

Notes to the quarterly report - 30 June 2008**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 Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2007.

Changes in Accounting Policies

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 2007.

The Malaysian Accounting Standards Board ("MASB") issued a total of 10 revised FRSs, which are applicable to financial statements commencing on or after 1 July 2007.

In the current financial period, the Group adopted the following revised FRSs, which are relevant to its operations.

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 119	Employee Benefits
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets

The adoption of the above-mentioned revised FRSs did not cause substantial changes to the accounting policies or significant financial impact on the results of the Group. Consequently, the comparatives are not affected by the adoption of these revised FRSs.

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

Except for a total of 6,000 ordinary shares issued upon exercising of options, granted pursuant to the Employee Share Option Scheme ("ESOS") of the Company, there were no other 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.

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A.7. Dividend Paid

The first and final ordinary dividend of 10% (10 sen) gross per ordinary share, less 27% income tax (7.30 sen per share net), amounting to RM6.610million in respect of preceding financial year ended 30 June 2007, approved by the members at the Annual General Meeting of the Company held on 1 November 2007, had been paid on 29 November 2007.

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 - Financial Year to Date

	Property Development RM'000	Manufacturing RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Current period ended					
30 June 2008					
Revenue	91,672	38,089	10,748	(44,067)	96,442
Intra-segment revenue	(29,599)	(5,103)	(4,102)	38,804	-
Inter-segment revenue	-	-	(5,263)	5,263	-
External revenue	<u>62,073</u>	<u>32,986</u>	<u>1,383</u>	<u>-</u>	<u>96,442</u>
Segment result	7,585	(1,361)	160		6,384
Unallocated corporate income					377
Unallocated corporate expenses					(159)
Operating profit					<u>6,602</u>
Finance costs					(9)
Share of profit of associate			2,804		2,804
Profit before income tax					<u>9,397</u>

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A.11. Segmental Reporting - Financial Year to Date [continued]

	Property Development RM'000	Manufacturing RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Corresponding period ended					
30 June 2007					
Revenue	100,721	47,588	10,781	(39,165)	119,926
Intra-segment revenue	(22,140)	(7,037)	(4,711)	33,888	-
Inter-segment revenue	-	-	(5,276)	5,276	-
External revenue	<u>78,581</u>	<u>40,551</u>	<u>794</u>	<u>-</u>	<u>119,926</u>
Segment result	13,227	818	568		14,613
Unallocated corporate income					208
Unallocated corporate expenses					(82)
Operating profit					<u>14,739</u>
Finance costs					(14)
Share of profit of associate			3,479		3,479
Profit before income tax					<u>18,205</u>

A.12. Contingent Liabilities

There were no contingent liabilities required for the Group as at 21 August 2008, 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.