

**Condensed Unaudited Consolidated Income Statements**  
**Quarterly report on unaudited consolidated results**  
**For the period ended 30 April 2009**

|  | 3 months<br>quarter ended<br><u>30.04.09</u><br>RM'000<br>(Unaudited) | 3 months<br>quarter ended<br><u>30.04.08</u><br>RM'000<br>(Unaudited) | Cumulative<br>3 months<br><u>30.04.09</u><br>RM'000<br>(Unaudited) | Cumulative<br>3 months<br><u>30.04.08</u><br>RM'000<br>(Unaudited) |
|--|---|---|--|--|
| Revenue  | 26,586  | 27,084  | 26,586   | 27,084   |
| Cost of sales                                  | <u>(24,358)</u>   | <u>(27,772)</u>   | <u>(24,358)</u>  | <u>(27,772)</u>  |
| Gross profit/(loss)                            | 2,228   | (688)   | 2,228  | (688)  |
| Other operating income                         | 4,050   | 66  | 4,050  | 66   |
| Selling expenses                               | (326)   | (421)   | (326)  | (421)  |
| Administrative expenses                        | (1,539)   | (1,331)   | (1,539)  | (1,331)  |
| Finance costs                                  | (738)   | (893)   | (738)  | (893)  |
| Profit/(Loss) before taxation                  | <u>3,674</u>  | <u>(3,267)</u>  | <u>3,674</u>   | <u>(3,267)</u>   |
| Taxation                                       | <u>10</u>   | <u>81</u>   | <u>10</u>  | <u>81</u>  |
| Net profit/(loss) for the period               | <u><u>3,684</u></u>   | <u><u>(3,186)</u></u>   | <u><u>3,684</u></u>  | <u><u>(3,186)</u></u>  |
| Attributable to:                               |   |   |  |  |
| Shareholders of the Company                    | <u><u>3,684</u></u>   | <u><u>(3,186)</u></u>   | <u><u>3,684</u></u>  | <u><u>(3,186)</u></u>  |
| Basic earnings/(loss) per ordinary share (sen) | 1.56  | (1.35)  | 1.56   | (1.35)   |
| Diluted earnings per ordinary share (sen)      | N/A   | N/A   | N/A  | N/A  |

N/A = Not applicable

The Condensed Unaudited Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2009.

## Condensed Unaudited Consolidated Balance Sheet

### As at 30 April 2009

|  | As at<br><u>30.04.09</u><br>RM'000<br>(Unaudited) | As at<br><u>31.01.09</u><br>RM'000<br>(Audited) |
|--|---|---|
| <b>Assets</b>  |   |   |
| Property, plant and equipment  | 68,702  | 69,557  |
| Investment   | 178   | 178   |
| Goodwill   | <u>33,728</u>                                     | <u>33,728</u>                                   |
| <b>Total non-current assets</b>  | <u>102,608</u>                                    | <u>103,463</u>                                  |
| Assets held for sale   | -   | 235   |
| Inventories  | 34,997  | 33,887  |
| Trade and other receivables  | 18,514  | 18,599  |
| Deposits, bank and cash balances   | <u>541</u>  | <u>2,491</u>                                    |
| <b>Total current assets</b>  | <u>54,051</u>                                     | <u>55,211</u>                                   |
| <b>Total assets</b>  | <u>156,659</u>                                    | <u>158,675</u>                                  |
| <b>Equity</b>  |   |   |
| Share capital  | 118,405   | 118,405   |
| Reserves   | <u>(49,464)</u>                                   | <u>(53,148)</u>                                 |
| <b>Total equity attributable to shareholders of the Company</b>                    | <u>68,941</u>                                     | <u>65,257</u>                                   |
| <b>Liabilities</b>   |   |   |
| Borrowings   | 17,799  | 18,693  |
| Hire purchase payables - long term   | 429   | 486   |
| Deferred tax liabilities   | <u>449</u>  | <u>460</u>                                      |
| <b>Total non-current liabilities</b>   | <u>18,677</u>                                     | <u>19,639</u>                                   |
| Trade and other payables   | 17,223  | 22,222  |
| Short term borrowings  | 51,589  | 51,328  |
| Hire purchase payables - short term  | <u>229</u>  | <u>229</u>                                      |
| <b>Total current liabilities</b>   | <u>69,041</u>                                     | <u>73,779</u>                                   |
| <b>Total liabilities</b>   | <u>87,717</u>                                     | <u>93,418</u>                                   |
| <b>Total equity and liabilities</b>  | <u>156,659</u>                                    | <u>158,675</u>                                  |
|  | (0)   | (0)   |
| Net assets per share attributable<br>to ordinary shareholders of the Company (sen) | 29  | 27  |

The Condensed Unaudited Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2009

**Condensed Unaudited Consolidated Statement of Changes in Equity**  
**For the period ended 30 April 2009**

|                         | Attributable to shareholders of the Company |                               |                                 | Total<br>RM'000 |
|-------------------------|---|-------------------------------|---------------------------------|-----------------|
|                         | <u>Non-Distributable</u>                    |                               |                                 |                 |
|                         | Share<br>Capital<br>RM'000                  | Capital<br>Reserves<br>RM'000 | Accumulated<br>Losses<br>RM'000 |                 |
| At 1 February 2009      | 118,405                                     | 17                            | (53,165)                        | 65,257          |
| Net loss for the period | -   | -                             | 3,684                           | 3,684           |
| At 30 April 2009        | <u>118,405</u>                              | <u>17</u>                     | <u>(49,481)</u>                 | <u>68,941</u>   |
| At 1 February 2008      | 118,405                                     | 17                            | (48,205)                        | 70,217          |
| Net loss for the period | -   | -                             | (3,186)                         | (3,186)         |
| At 30 April 2008        | <u>118,405</u>                              | <u>17</u>                     | <u>(51,391)</u>                 | <u>67,031</u>   |

The Condensed Unaudited Consolidated Statement Of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2009.

## Condensed Unaudited Consolidated Cash Flow Statement

### For the period ended 30 April 2009

|  | <b>3 months<br/>ended<br/><u>30.04.09</u><br/>RM'000<br/>(Unaudited)</b> | <b>3 months<br/>ended<br/><u>30.04.08</u><br/>RM'000<br/>(Unaudited)</b> |
|--|--|--|
| <b>Cash flows from operating activities</b>                    |  |  |
| Profit/(Loss) before taxation                                  | 3,674  | (3,267)  |
| Adjustments for:   |  |  |
| Non-cash items   | (1,524)  | 1,402  |
| Interest expense   | 738  | 892  |
| Interest income  | (0)  | (10)   |
| Dividend income  | -  | -  |
| Operating profit/(loss) before working capital changes         | 2,888  | (983)  |
| Changes in working capital:                                    |  |  |
| Net change in current assets                                   | (5,120)  | (4,495)  |
| Net change in current liabilities                              | 2,991  | 4,989  |
| Cash used in from operations                                   | 759  | (489)  |
| Interest paid  | (406)  | (514)  |
| Tax refund   | 5  | 1,333  |
| <b>Net cash (used in )/generated from operating activities</b> | <b>358</b>   | <b>330</b>   |
| <b>Cash flows from investing activities</b>                    |  |  |
| Purchase of property, plant and equipment                      | (1,286)  | (1,551)  |
| Proceeds from sale of investments                              | -  | -  |
| Dividend income received                                       | -  | -  |
| Interest received  | 0  | 10   |
| Increase in fixed deposit pledged                              | (0)  | -  |
| <b>Net cash used in investing activities</b>                   | <b>(1,286)</b>   | <b>(1,541)</b>   |
| <b>Cash flows from financing activities</b>                    |  |  |
| Drawdown of bank borrowings                                    | 61,349   | 21,076   |
| Repayment of bank borrowings                                   | (63,816)   | (19,153)   |
| Repayment of hire purchase                                     | (57)   | (57)   |
| Interest paid  | (333)  | (378)  |
| <b>Net cash (used in)/generated from financing activities</b>  | <b>(2,857)</b>   | <b>1,488</b>   |
| Net changes in cash and cash equivalents                       | (3,785)  | 277  |
| Cash and cash equivalents at beginning of the period           | 2,446  | 2,967  |
| <b>Cash and cash equivalents at end of the period</b>          | <b>(1,339)</b>   | <b>3,244</b>   |
| <b>Cash and cash equivalents comprise:</b>                     |  |  |
| Cash and bank balances   | 460  | 3,244  |
| Fixed deposits   | 81   | -  |
| Bank overdraft   | (1,880)  | -  |
|  | <b>(1,339)</b>   | <b>3,244</b>   |

The Condensed Unaudited Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2009

## Notes to the unaudited interim financial report

### 1. Basis of preparation

This unaudited interim financial report has been prepared in accordance with the Financial Reporting Standards (“FRS”) and the provisions of the Companies Act, 1965 in Malaysia. This unaudited interim financial report also comply with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad.

The unaudited interim financial report has been prepared in accordance with the same significant accounting policies adopted in the annual financial statements for the financial year ended 31 January 2009 except for the significant accounting policies arising from the adoption of new FRSSs, revised FRSSs and IC Interpretations as set out in Note 2 to the unaudited interim financial report.

The preparation of the unaudited interim financial report requires management to make judgements, estimates and assumptions that affect the application of significant accounting policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This unaudited interim financial report contains condensed unaudited consolidated interim financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the financial year ended 31 January 2009. The condensed unaudited consolidated interim financial statements and the notes thereon do not include all the information required for full set of financial statements prepared in accordance with FRSSs.

### 2. Significant accounting policies

#### (a) Adoption of Revised FRSSs and IC Interpretations

The Group had adopted the following revised FRSSs and IC Interpretations (“IC Int”) that are relevant to their operations and are mandatory for the current financial period:-

##### Revised FRSSs

|         |  |
|---------|--|
| FRS 107 | Cash Flow Statements                                     |
| FRS 112 | Income Taxes   |
| FRS 118 | Revenue  |
| FRS 134 | Interim Financial Reporting                              |
| FRS 137 | Provisions, Contingent Liabilities and Contingent Assets |

##### IC Interpretations

|          |   |
|----------|---|
| IC Int 1 | Changes in Existing Decommissioning, Restoration & Similar Liabilities                                |
| IC Int 2 | Members’ Shares in Co-operative Entities & Similar Instruments  |
| IC Int 5 | Rights to Interests arising from Decommissioning, Restoration & Environmental Rehabilitation Funds    |
| IC Int 6 | Liabilities arising from Participating in a Specific Market – Waste Electrical & Electronic Equipment |
| IC Int 7 | Applying the Restatement Approach under FRS 29 Financial Reporting in Hyperinflationary Economies     |
| IC Int 8 | Scope of FRS 2  |

## 2. Significant accounting policies (Continued)\_

### (a) Adoption of Revised FRSs and IC Interpretations (Continued)

The adoption of the above revised FRSs and IC Int did not result in any substantial changes in the Group accounting policies, and have any material impact on this unaudited interim financial report of the Group

### (b) FRSs and IC Interpretations that are issued, not yet effective and have not been early adopted

The Group have not adopted the following new and revised FRSs, amendments to FRSs and IC Int that have been issued as at the date of authorisation of these financial statements but are not yet effective for the Group:-

|                               |  | <b>Effective for<br/>financial<br/>periods<br/>beginning on<br/>Or after</b> |
|-------------------------------|--|--|
| <u>New FRSs</u>               |  |  |
| FRS 4                         | Insurance Contracts  | 1 January 2010   |
| FRS 7                         | Financial Instruments : Disclosures  | 1 January 2010   |
| FRS 8                         | Operating Segments   | 1 July 2009  |
| FRS 139                       | Financial Instruments : Recognition and Measurement  | 1 January 2010   |
| <u>Revised FRSs</u>           |  |  |
| FRS 123                       | Borrowing costs  | 1 January 2010   |
| <u>Amendments<br/>to FRSs</u> |  |  |
| FRS 127                       | Amendments to FRS 1 First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate | 1 January 2010   |
| <u>IC Int</u>                 |  |  |
| IC Int 9                      | Reassessment of Embedded Derivatives   | 1 January 2010   |
| IC Int 10                     | Interim Financial Reporting and Impairment   | 1 January 2010   |

**3. Audit qualifications**

The report of the auditors on the Group's financial statements for the financial year ended 31 January 2009 was not subject to any qualification.

**4. Seasonal or cyclical factors**

The Group's operations were not affected by seasonal or cyclical factors.

**5. Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial year to-date because of their nature, size, or incidence.

**6. Changes in estimates**

There were no significant changes in financial estimates reported in prior interim periods that would materially affect the current interim period report.

**7. Debt and equity securities**

There were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellations, shares held as treasury shares and resale of treasury shares for the current financial period to-date.

**8. Dividend paid**

There were no dividends paid during the quarter ended 30 April 2009.

**9. Segment reporting**

The Group's segmental report for the 3 months ended 30 April 2009 is as follows:

|                           | <u>Manufacturing</u><br>RM'000 | <u>Investment<br/>holding</u><br>RM'000 | <u>Others</u><br>RM'000 | <u>Total</u><br>RM'000 |
|---------------------------|--------------------------------|---|-------------------------|------------------------|
| <b>Revenue</b>            |                                |   |                         |                        |
| Total                     | 26,608                         |   | 1,797                   | 28,405                 |
| Inter segment             | (1,819)                        | -                                       | -                       | (1,819)                |
| External                  | 24,789                         |   | 1,797                   | 26,586                 |
| <b>Results</b>            |                                |   |                         |                        |
| Segment profit/(loss)     | 898                            | 3,522                                   | (8)                     | 4,412                  |
| Finance costs             |                                |   |                         | (738)                  |
| Profit before taxation    |                                |   |                         | 3,674                  |
| Taxation                  |                                |   |                         | 10                     |
| Net profit for the period |                                |   |                         | 3,684                  |

## 9. Segment reporting (Continued)

The Group's segmental report for the 3 months corresponding year ended 30 April 2008 is as follows:

|                         | <u>Manufacturing</u> | <u>Investment</u><br><u>holding</u> | <u>Others</u> | <u>Total</u>   |
|-------------------------|----------------------|-------------------------------------|---------------|----------------|
|                         | RM'000               | RM'000                              | RM'000        | RM'000         |
| <b>Revenue</b>          |                      |                                     |               |                |
| Total                   | 27,128               |                                     | 3,598         | 30,726         |
| Inter segment           | (3,642)              | -                                   | -             | (3,642)        |
| External                | 23,486               |                                     | 3,598         | 27,084         |
| <b>Results</b>          |                      |                                     |               |                |
| Segment loss            | (1,960)              | (241)                               | (183)         | (2,384)        |
| Interest income         |                      |                                     |               | 10             |
| Finance costs           |                      |                                     |               | (893)          |
| Loss before taxation    |                      |                                     |               | (3,267)        |
| Taxation                |                      |                                     |               | 81             |
| Net loss for the period |                      |                                     |               | <u>(3,186)</u> |

## 10. Property, plant and equipment

The valuations of freehold land and leasehold land had been brought forward, without amendment from the previous annual financial statements.

## 11. Events subsequent to the balance sheet date

There was no material events subsequent to the end of the current quarter ended 30 April 2009 until the date of this report.

## 12. Changes in composition of the Group

There were no changes in the composition of the Group during the current financial period to-date.

## 13. Contingent assets and contingent liabilities

There were no changes in contingent assets and liabilities since the last annual balance sheet date except for the following:

|   | <u>30.04.09</u> | <u>31.01.09</u> |
|---|-----------------|-----------------|
|   | RM'000          | RM'000          |
| (i) Bank guarantees issued to third parties by a subsidiary company | -               | 3,797           |

These are bank guarantees issued to authorities and utilities suppliers mainly for performance bonds, security deposits and payment guarantees.



**13. Contingent assets and contingent liabilities (Continued)**

- (ii) The Company has issued corporate guarantees totalling RM65.7 million in favour of various financial institutions for the banking facilities extended to a subsidiary company. The amount of the banking facilities utilised as at 30 April 2009 is RM54.3 million.

**14. Capital commitments**

Capital commitments for the Group not provided for in the interim financial report are as follows:

|                               |                 |
|-------------------------------|-----------------|
|                               | <u>30.04.09</u> |
|                               | RM'000          |
| Approved and contracted for:  |                 |
| Property, plant and equipment | 974             |
|                               | <u>974</u>      |

**Additional information required by the Bursa Malaysia Securities Berhad Listing Requirements****15. Review of performance**

The Group's profit before taxation for the current quarter ended 30 April 2009 was RM3.7 million as compared to the preceding year corresponding quarter's loss before taxation of RM3.2 million. The profit was mainly due to the gain on disposal of non-current assets held for sale by the Company, better sales mix and gain on foreign exchange.

**16. Variation of results against preceding quarter**

The Group recorded a profit before taxation of RM3.7 million on a revenue of RM26.59 million for the current quarter as compared to a profit before taxation of RM0.5 million on a revenue of RM34.26 million for the immediate preceding quarter ended 31 January 2009. The profit in the current quarter was mainly due to the gain on disposal of non-current assets held for sale, better sales mix and gain on foreign exchange.

**17. Current year prospects**

With the global recession facing the world economy, we foresee tough times ahead. However the Board is of the view that a more prudent management of production lines and an aggressive selling price campaign would reduce this negative impact and we hope to see better results in the forthcoming quarters.

The Group will continue to implement various cost control measures, diversify its product types and change its marketing strategies in order to further improve its financial position.

**18. Profit forecast or profit guarantee**

The Group did not publish any profit forecast or issue any profit guarantee during the reporting period.

**19. Taxation**

|                   | 3 months ended<br><u>30.04.09</u><br>RM'000 | Cumulative<br>3 months ended<br><u>30.04.09</u><br>RM'000 |
|-------------------|---|---|
| Deferred taxation | <u>11</u>                                   | <u>11</u>   |

No income tax expense for the current quarter as the Group is in a tax loss position.

**20. Unquoted investments and landed properties**

There were no disposal of unquoted investments for the current financial period-to-date. During the financial period, the Group had disposed its non-current assets held for sale for a total cash consideration of RM3,900,000.

**21. Quoted investment**

There were no purchases or sales of quoted securities for the current financial period-to-date. Investment in quoted shares as at 30 April 2009 is as follows:

|                    | <u>Cost</u><br>RM'000 | <u>Carrying<br/>amount</u><br>RM'000 | <u>Market value</u><br>RM'000 |
|--------------------|-----------------------|--------------------------------------|-------------------------------|
| Quoted in Malaysia | <u>178</u>            | <u>178</u>                           | <u>350</u>                    |

**22. Status of corporate proposal announced**

There were no corporate proposals announced but not completed as at the latest practicable date.

**23. Borrowings**

The Group's borrowings since the last annual balance sheet date (excluding hire purchase liabilities) are as follows:

|                                  | <u>30.04.09</u> | <u>31.01.09</u> |
|----------------------------------|-----------------|-----------------|
|                                  | RM'000          | RM'000          |
| Current                          |                 |                 |
| -bank overdraft                  | 1,880           | 46              |
| -unsecured short term borrowings | 46,234          | 47,858          |
| -term loan (secured)             | 3,475           | 3,424           |
| Non-current                      |                 |                 |
| -term loan (secured)             | 17,799          | 18,693          |
|                                  | <u>69,388</u>   | <u>70,021</u>   |

The above borrowings are denominated in Ringgit Malaysia.

**24. Off balance sheet financial instruments**

There were no financial instruments with off balance sheet risk as at the latest practicable date except for the following:

The position of forward foreign exchange hedging contracts of a wholly owned subsidiary as at the latest practicable date is as follows:

|     | <u>Contracted<br/>amount '000</u> | <u>RM'000<br/>equivalent</u> |
|-----|-----------------------------------|------------------------------|
| USD | 1,488                             | 5,412                        |

The related accounting policies for the off balance sheet financial instruments are disclosed in the audited financial statements for the financial year ended 31 January 2009

**25. Changes in material litigation**

There was no pending material litigation in respect of the Company since the last annual balance sheet date.

**26. Dividend Payable**

The Directors do not recommend any payment of dividend for the current financial period to-date.

**27. Basic profit/(loss) per share**

|   | 3 months<br>ended<br><u>30.04.09</u> | 3 months<br>ended<br><u>30.04.08</u> | Cumulative<br>3 months<br>ended<br><u>30.04.09</u> | Cumulative<br>3 months<br>ended<br><u>30.04.08</u> |
|---|--------------------------------------|--------------------------------------|--|--|
| Net profit/(loss) for the period<br>(RM'000)      | 3,684                                | (3,186)                              | 3,684  | (3,186)  |
| Number of ordinary shares in issue<br>(‘000)      | 236,810                              | 236,810                              | 236,810  | 236,810  |
| Basic earnings/(loss) per ordinary<br>share (sen) | 1.56                                 | (1.35)                               | 1.56   | (1.35)   |

**28. Authorisation for issue**

The unaudited interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 June 2009.