



WARISAN TC HOLDINGS BERHAD
(Company No: 424834-W)

**INTERIM FINANCIAL REPORT FOR THE
QUARTER ENDED 31 DECEMBER 2012
(THE FIGURES HAVE NOT BEEN AUDITED)**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31 December		Year to Date 31 December	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Revenue	124,111	117,450	516,440	470,423
Cost of sales	(84,263)	(80,059)	(358,853)	(324,869)
Gross profit	39,848	37,391	157,587	145,554
Other income	3,724	1,117	5,970	2,151
Fair value gain on investment properties	10,400	500	10,400	500
Selling and distribution expenses	(17,479)	(17,037)	(69,826)	(64,080)
Administrative and general expenses	(14,810)	(14,655)	(57,143)	(54,974)
Interest expense	(2,786)	(2,281)	(10,205)	(8,683)
Interest income	603	570	2,180	2,170
Profit before tax	19,500	5,605	38,963	22,638
Tax expense	(2,541)	(2,271)	(9,115)	(8,909)
Profit for the period	16,959	3,334	29,848	13,729
Other comprehensive income, net of tax				
Change in fair value of cash flow hedge	65	(1,814)	(236)	(48)
Foreign exchange differences from translation	23	(49)	(409)	181
Revaluation of property, plant and equipment upon transfer to investment properties	-	12,205	-	12,205
Total other comprehensive income for the period	88	10,342	(645)	12,338
Total comprehensive income for the period	17,047	13,676	29,203	26,067
Profit attributable to:				
Owners of the Company	16,928	3,367	29,846	13,700
Non-controlling interests	31	(33)	2	29
	16,959	3,334	29,848	13,729
Total comprehensive income attributable to:				
Owners of the Company	17,016	13,709	29,201	26,038
Non-controlling interests	31	(33)	2	29
	17,047	13,676	29,203	26,067
Basic earnings per share (sen)	25.99	5.17	45.82	21.02
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011.



WARISAN TC HOLDINGS BERHAD
(Company No: 424834-W)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000 Restated	As at 01.01.2011 RM'000 Restated
ASSETS			
Property, plant and equipment	211,213	209,259	182,942
Investment property	33,100	22,700	-
Other investments	35	35	35
Lease receivables	4,395	7,252	8,296
Deferred tax assets	951	893	471
Intangible assets	15,075	15,075	15,075
Total non-current assets	<u>264,769</u>	<u>255,214</u>	<u>206,819</u>
Inventories	129,808	104,363	81,017
Receivables, deposits and prepayments	124,648	117,251	99,790
Derivative financial assets	35	118	100
Current tax assets	6,834	5,922	3,555
Cash and cash equivalents	94,206	99,803	86,988
Total current assets	<u>355,531</u>	<u>327,457</u>	<u>271,450</u>
TOTAL ASSETS	<u>620,300</u>	<u>582,671</u>	<u>478,269</u>
EQUITY			
Share capital	67,200	67,200	67,200
Share premium	615	615	615
Reserves	(29,921)	(29,276)	(41,614)
Retained earnings	243,370	219,386	211,553
Treasury shares	(4,128)	(4,051)	(3,933)
Total equity attributable to owners of the Company	<u>277,136</u>	<u>253,874</u>	<u>233,821</u>
Non-controlling interests	415	413	384
TOTAL EQUITY	<u>277,551</u>	<u>254,287</u>	<u>234,205</u>
LIABILITIES			
Deferred tax liabilities	19,012	17,770	13,871
Employee benefits	2,836	2,522	2,303
Borrowings	57,931	85,635	58,344
Total non-current liabilities	<u>79,779</u>	<u>105,927</u>	<u>74,518</u>
Payables and accruals	105,692	91,699	87,814
Borrowings	154,390	128,887	80,565
Derivative financial liabilities	414	182	100
Current tax liabilities	2,474	1,689	1,067
Total current liabilities	<u>262,970</u>	<u>222,457</u>	<u>169,546</u>
TOTAL LIABILITIES	<u>342,749</u>	<u>328,384</u>	<u>244,064</u>
TOTAL EQUITY AND LIABILITIES	<u>620,300</u>	<u>582,671</u>	<u>478,269</u>
Net assets per share attributable to owners of the Company (RM)	<u>4.26</u>	<u>3.90</u>	<u>3.59</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011.



WARISAN TC HOLDINGS BERHAD
(Company No: 424834-W)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the Company →									Non-controlling interests	Total Equity
	← Non-distributable					→ Distributable					
	Share capital	Share premium	Treasury shares	Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve	Retained earnings	Total		
RM000	RM000	RM000	RM000	RM000	RM000	RM000	RM000	RM000	RM000	RM000	
At 1 January 2011 - restated	67,200	615	(3,933)	(41,614)	-	-	-	211,553	233,821	384	234,205
Foreign currency translation differences for foreign operations	-	-	-	-	181	-	-	-	181	-	181
Cash flow hedge	-	-	-	-	-	(48)	-	-	(48)	-	(48)
Revaluation of property, plant and equipment upon transfer to investment properties	-	-	-	-	-	-	12,205	-	12,205	-	12,205
Total other comprehensive income for the period	-	-	-	-	181	(48)	12,205	-	12,338	-	12,338
Profit for the period	-	-	-	-	-	-	-	13,700	13,700	29	13,729
Total comprehensive income for the period	-	-	-	-	181	(48)	12,205	13,700	26,038	29	26,067
Purchase of treasury shares	-	-	(118)	-	-	-	-	-	(118)	-	(118)
Dividend - 2010 final	-	-	-	-	-	-	-	(2,934)	(2,934)	-	(2,934)
Dividend - 2011 interim	-	-	-	-	-	-	-	(2,933)	(2,933)	-	(2,933)
At 31 December 2011 - restated	67,200	615	(4,051)	(41,614)	181	(48)	12,205	219,386	253,874	413	254,287
At 1 January 2012 - restated	67,200	615	(4,051)	(41,614)	181	(48)	12,205	219,386	253,874	413	254,287
Foreign currency translation differences for foreign operations	-	-	-	-	(409)	-	-	-	(409)	-	(409)
Cash flow hedge	-	-	-	-	-	(236)	-	-	(236)	-	(236)
Total other comprehensive income for the period	-	-	-	-	(409)	(236)	-	-	(645)	-	(645)
Profit for the period	-	-	-	-	-	-	-	29,846	29,846	2	29,848
Total comprehensive income for the period	-	-	-	-	(409)	(236)	-	29,846	29,201	2	29,203
Purchase of treasury shares	-	-	(77)	-	-	-	-	-	(77)	-	(77)
Dividend - 2011 final	-	-	-	-	-	-	-	(2,931)	(2,931)	-	(2,931)
Dividend - 2012 interim	-	-	-	-	-	-	-	(2,931)	(2,931)	-	(2,931)
At 31 December 2012	67,200	615	(4,128)	(41,614)	(228)	(284)	12,205	243,370	277,136	415	277,551

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011.



WARISAN TC HOLDINGS BERHAD
(Company No: 424834-W)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the 12 months ended 31 December 2012 RM'000	For the 12 months ended 31 December 2011 RM'000
Profit before tax	38,963	22,638
Adjustments for :		
Depreciation	49,858	43,921
Other non-cash items	(11,177)	(1,164)
Non-operating items (which are investing/financing)	8,025	6,513
Operating profit before working capital changes	<u>85,669</u>	<u>71,908</u>
Changes in working capital	(16,281)	(37,285)
Other cash generated from operations	(4,754)	5,423
Net cash generated from operating activities	<u>64,634</u>	<u>40,046</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(58,495)	(98,462)
Proceeds from disposal of property, plant and equipment	4,755	7,968
Interest received	2,180	2,170
Net cash used in investing activities	<u>(51,560)</u>	<u>(88,324)</u>
Cash flows from financing activities		
Dividends paid to shareholders of the Company	(5,862)	(5,867)
Proceeds from bills payable	272,872	239,826
Repayment of bills payable	(284,324)	(218,857)
Proceeds from term loan	20,000	70,000
Repayment of term loan	(42,749)	(19,356)
Proceeds from revolving credit	101,000	114,000
Repayment of revolving credit	(69,000)	(110,000)
Interest paid	(10,205)	(8,683)
Purchase of treasury shares	(77)	(118)
Net cash (used in)/generated from financing activities	<u>(18,345)</u>	<u>60,945</u>
Net changes in cash and cash equivalents	(5,271)	12,667
Cash and cash equivalents at beginning of year	99,803	86,988
Foreign exchange differences	(326)	148
Cash and cash equivalents at end of period	<u>94,206</u>	<u>99,803</u>
Cash and cash equivalents comprise:-		
Cash and bank balances	47,103	44,821
Fixed deposits	47,103	54,982
	<u>94,206</u>	<u>99,803</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011.



Explanatory notes as per MFRS 134 – Interim Financial Reporting

1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting in Malaysia and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2011.

This interim financial report is the Group’s first MFRS compliant condensed report and hence MFRS 1 : First-Time Adoption of Malaysian Financial Reporting Standards (MFRS1) has been applied. The date of transition to the MFRS framework is 1 January 2011. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS1. The impact of the transition from Financial Reporting Standards (“FRS”) to MFRS is described below.

Foreign currency translation reserve (“FCTR”)

At the date of transition to MFRS, the cumulative foreign currency differences of RM662,000 is adjusted to retained earnings. The reconciliation of equity for comparative periods and of equity at date of transition reported under FRS to those reported for periods and at the date of transition under MFRS is as follows:-

Reconciliation of equity as at 1 January 2011

<u>RM’000</u>	<u>FRS as at 1.1.2011</u>	<u>Effect of transition to MFRS</u>	<u>MFRS as at 1.1.2011</u>
Equity			
FCTR	(662)	662	-
Retained earnings	212,215	(662)	211,553

Reconciliation of equity as at 31 December 2011

<u>RM’000</u>	<u>FRS as at 31.12.2011</u>	<u>Effect of transition to MFRS</u>	<u>MFRS as at 31.12.2011</u>
Equity			
FCTR	(481)	662	181
Retained earnings	220,048	(662)	219,386



2. Qualification of financial statements

The audited report of the preceding annual financial statements was not subject to any qualification.

3. Seasonal or cyclical factors

Apart from the general economic environment in which the Group operates, the businesses of the Group were not affected by any significant seasonal or cyclical factors in the current interim period.

4. Nature and amount of unusual items

There were no unusual items that have a material effect on the assets, liabilities, equity, net income, or cash flows for the current interim period.

5. Nature and amount of changes in estimates

There were no material changes in estimates in respect of amounts reported in prior interim periods of the prior financial year.

6. Debt and equity securities

During the current interim period, the Company repurchased 100 of its issued ordinary shares from the open market at an average price of RM2.96 per share. Total consideration paid for the repurchase including transaction cost was RM296.08 and this was financed by internally generated funds. Cumulative total number of shares repurchased at the end of the quarter was 2,069,400. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965. None of the treasury shares held were resold or cancelled during the current interim period.

There were no issuance and repayment of debt securities, share cancellation and resale of treasury shares for the current interim period.

7. Dividend paid

No dividend was paid during the current interim period.



8. Operating segments

The Group's report on operating segments for the financial year-to-date is as follows:-

Business segments	← 12 Months Ended →												
	<u>Machinery</u>		<u>Travel and car rental</u>		<u>Consumer products</u>		<u>Automotive</u>		<u>Other operations</u>		<u>Total</u>		
	2012 RM'000	2011 RM000	2012 RM'000	2011 RM000	2012 RM'000	2011 RM000	2012 RM'000	2011 RM000	2012 RM'000	2011 RM000	2012 RM'000	2011 RM000	
External revenue	204,901	184,228	202,069	197,109	64,801	63,981	41,446	22,295	3,223	2,810	516,440	470,423	
Inter-segment revenue	-	-	1,199	1,316	-	-	-	218	-	-	1,199	1,534	
Segment profit / (loss)	26,777	23,467	55,855	49,631	7,480	5,380	1,878	671	129	400	92,119	79,549	
Segment assets	242,252	223,637	219,138	220,648	73,708	73,707	34,677	26,138	7,282	6,431	577,057	550,561	
Segment liabilities	162,041	140,455	126,987	138,398	12,956	14,905	18,248	10,449	620	366	320,852	304,573	
Reconciliation of reportable segment profit or loss												<u>12 Months Ended</u>	
												2012	2011
												RM'000	RM000
Total profit or loss for reportable segments												92,119	79,549
Depreciation and amortisation												(49,858)	(43,921)
Interest expense												(10,205)	(8,683)
Interest income												2,180	2,170
Non-reportable segment income/(expenses)												4,727	(6,477)
Consolidated profit before tax												38,963	22,638
Reconciliation of reportable segment assets												2012	2011
												RM'000	RM000
Total assets for reportable segments												577,057	550,561
Assets for other non-reportable segment												43,243	32,110
Consolidated assets												620,300	582,671
Reconciliation of reportable segment liabilities												2012	2011
												RM'000	RM000
Total liabilities for reportable segments												320,852	304,573
Liabilities for other non-reportable segment												21,897	23,811
Consolidated liabilities												342,749	328,384

9. Valuation of property, plant and equipment

The valuation of property, plant and equipment were brought forward without amendment from the annual financial statements for the year ended 31 December 2011.

10. Valuation of investment property

A valuation of an investment property was carried out on 26 September 2012 by an independent professional valuer and was announced to Bursa Malaysia Securities Berhad on 28 December 2012. Arising from the valuation, the Group recognized a fair value gain on investment property of RM10.4 million in the statement of comprehensive income during the quarter.



11. Material Subsequent event

There were no material events subsequent to the end of the current quarter other than the following transaction:

The Company had on 3 January 2013 entered into an Agreement To Transfer with its wholly owned subsidiary, Comit Communication Technologies (M) Sdn Bhd (“Comit”) for the transfer of all that piece of leasehold industrial land under the document of title HS (D) 156434, PT No. 1A, Bandar Petaling Jaya, Daerah Petaling, Negeri Selangor Darul Ehsan together with the buildings and structures erected thereon with the collective postal address of Lot 1A, Jalan Kemajuan, Seksyen 13, 46200 Petaling Jaya, Selangor free from encumbrances to Comit.

The consideration for the above transfer was RM33.10 million and was satisfied by the issuance of 33,100,000 new ordinary shares of RM1.00 each in Comit to the Company at an issue price of RM1.00 per share.

The transaction has been completed.

12. Changes in composition of the Group

On 21 December 2012, a new wholly-owned subsidiary, Warisan TC Management Services Sdn Bhd was incorporated with a paid up capital of RM2.00 to cater for the Group’s future expansion needs.

13. Changes in contingent liabilities

There was no material change in contingent liabilities since the last quarterly announcement made.

14. Related party disclosures

Related party transactions between the Group and related parties are as follows:-

	Individual Quarter		Cumulative Quarter	
	31.12.12 RM’000	31.12.11 RM’000	31.12.12 RM’000	31.12.11 RM’000
Sales	9,174	4,299	41,330	21,808
Travel agency, car rental and workshop services	1,401	1,642	6,474	6,298
Rental income	329	147	1,152	493
	10,904	6,088	48,956	28,599
Purchase of trucks and spare parts	319	226	1,923	1,791
Workshop service	438	525	1,942	1,630
Rental expense	58	15	97	69
Purchase of property, plant and equipment	10,813	3,362	26,175	26,240
Insurance agency service	497	638	3,311	2,679
Administrative service	1,614	2,065	2,806	3,774
Assembly service	1,710	1,157	3,682	5,380
	15,449	7,988	39,936	41,563



Related party transactions between the Group and jointly controlled entities are as follows:-

	Individual Quarter		Cumulative Quarter	
	31.12.12 RM'000	31.12.11 RM'000	31.12.12 RM'000	31.12.11 RM'000
Sales	2,325	1,714	6,572	6,311
Travel agency , car rental and workshop services	255	154	1,108	1,445
	<u>2,580</u>	<u>1,868</u>	<u>7,680</u>	<u>7,756</u>
Purchase of products	123	92	380	210

The above transactions were entered into in the ordinary course of business based on normal commercial terms and on arms length basis. These transactions were established on terms that are not materially different from those with unrelated parties.

Additional Information Required in accordance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”)

1. Review of performance

12 months ended 31 December 2012

Group revenue increased to RM516.4 million from RM470.4 million in the previous year, representing an increase of 10%. The higher revenue is attributable mainly to the increased contribution from machinery, automotive as well as travel and car rental divisions. Profit before tax (“PBT”) was recorded at RM39 million, 72% higher than RM22.6 million in the previous year, due mainly to a fair value adjustment of an investment property amounting to RM10.4 million. Other factors contributing to the higher profit include savings in corporate office expenses coupled with increased contribution from machinery and consumer products divisions. Correspondingly, profit after tax increased by 117% to RM29.8 million from RM13.7 million recorded in the previous year.

Machinery Division

Revenue of the machinery division is 11% higher compared with the previous year. The increase in revenue is attributable mainly to the increase in sales of agricultural tractors, heavy machinery, air compressors and parts. In line with the increase in revenue, PBT increased 13% compared with the previous year.

Travel and Car Rental Division

The travel and car rental division recorded an increase in revenue of 3% compared with the previous year. The increase in revenue was due mainly to higher business volume in inbound, wholesale and corporate ticketing businesses. [Gross revenue, taking into consideration full sale proceeds of air tickets, was RM626.6 million compared with the corresponding year of RM604.0 million, an increase of 4%.] PBT increased by 6% compared with the previous year mainly due to higher profit contributions from the car rental and corporate ticketing businesses.

Consumer Products Division

As for the consumer products division, overall revenue marginally increased by 1% compared with the previous year. The increase in revenues from the Shiseido and Wacoal businesses was offset by a reduction in the multi-level marketing business. PBT increased by 59% compared with the previous year due mainly to a combination of an increase in profit contribution from the Shiseido business and a reduction in operating cost.

Automotive Division

With the launching of heavy commercial truck (“HCV”) in the second quarter, the automotive division recorded improved revenue by 86% compared with the previous year. In line with the increase in revenue, PBT increased by 442% contributed mainly by the margins from the sale of HCV.



Fourth quarter ended 31 December 2012

The Group recorded higher revenue by 6% of RM124.1 million compared with RM117.5 million of the corresponding quarter mainly due to improved revenues from the consumer products and automotive divisions. Profit before tax stood at RM19.5 million, 248% higher compared with RM5.6 million of the corresponding quarter due mainly to a fair value adjustment of an investment property amounting to RM10.4 million and better profit contributions from all core businesses.

2. Comparison with preceding quarter's results

The Group recorded revenue marginally higher by 2% of RM124.1 million compared with RM121.7 million of the preceding quarter. Profit before tax stood at RM19.5 million, 290% higher compared to RM5 million of the preceding quarter due mainly to a fair value adjustment of an investment property amounting to RM10.4 million and higher profit contributions from the travel & car rental and consumer products divisions.

3. Prospects

The uncertainties of the global economy coupled with the competitive environment of the travel industry will continue to exert pressure on the travel business. We will however respond positively to these challenges by applying ourselves to acquire new accounts and continuing to improve our service delivery. On the car rental and leasing front, we remain positive going forward and will continue to expand our fleet to cater to the growing market demand.

We are cautiously optimistic that the machinery division will continue to chart growth in 2013 on the back of the range of products launched in the past and better branch networking. In this connection, we will continue to focus on improving business efficiencies, strengthening after sales business and improving customer satisfaction.

The automotive division expects to achieve higher sales for both light and heavy duty trucks in 2013, capitalising on the market demand for commercial vehicles. In addition, new models will be introduced into the market progressively and this will also help to improve the operating performance of the division.

The Malaysian consumer sector is envisaged to remain encouraging in 2013 underpinned by resilient consumer spending, high savings and stable labour market conditions. For 2013, the consumer products division forecasts sustainable sales with more product categories serving multi price points and focus on brand building.

Barring unforeseen circumstances, the Group is positive of its performance for the coming financial year.

4. Profit forecast

This is not applicable to the Group.

**5. Tax expense**

	Individual Quarter		Cumulative Quarter	
	31.12.12 RM'000	31.12.11 RM'000	31.12.12 RM'000	31.12.11 RM'000
<i>Tax expense</i>				
Current year	2,124	(527)	7,705	3,934
Prior year	104	1,553	147	1,498
<i>Deferred tax expense</i>				
Current year	372	1,969	1,317	4,136
Prior year	(59)	(724)	(54)	(659)
	<u>2,541</u>	<u>2,271</u>	<u>9,115</u>	<u>8,909</u>

The effective tax rates for the current quarter and financial year are lower than the prima facie tax rate mainly due to a gain from a fair value adjustment of an investment property which is non-taxable. Excluding the gain from the fair value adjustment, the Group's effective tax rates for the quarter and financial year are higher from the prima facie tax rate due to no group tax relief was applied/applicable to the Group to offset its profits against loss making companies and certain expenses disallowed for tax purpose.

6. Status of corporate proposals

There were no corporate proposals announced as at reporting date.

7. Group borrowings

Particulars of the Group borrowings as at the reporting date are as follows:

Current	Unsecured RM'000
Banker acceptance	38,716
Revolving credit	70,500
Term loan	<u>45,174</u>
	<u>154,390</u>
Non-current	
Term loan	<u>57,931</u>

The above borrowings were denominated in Ringgit Malaysia.

8. Material litigation

On 3 July 2002, the Company and a subsidiary claimed for damages against two former directors of the subsidiary for breaches of their fiduciary and/or contractual duties. On or about 25 June 2004, two (2) former employees of subsidiaries of the Company were added as defendants to the action.

On 7 February 2006, the plaintiffs filed an application for leave to include another party as co-defendant. The application was allowed by the Court.

The parties are awaiting further direction from the Court to set a date for a further mention date.

9. Dividend

The Board is pleased to recommend a final dividend of 6% (2011: 6%) less tax at 25% per share for the financial year ended 31 December 2012, subject to shareholders' approval at the forthcoming annual general meeting. Together with the interim dividend of 6% (2011 : 6%) less tax at 25% per share already declared and paid, this represents a total dividend of 12% (2011: 12%) less tax at 25% per share.

The entitlement date and payment date for the final dividend shall be announced in due course.

**10. Earnings per share**

Basic earnings per share is calculated based on profit for the period attributable to owners of the Company and weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	31.12.12	31.12.11	31.12.12	31.12.11
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company	16,928	3,367	29,846	13,700
	Individual Quarter		Cumulative Quarter	
	31.12.12	31.12.11	31.12.12	31.12.11
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	65,131	65,166	65,141	65,188
	Individual Quarter		Cumulative Quarter	
	31.12.12	31.12.11	31.12.12	31.12.11
	Sen	Sen	Sen	Sen
Basic earnings per share	25.99	5.17	45.82	21.02

11. Notes to the Condensed Consolidated Income Statement

Profit before tax is arrived at after charging the following items:

		Individual quarter		Cumulative quarter	
		31.12.12	31.12.11	31.12.12	31.12.11
		RM'000	RM'000	RM'000	RM'000
(a)	Depreciation and amortisation	13,193	11,696	49,858	43,921
(b)	Provision for doubtful debts	174	491	416	620
(c)	Bad debts written off	23	8	32	8
(d)	Provision for inventories	556	2,071	2,132	2,330
(e)	Inventories written off	-	59	-	59
(f)	(Gain)/Loss on disposal of quoted or unquoted investments	-	-	-	-
(g)	(Gain)/Loss on disposal of properties	-	-	-	-
(h)	Impairment of assets	-	-	-	-
(i)	Foreign exchange (gain)/loss	623	(69)	(1,753)	(466)
(j)	Loss on derivatives	-	-	-	-
(k)	Exceptional items	-	-	-	-

**12. Disclosure of realised and unrealised profits**

The breakdown of the retained profits of the Group as at 31 December 2012, into realised and unrealised profits/losses, is as follows:

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000 Restated
Total retained profits of the Group:		
- Realised	254,418	242,491
- Unrealised	(6,726)	(15,480)
	<hr/> 247,692	<hr/> 227,011
 Total retained profits from jointly controlled entities		
- Realised	12,704	9,397
- Unrealised	343	373
	<hr/> 13,047	<hr/> 9,770
 Less: Consolidation adjustments	<hr/> (17,369)	<hr/> (17,395)
Total retained profits as per statement of financial position	<hr/> 243,370	<hr/> 219,386

The determination of realised and unrealised profits or losses is compiled based on Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Main Market Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits/losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

BY ORDER OF THE BOARD
ANG LAY BEE
CHANG PIE HOON
Company Secretaries
Kuala Lumpur
26 February 2013