 03-80251880	058-005
MELAKA		
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	71A & 73A, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2881720	052-008
MALACCA SECURITIES SDN BHD	No. 1, 3 & 5, Jalan PPM9 Plaza Pandan Malim (Business Park) Balai Panjang, P. O. Box 248 75250 Melaka Tel No : 06-3371533	012-001
MERCURY SECURITIES SDN BHD	No. 81-B & 83-B, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2921898	093-003
OSK INVESTMENT BANK BERHAD	579, 580 & 581 Taman Melaka Raya 75000 Melaka Tel No : 06-2825211	056-003
PM SECURITIES SDN BHD	No. 11 & 13, Jalan PM2 Plaza Mahkota 75000 Melaka Tel No : 06-2866008	064-006

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
RIIB INVESTMENT BANK BERHAD	Lot 9 & 10, 1st Floor Tabung Haji Building Jalan Bandar Kaba 75000 Melaka Tel No : 06-2833622	087-002
PERAK DARUL RIDZUAN		
ALLIANCE INVESTMENT BANK BERHAD	No. 43 & 44, Ground Floor Taman Sentosa, Jalan Lumut 32000 Sitiawan Perak Darul Ridzuan Tel No : 05-6910910	076-008
ASEAMBANKERS MALAYSIA BERHAD	B-G-04 (Ground Floor), Level 1 & 2 42 Persiaran Greentown 1 Pusat Dagangan Greentown 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2453400	098-002
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	No. 63 Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2422828	052-002
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	No. 7B-1, Jalan Laman Intan Bandar Baru Teluk Intan 36000 Teluk Intan Perak Darul Ridzuan Tel No : 05-6222828	052-006
HWANGDBS INVESTMENT BANK BERHAD	21, Jalan Stesen 34000 Taiping Perak Darul Ridzuan Tel No : 05-8060888	068-003
HWANGDBS INVESTMENT BANK BERHAD	Ground & 1st Floor No. 22, Persiaran Greentown 1 Greentown Business Centre 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2559988	068-015
M & A SECURITIES SDN BHD	M & A Building 52A, Jalan Sultan Idris Shah 30000 Ipoh Perak Darul Ridzuan Tel No : 05-2419800	057-001

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
OSK INVESTMENT BANK BERHAD	21-25, Jalan Seenivasagam Greentown 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2415100	056-002
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 17, Jalan Intan 2, Bandar Baru 36000 Teluk Intan Perak Darul Ridzuan Tel No : 05-6236498	056-014
OSK INVESTMENT BANK BERHAD	1st Floor, No. 23 & 25 Jalan Lumut 32000 Sitiawan Perak Darul Ridzuan Tel No : 05-6921228	056-016
OSK INVESTMENT BANK BERHAD	Ground Floor 28, Jalan Maharaja Taman Bagan Serai Baru 34300 Bagan Serai Perak Darul Ridzuan Tel No : 05-7231888	056-018
OSK INVESTMENT BANK BERHAD	Ground Floor, No. 40, 42 & 44 Jalan Berek 34000 Taiping Perak Darul Ridzuan Tel No : 05-8088229	056-034
OSK INVESTMENT BANK BERHAD	72, Ground Floor Jalan Idris 31900 Kampar Perak Darul Ridzuan Tel No : 05-4651261	056-044
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 181, Jalan Besar 31100 Sungai Siput Perak Darul Ridzuan Tel No : 05-5951001	056-049
OSK INVESTMENT BANK BERHAD	Ground Floor No. 2, Jalan Wawasan 4 Taman Wawasan 34200 Parit Buntar Perak Darul Ridzuan Tel No : 05-7170888	056-052
SBB SECURITIES SDN BHD	51-53, Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2530888	090-001

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
TA SECURITIES HOLDINGS BERHAD	Ground, 1st & 2nd Floor Plaza Teh Teng Seng No. 227, Jalan Raja Permaisuri Bainun 30250 Ipoh Perak Darul Ridzuan Tel No : 05-2531313	058-001
PULAU PINANG		
A.A. ANTHONY SECURITIES SDN BHD	1st Floor, Bangunan Heng Guan 171 Jalan Burmah 10050 Pulau Pinang Tel No : 04-2299318	078-002
A.A. ANTHONY SECURITIES SDN BHD	No. 2, Jalan Perniagaan 2 Pusat Perniagaan Alma 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5541388	078-003
CIMB INVESTMENT BANK BERHAD	Ground Floor Suite 1.01, Menara PSCI 39, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2911833	065-003
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	No. 111, Jalan Macalister 10400 Pulau Pinang Tel No : 04-2281868	052-003
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	7th Floor, Menara PSCI 39, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2283355	052-010
HWANGDBS INVESTMENT BANK BERHAD	Level 2, 3, 4, 7 & 8, Wisma Sri Pinang 60, Green Hall 10200 Pulau Pinang Tel No : 04-2636996	068-001
HWANGDBS INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor 1620 & 1621, Jalan Permatang Batu Taman Industri Permatang Batu 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5372882	068-006
INTER-PACIFIC SECURITIES SDN BHD	Ground, Mezzanine & 8th Floor Bangunan Mayban Trust No. 3, Penang Street 10200 Pulau Pinang Tel No : 04-2690888	054-002

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KENANGA INVESTMENT BANK BERHAD	Lot 1.02, Level 1, Menara KWSP 38, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2106666	073-013
MERCURY SECURITIES SDN BHD	Ground, 1st, 2nd & 3rd Floor Wisma UMNO Lorong Bagan Luar Dua 12000 Butterworth Pulau Pinang Tel No : 04-3322123	093-001
MERCURY SECURITIES SDN BHD	2nd Floor, Standard Chartered Bank Chambers 2 Lebuhr Pantai 10300 Pulau Pinang Tel No : 04-2639118	093-004
OSK INVESTMENT BANK BERHAD	64, Bishop Street 20E, 20F & 20G, Penang Street 10200 Pulau Pinang Tel No : 04-2634222	056-004
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 2677, Jalan Chain Ferry Taman Inderawasih 13600 Prai Pulau Pinang Tel No : 04-3900022	056-005
OSK INVESTMENT BANK BERHAD	Ground & Upper Floor No. 11A, Jalan Keranji Off Jalan Padang Lallang 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5402888	056-015
OSK INVESTMENT BANK BERHAD	834 Jalan Besar, Sungai Bakap 14200 Sungai Jawi Seberang Perai Selatan Pulau Pinang Tel No : 04-5831888	056-032
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 15-G-5, 15-G-6, 15-1-5 & 15-1-6 Medan Kampung Relau (Bayan Point) 11950 Pulau Pinang Tel No : 04-6404888	056-042
PM SECURITIES SDN BHD	Level 25, Menara BHL 51, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2273000	064-004

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
PERLIS INDRA KAYANGAN		
ALLIANCE INVESTMENT BANK BERHAD	2nd Floor, Podium Block KWSP Building 01000 Kangar Perlis Indra Kayangan Tel No : 04-9765200	076-003
KEDAH DARUL AMAN		
ALLIANCE INVESTMENT BANK BERHAD	2nd Floor, Wisma PKNK Jalan Sultan Badlishah 05000 Alor Setar Kedah Darul Aman Tel No : 04-7317088	076-004
HWANGDBS INVESTMENT BANK BERHAD	No. 70 A, B, C, Jalan Mawar 1 Taman Pekan Baru 08000 Sungai Petani Kedah Darul Aman Tel No : 04-4256666	068-011
OSK INVESTMENT BANK BERHAD	Ground Floor, Swiss Inn Hotel 1, Jalan Pahlawan 08000 Sungai Petani Kedah Darul Aman Tel No : 04-4204888	056-017
OSK INVESTMENT BANK BERHAD	35, Ground Floor Jalan Suria 1, Jalan Bayu 09000 Kulim Kedah Darul Aman Tel No : 04-4964888	056-019
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor 215-A & 215-B Medan Putra, Jalan Putra 05150 Alor Setar Kedah Darul Aman Tel No : 04-7209888	056-021
NEGERI SEMBILAN DARUL KHUSUS		
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	1 C-G & 1 D-G Jalan Tunku Munawir 70000 Seremban Negeri Sembilan Tel No : 06-7655998	052-013
HWANGDBS INVESTMENT BANK BERHAD	Ground & 1st Floor 105, 107 & 109, Jalan Yam Tuan 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7612288	068-007

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
HWANGDBS INVESTMENT BANK BERHAD	No. 6, Upper Level Jalan Mahligai 72100 Bahau Negeri Sembilan Darul Khusus Tel No : 06-4553188	068-013
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 33, Jalan Dato' Bandar Tunggal 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7641641	056-024
OSK INVESTMENT BANK BERHAD	1st Floor, No. 3601, Jalan Besar 73000 Tampin Negeri Sembilan Darul Khusus Tel No : 06-4421000	056-037
OSK INVESTMENT BANK BERHAD	1st & 2nd Floor No. 168, Jalan Mewah (Pusat Perniagaan UMNO Bahagian Jempol) 72100 Bahau Negeri Sembilan Darul Khusus Tel No : 06-4553011	056-040
OSK INVESTMENT BANK BERHAD	Ground & Mezzanine Floor No. 346 & 347, Batu ½, Jalan Pantai 71000 Port Dickson Negeri Sembilan Darul Khusus Tel No : 06-6461234	056-046
PM SECURITIES SDN BHD	1st, 2nd & 3rd Floor 19-21, Jalan Kong Sang 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7623131	064-002
JOHOR DARUL TAKZIM		
A.A. ANTHONY SECURITIES SDN BHD	Level 6 & 7, Menara MSC Cyberport No. 5, Jalan Bukit Meldrum 80300 Johor Bahru Johor Darul Takzim Tel No : 07-3332000	078-001
A.A. ANTHONY SECURITIES SDN BHD	42-8, Main Road Kulai Besar 81000 Kulai Johor Darul Takzim Tel No : 07-6636658	078-005

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
A.A. ANTHONY SECURITIES SDN BHD	No. 70, 70-01, 70-02 Jalan Rosmerah 2/17 Taman Johor Jaya 81100 Johor Bahru Johor Darul Takzim Tel No : 07-3513218	078-006
ALLIANCE INVESTMENT BANK BERHAD	No. 46 & 48 Jalan Dato' Kapten Ahmad 86000 Kluang Johor Darul Takzim Tel No : 07-7717922	076-006
AMINVESTMENT BANK BERHAD	2nd & 3rd Floor, Penggaram Complex 1, Jalan Abdul Rahman 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4342282	086-002
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	No. 57, 59 & 61, Jalan Ali 84000 Muar Johor Darul Takzim Tel No : 06-9532222	052-004
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	Ground Floor No. 234, Jalan Besar Taman Semberong Baru 83700 Yong Peng Johor Darul Takzim Tel No : 07-4678885	052-005
HWANGDBS INVESTMENT BANK BERHAD	Level 7, Johor Bahru City Square (Office Tower) 106-108 Jalan Wong Ah Fook 80000 Johor Bahru Johor Darul Takzim Tel No : 07-2222692	068-004
INTER-PACIFIC SECURITIES SDN BHD	95, Jalan Tun Abdul Razak 80000 Johor Bahru Johor Darul Takzim Tel No : 07-2231211	054-004
KENANGA INVESTMENT BANK BERHAD	Level 2, Menara Pelangi Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-3333600	073-004
KENANGA INVESTMENT BANK BERHAD	No. 31 Lorong Dato' Ahmad Jalan Khalidi 84000 Muar Johor Darul Takzim Tel No : 06-9542711	073-008

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KENANGA INVESTMENT BANK BERHAD	No. 34 Jalan Genuang 85000 Segamat Johor Darul Takzim Tel No : 07-9333515	073-009
KENANGA INVESTMENT BANK BERHAD	No. 33 & 35 (Ground & 1st Floor A&B) Jalan Syed Abdul Hamid Sagaff 86000 Kluang Johor Darul Takzim Tel No : 07-7771161	073-010
KENANGA INVESTMENT BANK BERHAD	No. 4, Jalan Dataran 1 Taman Bandar Tangkak 84900 Tangkak Johor Darul Takzim Tel No : 06-9782292	073-011
MERCURY SECURITIES SDN BHD	Suite 17.1, Level 17, Menara Pelangi No. 1, Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-3316992	093-005
OSK INVESTMENT BANK BERHAD	6th Floor, Wisma Tiong-Hua 8, Jalan Keris, Taman Sri Tebrau 80050 Johor Bahru Johor Darul Takzim Tel No : 07-2788821	056-006
OSK INVESTMENT BANK BERHAD	53, 53-A & 53-B, Jalan Sultanah 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4380288	056-009
OSK INVESTMENT BANK BERHAD	No. 33-1, 1st & 2nd Floor Jalan Ali 84000 Muar Johor Darul Takzim Tel No : 06-9538262	056-025
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor 10, Jalan Bendahara 12 Taman Ungku Tun Aminah 81300 Skudai Johor Darul Takzim Tel No : 07-5577628	056-029
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 3, Jalan Susur Utama 2/1 Taman Utama 85000 Segamat Johor Darul Takzim Tel No : 07-9321543	056-030

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 17 Jalan Manggis 86000 Kluang Johor Darul Takzim Tel No : 07-7769655	056-031
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 10, Jalan Anggerik 1 Taman Kulai Utama 81000 Kulai Johor Darul Takzim Tel No : 07-6626288	056-035
OSK INVESTMENT BANK BERHAD	Ground, 1st & 2nd Floor No. 343, Jalan Muar 84900 Tangkak Johor Darul Takzim Tel No : 06-9787180	056-038
OSK INVESTMENT BANK BERHAD	1st Floor, No. 2, Jalan Makmur Taman Sri Aman 85300 Labis Johor Darul Takzim Tel No : 07-9256881	056-039
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 1 & 1-01, Jalan Rosmerah 2/11 Taman Johor Jaya 81100 Johor Bahru Johor Darul Takzim Tel No : 07-3522293	056-043
PM SECURITIES SDN BHD	Suite 5.1, Level 5, Menara Pelangi Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-2781813	064-005
PM SECURITIES SDN BHD	Ground & 1st Floor No. 43 & 43A, Jalan Penjaja 3 Taman Kim's Park, Business Centre 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4333608	064-008
PAHANG DARUL MAKMUR		
ALLIANCE INVESTMENT BANK BERHAD	A-397, A-399 & A-401 Taman Sri Kuantan III, Jalan Beserah 25300 Kuantan Pahang Darul Makmur Tel No : 09-5660800	076-002

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	B62, Ground Floor Lorong Tun Ismail 8, Sri Dagangan II 25000 Kuantan Pahang Darul Makmur Tel No : 09-5133289	052-007
OSK INVESTMENT BANK BERHAD	A-27 & A-29, Lorong Tun Ismail 9 Seri Dagangan Kuantan, Business Centre 25000 Kuantan Pahang Darul Makmur Tel No : 09-5163811	056-007
OSK INVESTMENT BANK BERHAD	Ground Floor, 98 Jalan Pasdec 28700 Bentong Pahang Darul Makmur Tel No : 09-2234943	056-022
OSK INVESTMENT BANK BERHAD	Ground Floor No. 76-A, Persiaran Camelia 4 Tanah Rata 39000 Cameron Highlands Pahang Darul Makmur Tel No : 05-4914913	056-041
KELANTAN DARUL NAIM		
ALLIANCE INVESTMENT BANK BERHAD	Lot 6 & 7, Section 25 Jalan Sultan Yahya Petra Bandar Kota Bharu 15200 Kota Bharu Kelantan Darul Naim Tel No : 09-7432588	076-007
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor No. 3953-H, Jalan Kebun Sultan 15350 Kota Bharu Kelantan Darul Naim Tel No : 09-7430077	056-020
TA SECURITIES HOLDINGS BERHAD	298, Jalan Tok Hakim 15000 Kota Bharu Kelantan Darul Naim Tel No : 09-7432288	058-004
TERENGGANU DARUL IMAN		
ALLIANCE INVESTMENT BANK BERHAD	No. 1D, Ground & Mezzanine No. 1E, Ground, Mezzanine 1st & 2nd Floor, Jalan Air Jerneh 20300 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6317922	076-009

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
FA SECURITIES SDN BHD	No. 51 & 51A Ground, Mezzanine & 1st Floor Jalan Tok Lam 20100 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6238128	021-001
OSK INVESTMENT BANK BERHAD	Ground & 1st Floor 9651, Cukai Utama Jalan Kubang Kurus 24000 Kemaman Terengganu Darul Iman Tel No : 09-8502730	056-027
OSK INVESTMENT BANK BERHAD	31A, Ground Floor 31A & 31B, 1st Floor Jalan Sultan Ismail 20200 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6261816	056-055
SARAWAK		
ALLIANCE INVESTMENT BANK BERHAD	No. 32, 1st Floor Jalan Bako 96000 Sibul Sarawak Tel No : 084-347922	076-012
CIMB INVESTMENT BANK BERHAD	Level 1, Wisma STA 26 Jalan Datuk Abang Abdul Rahim 93450 Kuching Sarawak Tel No : 082-358606	065-004
HWANGDBS INVESTMENT BANK BERHAD	Lot 328, Jalan Abell 93100 Kuching Sarawak Tel No : 082-236999	068-005
HWANGDBS INVESTMENT BANK BERHAD	192, Bintulu Parkeity Commerce Square Lot 3478, Bintulu Town District 97000 Bintulu Sarawak Tel No : 086-330008	068-016
KENANGA INVESTMENT BANK BERHAD	Lot 2465, Jalan Boulevard Utama Boulevard Commercial Centre 98000 Miri Sarawak Tel No : 085-435577	073-002

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
KENANGA INVESTMENT BANK BERHAD	Wisma Mahmud Jalan Sungai Sarawak 93100 Kuching Sarawak Tel No : 082-338000	073-003
KENANGA INVESTMENT BANK BERHAD	No. 11-12 (Ground & 1st Floor) Lorong Kampung Datu 3 96000 Sibu Sarawak Tel No : 084-313855	073-012
OSK INVESTMENT BANK BERHAD	Ground, 1st & 6th Floor Wisma Chinese Chambers Lot 357, Section 47, K.T.L.D. Jalan Bukit Mata Kuching 93100 Kuching Sarawak Tel No : 082-422252	056-008
OSK INVESTMENT BANK BERHAD	Lot 1268, 1st & 2nd Floor Lot 1269, 2nd Floor Centre Point Commercial Centre Jalan Melayu 98000 Miri Sarawak Tel No : 085-422788	056-012
OSK INVESTMENT BANK BERHAD	101 & 102, Pusat Pedada Jalan Pedada 96000 Sibu Sarawak Tel No : 084-329100	056-013
OSK INVESTMENT BANK BERHAD	Ground Floor No. 10, Jalan Bersatu 96100 Sarikei Sarawak Tel No : 084-654100	056-050
OSK INVESTMENT BANK BERHAD	Ground Floor No. 177, Taman Sri Dagang 97000 Bintulu Sarawak Tel No : 086-311770	056-053
OSK INVESTMENT BANK BERHAD	Ground & 1 st Floor Lot 1085, Jalan Buangsiol 98700 Limbang Sarawak Tel No : 085-213188	056-060

16. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

Name	Address and Telephone Number	Broker Code
TA SECURITIES HOLDINGS BERHAD	12G, H & I Jalan Kampong Datu 96000 Sibu Sarawak Tel No : 084-319998	058-002
TA SECURITIES HOLDINGS BERHAD	2nd Floor, (Bahagian Hadapan) Bangunan Binamas, Lot 138 Section 54, Jalan Pandung 93100 Kuching Sarawak Tel No : 082-236333	058-006
SABAH		
ALLIANCE INVESTMENT BANK BERHAD	Suite 1-9-E1, 9th Floor, CPS Tower No. 1, Jalan Centre Point 88000 Kota Kinabalu Sabah Tel No : 088-253922	076-005
ECM LIBRA INVESTMENT BANK BERHAD (formerly known as ECM Libra Avenue Securities Sdn Bhd)	Aras 8, Wisma Great Eastern 68, Jalan Gaya 88000 Kota Kinabalu Sabah Tel No : 088-236188	052-012
HWANGDBS INVESTMENT BANK BERHAD	Room Nos. 106-109, Mezzanine Floor Room Nos. 207-212, 2nd Floor Gaya Centre, Jalan Tun Fuad Stephens 88400 Kota Kinabalu Sabah Tel No : 088-311688	068-008
INNOSABAH SECURITIES BERHAD	11, Equity House, Block K Sadong Jaya, Karamunsing 88100 Kota Kinabalu Sabah Tel No : 088-234090	020-001
OSK INVESTMENT BANK BERHAD	5th Floor, Wisma BSN Sabah Jalan Kemajuan, Karamunsing 88000 Kota Kinabalu Sabah Tel No : 088-269788	056-010
OSK INVESTMENT BANK BERHAD	Ground Floor, Block 2 Lot 4 & Lot 5, Bandar Indah, Mile 4 North Road 91000 Sandakan Sabah Tel No : 089-222275	056-057