



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

(Co. Reg. No. 3186-P)

Condensed Consolidated Income Statements for the fourth quarter ended 31 December 2009

(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
	31.12.2009 RM'000 unaudited	31.12.2008 RM'000 audited	31.12.2009 RM'000 unaudited	31.12.2008 RM'000 audited
Continuing Operations				
Revenue	250,703	229,528	875,601	875,527
Cost of sales	(203,913)	(197,253)	(737,615)	(733,510)
Gross profit	46,790	32,275	137,986	142,017
Other income	999	642	7,501	8,120
Operating expenses	(35,470)	(15,735)	(70,322)	(51,269)
Finance costs	(1,214)	(2,117)	(6,408)	(8,282)
Share of loss of associate (net of tax)	110	(95)	(2)	(95)
Share of profit of jointly controlled entities (net of tax)	-	(250)	(102)	(250)
Profit Before Taxation	11,215	14,720	68,653	90,241
Taxation	(3,705)	766	(14,507)	(14,829)
Profit for the period from continuing operations	7,510	15,486	54,146	75,412
Equity attributable to equity holders of the parent				
Profit/ (loss) for the period from a discontinued operation	-	(2,851)	-	(2,968)
Profit for the period	7,510	12,635	54,146	72,444
Attributable to :				
Equity holders of the parent	6,455	12,706	48,890	69,501
Minority interest	1,055	(71)	5,256	2,943
	7,510	12,635	54,146	72,444
Earnings per share attributable to equity holders of the parent:				
Basic (sen)				
Continuing operations	1.45	3.50	11.01	16.32
Discontinued operation	-	(0.64)	-	(0.67)
	1.45	2.86	11.01	15.65
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 2008 and the accompanying explanatory notes attached to the interim financial statements



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

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Condensed Consolidated Balance Sheet As at 31 December 2009

	As at 31.12.2009 RM'000 unaudited	As at 31.12.2008 RM'000 restated
ASSETS		
Non-current Assets		
Property, plant & equipment	605,834	473,057
Prepaid land lease payments	9,538	8,585
Investment properties	24,027	24,481
Intangible assets	413	669
Other investment	90	90
Investments in associated company	23,423	23,423
Investments in jointly controlled entity	-	768
Deferred tax assets	6,223	18,578
	<u>669,548</u>	<u>549,651</u>
Current Assets		
Inventories	220,566	259,441
Trade and other receivables	219,337	203,469
Cash and bank balances	64,520	52,566
	<u>504,423</u>	<u>515,476</u>
TOTAL ASSETS	<u><u>1,173,971</u></u>	<u><u>1,065,127</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	111,042	111,042
Share Premium	744	744
Other reserves	106,979	5,309
Retained earnings	600,641	573,959
	<u>819,406</u>	<u>691,054</u>
Minority Interest	66,400	52,297
Total equity	<u>885,806</u>	<u>743,351</u>
Non-current liabilities		
Retirement benefit obligation	22,608	24,878
Borrowings	20,108	23,487
Deferred Tax Liabilities	21,337	13,432
	<u>64,053</u>	<u>61,797</u>
Current Liabilities		
Retirement benefit obligation	1,668	521
Provision for solid waste disposal	197	207
Borrowings	120,651	178,580
Trade and other payables	98,467	78,914
Taxation	3,129	1,757
	<u>224,112</u>	<u>259,979</u>
Total liabilities	288,165	321,776
TOTAL EQUITY AND LIABILITIES	<u><u>1,173,971</u></u>	<u><u>1,065,127</u></u>
Net assets per share attributable to equity holders of the Company (RM)	1.84	1.56

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 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 Statement of Changes in Equity For the fourth quarter ended 31 December 2009

	Attributable to Equity Holders of the Company						
	Non-distributable			Distributable		Minority Interest	Total Equity
	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 2008	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	-	-	789 *	-	789	128	917
Revaluation reserve	-	-	-	-	-	12	12
Profit for the period	-	-	-	69,501	69,501	2,943	72,444
Total recognised income and expense for the period	-	-	789	69,501	70,290	3,083	73,373
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	5,309	573,959	691,054	52,297	743,351
At 1 January 2009	111,042	744	5,309	573,959	691,054	52,297	743,351
Foreign currency translation	-	-	(4,301) *	-	(4,301)	(2,015)	(6,316)
Revaluation reserve	-	-	105,971	-	105,971	11,879	117,850
Profit for the period	-	-	-	48,890	48,890	5,256	54,146
Equity attributable to equity holders of the parent	-	-	101,670	48,890	150,560	15,120	165,680
Dividends	-	-	-	(22,208)	(22,208)	-	(22,208)
Dividend payable to minority shareholders	-	-	-	-	-	(1,017)	(1,017)
At 31 December 2009	111,042	744	106,979	600,641	819,406	66,400	885,806

* 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 2008 and the accompanying explanatory notes attached to the interim financial statements



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

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

	2009 RM'000 unaudited	2008 RM'000 audited
Net cash generated from operating activities	147,812	75,367
Net cash used in investing activities	(50,069)	(96,549)
Net cash (used in)/ generated from financing activities	(82,732)	27,481
Net increase in Cash and Cash Equivalents	<hr/> 15,011	6,299
Effect of Exchange Rate Changes	(3,057)	494
Cash and Cash Equivalents at 1 January	52,566	45,773
*Cash and Cash Equivalents at 31 December	<hr/> <hr/> 64,520	<hr/> <hr/> 52,566
 *Cash and Cash Equivalents at 31 December comprised the following:		
Cash and bank balances	47,942	31,193
Short term deposits	16,578	21,373
Bank Overdraft	-	-
	<hr/> <hr/> 64,520	<hr/> <hr/> 52,566

The Condensed Consolidated Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2008 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 2008.

2 Significant Accounting Policies

During the year, the Group has early adopted FRS 117 Leases. Prior to this amendment, FRS 117 required a lease of land with an indefinite useful life to be classified as an operating lease, unless title is expected to pass to the lessee by the end of the lease term.

Under the revised FRS 117, paragraphs 14 and 15 have been removed. The new paragraph 15A requires that lease of land should be assessed as to whether they are finance or operating lease based on the general principles of FRS 117. Leasehold lands which have been identified as finance lease have been classified as property, plant and equipment retrospectively.

At the date of authorisation of these interim financial statements, the following new FRSS, Amendments to FRSS and Interpretations were issued but not yet effective and have not been applied by the Company:

FRSs and Interpretations

Effective for financial periods beginning on or after 1 July 2009:

FRS 8 : Operating Segments

	<u>Effective for financial periods beginning on or after</u>
FRS 4 : Insurance Contracts	1 January 2010
FRS 7 : Financial Instruments: Disclosures	1 January 2010
FRS 101 : Presentation of Financial Statements (as revised in 2009)	1 January 2010
FRS 123 : Borrowing Costs	1 January 2010
FRS 139 : Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 2 : Share-based Payment: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 1 and FRS 127 : First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 5 : Non-current Assets Held for Sale and Discontinued Operations	1 January 2010
Amendments to FRS 7 : Financial Instruments: Disclosures	1 January 2010
Amendments to FRS 8 : Operating Segments	1 January 2010
Amendments to FRS 107 : Cash Flow Statements	1 January 2010
Amendments to FRS 108 : Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2010
Amendments to FRS 110 : Events After the Balance Sheet Date	1 January 2010
Amendments to FRS 116 : Property, Plant and Equipment	1 January 2010
Amendments to FRS 118 : Revenue	1 January 2010
Amendments to FRS 119 : Employee Benefits	1 January 2010
Amendments to FRS 120 : Accounting for Government Grants and Disclosure of Government Assistance	1 January 2010
Amendments to FRS 123 : Borrowing Costs	1 January 2010
Amendments to FRS 128 : Investments in Associates	1 January 2010
Amendments to FRS 131 : Interests in Joint Ventures	1 January 2010
Amendments to FRS 132 : Financial Instruments: Presentation	1 January 2010
Amendments to FRS 134 : Interim Financial Reporting	1 January 2010
Amendments to FRS 136 : Impairment of Assets	1 January 2010
Amendments to FRS 138 : Intangible Assets	1 January 2010
Amendments to FRS 139, FRS 7 and IC Interpretation 9 : Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 9 : Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10 : Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11 : FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13 : Customer Loyalty Programmes	1 January 2010
IC Interpretation 14 : FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
FRS 1 : FRS 1 First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3 : Business Combinations	1 July 2010
FRS 127 : Consolidated and Separate Financial Statements	1 July 2010
IC Interpretation 16 : Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17 : Distributions of Non-cash Assets to Owners	1 July 2010
Amendments to FRS 2 : Share-based Payment	1 July 2010
Amendments to FRS 5 : Non-current Assets Held for Sale and Discontinued Operations	1 July 2010

2 Significant Accounting Policies (cont'd)

FRSs and Interpretations (cont'd)

	Effective for financial periods beginning on or after
Amendments to FRS 138 : Intangible Assets	1 July 2010
Amendments to FRS 139 : Financial Instruments: Recognition and Measurement	1 July 2010
Amendments to IC : Reassessment of Embedded Derivatives	1 July 2010
Interpretation 9	

The new FRS and Interpretations above are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes in disclosures arising from the adoption of FRS 7 and FRS 8. The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 139.

3 Qualification of Audit Report of the Preceding Annual Financial Statements

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

4 Seasonal or Cyclical Factors

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

5 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.

6 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.

7 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.

8 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) for the financial year ending 31 December 2009 were paid on 18 September 2009.

9 Segmental Reporting

Segmental results for the period ended 31 December 2009 are as follows: -

	Cans Division	Cartons Division	Contract Packing	Others	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE							
External sales	682,953	155,271	36,817	560	875,601	-	875,601
Inter-segmental sales	122,050	1,884	-	298	124,232	(124,232)	-
Total revenue	805,003	157,155	36,817	858	999,833	(124,232)	875,601
RESULTS							
Segment results	55,665	15,912	(3,004)	(908)	67,665	-	67,665
Other income	8,050	675	414	60	9,199	(1,699)	7,500
	63,715	16,587	(2,590)	(848)	76,864	(1,699)	75,165
Finance costs	(6,468)	(1,639)	-	-	(8,107)	1,699	(6,408)
Share of gain of Associated Co	-	-	-	(2)	(2)	-	(2)
Share of profit of Jointly Controlled Entity	-	-	-	(102)	(102)	-	(102)
Profit before taxation	57,247	14,948	(2,590)	(952)	68,653	-	68,653
Taxation							(14,507)
Minority Interest							(5,256)
							48,890
ASSETS AND LIABILITIES							
Segment assets	1,029,552	159,521	87,423	9,579	1,286,075	(121,039)	1,165,035
Unallocated corporate assets	8,801	34	-	101	8,936	-	8,936
Consolidated total assets							1,173,971
Segment liabilities	(215,584)	(44,201)	(3,830)	(84)	(263,699)	-	(263,699)
Unallocated corporate liabilities	(14,612)	(7,679)	-	(1,802)	(24,093)	(373)	(24,466)
Consolidated total liabilities							(288,165)
OTHER INFORMATION							
Capital Expenditure	55,821	4,430	3,428	-	63,679	-	63,679
Depreciation and amortisation	35,685	4,332	3,183	114	43,314	-	43,314
Non-cash expenses other than depreciation	6,274	2,511	282	1,059	10,126	-	10,126

10 Valuation of Property, Plant and Equipment

For the financial year ended 31 December 2009, the Group revalued all the properties classified under Property, Plant and Equipment at a total market value of RM324.0 million. Prior to the revaluation, the properties were carried at RM197.8 million, resulting in a revaluation surplus of RM117.8 million, after taking into consideration the deferred tax liability of RM22.8 million and a revaluation loss of RM14.4 million which was charged to income statement.

The revaluation surplus and revaluation loss have been incorporated in the unaudited financial statements of the Group for the financial year ended 31 December 2009 in line with the adopted revaluation policy. Based on the share capital held as at 31 December 2009, the consolidated net assets per share is RM1.84 per share.

11 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.

12 Changes in the Composition of the Group

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

13 Discontinued Operation

On 1 April 2007, Multi-Pet Sdn Bhd ("MUP"), a 100% owned subsidiary of KJCF ceased operation and in the year ended 31 December 2008 the company has provide full impairment on the assets.

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
	31.12.2009 RM'000	31.12.2008 RM'000	31.12.2009 RM'000	31.12.2008 RM'000
Revenue	-	-	-	-
Loss before tax	-	(2,851)	-	(2,968)
Taxation	-	-	-	-
Loss for the period from a discontinued operation	-	2,851	-	(2,968)
Cash flow generated from operating activities	-	80	-	829
Cash flow generated from investing activities	-	35	-	118
Cash flow used in financing activities	-	(116)	-	(947)

14 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.

15 Capital Commitments

The amount of capital commitments as at 31 December 2009 is as follows:-

	RM'000
Approved and contracted for	6,996
Share of capital commitments of associated company & jointly controlled entity	-
	<u>6,996</u>

16 Related Party Transactions

	Financial Period to date 31.12.2009 RM'000
Sales to associated company	<u>189</u>

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 31.12.2009 RM'000
Sales of trading inventories by a subsidiary company	(i) Hercules Sdn. Bhd. (ii) Hercules Vietnam Co Ltd	669 139

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.

17 Review of Performance of the Company and its Principal Subsidiaries

For the financial year ended 31 December 2009, Group revenue increased marginally to RM875.6 million from RM875.5 million in the previous corresponding year. Profit before tax from continuing operation was lower by RM21.5 million or 23.9% at RM68.7 million as compared to the profit before tax of RM90.2 million in the previous corresponding year. The lower profit before taxation was mainly attributable to the revaluation loss of RM14.4 million and higher operating costs.

18 Comparison with Preceding Quarter's Results

Group revenue for the current quarter under review increased by 7.1% to RM250.7 million as compared to the immediate preceding quarter of RM234.1 million. The higher revenue was mainly due to higher sales recorded from the carton and cans division. Profit before tax from continuing operation was 57.7% lower at RM11.2 million as compared to RM26.5 million in the immediate preceding quarter. The lower profit was mainly attributable to the loss on revaluation of property, plant and equipment of RM14.4 million and devaluation of Vietnam Dong, which resulted in foreign exchange loss of RM4.4 million.

19 Current Year Prospects

The Board expects the performance of the Group for year 2010 to improve further.

20 Variance from Forecast Profit and Profit Guarantee

This is not applicable to the Group.

21 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.12.2009 RM'000	31.12.2008 RM'000	31.12.2009 RM'000	31.12.2008 RM'000
Group				
Income Tax				
- current year	(6,850)	(7,518)	(16,712)	(15,810)
- (Under)/ over provision in prior year	(81)	181	(365)	174
Deferred taxation	3,226	8,103	2,570	807
	<u>(3,705)</u>	<u>766</u>	<u>(14,507)</u>	<u>(14,829)</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.

22 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.

23 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 2009

Quoted shares -

At Cost RM'000	At Book Value RM'000	At Market Value RM'000
19,155	-	32,252

24 Status of Corporate Proposals

There were no corporate proposals announced which were pending completion.

25 Group Borrowings and Debt Securities

Total Group borrowings as at 31 December 2009 are as follows:-

	RM'000
Current	120,651
Non-current	20,108
	<u>140,759</u>

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

	VND '000 000
Current	66,487
Non-current	51,541
	<u>118,028</u>

(NOTE - VND 5,235.19 = RM1)

All the Group borrowings are unsecured.

26 Off Balance Sheet Financial Instruments

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

27 Material Litigation

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

28 Dividend

The Directors are recommending a final dividend of 10% less 25% tax (2.5 sen per share), subject to approval by shareholders at the forthcoming Annual General Meeting of the Company.

29 Earnings Per Share

	Current Quarter 31.12.2009 RM'000	Financial Year to Date 31.12.2009 RM'000
Profit attributable to ordinary equity holders of the parent	6,454	48,890
Weighted average number of ordinary shares	444,167,786	444,167,786
Basic earnings per share (sen)	1.45	11.01

30 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 24 February 2010.

BY ORDER OF THE BOARD,
Chia Kwok Why
Secretary,
Batu Caves, Selangor Darul Ehsan.
24 February 2010