



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

(Co. Reg. No. 3186-P)

Condensed Consolidated Income Statements for the fourth quarter ended 31 December 2008

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.12.2008 RM'000	31.12.2007 RM'000 (restated)	31.12.2008 RM'000	31.12.2007 RM'000 (restated)
Continuing Operations				
Revenue	229,886	199,722	875,885	787,216
Cost of sales	(196,546)	(175,644)	(732,801)	(686,826)
Gross profit	33,340	24,078	143,084	100,390
Other income	923	4,790	8,400	10,642
Operating expenses	(15,900)	(11,736)	(51,434)	(41,256)
Finance costs	(2,112)	(1,977)	(8,277)	(9,448)
Share of loss of associate (net of tax)	(92)	344	(92)	593
Share of profit of jointly controlled entities (net of tax)	(250)	(38)	(250)	21
Profit Before Taxation	15,909	15,461	91,431	60,942
Taxation	(346)	(2,079)	(15,941)	(14,489)
Profit for the period from continuing operations	15,563	13,382	75,490	46,453
Equity attributable to equity holders of the parent				
Profit/ (loss) for the period from a discontinued operation	(2,851)	(573)	(2,968)	404
Profit for the period	12,712	12,809	72,522	46,857
Attributable to :				
Equity holders of the parent	12,779	12,115	69,575	45,027
Minority interest	(67)	694	2,947	1,830
	12,712	12,809	72,522	46,857
Earnings per share attributable to equity holders of the parent:				
Basic (sen)				
Continuing operations	3.52	2.89	16.33	10.08
Discontinued operation	(0.64)	(0.13)	(0.67)	0.09
	2.88	2.76	15.66	10.17
Diluted (sen)				
Continuing operations	-	-	-	-
Discontinued operation	-	-	-	-
	-	-	-	-

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements

NOTE:-

Depreciation and amortisation	9,700	10,660	39,629	38,027
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**Condensed Consolidated Balance Sheet
As at 31 December 2008**

	As at 31.12.2008 RM'000 unaudited	As at 31.12.2007 RM'000 audited (restated)
ASSETS		
Non-current Assets		
Property, Plant & Equipment	414,875	394,409
Prepaid land lease payments	47,203	42,854
Investment Properties	9,618	9,740
Intangible assets	669	1,331
Investments in associated company	23,423	23,027
Investments in jointly controlled entity	768	636
Deferred Tax Assets	18,330	19,852
	514,886	491,849
Current Assets		
Inventories	258,652	198,335
Trade and other receivables	236,862	211,944
Cash and bank balances	52,566	45,832
	548,080	456,111
Non-current asset classified as held for sale	0	2,770
	548,080	458,881
TOTAL ASSETS	1,062,966	950,730
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	111,042	111,042
Share Premium	744	744
Other reserves	5,979	4,520
Retained earnings	574,033	543,323
	691,798	659,629
Minority Interest	52,749	30,223
Total equity	744,547	689,852
Non-current liabilities		
Retirement benefit obligation	23,050	22,832
Borrowings	23,456	26,764
Deferred Tax Liabilities	13,264	15,494
	59,770	65,090
Current Liabilities		
Retirement benefit obligation	2,350	2,549
Provisions for other liabilities	207	218
Borrowings	178,612	126,367
Trade and other payables	76,743	66,173
Current tax payable	737	481
	258,649	195,788
Total liabilities	318,419	260,878
TOTAL EQUITY AND LIABILITIES	1,062,966	950,730
Net assets per share attributable to equity holders of the Company (RM)	1.56	1.49

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements



KIAN JOO CAN FACTORY BERHAD

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(Co. Reg. No. 3186-P)

Condensed Consolidated Statement of Changes in Equity For the fourth quarter ended 31 December 2008

	Attributable to Equity Holders of the Parent					Minority Interest	Total Equity
	Non-distributable			Distributable			
	Share Capital	Share Premium	Other Reserve	Retained Earnings	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2007 (as previously stated)	110,862	276	4,974	507,071	623,183	28,530	651,713
Effects of adopting FRS 112	-	-	-	13,433	13,433	308	13,741
At 1 January 2007 (restated)	110,862	276	4,974	520,504	636,616	28,838	665,454
Foreign currency translation	-	-	(454) *	-	(454)	(445)	(899)
Profit for the period (restated)	-	-	-	45,027	45,027	1,830	46,857
Dividends	-	-	-	(22,208)	(22,208)	-	(22,208)
Total recognised income and expense for the period	-	-	(454)	22,819	22,365	1,385	23,750
Issuance pursuant to ESOS	180	468	-	-	648	-	648
At 31 December 2007	111,042	744	4,520	543,323	659,629	30,223	689,852
At 1 January 2008 (as previously stated)	111,042	744	4,520	530,010	646,316	30,046	676,362
Effects of adopting FRS 112	-	-	-	13,313	13,313	177	13,490
At 1 January 2008 (restated)	111,042	744	4,520	543,323	659,629	30,223	689,852
Foreign currency translation	-	-	1,459 *	-	1,459	576	2,035
Revaluation reserve	-	-	-	-	-	12	12
Profit for the period	-	-	-	69,575	69,575	2,947	72,522
Equity attributable to equity holders of the parent	-	-	1,459	69,575	71,034	3,535	74,569
Dividends	-	-	-	(38,865)	(38,865)	-	(38,865)
Dividend payable to minority shareholders	-	-	-	-	-	(1,179)	(1,179)
Investment in subsidiary company	-	-	-	-	-	20,170	20,170
At 31 December 2008	111,042	744	5,979	574,033	691,798	52,749	744,547

* This represents loss or profit not recognised in the income statement.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

(Co. Reg. No. 3186-P)

Condensed Consolidated Cash Flow Statement For the fourth quarter ended 31 December 2008

	31.12.2008 RM'000	31.12.2007 RM'000
Net cash generated from operating activities	38,561	82,694
Net cash used in investing activities	(60,586)	(43,270)
Net cash used in financing activities	27,111	(72,747)
Net increase in Cash and Cash Equivalents	5,086	(33,323)
Effect of Exchange Rate Changes	1,707	(268)
Cash and Cash Equivalents at 1 January	45,773	79,364
*Cash and Cash Equivalents at 31 December	52,566	45,773
*Cash and Cash Equivalents at 31 December comprised the following:		
Cash and bank balances	32,609	21,433
Short term deposits	19,957	24,340
	52,566	45,773

Equity attributable to equity holders of the parent

The Condensed Consolidated Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements

1 Basis of Preparation

The Interim Financial 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 Bursa Malaysia Securities Berhad.

These explanatory notes attached to the interim financial statements provide an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2007.

1.1 Changes in Accounting Policies and Effects Arising from Adoption of New and Revised FRSs

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2007 except for the adoption of the following revised Financial Reporting Standards ("FRS") effective for the financial period beginning on 1 January 2008:

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
Amendment to FRS 121	The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities

The adoption of the above FRSs does not have any significant financial impact to the Group except as disclosed below:

1.1(a) FRS 112 : Income Taxes

In prior years, the Group and the Company did not recognise deferred tax assets on unused reinvestment allowances. During the current year, the Group and the Company changed its accounting policy and accordingly, deferred tax assets on unused reinvestment allowances are now being recognised for. The effects arising from this change on the comparative figures are as follows:

	Previously Stated RM'000	Effect of FRS112 RM'000	Restated RM'000
As 31 December 2007			
Deferred Tax Assets	6,362	13,490	19,852
Retained Earnings	530,010	13,313	543,323
Minority Interest	30,046	177	30,223

2 Qualification of Audit Report of the Preceding Annual Financial Statements

There were no qualification on audit report of the preceding annual financial statements.

3 Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

5 Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years that have a material effect in the current financial period.

6 Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities for the current financial period.

7 Dividends Paid

For the financial period under review, an Interim tax exempt dividend of 10% on 444,167,786 ordinary shares amounting to RM11,104,000 (2.5 sen per share) and a Special tax exempt dividend of 15% on 444,167,786 ordinary shares amounting to RM16,656,000 (3.75 sen per share) for the financial year ending 31 December 2008 were paid on 24 September 2008.

8 Segmental Reporting

Segmental results for the period ended 31 December 2008 are as follows: -

	Cans Division	Cartons Division	Contract Packing	Others	Continuing Operation	Discontinued Operation	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE								
External sales	683,809	155,036	36,920	120	875,885	-	-	875,885
Inter-segmental sales	168,598	3,715	-	-	172,313	-	(172,313)	-
	<u>852,407</u>	<u>158,751</u>	<u>36,920</u>	<u>120</u>	<u>1,048,198</u>	<u>-</u>	<u>(172,313)</u>	<u>875,885</u>
RESULTS								
Operating Profit	89,112	9,371	(135)	57	98,405	(2,968)	-	95,437
Interest Income	3,654	115	436	-	4,205	-	(2,560)	1,645
	<u>92,766</u>	<u>9,486</u>	<u>301</u>	<u>57</u>	<u>102,610</u>	<u>(2,968)</u>	<u>(2,560)</u>	<u>97,082</u>
Interest Expense	(8,399)	(2,438)	-	-	(10,837)	-	2,560	(8,277)
Share of gain of Associated Co	-	-	-	(92)	(92)	-	-	(92)
Share of loss of Jointly Controlled Entity	-	-	-	(250)	(250)	-	-	(250)
Profit before taxation	<u>84,367</u>	<u>7,048</u>	<u>301</u>	<u>(285)</u>	<u>91,431</u>	<u>(2,968)</u>	<u>-</u>	<u>88,463</u>
Taxation								(15,941)
Minority Interest								(2,947)
								<u>69,575</u>

9 Valuation of Property, Plant and Equipment

There were no amendments in the valuation of property, plant and equipment since the last annual financial statements.

10 Material Events Subsequent to the End of the Interim Period

There are no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the period under review.

12 Discontinued Operation

On 1 April 2007, Multi-Pet Sdn Bhd ("MUP"), a 100% owned subsidiary of KJCF ceased operation and the Directors have decided to dispose of its property, plant and equipment. Hence, the property, plant and equipment has been reclassified as non-current asset held for sales.

The revenue, results and cash flow of the subsidiary were as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.12.2008 RM'000	31.12.2007 RM'000	31.12.2008 RM'000	31.12.2007 RM'000
Revenue	-	19	-	1,711
Loss/(Profit) before tax	(2,851)	(573)	(2,968)	404
Taxation	-	-	-	-
Loss/(Profit) for the period from a discontinued operation	<u>(2,851)</u>	<u>(573)</u>	<u>(2,968)</u>	<u>404</u>
Cash flow generated from operating activities	80	(352)	829	5,300
Cash flow generated from investing activities	35	979	118	5,035
Cash flow used in financing activities	(116)	(692)	(947)	(11,117)

13 Changes in Contingent Liabilities or Contingent Assets

There were no material changes in contingent liabilities or contingent assets since the last annual balance sheet date.

14 Capital Commitments

The amount of capital commitments as at 31 December 2008 is as follows:-

	RM'000
Approved and contracted for	18,460
Share of capital commitments of associated company & jointly controlled entity	-
	<u>18,460</u>

15 Related Party Transactions

	Financial Period to date 31.12.2008 RM'000
Sales to associated company	333
Management fees receivable from associated company	240

Apart from the above, the Group has also entered into the following related party transactions : -

(a) Nature of transaction	Identity of related party	Financial Period to date 31.12.2008 RM'000
Sales of trading inventories by a subsidiary company	(i) Hercules Sdn. Bhd. (ii) Hercules (Vietnam) Co Ltd. (iii) Metal Closures & Seals Sdn. Bhd.	286 178 53

The parties are deemed related to the Group by virtue of common directorship held by See Leong Chye @ Sze Leong Chye in these parties and a subsidiary company.

The above transactions were entered into in the normal course of business on terms that the directors consider comparable to those had the transactions been entered into with third parties.

16 Review of Performance of the Company and its Principal Subsidiaries

For the financial year ended 31 December 2008, Group revenue increased by 11.3% to RM875.9 million from RM787.2 million in the preceding year. Profit before tax from continuing operation improved significantly to RM91.4 million as compared to the profit before tax of RM60.9 million in the preceding year. The higher profit before taxation was mainly attributable to the higher sales revenue in the cans division and higher contribution from Vietnam operation.

17 Comparison with Preceding Quarter's Results

Group revenue for the current quarter under review decreased 5.5% to RM229.9 million as compared to the preceding quarter of RM243.3 million. Profit before tax from continuing operation was 43.8% lower at RM15.9 million as compared to RM28.3 million in the preceding quarter. The lower profit before tax was mainly attributable to lower sales revenue, higher cost of materials and foreign exchange loss.

18 Current Year Prospects

The Board expects the performance of the Group for year 2009 to slow down due to the global economic crisis. However, the Group will continue to focus its efforts to improve its operational efficiency and productivity.

19 Variance from Forecast Profit and Profit Guarantee

This is not applicable to the Group.

20 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2008 RM'000	Preceding Year Corresponding Quarter 31.12.2007 RM'000 (restated)	Current Year To Date 31.12.2008 RM'000	Preceding Year Corresponding Period 31.12.2007 RM'000 (restated)
Continuing operations				
Income Tax				
- current year	(7,167)	(2,603)	(15,459)	(8,704)
- under provision in prior year	(222)	(239)	(229)	(242)
Deferred taxation	7,043	763	(253)	(5,543)
	<u>(346)</u>	<u>(2,079)</u>	<u>(15,941)</u>	<u>(14,489)</u>
Discontinued operation	-	-	-	-

The effective tax rate for the financial period under review is lower than the statutory tax rate due to utilisation of capital allowances and tax losses and tax exempt income from subsidiary companies.

21 Profits on Sale of Unquoted Investments and/or Properties

There were no profits on sale of investment and/or properties during the financial period under review.

22 Purchase or Disposal of Quoted Securities

(a) There were no purchase or disposal of quoted securities for the financial period under review.

(b) Investment in quoted shares as at 31 December 2008

	At Cost RM'000	At Book Value RM'000	At Market Value RM'000
Quoted shares -	19,155	-	20,404

23 Status of Corporate Proposals

There were no corporate proposals announced which were pending completion.

24 Group Borrowings and Debt Securities

Total Group borrowings as at 31 December 2008 are as follows:-

	RM'000
Current	178,612
Non-current	23,456
	<u>202,068</u>

The detail of borrowings which are denominated in Vietnam Dong are as follows: -

	VND '000 000
Current	73,292
Non-current	64,687
(NOTE - VND 4894 = RM1)	<u>137,979</u>

All the Group borrowings are unsecured.

25 Off Balance Sheet Financial Instruments

The Group has not entered into any contract for financial instruments with off Balance Sheet risks.

26 Material Litigation

There was no pending litigation against the Group for the financial period under review.

27 Dividend

The Directors are recommending a final tax-exempt dividend of 10% (2.5 sen per share), amounting to RM11.1 million, subject to approval by shareholders at the forthcoming Annual General Meeting of the Company.

28 Earnings Per Share

	Current Quarter 31.12.2008 RM'000	Financial Year to Date 31.12.2008 RM'000
Profit/(Loss) attributable to ordinary equity holders of the parent: -		
Continuing operation	15,630	72,543
Discontinued operation	(2,851)	(2,968)
	<u>12,779</u>	<u>69,575</u>
Weighted average number of ordinary shares	444,167,786	444,167,786
Basic earnings per share (sen)		
Continuing operations	3.52	16.33
Discontinued operation	(0.64)	(0.67)
	<u>2.88</u>	<u>15.66</u>

29 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2009.

BY ORDER OF THE BOARD,
Chia Kwok Why
Secretary.
Batu Caves, Selangor Darul Ehsan.
26 February 2009