



KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

(Co. Reg. No. 3186-P)

Condensed Consolidated Statement of Comprehensive Income for the first quarter ended 31 March 2011

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.03.2011 RM'000 Unaudited	Preceding Year Corresponding Quarter 31.03.2010 RM'000 Unaudited	Current Year To Date 31.03.2011 RM'000 Unaudited	Preceding Year Corresponding Period 31.03.2010 RM'000 Unaudited
Continuing Operations				
Revenue	255,306	216,740	255,306	216,740
Cost of sales	(203,484)	(175,967)	(203,484)	(175,967)
Gross profit	51,822	40,773	51,822	40,773
Other income	3,194	2,552	3,194	2,552
Operating expenses	(15,051)	(15,116)	(15,051)	(15,116)
Finance costs	(1,162)	(1,031)	(1,162)	(1,031)
Share of loss of associate (net of tax)	(247)	-	(247)	-
Share of profit of jointly controlled entities (net of tax)	-	-	-	-
Profit Before Taxation	38,556	27,178	38,556	27,178
Taxation	(7,220)	(5,468)	(7,220)	(5,468)
Profit for the period	31,336	21,710	31,336	21,710
Other comprehensive loss, net of tax				
Foreign currency translation differences for foreign operations	(11,712)	(7,643)	(11,712)	(7,643)
Other comprehensive loss for the period, net of tax	(11,712)	(7,643)	(11,712)	(7,643)
Total comprehensive income for the period	19,624	14,067	19,624	14,067
Profit attributable to:				
Owners of the company	30,697	21,885	30,697	21,885
Non-controlling interest	639	(175)	639	(175)
Profit for the period	31,336	21,710	31,336	21,710
Total comprehensive income attributable to:				
Owners of the company	22,353	16,444	22,353	16,444
Non-controlling interest	(2,729)	(2,377)	(2,729)	(2,377)
Total comprehensive income for the period	19,624	14,067	19,624	14,067
Earnings per share attributable to owners of the company:				
Basic (sen)				
Continuing operations	6.91	4.93	6.91	4.93
Discontinued operation	-	-	-	-
	6.91	4.93	6.91	4.93
Diluted (sen)				
Continuing operations	-	-	-	-
Discontinued operation	-	-	-	-
	-	-	-	-

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 Statement of Financial Position As at 31 March 2011

	As at 31.03.2011 RM'000 Unaudited	As at 31.12.2010 RM'000 Audited
ASSETS		
Non-Current Assets		
Property, plant & equipment	575,131	568,694
Land use rights	6,774	7,752
Investment properties	23,392	23,519
Intangible assets	242	266
Other investment	90	90
Investments in associated company	24,158	24,406
Deferred tax assets	2,944	3,522
	632,731	628,249
Current Assets		
Inventories	240,938	230,669
Derivative financial instrument	690	-
Trade and other receivables	226,454	245,223
Cash and bank balances	93,020	92,087
	561,102	567,979
	1,193,833	1,196,228
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to owners of the company		
Share capital	111,042	111,042
Share premium	744	744
Other reserves	80,570	88,914
Retained earnings	702,163	671,466
	894,519	872,166
Non-Controlling Interest	59,632	62,361
Total Equity	954,151	934,527
Non-Current Liabilities		
Retirement benefit obligation	22,508	22,876
Borrowings	12,416	10,725
Deferred Tax Liabilities	19,395	19,391
	54,319	52,992
Current Liabilities		
Retirement benefit obligation	2,266	1,725
Provision for solid waste disposal	155	151
Borrowings	98,191	103,707
Trade and other payables	81,413	98,790
Derivative financial instrument	-	8
Taxation	3,338	4,328
	185,363	208,709
Total Liabilities	239,682	261,701
TOTAL EQUITY AND LIABILITIES	1,193,833	1,196,228
Net assets per share attributable to owners of the Company (RM)	2.01	1.96

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 first quarter ended 31 March 2011

	Attributable to Owners of the Company						Non-Controlling Interest	Total Equity
	Non-distributable			Distributable				
	Share Capital RM'000	Share Premium RM'000	Other Reserve RM'000	Retained Earnings RM'000	Total RM'000	RM'000		
At 1 January 2010	111,042	744	106,199	600,527	818,512	65,843	884,355	
Profit for the period	-	-	-	21,885	21,885	(175)	21,710	
Currency translation differences	-	-	(5,441)	-	(5,441)	(2,202)	(7,643)	
Total comprehensive income for the period	-	-	(5,441)	21,885	16,444	(2,377)	14,067	
Dividends	-	-	-	-	-	-	-	
Dividend payable to non-controlling interest	-	-	-	-	-	-	-	
At 31 March 2010	111,042	744	100,758	622,412	834,956	63,466	898,422	
At 1 January 2011	111,042	744	88,914	671,466	872,166	62,361	934,527	
Profit for the period	-	-	-	30,697	30,697	639	31,336	
Currency translation differences	-	-	(8,344)	-	(8,344)	(3,368)	(11,712)	
Total comprehensive income for the period	-	-	(8,344)	30,697	22,353	(2,729)	19,624	
Dividends	-	-	-	-	-	-	-	
Dividend payable to non-controlling interest	-	-	-	-	-	-	-	
At 31 March 2011	111,042	744	80,570	702,163	894,519	59,632	954,151	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 Cash Flows For the first quarter ended 31 March 2011

	31.03.2011 RM'000 Unaudited	31.03.2010 RM'000 Unaudited
Net cash generated from operating activities	22,092	57,039
Net cash used in investing activities	(19,948)	(8,116)
Net cash generated from / (used in) financing activities	1,345	(28,360)
Net increase in Cash and Cash Equivalents	3,489	20,563
Effect of Exchange Rate Changes	(995)	(923)
Cash and Cash Equivalents at 1 January	90,526	64,520
*Cash and Cash Equivalents at 31 March	93,020	84,160
 *Cash and Cash Equivalents at 31 March comprised the following:		
Cash and bank balances	46,371	28,973
Short term deposits	46,649	55,187
	93,020	84,160

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 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 Main Market 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 2010.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2010.

2 Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2010, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations with effect from 1 January 2011.

FRSs, Amendments to FRSs and IC Interpretations Adopted by the Group on 1 January 2011

FRS 1	: First-time Adoption of Financial Reporting Standards
FRS 3	: Business Combinations (Revised)
Amendments to FRS 1	: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 1	: Additional Exemptions for First-time Adopters
Amendments to FRS 5	: Non-Current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	: Improving Disclosures about Financial Instruments
Amendments to FRS 127	: Consolidated and Separate Financial Statements
Amendments to FRS 132	: Financial Instruments: Presentation
Amendments to FRS 138	: Intangible Assets
Improvement to FRSs (2010)	
IC Interpretation 4	: Determining whether an Arrangement Contains a Lease
IC Interpretation 16	: Hedges of a net investment in a Foreign Operation
IC Interpretation 17	: Distributions of Non-cash Assets to Owners
IC Interpretation 18	: Transfers of Assets from Customers
Amendments to IC Interpretation 9	: Reassessment of Embedded Derivatives

IC Interpretation 12 Service Concession Agreements will also be effective for annual periods beginning on or after 1 July 2010. This IC Interpretation is, however, not applicable to the Group.

Adoption of the above new FRSs, Amendments to FRSs and Interpretations are expected to have no significant changes in the accounting policies and presentation of the financial statements of the Group, other than for the application of FRS 7, which will affect the 2011 annual financial statements.

2 Significant Accounting Policies (cont'd)

FRSs, IC Interpretations and Amendments to IC Interpretation issued but not yet effective

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

FRSs, IC Interpretation and Amendments to IC Interpretation	Effective for annual periods beginning on or after
FRS 124 : Related Party Disclosures	1 January 2012
IC Interpretation 19 : Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Amendments to IC : Prepayments of a Minimum Funding Interpretation 14 Requirement	1 July 2011

IC Interpretation 15 Agreements for the Construction of Real Estate will also be effective for annual periods beginning on or after 1 January 2012. This IC Interpretation is, however, not applicable to the Group.

3 Qualification of Audit Report of the Preceding Annual Financial Statements

There was 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 on the financial year-to-date results.

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

There were no dividends paid during the period under review.

9 Segmental Reporting

Segmental results for the period ended 31 March 2011 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	180,276	54,382	20,620	28	255,306	-	255,306
Inter-segmental sales	55,503	1,058	-	-	56,561	(56,561)	-
Total revenue	235,779	55,440	20,620	28	311,867	(56,561)	255,306

RESULTS

Segment results	33,642	2,509	676	(56)	36,771	-	36,771
Other income	3,597	224	323	101	4,245	(1,051)	3,194
	37,239	2,733	999	45	41,016	(1,051)	39,965
Finance costs	(1,545)	(402)	(266)	-	(2,213)	1,051	(1,162)
Share of gain of Associated Co	-	-	-	(247)	(247)	-	(247)
Profit before taxation	35,694	2,331	733	(202)	38,556	-	38,556
Taxation							(7,220)
Minority interest							(639)
							30,697

Cans Division	Cartons Division	Contract Packing	Others	Total	Elimination	Consolidated
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

ASSETS AND LIABILITIES

Segment assets	1,072,971	177,494	50,510	9,247	1,310,222	(120,428)	1,189,794
Unallocated corporate assets	3,424	430	38	147	4,039	-	4,039
Consolidated total assets							1,193,833
Segment liabilities	(153,353)	(61,535)	(1,998)	(64)	(216,950)	-	(216,950)
Unallocated corporate liabilities	(14,120)	(6,438)	-	(1,801)	(22,359)	(373)	(22,732)
Consolidated total liabilities							(239,682)

OTHER INFORMATION

Capital Expenditure	23,678	2,897	345	-	26,920	-	26,920
Depreciation and amortisation	8,903	1,434	1,132	56	11,525	-	11,525
Non-cash expenses other than depreciation	1,497	846	-	-	2,343	-	2,343

10 Valuation of Property, Plant and Equipment

There were no changes to the valuation of property, plant and equipment from the previous annual financial statements.

11 Material Events Subsequent to the End of the Interim Period

There were no significant events subsequent to the end of the period under review to the date of this announcement that are not disclosed 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 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 March 2011 is as follows:-

	RM'000
Approved and contracted for	55,256

15 Related Party Transactions

	Financial Period to date 31.03.2011 RM'000
Sales to associated company	32

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

		Financial Period to date 31.03.2011 RM'000
(a) Nature of transaction	Identity of related party	
Sales of trading inventories	(i) Hercules Sdn. Bhd.	109
by a subsidiary company	(ii) Hercules Vietnam Co Ltd	90

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 transactions entered into with third parties.



KIAN JOO CAN FACTORY BERHAD (3186-P)

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

16 Review of Performance of the Company and its Principal Subsidiaries

1st Quarter 2011 versus 1st Quarter 2010

The Group's revenue of RM255.3 million for 1st Quarter 2011 outperformed the preceding year's corresponding quarter revenue of RM216.7 million by 18%. The Group's profit before tax was higher by 42% in 1st Quarter 2011 at RM38.6 million, compared to RM27.2 million in the preceding year's corresponding quarter. This significant improvement in 1st Quarter 2011 results was mainly attributable to the increase in revenue from all divisions, whilst operating and administrative expenses were maintained at a level similar to that of 1st Quarter 2010.

17 Comparison with Preceding Quarter's Results

The Group's revenue for the current quarter under review decreased by RM23.9 million or 9% to RM255.3 million, from RM279.2 million in the preceding quarter ended 31 December 2010. The Group's profit before tax was higher by 14% at RM38.6 million compared to RM34.0 million in the preceding quarter. The increase in profit before tax despite a drop in revenue was mainly due to the writing down of raw material cost to their realisable value and additional accrual for staff performance rewards in the quarter ended 31 December 2010.

18 Current Year Prospects

The Board expects the Group's performance for year 2011 to be satisfactory, despite higher raw material prices in the second half of the year and likely shortage of raw materials supplies as a result of the recent earthquake and tsunami that struck Japan.

19 Variance from Forecast Profit and Profit Guarantee

No profit forecast or guarantee was issued by the Group.

20 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.03.2011 RM'000	Preceding Year Corresponding Quarter 31.03.2010 RM'000	Current Year To Date 31.03.2011 RM'000	Preceding Year Corresponding Quarter 31.03.2010 RM'000
Group				
Income Tax				
- current year	(6,639)	(4,929)	(6,639)	(4,929)
- under provision in prior year	-	(112)	-	(112)
Deferred taxation	(581)	(427)	(581)	(427)
	(7,220)	(5,468)	(7,220)	(5,468)

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PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD

20 Taxation (cont'd)

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 Retained Earnings

	As at 31.03.2011 RM'000	As at 31.12.2010 RM'000
Total retained earnings of Group:		
- Realised	612,857	581,080
- Unrealised	581	785
Total share of retained earnings from associated company:		
- Realised	14,196	14,406
- Unrealised	-	-
	627,634	596,271
Less: Consolidated adjustments	74,529	75,195
Total Group retained earnings as per Consolidated Accounts	702,163	671,466

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 March 2011:

	At Cost RM'000	At Book Value RM'000	At Market Value RM'000
Quoted shares -	19,155	-	48,049



KIAN JOO CAN FACTORY BERHAD (3186-P)

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

24 Status of Corporate Proposals

On 25 February 2011, the Company has via its adviser, HwangDBS Investment Bank Berhad ("HwangDBS"), announced that it proposed to implement the following:

- (i) a bonus issue of 222,083,893 new ordinary shares of RM0.25 each in the Company ("KJCF Shares") ("Bonus Shares"), to be credited as fully paid up, on the basis of one (1) Bonus Share for every two (2) KJCF Shares held ("Proposed Bonus Issue"); and
- (ii) a renounceable rights issue of 166,562,919 five (5)-year warrants 2011/2016 ("Warrants") on the basis of one (1) Warrant for every four (4) KJCF Shares held after the Proposed Bonus Issue at an issue price of RM0.01 per Warrant ("Proposed Rights Issue").

On 11 April 2011, HwangDBS, on behalf of the Board of Directors of the Company ("Board"), made the following applications:

- (i) additional listing application for the Bonus Shares in respect of the Proposed Bonus Issue to Bursa Malaysia Securities Berhad ("Bursa Securities");
- (ii) initial listing application for the listing of the Warrants in respect of the Proposed Rights Issue and the additional listing application for the listing of additional KJCF Shares to be issued pursuant to the exercise of the Warrants to Bursa Securities; and
- (iii) application to Bank Negara Malaysia ("BNM") in respect of the Proposed Rights Issue pursuant to the Exchange Control Regulations.

BNM has, via its letter dated 18 April 2011, approved the Company's application for the issuance of Warrants to non-resident shareholders of the Company pursuant to the Proposed Rights Issue. The approval from BNM is not subject to any condition.

On 18 May 2011, HwangDBS, on behalf of the Board, announced that Bursa Malaysia has requested for a court confirmation that:

- (i) the orders by the Court of Appeal dated 25 August 2010 and the Federal Court dated 21 February 2011, in relation to a litigation between, inter-alia, Can-One International Sdn Bhd and Kian Joo Holdings Sdn Bhd (in liquidation), do not bind the Company; and
- (ii) the Company is allowed to proceed with the Proposed Bonus Issue and Proposed Rights Issue.

Save as disclosed above, there are no other corporate proposals announced but not completed as at the reporting date.

KIAN JOO CAN FACTORY BERHAD (3186-P)
PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD

25 Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2011 are as follows:-

	RM'000
Current	98,191
Non-current	12,416
	110,607

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

	VND'000,000
Current	98,902
Non-current	84,953
	183,855

(NOTE: VND 6,842 = RM1)

All the Group's borrowings are unsecured.

26 Financial Instruments

Details of the outstanding derivative financial instruments as at 31 March 2011 are as follows:-

Type of derivative	Notional amount RM'000	Fair value RM'000	Fair value net gain/(loss) RM'000
Commodity derivative contracts			
- less than 1 year	11,134	11,824	690

Commodity derivative contracts were entered into by the Group to hedge against aluminium price movements for purchase of aluminium contracted by the Group.

Fair values of the above derivative contracts are determined using market rates at the end of reporting period. The subsequent cumulative change in fair values of the firm commitments attributable to the hedged risk is recognised as an asset or liability with the corresponding gain or loss recognised in profit or loss.

The above commodity derivative contracts are subject to credit risk arising from possibility of default of the counterparty in meeting its contractual obligations where the Group has a gain in the contract. This risk, however, is minimal as the financial instruments were executed only with credit-worthy financial institutions in Malaysia that are governed by appropriate policies and procedures.

There were no other off balance sheet financial instruments as at the reporting date other than as disclosed.



KIAN JOO CAN FACTORY BERHAD (3186-P)

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

27 Material Litigation

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

28 Dividend

The Directors do not recommend any dividend for the financial period under review.

29 Earnings Per Share

	Current Quarter 31.03.2011	Financial Year to Date 31.03.2011
	RM'000	RM'000
Profit attributable to owners of the company	30,696	30,696
Weighted average number of ordinary shares	444,167,786	444,167,786
Basic earnings per share (sen)	6.91	6.91

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 19 May 2011.

BY ORDER OF THE BOARD,
Chia Kwok Why
Secretary
Batu Caves, Selangor Darul Ehsan
19 May 2011