

Notes to the quarterly report - 31 March 2006

A. Selected Explanatory Notes to the Interim Financial Statements as required under FRS 134

[The figures have not been audited.]

A.1. Basis of Preparation

The interim financial statements have been prepared in accordance with Financial Reporting Standards ("FRS") 134 "Interim Financial Reporting" and Paragraph 9.22 of Bursa Malaysia Securities Listing Requirements, and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2005.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted for the annual financial statements for the financial year ended 30 June 2005.

Certain comparative figures have been reclassified to conform with current year's presentation as follows: -

- Carrying values of certain land, previously under "Land Held For Property Development", were reclassified to "Property, Plant and Equipment".

A.2. Audit report of the Company for the preceding annual financial statements

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

A.3. Seasonal or Cyclical Factors

Seasonal or cyclical factors do not have any material impact on the Group's business operations.

A.4. Exceptional and Extraordinary Items

There were no exceptional and extraordinary items for the financial period under review.

A.5. Changes in Estimates

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

A.6. Debt and Equity Securities

There were no issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year to date.

A.7. Dividend Paid

The first and final ordinary dividend of 10% (10 sen) gross per ordinary share, less 28% income tax (7.20 sen per share net), amounting to RM6.510million in respect of preceding financial year ended 30 June 2005, approved by the members at the Annual General Meeting of the Company held on 17 November 2005, had been paid on 2 December 2005.

A.8. Valuation Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward without any amendments from the previous annual financial statements.

A.9. Material Events Subsequent to the Interim Reporting Period

There were no material events that have arisen subsequent to the end of the interim reporting period, which have not been reflected in the interim financial statements.

A.10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial year to date.

A.11. Segmental Reporting - Current Financial Year to Date

	Property Development RM'000	Manufacturing RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Current period ended					
31 March 2006					
Total revenue	87,644	48,591	4,346	(38,031)	102,551
Intra-segment sales	(20,517)	(13,659)	(3,703)	37,879	-
Inter-segment sales	-	-	(152)	152	-
External sales	<u>67,127</u>	<u>34,933</u>	<u>491</u>	<u>-</u>	<u>102,551</u>
Segment result	14,828	6,230	250		21,307
Unallocated corporate income					88
Unallocated corporate expenses					(62)
Profit from operations					<u>21,334</u>
Interest expense					(99)
Share of results of associated company			4,483		4,483
Profit from ordinary activities before taxation					<u>25,718</u>
Corresponding period ended					
31 March 2005					
Total revenue	93,603	48,670	3,533	(45,686)	100,120
Intra-segment sales	(33,811)	(9,020)	(1,691)	44,522	-
Inter-segment sales	-	-	(1,164)	1,164	-
External sales	<u>59,792</u>	<u>39,650</u>	<u>678</u>	<u>-</u>	<u>100,120</u>
Segment result	15,400	11,341	319		27,060
Unallocated corporate income					74
Unallocated corporate expenses					(140)
Profit from operations					<u>26,994</u>
Interest expense					(831)
Share of results of associated company			1,740		1,740
Profit from ordinary activities before taxation					<u>27,903</u>

A.12. Contingent Liabilities

There were no contingent liabilities required for the Group as at 11 May 2006, the latest practicable date which is not earlier than 7 days from the date of issuance of this interim financial statements and there were no changes in contingent liabilities since the last annual balance sheet date.