

Quarterly Report on consolidated results for the second financial quarter ended 31st December 2010

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.12.2010 RM'000	Quarter Ended 31.12.2009 RM'000	Year To Date Ended 31.12.2010 RM'000	Year To Date Ended 31.12.2009 RM'000
Revenue	146,650	114,500	300,232	238,279
Cost of Sales	<u>(86,232)</u>	<u>(66,978)</u>	<u>(178,744)</u>	<u>(141,915)</u>
Gross Profit	60,418	47,522	121,488	96,364
Other Operating Income	1,380	691	2,401	1,087
Selling and Distribution Costs	(33,857)	(27,480)	(68,068)	(55,073)
Administrative Expenses	(11,788)	(9,227)	(23,137)	(18,941)
Finance Costs	<u>(1,341)</u>	<u>(915)</u>	<u>(2,399)</u>	<u>(1,842)</u>
<b>Profit Before Tax</b>	14,812	10,591	30,285	21,595
Tax Expense	<u>(3,542)</u>	<u>(2,722)</u>	<u>(7,251)</u>	<u>(5,501)</u>
<b>Profit for the Period</b>	<u>11,270</u>	<u>7,869</u>	<u>23,034</u>	<u>16,094</u>
<b>Other Comprehensive Income, net of tax</b>				
Actuarial Losses on Defined Benefit Pension Scheme	<u>(105)</u>	<u>(90)</u>	<u>(210)</u>	<u>(180)</u>
<b>Total Comprehensive Income for the Period</b>	<u>11,165</u>	<u>7,779</u>	<u>22,824</u>	<u>15,914</u>
<b>Profit Attributable to :</b>				
Equity holders of the Company	11,277	7,903	23,053	16,126
Non-Controlling Interest	<u>(7)</u>	<u>(34)</u>	<u>(19)</u>	<u>(32)</u>
	<u>11,270</u>	<u>7,869</u>	<u>23,034</u>	<u>16,094</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>7.94</u>	<u>5.57</u>	<u>16.23</u>	<u>11.36</u>
<b>Total Comprehensive Income Attributable to:</b>				
Equity holders of the Company	11,172	7,813	22,843	15,946
Non-Controlling Interest	<u>(7)</u>	<u>(34)</u>	<u>(19)</u>	<u>(32)</u>
	<u>11,165</u>	<u>7,779</u>	<u>22,824</u>	<u>15,914</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2010 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited as at 31.12.2010 RM'000	Audited as at 30.06.2010 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	172,353	128,263
Investment Properties	1,280	1,280
Intangible Assets	47,548	47,548
Other Investments	15	15
Deferred Tax Assets	1,642	1,642
	<u>222,838</u>	<u>178,748</u>
<b>Current Assets</b>		
Inventories	70,346	51,912
Trade Receivables	115,267	105,177
Other Receivables	4,417	8,395
Current Tax Assets	93	219
Deposits Placed with Financial Institutions	12,837	15,498
Cash and Bank Balances	6,717	24,936
	<u>209,677</u>	<u>206,137</u>
Non-Current Asset Held For Sale	-	4,500
	<u>209,677</u>	<u>210,637</u>
<b>TOTAL ASSETS</b>	<u>432,515</u>	<u>389,385</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	142,000	142,000
Reserves	35,083	19,307
	<u>177,083</u>	<u>161,307</u>
<b>Non-Controlling Interests</b>	1,091	1,110
<b>Total Equity</b>	<u>178,174</u>	<u>162,417</u>
<b>Non-Current Liabilities</b>		
Bank Borrowings	82,707	45,185
Hire Purchase and Lease Creditors	4,082	5,499
Retirement Benefit Obligations	3,533	3,439
Deferred Tax Liabilities	8,392	7,313
	<u>98,714</u>	<u>61,436</u>
<b>Current Liabilities</b>		
Trade Payables	33,927	34,039
Other Payables	64,580	84,046
Hire Purchase and Lease Creditors	3,261	3,332
Bank Overdraft	35	-
Bank Borrowings	47,843	40,638
Derivative Financial Liability	35	-
Current Tax Liabilities	5,946	3,477
	<u>155,627</u>	<u>165,532</u>
<b>Total Liabilities</b>	<u>254,341</u>	<u>226,968</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>432,515</u>	<u>389,385</u>
Net assets per share (RM)	1.25	1.14

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2010 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<----- Attributable to equity holders of the Company ----->					
	Share Capital RM'000	Non-distributable Share Premium RM'000	Retained Profits /(Accumulated Losses) RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
<b>6 months ended 31st December 2010</b>						
At 1st July 2010	142,000	2,147	17,160	161,307	1,110	162,417
Effects on adoption of FRS 139	-	-	388	388	-	388
At 1st July 2010, as restated	142,000	2,147	17,548	161,695	1,110	162,805
Dividend Paid	-	-	(7,455)	(7,455)	-	(7,455)
Total Comprehensive Income for the Period	-	-	22,843	22,843	(19)	22,824
At 31st December 2010	142,000	2,147	32,936	177,083	1,091	178,174
<b>6 months ended 31st December 2009</b>						
At 1st July 2009	142,000	2,147	(11,378)	132,769	1,189	133,958
Dividend Paid	-	-	(5,325)	(5,325)	-	(5,325)
Total Comprehensive Income for the Period	-	-	15,946	15,946	(32)	15,914
At 31st December 2009	142,000	2,147	(757)	143,390	1,157	144,547

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2010 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current Year To Date Ended 31.12.2010 RM'000	Corresponding Year To Date Ended 31.12.2009 RM'000
Profit Before Tax	30,285	21,595
Adjustments for non-cash flow:-		
Non-Cash Items	10,714	9,935
Non-Operating Items	981	(274)
Operating Profit Before Working Capital Changes	<u>41,980</u>	<u>31,256</u>
Changes in Working Capital		
Net Change in Current Assets	(26,734)	(27,110)
Net Change in Current Liabilities	(17,146)	964
Tax Paid	(3,578)	(940)
Cash (Used in)/Generated from Operating Activities	<u>(5,478)</u>	<u>4,170</u>
Retirement Benefits Paid	(115)	(104)
Interest Paid	(2,432)	(1,871)
Interest Received	114	62
Net Cash (Used in)/From Operating Activities	<u>(7,911)</u>	<u>2,257</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(53,320)	(9,680)
Proceeds from Sale of Property, Plant and Equipment	26	294
Proceeds from Sale of Non-Current Assets Held for Sale	4,506	-
Proceeds from Sale of Other Investments	-	6
Uplift/(Placement) of Deposits Pledged to Financial Institutions	62	(2)
Net Cash Used in Investing Activities	<u>(48,726)</u>	<u>(9,382)</u>
Financing Activities		
Dividend Paid	(7,455)	(5,325)
Drawdown of Bank Borrowings	51,917	31,299
Drawdown of Hire Purchase and Lease Creditors	139	6,090
Repayment of Bank Borrowings	(7,190)	(28,213)
Repayment of Hire Purchase and Lease Creditors	(1,627)	(7,044)
Net Cash From/(Used in) Financing Activities	<u>35,784</u>	<u>(3,193)</u>
Net Change in Cash and Cash Equivalents	(20,853)	(10,318)
Cash and Cash Equivalents at beginning of financial year	38,485	37,554
Cash and Cash Equivalents at end of financial period	<u><u>17,632</u></u>	<u><u>27,236</u></u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	12,837	21,423
Cash and Bank Balances	6,717	8,016
Bank Overdrafts	(35)	(331)
	<u>19,519</u>	<u>29,108</u>
Less: Deposits Pledged to Financial Institutions	(1,887)	(1,872)
	<u><u>17,632</u></u>	<u><u>27,236</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2010 and the accompanying explanatory notes attached to the interim financial statements.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### Part A - Explanatory Notes of FRS 134

#### A1 Basis of Preparation

- (a) The interim financial statements of the Group is unaudited and has been prepared in accordance with the requirement of FRS 134 Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30th June 2010. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30th June 2010.

- (b) Changes in Accounting Policy

The adoption of the new and revised FRSs did not result in any significant impact on the financial statements except for the changes in certain accounting policies and classification adopted by the Group as well as presentation of financial statements as described hereunder:-

- (i) FRS 101: Presentation of Financial Statements (Revised)

Prior to 1st July 2010, the components of a set of financial statements consisted of a balance sheet, income statement, statement of changes in equity, cash flow statement and notes to the financial statements.

Upon the adoption of the revised FRS 101, a set of financial statements now comprise a statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows and notes to the financial statements. The statement of comprehensive income consists of profit or loss for the period and other comprehensive income. All non-owner changes in equity previously presented in the consolidated statement of changes in equity are now presented in the statement of comprehensive income as components in other comprehensive income.

- (ii) Amendments to FRS 117 Leases

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

Year Ended 30th June 2010

	As previously reported RM'000	Effects of changes in accounting policy RM'000	As restated RM'000
Property, Plant and Equipment	125,243	3,020	128,263
Prepaid Lease Payments for Land	3,020	(3,020)	-

- (iii) FRS 139 Financial Instruments: Recognition and Measurement

FRS 139 provides guidance for the measurement of financial instruments. Depending on the categorisation applied for each individual financial asset and liability, some financial assets and liabilities will need to be fair valued and others are stated at amortised cost. FRS 139 prescribes prospective application for the first time adoption. Significant accounting policies adopted are summarised below:-

#### Financial Assets

Financial assets are recognised in the statement of financial position when and only when, the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group's contractual rights to the cash flow from the financial assets expires or if the Group transfer the financial assets to another party without retaining control or substantially all risks and rewards of the asset.

#### Initial Recognition

Financial assets within the scope of FRS 139 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group determines the classification of its financial assets at initial recognition.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### Part A - Explanatory Notes of FRS 134

Financial assets are recognised initially at fair value plus, in the case of financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way purchase) are recognised on the trade date i.e. date that the Group commits to purchase or sell the assets.

#### Subsequent Measurement

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Such financial assets are carried at amortised cost using the effective interest rate method less impairment losses. Gains and losses are recognised in the income statement when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

#### **Financial Liabilities**

Financial liabilities are recognised in the statement of financial position when, and only when, the Group becomes a party to the contractual provision of the instrument. Financial liabilities are derecognised if the Group's obligation specified in the contract expires or are discharged or cancelled.

#### Initial Recognition

Financial liabilities within the scope of FRS 139 are classified as financial liabilities at fair value through profit or loss, loans and borrowings or derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group determines the classification of its financial liabilities at initial recognition.

Financial liabilities are recognised initially at fair value and in the case of loans and borrowings, directly attributable transaction costs. The Group's financial liabilities include trade and other payables and financial guarantees. All financial liabilities of the Group are classified as loans and borrowings.

#### Subsequent Measurement

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Gains and losses are recognised in the Statement of Comprehensive Income when the liabilities are derecognised as well as through amortisation process.

#### **Transitional Provisions and Effects on Financial statements**

In accordance with the transitional provisions of FRS 139, the impact of FRS 139 is accounted prospectively with adjustments to be made to the opening balances in the statement of financial position. Comparative figures need not be adjusted.

	Balance as at 1st July 2010 before adopting FRS 139 RM'000	Effect of adopting FRS 139 RM'000	Balance as at 1st July 2010 after adopting FRS 139 RM'000
Retained Profits	17,160	388	17,548
Borrowings	100,969	(388)	100,581

The effects on the adoption of FRS 139 on the current interim financial statements are as follows:-

<b>Consolidated Statement of Financial Position</b>	Increase RM'000
Derivative Financial Liability	<u>35</u>

#### **Impairment of Financial Assets**

FRS 139 requires the Group to assess at each statement of financial position date, whether there is any objective evidence that a financial asset or a group of financial assets is impaired.

A financial asset or group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the assets (an incurred "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### Part A - Explanatory Notes of FRS 134

(iv) FRS 4 Insurance Contracts

For the current financial period, the Group adopt FRS 4 in accordance with the transitional provisions in paragraphs 41 to 45 of FRS 4. These transitional provisions required the following:-

- Simultaneous adoption of Financial Guarantee Contracts (Amendments to IAS 39 and IFRS 4) issued by the International Accounting Standards Board in August 2005. This pronouncement permits the accounting policy choice of scoping financial guarantee contracts in accordance with FRS 139 Financial Instruments: Recognition and Measurement, or as insurance contracts in accordance with FRS 4; and
- The disclosure requirements in FRS 4 need not apply to comparative information that relates to annual periods beginning before 1st January 2010.

Consequently, the Group designates corporate guarantees, if any, given to banks for credit facilities granted as insurance contracts as defined in FRS 4. The Group recognises these insurance contracts as recognised insurance liabilities when there is a present obligation, legal or constructive, as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

At every reporting date, the Group shall assess whether its recognised insurance liabilities are adequate, using current estimates of future cash flows under its insurance contracts. If this assessment shows that the carrying amount of the insurance liabilities is inadequate, the entire deficiency shall be recognised in the profit or loss.

Recognised insurance liabilities shall only be removed from the statement of financial position when, and only when, it is extinguished via a discharge, cancellation or expiration.

The adoption of FRS 4 does not result in any adjustment to recognised items of assets, liabilities, income and expenses of the Group in both, the current financial period and prior years. Financial guarantees of the Group are disclosed in Note A12 of this interim financial statements.

(v) FRS 127 Consolidated and Separate Financial Statements

This Standard supersedes the existing FRS 127 and replaces the current term 'minority interest' with a new term 'non-controlling interest' which is defined as the equity in a subsidiary that is not attributable, directly or indirectly, to a parent. Accordingly, total comprehensive income shall be attributed to the owners of the parent and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. If the Group loses control of a subsidiary, any gains or losses are recognised in profit or loss and any investment retained in the former subsidiary shall be measured at its fair value at the date when control is lost.

The Group reclassified its minority interests as non-controlling interests and remeasured the non-controlling interests prospectively in accordance with the transitional provisions of FRS 127.

**A2** The auditors' report on the financial statements of the Group for the financial year ended 30th June 2010 was not subject to any qualification.

**A3 Seasonal or Cyclical Factors**

The Group's business operations are in line with consumer demands which are skewed during festive seasons.

**A4 Nature and Amount of Unusual Items**

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

**A5 Nature and Amount of Changes in Estimates**

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

**A6 Debt and Equity Securities**

The Group was not involved in any issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**
**Part A - Explanatory Notes of FRS 134**
**A7 Dividends Paid**

A final dividend of 7 sen per share less income tax at 25% in respect of the financial year ended 30th June 2010 amounting to RM7,455,000 was paid on 19th November 2010.

Dividends paid to-date are tabulated below:-

Financial Year	Description	Payment Date	Gross Dividend (%)	Net Dividend (%)	Amount Paid RM'000
2008	First & final dividend, less tax at 25%	11.11.2008	4%	3%	3,888
2009	Interim dividend, less tax at 25%	20.02.2009	2%	1.5%	1,944
	Final dividend, less tax at 25%	26.10.2009	5%	3.75%	5,325
2010	Interim dividend, less tax at 25%	02.03.2010	4%	3%	4,260
	Final dividend, less tax at 25%	19.11.2010	7%	5.25%	7,455
	Total				22,872

**A8 Segment Information**

For management purposes, the Group is organized into three major business segments, namely beverages, tap-ware and sanitary ware and investments holdings/others. Inter-segment transactions are entered into in the normal course of business and are based on negotiated and mutually agreed terms.

	3 months ended 31st December 2010			
	Beverages RM'000	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>				
Revenue	134,692	11,881	77	146,650
Operating profit	14,436	2,267	(550)	16,153
Profit before tax	13,186	2,178	(552)	14,812
<b>Segments assets</b>				
Total assets	383,128	38,696	10,691	432,515

	3 months ended 31st December 2009			
	Beverages RM'000	Tap-ware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>				
Revenue	105,956	8,332	212	114,500
Operating profit	11,292	829	(615)	11,506
Profit before tax	10,472	737	(618)	10,591
<b>Segments assets</b>				
Total assets	259,622	34,405	17,316	311,343

**A9 Property, Plant and Equipment**

The valuations of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2010.

**A10 Subsequent Material Events**

There were no material events subsequent to the end of the current financial quarter ended 31st December 2010 up to the date of this report.

**A11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter.



**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**Part A - Explanatory Notes of FRS 134**

**A12 Changes in Contingent Liabilities**

The contingent liabilities of the Company are as follows:-

	As at 31.12.2010 RM'000
Unsecured :- Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>127,544</u>
(ii) Hire purchase and lease facilities granted to subsidiaries	<u>670</u>

**A13 Capital Commitments**

Capital expenditure in respect of purchase of property, plant and equipment:-

	As at 31.12.2010 RM'000
Approved but not contracted for	<u>-</u>
Contracted but not provided	<u>45,113</u>

**A14 Significant Related Party Transactions**

The significant related party transactions undertaken during the current financial quarter under review are as follows:-

The Company or its subsidiaries	Transacting Party	Nature of Transaction	RM'000
Permanis Sdn Bhd	SV Beverages Holdings Sdn Bhd	• Purchase of raw materials • Royalty payable	1,638 136

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**B1 Review of Performance**

The Group performance for the quarter under review against the corresponding quarter of the previous financial year is tabled below:-

Description	2nd Qtr 2011 RM'000	2nd Qtr 2010 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	146,650	114,500	32,150	28%
Profit before tax	14,812	10,591	4,221	40%
Profit after tax	11,270	7,869	3,401	43%

The Group's revenue for the current financial quarter increased 28% over the previous corresponding period, due mainly to the beverages division's continued growth in its non-carbonated portfolio, strong growth in isotonic beverages, successful promotional campaigns and an aggressive distribution drive. Its historic base of carbonated brands also contributed positively.

The Group reported a profit after tax of RM11.27 million, an improvement of 43% from RM7.87 million in the previous corresponding period. The higher profit after tax was mainly attributable to further economies of scale and prudent cost management.

**B2 Variation of Results Against Preceding Quarter**

Description	2nd Qtr 2011 RM'000	1st Qtr 2011 RM'000	Increase/(Decrease)	
			RM'000	%
Revenue	146,650	153,582	(6,932)	-5%
Profit before tax	14,812	15,473	(661)	-4%
Profit after tax	11,270	11,764	(494)	-4%

The Group's current quarter's revenue of RM146.65 million was slightly down by 5% from RM153.58 million the previous quarter. The Group's current quarter's profit after tax also decreased slightly to RM11.27 million, down 4% from RM11.76 million in the previous quarter.

**B3 Current Year Prospects**

The Group shall continue to focus on its current core business to maximise growth and profitability while exploring other synergistic new business.

Barring any unforeseen circumstances, the Directors are of the opinion that the Group's financial performance for the financial year ending 30th June 2011 will improve.

The Group's yearly performance as well as current quarter performance is tabled below:-

Description	Year					Quarter	
	2006 RM'000	2007 RM'000	2008 RM'000	2009 RM'000	2010 RM'000	1st Qtr 2011* RM'000	2nd Qtr 2011* RM'000
Revenue	220,636	265,775	290,451	362,981	516,401	153,582	146,650
Profit from operations	1,104	18,719	20,387	32,844	51,195	16,531	16,153
Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA)	12,504	28,588	31,721	45,691	64,841	20,170	24,793
EBITDA Margin	6%	11%	11%	13%	13%	13%	17%
Profit before tax (PBT)	(4,170)	13,537	15,546	27,967	48,035	15,473	14,812
PBT Margin	-2%	5%	5%	8%	9%	10%	10%
Profit after tax (PAT)	(3,738)	7,850	14,445	20,882	38,044	11,764	11,270
PAT Margin	-2%	3%	5%	6%	7%	8%	8%
No. of shares	129,607	129,607	129,607	142,000	142,000	142,000	142,000
Net Assets (NA)	81,452	89,698	104,242	132,769	161,307	173,366	177,083
NA per share (RM)	0.63	0.69	0.80	0.93	1.14	1.22	1.25
EPS (sen)	(2.90)	6.10	11.22	16.15	26.85	8.29	7.94
Return on Assets (ROA)	-2%	3%	5%	7%	10%	N/A	N/A
Return on Equity (ROE)	-5%	9%	14%	16%	24%	N/A	N/A

\* Unaudited figures

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**B4 Profit Forecast**

Not applicable as no profit forecast was published.

**B5 Tax Expense**

	Quarter Ended		Year To Date Ended	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
	RM'000	RM'000	RM'000	RM'000
Taxation comprises:-				
- Income Tax	4,750	679	6,172	1,387
- Deferred Tax	(1,208)	2,043	1,079	4,114
	<u>3,542</u>	<u>2,722</u>	<u>7,251</u>	<u>5,501</u>

The Group's effective tax rate for the current quarter is lower than the statutory tax rate mainly due to the utilisation of reinvestment allowances.

**B6 Unquoted Investments and Properties**

There were no disposals of unquoted investments or properties in the current financial quarter.

**B7 Quoted Investments**

There were no purchases or disposals of quoted securities for the current financial quarter.

**B8 Corporate Proposals**

There were no corporate proposals announced or pending completion as at the date of this quarterly report.

**B9 Bank Borrowings**

Details of the Group's bank borrowings as at 31st December 2010 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	47,543	335	47,878
Non-Current	82,707	-	82,707
	<u>130,250</u>	<u>335</u>	<u>130,585</u>

**B10 Derivative Financial Liability**

With the adoption of FRS 139, financial derivatives are recognized on their respective contract dates. The related accounting policies are disclosed in Note A1 (iii) in the section on Notes to the Interim Financial Statements.

As at the date of the statement of financial position 31st December 2010, the currency forward contracts which have been entered into by the Group to hedge its foreign purchases in foreign currency are as follows:

	Contract Amount RM'000	Fair Value RM'000	Difference RM'000
i) US Dollars			
a) Currency Forward Contracts:			
- Less than 1 year	9,903	9,870	(33)
ii) EURO			
a) Currency Forward Contracts:			
- Less than 1 year	131	129	(2)
	<u>10,034</u>	<u>9,999</u>	<u>(35)</u>

It is, and has been throughout the quarter under review, the Group's policy that no trading in derivative financial instruments and no speculative transactions shall be undertaken. The currency forward contracts are transacted with the Group's bankers for the purposes of purchases.

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**B11 Losses arising from Fair Value Changes of Financial Instrument**

The losses arising from fair value changes of financial instrument measured at fair value through profit or loss for current financial quarter are as follows:-

	Current Quarter Profit RM'000	Current Year-To-Date Losses RM'000	Basis of Fair Value Measurement	Reason for Losses
Derivative Financial Liability (Refer to Note B10)	240	(35)	Foreign currency as of financial position date	Unfavourable foreign exchange movements

**B12 Changes in Material Litigation**

There were no changes in the material litigations of the Group since the previous quarterly report date up to the date of this report.

**B13 Dividend**

The Board of Directors has declared an interim dividend of 5 sen per share less income tax at 25% (2010: 4 sen per share less income tax at 25%) in respect of financial year ending 30th June 2011, payable on 8th March 2011. The entitlement date for the said dividend is 16th February 2011.

**B14 Earnings Per Share**

	Quarter Ended		Year To Date Ended	
	31.12.2010 RM'000	31.12.2009 RM'000	31.12.2010 RM'000	31.12.2009 RM'000
Profit attributable to equity holders of the Company	11,277	7,903	23,053	16,126
Weighted average number of ordinary shares in issue ('000)	142,000	142,000	142,000	142,000
	Sen	Sen	Sen	Sen
Basic earnings per share	7.94	5.57	16.23	11.36

**PART C - DISCLOSURE OF REALISED AND UNREALISED PROFITS OR LOSSES**

Total retained profits/(accumulated losses) as at 31st December 2010 and 30th September 2010 is analysed as follows:

	As at 31.12.2010 RM'000	As at 30.09.2010 RM'000
Total Retained Profits/(Accumulated Losses) of C.I. Holdings Berhad and its subsidiaries:		
- Realised	(147,218)	(150,695)
- Unrealised	(1,805)	(2,045)
	(149,023)	(152,740)
Less: Consolidation Adjustments	181,959	181,959
Total Group Retained Profits/(Accumulated Losses) as per Consolidation Accounts	32,936	29,219