

BOX-PAK (MALAYSIA) BERHAD

(Company No.: 21338-W)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2010

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2010 (RM'000) Unaudited	Preceding Year Corresponding Quarter 31.12.2009 (RM'000) Unaudited	Current Year To Date 31.12.2010 (RM'000) Unaudited	Preceding Year Corresponding Period 31.12.2009 (RM'000) Unaudited
Revenue	60,784	49,275	195,512	158,185
Cost of Sales	(51,295)	(38,048)	(169,358)	(128,115)
Gross Profit	<u>9,489</u>	<u>11,227</u>	<u>26,154</u>	<u>30,070</u>
Other Income	243	192	793	675
Operating Expenses	(4,681)	(6,257)	(14,016)	(14,105)
Finance Costs	(392)	(245)	(1,270)	(1,639)
Profit before Taxation	<u>4,659</u>	<u>4,917</u>	<u>11,661</u>	<u>15,001</u>
Taxation	(107)	(1,798)	(1,316)	(2,583)
Profit for the Period	<u>4,552</u>	<u>3,119</u>	<u>10,345</u>	<u>12,418</u>
Other Comprehensive Income, Net of Tax				
Foreign Currency Translation Differences for Foreign Operations	<u>8</u>	<u>(1,431)</u>	<u>(5,554)</u>	<u>(1,638)</u>
Total Comprehensive Income for the Period	<u>4,560</u>	<u>1,688</u>	<u>4,791</u>	<u>10,780</u>
Profit Attributable to :				
Owners of the parent	4,552	3,119	10,345	12,418
Total Comprehensive Income Attributable to :				
Owners of the parent	4,560	1,688	4,791	10,780
Earnings per Share				
Basic (Sen)	7.58	5.20	17.23	20.69

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

BOX-PAK (MALAYSIA) BERHAD

(Company No.: 21338-W)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2010

	AS AT CURRENT QUARTER ENDED 31.12.2010 RM'000 Unaudited	AS AT PRECEDING YEAR END 31.12.2009 RM'000 Audited
Non-current Assets		
Property, plant and equipment	90,907	82,630
Investment properties	6,614	6,841
Prepaid land lease payments	3,615	4,347
Intangible assets	21	19
Other investment	90	90
	<u>101,247</u>	<u>93,927</u>
Current Assets		
Inventories	27,839	20,516
Trade and other receivables	49,250	39,834
Amount due from related company	481	109
Cash and cash equivalents	3,471	4,938
	<u>81,041</u>	<u>65,397</u>
Total Assets	<u>182,288</u>	<u>159,324</u>
Equity and Liabilities		
Equity attributable to owners of the parent:		
Share capital	60,023	60,023
Reserves	46,760	45,120
Total Equity	<u>106,783</u>	<u>105,143</u>
Non-current liabilities		
Retirement benefit obligations	577	499
Borrowings	10,725	9,845
Deferred tax liabilities	6,328	6,588
	<u>17,630</u>	<u>16,932</u>
Current Liabilities		
Trade and other payables	33,731	22,285
Retirement benefit obligations	98	0
Provisions for liabilities	92	77
Borrowings	18,086	12,700
Amount due to holding company	5,868	2,187
	<u>57,875</u>	<u>37,249</u>
Total Liabilities	75,505	54,181
Total Equity and Liabilities	<u>182,288</u>	<u>159,324</u>
Net Assets per Share (RM)	1.78	1.75

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

BOX-PAK (MALAYSIA) BERHAD

(Company No.: 21338-W)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR QUARTER ENDED 31 DECEMBER 2010

	-----Attributable to Equity Holders of the Parent-----					Total (RM'000)
	Share Capital (RM'000)	Non distributable Reserves			Distributable Reserves	
		Share Premium (RM'000)	Revaluaton Reserve (RM'000)	Exchange Reserve (RM'000)	Retained Profits (RM'000)	
At 1 January 2010	60,023	24	28,424	(3,328)	20,000	105,143
Profit for the period	-	-	-	-	10,345	10,345
Other comprehensive loss	-	-	-	(5,554)	-	(5,554)
Total comprehensive (loss)/income	-	-	-	(5,554)	10,345	4,791
Issue of Share Capital	-	-	-	-	-	-
Dividends	-	-	-	-	(3,151)	(3,151)
At 31 December 2010	60,023	24	28,424	(8,882)	27,194	106,783

	-----Attributable to Equity Holders of the Parent-----					Total (RM'000)
	Share Capital (RM'000)	Non distributable Reserves			Distributable Reserves	
		Share Premium (RM'000)	Revaluation Reserve (RM'000)	Exchange Reserve (RM'000)	Retained Profits (RM'000)	
At 1 January 2009	60,023	24	2,497	(1,690)	9,833	70,687
Profit for the period	-	-	-	-	12,418	12,418
Other comprehensive income	-	-	-	(1,638)	-	(1,638)
Total comprehensive income	-	-	-	(1,638)	12,418	10,780
Revaluation Surplus	-	-	30,960	-	-	30,960
Effect of changes in tax rate	-	-	(5,033)	-	-	(5,033)
Issue of Share Capital	-	-	-	-	-	-
Dividends	-	-	-	-	(2,251)	(2,251)
At 31 December 2009	60,023	24	28,424	(3,328)	20,000	105,143

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

BOX-PAK (MALAYSIA) BERHAD

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(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE QUARTER ENDED 31 DECEMBER 2010

	12 Months ended 31.12.2010 (RM'000) Unaudited	12 Months ended 31.12.2009 (RM'000) Audited
Net Cash generated from operating activities	7,871	14,958
Net Cash used in investing activities	(19,895)	(4,276)
Net Cash generated from / (used in) financing activities	9,772	(9,549)
Net (decrease) / increase in cash and cash equivalents	<u>(2,252)</u>	<u>1,133</u>
Effects of Exchange Rate Changes	785	847
Cash and Cash Equivalents at 1 January	4,938	2,958
Cash and Cash Equivalents at 31 December	<u>3,471</u>	<u>4,938</u>
 Cash and cash equivalents at 31 December comprise the following :-		
Cash and bank balances	3,438	3,904
Short term deposits	<u>33</u>	<u>1,034</u>
	<u>3,471</u>	<u>4,938</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

BOX-PAK (MALAYSIA) BERHAD (21338-W)
UNAUDITED RESULTS
FOR THE QUARTER ENDED 31 DECEMBER 2010

Explanatory Notes Pursuant to FRS 134

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 2009.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2009.

2 Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2009, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations with effect from 1 January 2010.

FRSs, Amendments to FRSs and Interpretations Adopted by the Group on 1 January 2010

FRS 8	: Operating Segments
FRS 7	: Financial Instruments: Disclosures
FRS 101	: Presentation of Financial Statements (revised)
FRS 123	: Borrowing Costs
FRS 139	: Financial Instruments: Recognition and Measurement
Amendments to FRS 1	: First-time Adoption of Financial Reporting Standards
Amendments to FRS 7	: Financial Instruments: Disclosures
Amendments to FRS 127	: Consolidated and Separate Financial Statements
Amendments to FRS 132	: Financial Instruments: Presentation
Amendments to FRS 139	: Financial Instruments: Recognition and Measurement
IC Interpretation 9	: Reassessment of Embedded Derivatives
IC Interpretation 10	: Interim Financial Reporting and Impairment

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 upon their initial application, other than for the application of FRS 8, FRS 101 and FRS 139.

(a) FRS 8: Operating Segments

FRS 8 requires segment information to be presented on a similar basis to that used for internal reporting purposes. As a result, the Group's segmental reporting had been presented based on the internal reporting to the chief operating decision maker, who makes decisions on the allocation of resources and assess the performance of the reportable segments. This standard does not have any impact on the financial position and results of the Group.

(b) FRS 101: Presentation of Financial Statements

FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. Comparative information, with exception of the requirements under FRS 139, had been re-presented to conform with the revised standard. This standard does not have any impact on the financial position and results of the Group.

(b) FRS 101: Presentation of Financial Statements - Cont'd

The effects on the comparatives to the Group on adoption of FRS 101 are as follows:

For the period ended 31 December 2009	Income statement as previously reported RM '000	Effects of adopting FRS 101 RM '000	Statement of comprehensive income as restated RM '000
Profit for the period	12,418	-	12,418
Other comprehensive income	-	(1,638)	(1,638)
Total comprehensive income			<u>10,780</u>
Total comprehensive income attributable to:			
Owners of the parent			<u>10,780</u>
Total comprehensive income			<u>10,780</u>

(c) FRS 139: Financial Instruments - Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard as at transitional date on 1 January 2010.

In accordance with the transitional provisions of this standard, the required changes are applied prospectively and the comparative information are not restated. This standard does not have any impact on the financial position and results of the Group.

3 Declaration of Audit Qualification

The financial statements for the year ended 31 December 2009 were not qualified.

4 Seasonal or Cyclical Factors

The business operations of the Group are not affected by any seasonal or cyclical factors.

5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flow that are unusual because of their nature, size or incidence.

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 in the current financial period.

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

No dividends was paid during the current quarter under review.

9 Segmental Reporting

The Group operations are mainly in Malaysia and Vietnam

	Malaysia RM'000	Vietnam RM'000	Elimination RM'000	Consolidated RM'000
Revenue and Expenses				
Revenue				
External sales	69,440	126,072	-	195,512
Result				
Segment results	3,154	8,984	-	12,138
Other income	712	81	-	793
Finance costs				(1,270)
Profit before taxation				11,661
Taxation				(1,316)
Profit for the period to date				10,345
Assets and Liabilities				
Segment assets	68,290	112,183	(35)	180,437
Unallocated corporate assets				1,850
Consolidated total assets				182,288
Segment liabilities	(16,079)	(28,388)	4,628	(39,839)
Unallocated corporate liabilities				(35,666)
Consolidated total liabilities				(75,505)
Other Information				
Capital Expenditure	2,759	16,928	-	19,687
Depreciation	2,133	3,375	-	5,508
Non-cash expenses other than depreciation	996	1,651	-	2,647

10 Valuation of Property, Plant and Equipment

There were no amendments in the valuation of property, plant and equipment brought forward from the previous annual financial statements.

11 Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the interim period reported that have not been reflected in the 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 Capital Commitments

The amount of capital commitments as at 31 December 2010 is as follows;

	Financial period to date 31.12.2010
	<u>RM'000</u>
Approved and contracted for	5,345

14 Changes in the Contingent Liabilities or Contingent Assets

There were no material changes in contingent liabilities or contingent assets since the last annual balance sheet date.

15 Related Party Transactions

	Financial Year to date 31.12.2010 <hr/> RM'000
Sales to holding company	110
Sales to related companies	3,387
Rental paid to holding company	60

The related companies and their relationship with the Group are as follows : -

Related companies	Relationship
Federal Metal Printing Factory Sdn Bhd	Subsidiary of the holding company
Kian Joo Canpack Sdn Bhd	Subsidiary of the holding company
Kian Joo Canpack (Nilai) Sdn Bhd	Subsidiary of the holding company
Kian Joo Packaging Sdn Bhd	Subsidiary of the holding company
KJ Can (Johore) Sdn Bhd	Subsidiary of the holding company
KJ Can (Selangor) Sdn Bhd	Subsidiary of the holding company
KJM Aluminum Can Sdn Bhd	Subsidiary of the holding company
KJ Can (Vietnam) Co. Ltd.	Subsidiary of the holding company

The above transactions were entered into in the normal course of business on terms that the Directors consider to those had the transactions been entered into with third parties.

During the financial period ended 31 December 2010, the Group entered into the following related party transactions :-

(i) <u>Nature of transaction</u>	<u>Identity of related party</u>	Financial Period to date 31.12.2010 <hr/> RM'000
Sales of trading inventories	Kian Joo-Visypak Sdn Bhd(KJV)	298

The party is an associate of the holding company. The party is also deemed related to the Group by virtue of common directorship held by Y.A.M. Tunku Dato' Seri Nadzaruddin Ibni Almarhum Tuanku Ja'afar, Dato' Anthony See Teow Guan, Dato' See Teow Chuan and See Teow Koon in KJV and the Group.

(ii) <u>Nature of transaction</u>	<u>Identity of related party</u>	Financial Period to date 31.12.2010 <hr/> RM'000
Sales of trading inventories	Hercules Sdn Bhd	622
	Hercules Vietnam Co Ltd	277
	Metal Closure and Seals Sdn Bhd	-

The parties are deemed related to the Group by virtue of common directorship held by See Leong Chye @ Sze Leong Chye in Hercules Sdn Bhd, Hercules Vietnam Co Ltd, Metal Closure and Seals Sdn Bhd and the Group.

The above transactions were entered into in the normal course of business on terms that the Directors consider comparable to those had the transactions been entered into with third parties.

16 Review of Performance

For the fourth quarter 2010, the Group's revenue improved by 23% to RM60.8 million as compared to RM49.3 million recorded in the preceding year's corresponding quarter. The Group's profit before tax was slightly lower by RM0.2 million to RM4.7 million as compared to RM4.9 million and this was mainly attributable to the higher paper material cost.

For the financial year ended 31 December 2010, the Group's revenue improved by 24% to RM195.5 million as compared to RM158.2 million recorded in the preceding year's corresponding period. The Group's profit before tax was lower by RM3.3 million at RM11.7 million compared to RM15 million recorded in the preceding year's corresponding period. The decrease in profit before tax was mainly attributable to the higher paper material cost and currency exchange losses incurred from the devaluation of the Vietnam Dong and strengthening of the Ringgit Malaysia.

17 Comparison with Immediate Preceding Quarter.

For the quarter ended 31 December 2010, the Group's revenue improved by 21% to RM60.8 million as compared to RM50.2 million registered in the immediate preceding quarter ended 30 September 2010. The Group registered higher profit before taxation of RM1 million to RM4.7 million as compared to RM3.7 million in the immediate preceding quarter. The increase in profit before tax was mainly attributable to the higher revenue.

18 Current Year Prospects

The Board expects the performance of the Group for Year 2011 to be satisfactory.

19 Variance from Forecast Profit and Profit Guarantee

This is not applicable to the Group.

20 Taxation

	Current Quarter RM'000	Year to date RM'000
Income Tax		
- Current	(247)	(1,635)
- Over/(Under) provision in prior year	59	59
Deferred Taxation		
- Current	81	260
- Over/(Under) provision in prior year	-	-
	<u>(107)</u>	<u>(1,316)</u>

The effective tax rate for the financial period under review is lower than statutory tax rate due to overseas subsidiaries are generally at a lower rate than the statutory tax rate in Malaysia.

21 Profit on Sale of Unquoted Investments and Properties

There were no disposal of investments/properties during the financial period under review.

22 Purchase or Disposal of Quoted Securities

There were no purchases and disposals of quoted securities during the financial period under review.

23 Status of Corporate Proposals

There were no corporate proposal announced for the financial period under review.

24 Group Borrowings and Debt Securities

Total Group borrowings as at 31 December 2010 are as follows:-

	RM' 000
Current	18,086
Non-Current	10,725
	<u>28,811</u>

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

	VND '000 000
Current	110,899
Non-Current	65,767
	<u>176,666</u>

(NOTE - VND6,132 = RM1)

All the Group borrowings are unsecured.

25 Retained Earnings

	As at 31.12.2010 RM'000
Total retained earnings of Group:	
Realised	28,040
Unrealised	(846)
	<u>27,194</u>
Less: Consolidation adjustment	-
Total Group retained earnings as per Consolidated Accounts	<u>27,194</u>

26 Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk as at the date of this report.

27 Changes in Material Litigation

There was no material litigation as at the date of this report.

28 Dividends

The Directors are recommending a final dividend of 7% less tax of 25% (7 sen per share) subject to approval by shareholders at the forthcoming Annual General Meeting of the Company.

29 Earnings Per Share

The computation of earnings per share is as follows :-

	Current Quarter <u>31.12.2010</u>	Financial year to date <u>31.12.2010</u>
<u>Basic earnings per share</u>		
Issued ordinary shares at beginning of period	60,023,490	60,023,490
Basic earnings per share (sen)	7.58	17.23

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 25th February 2011.

By Order of the Board
Box-Pak (Malaysia) Berhad

Chia Kwok Why
Company Secretary

Batu Caves, Selangor.
25th February 2011