

**FIMA CORPORATION BERHAD**  
(Company No. 21185-P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2007**  
**THE FIGURES HAVE NOT BEEN AUDITED**

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

|  | <i>Current Quarter</i>                                  |   | <i>3 Months Cumulative</i>                              |  |
|--|---|---|---|--|
|  | Current<br>Year<br>Quarter<br><u>30/06/07</u><br>RM'000 | Preceding Year<br>Corresponding<br>Quarter<br><u>30/06/06</u><br>RM'000 | Current<br>Year<br>To Date<br><u>30/06/07</u><br>RM'000 | Preceding Year<br>Corresponding<br>Period<br><u>30/06/06</u><br>RM'000 |
| Revenue                                | 40,170  | 38,047  | 40,170  | 38,047   |
| Cost of Sales                          | <u>(27,433)</u>   | <u>(25,903)</u>   | <u>(27,433)</u>   | <u>(25,903)</u>  |
| Gross Profit                           | 12,737  | 12,144  | 12,737  | 12,144   |
| Other income                           | 138   | 424   | 138   | 424  |
| Administrative Expenses                | (2,164)   | (1,212)   | (2,164)   | (1,212)  |
| Selling and Marketing Expenses         | (286)   | (174)   | (286)   | (174)  |
| Other Expenses                         | (2,933)   | (2,442)   | (2,933)   | (2,442)  |
| Finance costs                          | (368)   | -   | (368)   | -  |
| Share of profit in associates          | <u>767</u>  | <u>382</u>  | <u>767</u>  | <u>382</u>   |
| <b>Profit before taxation</b>          | 7,891   | 9,122   | 7,891   | 9,122  |
| Taxation                               | <u>(2,052)</u>  | <u>(2,580)</u>  | <u>(2,052)</u>  | <u>(2,580)</u>   |
| <b>Profit for the period</b>           | <u><u>5,839</u></u>                                     | <u><u>6,542</u></u>   | <u><u>5,839</u></u>                                     | <u><u>6,542</u></u>  |
| Attributable to :                      |   |   |   |  |
| Equity holders of the parent           | 6,110   | 6,542   | 6,110   | 6,542  |
| Minority interest                      | <u>(271)</u>  | <u>-</u>  | <u>(271)</u>  | <u>-</u>   |
| <b>Profit for the period</b>           | <u><u>5,839</u></u>                                     | <u><u>6,542</u></u>   | <u><u>5,839</u></u>                                     | <u><u>6,542</u></u>  |
| <b>Earnings per share</b>              |   |   |   |  |
| Basic earnings per share (sen)         | 7.50  | 8.01  | 7.50  | 8.01   |
| Fully diluted earnings per share (sen) | 7.50  | 7.99  | 7.50  | 7.99   |

**(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2007)**

**FIMA CORPORATION BERHAD (Company No. 21185-P)**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**

|  | <b>As at End Of<br/>Current<br/>Quarter<br/>30/06/07<br/>(unaudited)</b> | <b>As at Preceding<br/>Financial<br/>Year End<br/>31/03/07<br/>(audited)</b> |
|--|--|--|
|  | <b>RM'000</b>  | <b>RM'000</b>  |
| <b>ASSETS</b>  |  |  |
| <b>Non-Current Assets</b>  |  |  |
| Property, Plant & Equipment  | 120,972  | 6,354  |
| Investment Properties  | 70,231   | 68,790   |
| Prepaid land lease payments  | 6,686  | 6,707  |
| Intangible assets  | 638  | -  |
| Interest in Associates   | 24,245   | 66,986   |
| Long Term Receivables  | 3,410  | 3,596  |
| Deferred Tax Assets  | 1,754  | 1,180  |
|  | <b>227,936</b>   | <b>153,613</b>   |
| <b>Current Assets</b>  |  |  |
| Inventories  | 42,881   | 35,252   |
| Trade Receivables  | 25,329   | 24,324   |
| Other Receivables  | 4,591  | 6,989  |
| Due from Related Companies   | -  | 1,127  |
| Cash and Bank Balances   | 24,511   | 29,198   |
|  | <b>97,312</b>  | <b>96,890</b>  |
| <b>TOTAL ASSETS</b>  | <b>325,248</b>   | <b>250,503</b>   |
| <b>EQUITY AND LIABILITIES</b>  |  |  |
| <b>Equity attributable to equity holders of the parent</b>                         |  |  |
| Share Capital  | 82,427   | 82,427   |
| Share Premium  | 534  | 534  |
| Treasury Shares  | (1,389)  | (1,389)  |
| Other Reserve  | (4,389)  | -  |
| Retained Earnings  | 125,489  | 119,379  |
|  | <b>202,672</b>   | <b>200,951</b>   |
| <b>Minority Interest</b>   | <b>22,209</b>  | <b>-</b>   |
| <b>Total Equity</b>  | <b>224,881</b>   | <b>200,951</b>   |
| <b>Non-Current Liabilities</b>   |  |  |
| Retirement Benefit Obligations   | 327  | 368  |
| Deferred Tax Liabilities   | 574  | -  |
|  | <b>901</b>   | <b>368</b>   |
| <b>Current Liabilities</b>   |  |  |
| Borrowings   | 36,079   | 0  |
| Trade Payables   | 39,874   | 32,669   |
| Other Payables   | 19,443   | 14,021   |
| Tax Payable  | 1,167  | 2,485  |
| Due to Related Companies   | 2,903  | 9  |
|  | <b>99,466</b>  | <b>49,184</b>  |
| <b>Total Liabilities</b>   | <b>100,367</b>   | <b>49,552</b>  |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <b>325,248</b>   | <b>250,503</b>   |
| Net assets per share attributable to ordinary<br>equity holders of the parent (RM) | <b>2.49</b>  | <b>2.47</b>  |

**(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2007)**

FIMA CORPORATION BERHAD (Company No. 21185-P)  
 CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
 FOR THE FIRST QUARTER ENDED 30 JUNE 2007

|                              | -----Attributable to Equity Holders of the Parent----- |               |                 |                |                  | Minority Interest | Total Equity  |                |
|------------------------------|--|---------------|-----------------|----------------|------------------|-------------------|---------------|----------------|
|                              | <-----Non-Distributable----->                          |               |                 | Distributable  |                  |                   |               |                |
|                              | Share Capital  | Share Premium | Treasury Shares | Other Reserve  | Retained Profits | Total             |               |                |
|                              | RM'000   | RM'000        | RM'000          | RM'000         | RM'000           | RM'000            | RM'000        |                |
| <b>At 01 April 2006</b>      | 81,864   | 342           | (1,389)         | -              | 100,576          | 181,393           | -             | 181,393        |
| Net Profit                   | -  | -             | -               | -              | 6,542            | 6,542             | -             | 6,542          |
| Issue of share capital       | 181  | 57            | -               | -              | -                | 238               | -             | 238            |
| <b>At 30 June 2006</b>       | <u>82,045</u>  | <u>399</u>    | <u>(1,389)</u>  | <u>-</u>       | <u>107,118</u>   | <u>188,173</u>    | <u>-</u>      | <u>188,173</u> |
| <b>At 01 April 2007</b>      | 82,427   | 534           | (1,389)         | -              | 119,379          | 200,951           | -             | 200,951        |
| Net Profit                   | -  | -             | -               | -              | 6,110            | 6,110             | (271)         | 5,839          |
| Dividends Paid               | -  | -             | -               | -              | -                | -                 | -             | -              |
| Purchase of Treasury Shares  | -  | -             | -               | -              | -                | -                 | -             | -              |
| Issue of share capital       | -  | -             | -               | -              | -                | -                 | -             | -              |
| Foreign currency translation | -  | -             | -               | (4,389)        | -                | (4,389)           | -             | (4,389)        |
| Acquisition of subsidiary    | -  | -             | -               | -              | -                | -                 | 22,480        | 22,480         |
| <b>At 30 June 2007</b>       | <u>82,427</u>  | <u>534</u>    | <u>(1,389)</u>  | <u>(4,389)</u> | <u>125,489</u>   | <u>202,672</u>    | <u>22,209</u> | <u>224,881</u> |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2007)

**FIMA CORPORATION BERHAD (Company No. 21185-P)  
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2007**

|   | 3 months ended |          |
|---|----------------|----------|
|   | 30/06/07       | 30/06/06 |
|   | RM'000         | RM'000   |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                        |                |          |
| Profit before taxation  | 7,891          | 9,122    |
| Adjustments for :   |                |          |
| Depreciation  | 1,629          | 984      |
| Amortisation of prepaid land lease payments                       | 21             | -        |
| Bad & doubtful debts (net)  | (716)          | 644      |
| Provision/(Reversal) of provision for retirement benefit          | 3              | (157)    |
| Inventories written down/(Write back of inventories written down) | 153            | (802)    |
| Loss on disposal of property, plant and equipment                 | -              | 76       |
| Share of (loss)/profit in associated company                      | (767)          | (382)    |
| Interest expense  | 368            | -        |
| Interest income   | (138)          | (424)    |
| Operating profit before working capital changes                   | 8,444          | 9,061    |
| Decrease/(Increase) in receivables                                | 2,295          | (4,314)  |
| Increase in inventories   | (7,782)        | (10,028) |
| Decrease/(increase) in related companies balances                 | 38,888         | (698)    |
| Increase in payables  | 12,627         | 11,531   |
| Cash generated from operations                                    | 54,472         | 5,552    |
| Tax paid  | (3,277)        | (3,057)  |
| Retirement benefit paid   | (44)           | -        |
| Interest paid   | (368)          | -        |
| Interest income received  | 138            | 424      |
| Net cash generated from/(used) in operating activities            | 50,921         | 2,919    |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                        |                |          |
| Purchase of property, plant and equipment                         | (9,069)        | (1,945)  |
| Proceeds from disposal of property, plant and equipment           | -              | 30       |
| Acquisition of subsidiary   | (81,539)       | -        |
| Purchase of shares in associated company                          | -              | (10,000) |
| Net cash used in investing activities                             | (90,608)       | (11,915) |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                        |                |          |
| Issuance of shares  | -              | 238      |
| Drawdown of Revolving Credit                                      | 35,000         | -        |
| Net cash used in financing activities                             | 35,000         | 238      |
| <b>CASH AND CASH EQUIVALENTS</b>                                  |                |          |
| Net increase/(decrease)   | (4,687)        | (8,758)  |
| At the beginning of financial period                              | 29,198         | 46,983   |
| At the end of financial period                                    | 24,511         | 38,225   |
| <b>CASH AND CASH EQUIVALENTS COMPRISE OF :</b>                    |                |          |
| Cash and bank balances  | 20,211         | (8,758)  |
| Deposits with licensed banks                                      | 4,300          | 46,983   |
|   | 24,511         | 38,225   |

**(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2007)**

**FIMA CORPORATION BERHAD (Company No. 21185-P)**  
**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2007**

Part A - FRS 134 Requirements

Part B - Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements

**PART A - FRS 134 Requirements**

**A1. Basis of Preparation and Accounting Policies**

The interim statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2007. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2007.

**A2. Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2007 except for the adoption of revised FRS 117-Leases and FRS 124-Related Party Disclosures issued by MASB that are effective for the Group's annual reporting date, 31 March 2008.

The adoption of the FRSs listed above, other than those stated below, does not have any significant financial impact on the Group. The principal effects of changes in accounting policies resulting from the adoption of the new/revised FRSs are as follows:

**(a) FRS 117: Leases**

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represents prepaid lease payments and are amortised on a straight-line basis over the lease term. Prior to 1 April 2007, leasehold land was classified as property, plant and equipment. At 1 April 2007, the unamortised amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments as allowed by the transitional provisions. The reclassification of leasehold land as prepaid lease payments has been accounted for retrospectively and certain comparative amounts as at 31 March 2007 have been restated as follows:

|                                    | <u>As previously<br/>reported</u><br>RM'000 | <u>Adoption of<br/>FRS 117</u><br>RM'000 | <u>As<br/>restated</u><br>RM'000 |
|------------------------------------|---|--|----------------------------------|
| <b>Balance as at 31 March 2007</b> |   |  |                                  |
| Property, plant and equipment      | 13,061                                      | (6,707)                                  | 6,354                            |
| Prepaid lease payments             | -   | 6,707                                    | 6,707                            |

**(b) FRS 124: Related Party Disclosures**

This standard affects the identification of related parties and other similar related party disclosures. This standard requires the disclosure of related party transactions and outstanding balances with other entities in a group. Intra-group related party transactions and outstanding balances are eliminated in the preparation of consolidated financial statements of the Group.

The adoption of this FRS has no financial impact on the Group's consolidation financial statements

**A3. Audit Qualification**

The preceding annual financial statements of the Group were not subject to any audit qualification.

**A4. Seasonality or cyclicity of the interim operations.**

The production of security and confidential documents is influenced by the cyclical changes in volume of certain jobs.

**A5. Unusual items**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

**A6. Changes in estimates**

There were no changes or estimates that have a material effect to the current quarter's results.

**A7. Issuances, cancellation, repurchases, resale and repayment of debt and equity securities.**

There were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities for the current financial year to date.

**A8. Dividends paid**

There were no dividends paid in the current quarter.

**A9. Segmental Information**

| <u>Segments</u>   | Current Year Totale<br>30/06/07 |                      |
|---|---------------------------------|----------------------|
|   | Revenue                         | Profit/(Loss)        |
|   | RM'000                          | Before Tax<br>RM'000 |
| Production and trading of security & confidential documents | 35,647                          | 8,864                |
| Property Management   | 1,333                           | (385)                |
| Oil palm production and processing                          | 3,444                           | (1,355)              |
|   | 40,424                          | 7,124                |
| Group's share of associated company's results               | -                               | 767                  |
|   | 40,424                          | 7,891                |
| Eliminations  | (254)                           | -                    |
| Group Results   | 40,170                          | 7,891                |

**A10. Valuation of property, plant and equipment**

Property, plant and equipment are not stated at any revalued amounts.

**A11. Subsequent events**

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

## A12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to date including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinued operations other than:

- (i) On 9 April 2007, a wholly-owned subsidiary, FCB Management Sdn Bhd ("FCB Management") increased its equity interest in an associate company, PT Nunukan Jaya Lestari ("NJL") from 32.5% to 80.0% by subscribing to the following:
1. 472,500 new shares issued by NJL for a cash consideration of RM21.0 million.
  2. Rp.135.0 billion nominal value of redeemable convertible loan stock issued by NJL for a cash consideration of RM60.0 million.

The acquired subsidiary has contributed the following results to the Group:

|                     | <b>Current<br/>Year Totdate<br/>30/06/07<br/>RM'000</b> |
|---------------------|---|
| Revenue             | 3,444   |
| Loss for the period | <u>(1,355)</u>  |

The assets and liabilities arising from the acquisition are as follows:

|                                       | <b>Fair Value<br/>RM'000</b> | <b>Acquiree's<br/>Carrying<br/>Amount<br/>RM'000</b> |
|---------------------------------------|------------------------------|--|
| Property, plant & equipment           | 108,655                      | 108,655  |
| Inventories                           | 1,821                        | 1,821  |
| Other receivables                     | 387                          | 387  |
| Cash and bank balances                | 14,461                       | 14,461   |
| Trade and other payables              | (16,290)                     | (16,384)   |
| Borrowings                            | (1,079)                      | (1,079)  |
| Foreign exchange translation          | 4,444                        | 4,538  |
| Total net assets                      | <u>112,399</u>               | <u>112,399</u>                                       |
| Less : Minority Interest              | <u>22,480</u>                |  |
|                                       | 89,919                       |  |
| Transfer from investment in associate | <u>5,443</u>                 |  |
|                                       | 95,362                       |  |
| Goodwill arising on acquisition       | 638                          |  |
| Total cost of acquisition             | <u>96,000</u>                |  |

The cash outflow on acquisition is as follows:

|   | <b>Current<br/>Year Totdate<br/>30/06/07<br/>RM'000</b> |
|---|---|
| Purchase consideration satisfied in cash        | 96,000  |
| Cash and cash equivalent of subsidiary acquired | <u>(14,461)</u>   |
| Net cash outflow of the Group                   | <u>81,539</u>   |

## A13. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets since the last annual balance sheet (other than changes in material litigation disclosed in Note B11).

#### A14. Capital Commitments

|                                 | <b>As at<br/>30/06/07<br/>RM'000</b> |
|---------------------------------|--------------------------------------|
| Property, plant and equipment   |                                      |
| Approved and contracted for     | 124                                  |
| Approved but not contracted for | 8,582                                |
|                                 | <u>8,706</u>                         |

#### A15. Acquisition of Property, Plant and Equipment

As at the end of the financial period to date, the Group has acquired the following assets.

|                                   | <b>Current<br/>Year Totodate<br/>30/06/07<br/>RM'000</b> |
|-----------------------------------|--|
| Property                          | 1,796  |
| Plant and Machinery               | 7,244  |
| Furniture, Fittings and Computers | 29   |
|                                   | <u>9,069</u>   |

#### A16. Related Party Transactions

|  | <b>Current<br/>Year Totodate<br/>30/06/07<br/>RM'000</b> |
|--|--|
| Kumpulan Fima Berhad, penultimate holding company                        |  |
| Interest income receivable   | (10)   |
| Rental income receivable   | (111)  |
| <b>Fellow Subsidiaries :</b>   |  |
| Malaysian Transnational Trading Corporation Berhad                       |  |
| Rental income receivable   | (24)   |
| Fima TLP Feedlot   |  |
| Management services receivable   | (4)  |
| <b>Related by virtue of having common director/(s)/shareholder/(s) :</b> |  |
| Nationwide Express Courier Services Berhad                               |  |
| Purchases made - Delivery services                                       | 26   |
| Rental income receivable   | (25)   |
| Nationwide Freight Forwarders Sdn Bhd                                    |  |
| Purchases made - Forwarding services                                     | 51   |
| <b>Associated Company :</b>  |  |
| Giesecke & Devrient Malaysia Sdn Bhd                                     |  |
| Management services receivable   | (6)  |

#### A17. Inventories

During the quarter, the amount of inventories written down was RM153,000.



## **PART B - Bursa Securities Listing Requirements**

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

For the first quarter, the Group's revenue increased from RM38.0 million to RM40.2 million, an improvement of 5.6%, mainly attributable to additional RM3.4 million revenue from the newly acquired subsidiary, PT Nunukan Jaya Lestari ("PT NJL").

Profit before tax recorded for the quarter under review was RM7.9 million, representing a decrease of RM1.2 million from the corresponding period of last year. The decrease in pre-tax profit was primarily due to RM1.4 million loss from PT NJL.

### **B2. Material change in profit before taxation for the quarter reported as compared with the preceding quarter**

The Group's revenue for the current quarter at RM40.2 million was RM8.2 million higher than the preceding quarter. The increase in the Group's revenue was attributable to higher sales volume in the production of security and confidential products and additional revenue contributed by PT NJL.

The Group registered a RM0.7 million increase in pre-tax profit by posting a profit before taxation of RM7.9 million as compared with the preceding quarter's pre-tax profit of RM7.2 million. Profit from production of security and confidential products and share of profit from associated company increased by RM1.4 million and RM1.0 million respectively whilst PT NJL recorded a loss of RM1.4 million.

### **B3. Prospects**

Barring unforeseen circumstances, the Directors are of the view that the Group's overall performance will be satisfactory in the remaining quarters of the financial year.

### **B4. Variance of actual profit from forecast profit**

The Group did not issue any profit forecast and/or guarantees to the public.

### **B5. Taxation**

|                       | <b>Current<br/>Quarter<br/>30/06/07<br/>RM'000</b> | <b>Current<br/>Year Totate<br/>30/06/07<br/>RM'000</b> |
|-----------------------|--|--|
| Current year's charge | 2,052  | 2,052  |

The effective tax rate on Group's profit todate is higher than the statutory tax rate mainly due to certain expenses disallowed for taxation purposes.

### **B6. Profit/Loss on sale of unquoted investments and/or properties**

There was no sale of unquoted investments or properties.

### **B7. Purchase or disposal of quoted securities**

There was no purchase or disposal of quoted securities.

### **B8. (a) Corporate proposals**

There are no corporate proposals announced but not completed at the date of this report.

### **(b) Utilisation of proceeds raised from any corporate proposal.**

Not applicable.

## B9. Borrowings

|                              | <b>Current<br/>Year To date<br/>30/06/07<br/>RM'000</b> |
|------------------------------|---|
| <b>Short term borrowings</b> |   |
| Secured                      | <u>35,000</u>   |

## B10. Off Balance Sheet financial instruments

The Group is not a party to any financial instruments which may have off-balance sheet risk at the date of this report.

## B11. Changes in material litigation

- i) A wholly-owned subsidiary of the Company ("Plaintiff") had served a Writ of Summons against a third party for arrears of rental income and other expenses amounting RM1.70 million. The defendant filed their Statement of Defence denying the tenancy contract and counter claim for over payment of RM2.06 million.

On 7 February 2003, the High Court ruled in the Plaintiff's favour in respect of the Plaintiff's application for Summary Judgement for the sum of RM1.18 million. The High Court also ordered that the remaining claim of RM0.52 million be proceeded with full trial. The Court had further ordered that the execution be stayed until the disposal of the trial. The case is now fixed for Case Management on 11 December 2007.

In view of the uncertainty of recovering the amount awarded to the Plaintiff, the amount of RM1.18 million has not been recognised in the income statement of the Plaintiff in the current financial period.

- ii) Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, the Company as the Principal Tenant had issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex, Subang.

Pursuant to the above, on 28 September 2001, the Company was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being their renovation costs and general damages. The Board had sought the opinion from the solicitors who were of the opinion that there should be no compensation payable to the Plaintiff as the demised premise was acquired by a relevant authority which was provided in the Tenancy Agreement between the Company and the Plaintiff.

On 24 June 2002, the Plaintiff filed its amended Writ of Summons and Statement of Claims, naming MAHB as the 2nd Defendant and on 14 January 2003, served the same to the Company. On 20 January 2003, the Company's solicitors filed an amended Statement of Defence and on 22 April 2003, the 2nd Defendant obtained an order in terms from the Court to strike out the Plaintiff's claim.

The Plaintiff served its Application for Summons in Chambers on the Company on 15 December 2003. Subsequently, the Company replied to the Plaintiff on 16 December 2003 expressly stipulating that the Rules of the High Court requires the Plaintiff to file a Notice of Pre-Trial Case Management seeking the directions of the Judge as to the further conduct of the matter.

On 4 February 2004, the Plaintiff had withdrawn their Application for Summons in Chambers and the Court had directed the Plaintiff to file the necessary application in order to continue the proceeding.

On 13 December 2005, the Court fixed the trial dates on 15, 16 and 17 October 2007.

**B12. Dividend**

No interim dividend has been declared for the financial period ended 30 June 2007 (30 June 2006: Nil).

**B13. Earnings per share**

|   | <i>Individual Quarter</i>   |   | <i>Cumulative Quarter</i>   |  |
|---|-----------------------------|---|-----------------------------|--|
|   | <i>Current Year Quarter</i> | <i>Preceding Year Corresponding Quarter</i> | <i>Current Year To Date</i> | <i>Preceding Year Corresponding Period</i> |
|   | <u>30/06/07</u>             | <u>30/06/06</u>                             | <u>30/06/07</u>             | <u>30/06/06</u>                            |
| <b>Earnings</b>   |                             |   |                             |  |
| Profit attributable to ordinary equity holders of the parent (RM'000)       | 6,110                       | 6,542                                       | 6,110                       | 6,542                                      |
| <b>Basic Earning per Share</b>  |                             |   |                             |  |
| Weighted average number of ordinary shares                                  | 81,511,210                  | 81,651,493                                  | 81,511,210                  | 81,651,493                                 |
| Basic Earnings per Share (sen)  | 7.50                        | 8.01  | 7.50                        | 8.01                                       |
| <b>Diluted Earnings per Share</b>   |                             |   |                             |  |
| ESOS  |                             |   |                             |  |
| Weighted average number of unissued shares                                  | -                           | 416,000                                     | -                           | 416,000                                    |
| Weighted average number of shares that would have been issued at fair value | -                           | (180,943)                                   | -                           | (180,943)                                  |
| Adjusted weighted average number of ordinary shares                         | 81,511,210                  | 81,886,550                                  | 81,511,210                  | 81,886,550                                 |
| Diluted Earnings per Share (sen)  | 7.50                        | 7.99  | 7.50                        | 7.99                                       |

**BY ORDER OF THE BOARD**

**LEE MO LENG**  
**NASLIZA MOHD NASIR**  
 Company Secretaries

Kuala Lumpur  
 Date : 15 August 2007