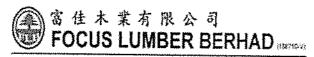


UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	Individual	Individual Quarter Preceding Year		e Quarter
	Current Year Quarter 31-Mar 2012 RM'000	Corresponding Quarter 31-Mar 2011 RM'000	Current Year-To-Date 31-Mar 2012 RM'000	Preceding Year-To-Date 31-Mar 2011 RM'000
Revenue	35,599	22,455	35,599	22,455
Cost of sales	(28,413)	(16,746)	(28,413)	(16,746)
Gross Profit	7,186	5,709	7,186	5,709
Other income	268	689	268	689
Selling and distribution expenses	(4,407)	(2,647)	(4,407)	(2,647)
Administrative expenses	(2,108)	(2,553)	(2,108)	(2,553)
Profit before tax	939	1,198	939	1,198
Taxation	*	-	-	
Profit for the period Other comprehensive income	939	1,198	939	1,198
Total comprehensive income for the period	939	1,198	939	1,198
Profit attributable to:				
Owners of the parent	939	1,198	939	1,198
Total comprehensive income attributable to:	939	1,198	939	1,198
Owners of the parent	939	1,198	939	1,198
******	939	1,198	939	1,198
Earnings per share attributable to owners of the parent:				
Basic (sen)	0.91	1.32	0.91	1.32
Díluted (sen)	0.91	1.32	0.91	1.32

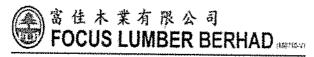
These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2011 and accompanying explanatory nates attached to these interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012

	Unaudited	Audited
	As at	As at
	31-Mar	31-Dec
	2012	2011
	RM'000	RM'000
Assets		
Non-current assets		
Property, plant and equipment	42,985	43,717
Investment properties	1,46 6	1,477
Other investment	1,149	1,149
Deferred tax assets	3,302	3302
	48,902	49,645
Current assets		
Inventories	20,498	26,663
Other investments	2,600	2,600
Trade and other receivables	9,450	8,885
Short term deposits with licensed banks	419	408
Cash and bank balances	34,187	33,411
Tax refundable	4,722	4,445
	71,876	76,412
TOTAL ASSETS	120,778	126,057
Equity and liabilities Current liability		
Trade and other payables	6,431	6,457
Dividend payable	***	6,192
	6,431	12,649
Net current assets	64,984	63,763
Non-current liability		
Deferred tax liabilities	2,939	2,939
TOTAL LIABILITIES	9,370	15,588
Net assets	111,408	110,469
Equity attributable to the owners of the parent		
Share Capital	51,600	51,600
Share premium	883	883
Retained earnings	58,925	57,986
TOTAL EQUITY	111,408	110,469
TOTAL EQUITY AND LIABILITIES	120,778	126,057
NA PER SHARE (RM)	1.08	1.13

These Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to these interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2012

	Unaudited Current Year-To-Date 31-Mar 2012 RM'000	Unaudited Preceding Year-To-Date 31-Mar 2011 RM'000
Cash Flows From Operating Activities		
Profit before taxation Adjustments for:	939	1,198
Depreciation of property , plant and equipment	1,201	710
Depreciation of investment properties	11	
Gain on disposal of fixed assets	*	(374)
Unrealised loss on foreign exchange	313	Ψ
Interest income	(43)	(14)
Operating cash flows before changes in working capital	2,421	1,520
Decrease/(Increase) in inventories	6,165	(6,826)
Changes in receivables Changes in payables	(565)	1,708
Total cash generated from/(used in) operations	(26)	(3,532)
Income tax paid	7,995	(7,130)
Interest received	(277) 43	(734)
Net cash flows generated from/(used in) operating activities		14
wet cosh flows generated from/(used in) operating activities	7,761	(7,850)
Cash Flows From Investing Activities		
Purchase of property, plant & equipment	(469)	(302)
Proceeds from disposal of fixed assets	4-	14
Net cash flows used in investing activities	(469)	(288)
Cash Flows From Financing Activities		
Dividend paid on ordinary shares	(6,192)	(6,200)
Net cash flows used in financing activities	(6,192)	(6,200)
Net increase/(decrease) in cash & cash equivalents	1,100	(14,338)
Effects of exchange rate changes on cash and cash equivalents	(313)	¥
Cash and cash equivalent at 1 January	33,819	28,810
Cash and cash equivalent at 31 March	34,606	14,472

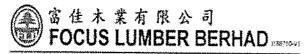
These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to these interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2012

*********			<non-distrib< th=""><th>utable></th><th><distributable></distributable></th></non-distrib<>	utable>	<distributable></distributable>
	Equity, total RM'000	Equity attributable to owners of the parents, total RM'000	Share capital RM'000	Share premium RM'000	Retained earnings RM'000
Opening balance at 1 January 2011	102,158	102,158	45,500	~	56,658
Total Comprehensive Income	1,198	1,198		*	1,198
Dividend paid	(6,200)	(6,200)	4	•	(6,200)
Closing balance at 31 March 2011	97,156	97,156	45,500	_	51,656
Opening balance at 1 January 2012	110,469	110,469	S1,600	883	57,986
Total Comprehensive Income	939	939	-	-	939
Closing balance at 31 March 2012	111,408	111,408	S1,600	883	58,925

These Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to these interim financial statements.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

PART A -

EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134: INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 31 March 2012, have been prepared in accordance with MFRS134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). These condensed consolidated interim financial statements also comply with IAS34: Interim Financial Reporting issued by the International Accounting Standards Board. For the periods up to and including the year ended 31 December 2011, the Group prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

These condensed consolidated interim financial statements are the Group's first MFRS condensed consolidated interim financial statements for part of the period covered by the Group's first MFRS annual financial statements for the year ending 31 December 2012. MFRS1 First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS1") has been applied.

The explanatory notes attached to the unaudited interim financial report provide an explanation of the event and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 December 2011. They do not include all the information required for full annual financial statements and should be read in conjunction with the Group's financial statements for the financial year ended 31 December 2011.

A2. Significant Accounting Policies

The significant accounting policies adopted by the Group in these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2011 of the Group, except for the following:

Adoption of a new MASB accounting framework, the MFRS Framework

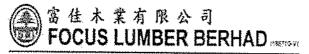
The Group has adopted the MFRS framework and MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards for the firs time in these condensed consolidated interim financial statements. The transition to the MFRS framework does not have any impact on the financial position, financial performance and cash flows of the Group and the Company.

A3. Auditors' Report

There was no qualification to the audited financial statements of the company and its subsidiary for the financial year ended 31 December 2011.

A4. Seasonal or Cyclical Factors

The Group's business operation and performance are not affected materially by any seasonal or cyclical factors for the financial quarter under review.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

A5. Items of Unusual Nature

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow in the quarterly financial statements.

A6. Material Changes in Estimates

There were no changes in estimates of amounts reported in either the prior interim period of the current financial period or prior financial years that have had a material effect on the results during the current quarter and financial period-to-date.

A7. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

A8. Dividend Paid

An interim tax exempt (single-tier) dividend of 6 cent per ordinary shares of RM0.50 each amounting to RM6.192 million was paid on 16 January 2012 in respect of the financial year ended 31 December 2011.

A9. Segment Reporting

The Group is organised into business units based on their products and services, and has two reportable operating segments as follows:-

- i. Manufacturing segment manufacturing and sale of plywood, veneer and laminated veneer lumber (LVL).
- ii. Electricity segment generation, transmission, distribution and sale of electricity.

The segment revenue and results for the financial period ended 31 March 2012:

	Manufacturing RM'000	Electricity 8M'000	Elimination RM'000	Consolidated RM'000
3 months Ended 31 March 2012 REVENUE				
External sales inter-segment sales	33,578	21 1,055	(1,055)	33,599
mer-segment sales		1,000	(1,033)	33,599
RESULTS				33,333
Profit/(Loss) from operations	7,194	(24)	16	7,186
Other income				268
Selling and distribution expenses Administrative expenses A				(4,407) (2,108)
Interest expense				(2,100)
Profit before tax				939
Income tax expense				-
Total comprehensive income				939



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

A9. Segment Reporting (cont'd)

	Manufacturing RM'000	Electricity RM'000	Elimination RM'000	Consolidated RM'000
3 months Ended 31 March 2011 REVENUE				
External sales inter-segment sales	22,485	1,061	(1,061)	22,455
RESULTS				
Profit from operations Other income Selling and distribution expenses Administrative expenses ^	5,415	294	15	5,709 689 (2,647)
Profit before tax Income tax expense Total comprehensive income				(2,553) 1,198 - 1,198

A10. Profit before tax

Profit before tax is arrived at after charging/(crediting) :-

	Current Quarter		Cumulative Quarter	
	3 mor	iths ended	3 months ended	
	31-Mar	31-Mar	31-Mar	31-Mar
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Interest income	(43)	(14)	(43)	(14)
Rental income	(43)	(50)	(43)	(50)
Depreciation and amortisation	1,212	710	1,212	710
Foreign exchange loss	461	335	461	335
Gain on disposal of plant & machinery	-	(374)	-	(374)

A11. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter.

A12. Change in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

A13. Capital Commitments

There were no material capital commitments subsequent to the end of the current financial quarter.

A14. Material Events Subsequent to the reporting period

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

A15. Changes in composition of the Group

There were no material events subsequent to the end of the current financial quarter that have not been reflected in this quarterly report as at the date of this report.

A16. Related Party Transactions

The following table provides information on the transactions which have been entered into with related parties during the three-month period ended 31 March 2012 and 31 March 2011 as well as the balances with the related parties as at 31 March 2012 and 31 December 2011:

	:	Transactions Value 3 months ended		Balance Outstanding	
	:			As At	As At
	:	31-Mar	31-Mar	31-Mar	31-Dec
	:	2012	2011	2012	2011
	:	RM'000	RM'000	RM1000	RM'000
Nature of transactions	· : :				
Purchases from a company r	elated to a director	142	105	42	58

All outstanding balances with this related party is unsecured and are to be settled in cash within three months of the reporting date.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

PART B -

ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SERCURITIES BERHAD (PART A OF APPENDIX 9B)

Review of performance of the Group

The Group recorded revenue of RM35.60 million (which consists of RM33.58 million from the manufacturing segment and RM0.02 million from the electricity segment respectively) during the current quarter under review, an increase of RM13.14 million (58.5%) as compared to a revenue of RM22.46 million (which entirely from the manufacturing segment) registered in the corresponding quarter last year. The increase in revenue is mainly from manufacturing segment since the electricity is operated mainly for the supply of electricity to its holding company which delivered approximately 98% of its output to the holding company.

The global economy remained unstable due to the worsening of European Sovereign Debt Crisis, which affected the demand of plywood in certain geographical area and was decreasing thereof. However, the property market and RV (Recreational Vehicle) market in US has started improving moderately since the fourth quarter of 2011. The overall selling price was 24.6% higher than the preceding year corresponding quarter due to the impact from the earthquake and tsunami which hit Japan in March 2011.

The profit before tax of the Group for the current quarter under review was RM0.94 million. The profit before tax has decreased by approximately RM0.26 million as compared to the preceding year quarter ended 31 March 2011. The decrease in profit before tax was mainly due to the lower production yield, lower recovery rate, the strengthening of Ringgit against Dollar during the current quarter under review as well as the shutting down of the plant and machinery for a duration of twelve (12) days in the month of January 2012.

B2. Comparison with immediate preceding quarter's results

The Group's revenue for the current quarter under review was RM35.60 million which was 0.82% higher than the immediate preceding quarter mainly due to the higher sales volume offset by lower selling prices in the current quarter under review. The overall selling price of timber products is decreasing steadily from its peak in second half of the year 2011.

The profit before tax of RM0.94 million for the current quarter under review has decreased by RM3.78 million as compared to the profit before tax of RM4.72 million in the immediate preceding quarter mainly due to lower average selling price and higher production cost.

B3. Prospects for the remaining period of the current financial year

The Group's operating environment is expected to remain challenging and competitive due to weak consumer demand. The lingering uncertainties in the recovery of the US and world economy will continue to weigh down consumer confidence and spending. The high unemployment rate and tightening of credit will also prolong the pace of recovery of the world economy.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

B3. Prospects for the remaining period of the current financial year (cont'd)

Notwithstanding the above, the Board is optimistic that the Group's performance will continue to grow in the year ahead, as the Board expects a gradual recovery in demand for timber products since US housing market started improving and plywood demand should improve from the tough market conditions. The Board will continue to work on improving operational efficiency by enhancing the productivity of its workforce and its equipment fleet. The Board also anticipates that the prices of its products will remain profitable in the year ahead.

84. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial year.

B5. Income Tax Expense

	Current Qu	Current Quarter 3 months ended		(uarter
	3 months e			3 months ended
	31-Mar	31-Mar	31-Mar	31-Mar
	2012	2011	2012	2011
	RM'000	RM'000	8M'000	RM'000
Malaysian Taxation based on profit for the period:				
Current tax	-	-	F	

The Group estimates no income tax expense for the current quarter under review in view of the effect of the expenses eligible for double deduction tax incentives.

B6. Status of corporate proposals

There were no corporate proposals announced or not completed by the Group as at the date of this report.

87. Borrowings

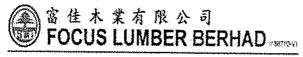
The Group has no borrowings as at 31 March 2012.

88. Material litigations

There were no material litigations since the last financial year ended 31 December 2011 and up to the date of this report.

B9. Dividends

No interim dividend has been declared during the quarter under review.



NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

B10. Earnings per share

Basic earnings per share are calculated by dividing the profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect.

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	31-Mar 2012	31-Mar 2011	31-Mar 2012	31-Mar 2011
Profit, net of tax, attributable to owners of the parent used in the computation of earnings per share {RM'000}	939	1,198	939	1,198
Weighted average number of ordinary shares in issue ('000)	103,200	91,0001	103,200	91,0001
Basic earnings per share (sen per share)	0.91	1.32	0.91	1.32

¹⁾ The number of ordinary shares in issue is adjusted for bonus issue and share split implemented on 16 December 2010 and 17 December 2010 respectively.

B11. Realised and unrealised profits/(losses) disclosure

The breakdown of the retained profits of the Group as at 31 March 2012 and 31 December 2011 into realised and unrealised profits or losses—is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	Current guarter ended	Previous financial year ended
••••	31-Mar	31-Dec
	2012	2011
	RM'000	RM'000
- Realised	60,853	59,104
- Unrealised	(1,928)	(1,118)
Total group retained profits as per financial statement	58,925	57,986

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.