



UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2008

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR TO DATE
	30/06/2008	30/06/2007	30/06/2008	30/06/2007
	RM '000	RM '000	RM '000	RM '000
	(Unaudited)	(audited)	(Unaudited)	(audited)
Revenue	26,082	22,932	96,369	91,152
Cost of sales	(28,496)	(22,765)	(92,621)	(83,777)
Gross profit	(2,414)	167	3,748	7,375
Other income/(Other Expenses)	(1,052)	882	(2,256)	2,222
Administration expenses	(5,124)	(2,019)	(10,905)	(7,946)
Finance costs	(498)	(359)	(1,781)	(1,493)
(Loss) /Profit before tax	(9,088)	(1,329)	(11,194)	158
Income tax expenses	(237)	1,198	(470)	731
Net (Loss) /Profit for the period	(9,325)	(131)	(11,664)	889
Earnings/(loss) per share (sen) :				
Basic *	(22.20)	(0.31)	(27.77)	2.12
Diluted	N/A	N/A	N/A	N/A

* Based on 41,998,950 ordinary shares

Dividends per share (sen) - - - -

The condensed consolidated income statement should be read in conjunction with the audited financial statement for the year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
FOR THE QUARTER ENDED 30 JUNE 2008**

	AS AT 30/06/2008 RM '000 (unaudited)	AS AT 30/06/2007 RM '000 (audited)
ASSETS		
Non-current assets		
Property, plant and equipment	70,583	69,643
Investment properties	11,858	11,933
	<u>82,441</u>	<u>81,576</u>
Current assets		
Inventories	17,904	17,519
Trade receivables	15,439	18,984
Other receivables	6,423	6,520
Tax recoverables	264	873
Cash and bank balances	2,263	3,479
Non-current asset held for sale	-	1,716
	<u>42,293</u>	<u>49,091</u>
TOTAL ASSETS	<u><u>124,734</u></u>	<u><u>130,667</u></u>
EQUITY AND LIABILITIES		
Share capital	41,999	41,999
Share premium	9,532	9,532
Foreign exchange reserve	2,468	1,531
Retained profit	11,215	23,719
Total equity	<u>65,214</u>	<u>76,781</u>
Non-current liabilities		
Borrowings	9,263	11,394
Deferred tax liabilities	4,498	4,676
	<u>13,761</u>	<u>16,070</u>
Current liabilities		
Borrowings	24,699	16,973
Trade payables	10,342	9,158
Other payables	10,623	11,338
Tax payable	95	347
	<u>45,759</u>	<u>37,816</u>
Total liabilities	<u>59,520</u>	<u>53,886</u>
TOTAL EQUITY AND LIABILITIES	<u><u>124,734</u></u>	<u><u>130,667</u></u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>1.5528</u>	<u>1.8282</u>

The condensed consolidated income statement should be read in conjunction with the audited financial statement for the year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2008

	Share capital RM '000	Share premium RM '000	Foreign exchange reserve RM '000	Retained profit RM '000	Total RM '000
At 1 July 2006	41,999	9,532	1,799	22,514	75,844
Foreign exchange translation	-	-	(268)	-	(268)
Net Profit for the period	-	-	-	1,205	1,205
At 30 JUNE 2007	<u>41,999</u>	<u>9,532</u>	<u>1,531</u>	<u>23,719</u>	<u>76,781</u>
At 1 July 2007	41,999	9,532	1,531	23,719	76,781
Foreign exchange translation	-	-	937	-	937
Net loss for the period	-	-	-	(11,664)	(11,664)
Final dividend				(840)	(840)
At 30 JUNE 2008	<u>41,999</u>	<u>9,532</u>	<u>2,468</u>	<u>11,215</u>	<u>65,214</u>

The condensed consolidated income statement should be read in conjunction with the audited financial statement for the year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2008

	YEAR ENDED	
	30/06/2008	30/06/2007
	RM '000	RM '000
Net cash (used in)/generated from operating activities	(5,739)	8,601
Net cash used in investing activities	(3,964)	(15,285)
Net cash generated from/(used in) financing activities	8,300	2,635
Net decrease in cash and cash equivalents	(1,403)	(4,049)
Effects of exchange rate changes	1,353	(497)
Cash and cash equivalents at beginning of financial period	(690)	3,856
Cash and cash equivalents at end of financial period	<u>(740)</u>	<u>(690)</u>

Cash and cash equivalents at the end of the financial period comprise the following:

	As at	As at
	30/06/2008	30/06/2007
	RM '000	RM '000
Cash and bank balances	2,263	3,478
Bank overdrafts (included within short term borrowings in Note 23)	(3,003)	(4,168)
	<u>(740)</u>	<u>(690)</u>



**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134
FOR THE QUARTER ENDED 30 JUNE 2008**

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 Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2007. These explanatory notes attached to the interim financial statements provide an explanation of 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 30 June 2007.

2) CHANGES IN ACCOUNTING POLICIES

- i) The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2007 except for the adoption of the following new/revised Financial Reporting Standards ("FRS") effective for financial period beginning 1 July 2006.

FRS 2	Share-based Payments
FRS 3	Business Combinations
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investments in Associates
FRS 131	Interest in Joint Ventures
FRS 132	Financial Instruments : Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairments of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

The adoption of FRS 2,3,5,101,102,108,110,116,121,127,128,131,132,136 and 138 do not have significant financial impact on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the other new/revised FRS are discussed below:-

(a) FRS 140: Investment Property

The adoption of this FRS has resulted in a reclassification of property held for rental or long term appreciation in value as investment properties. The Group adopted the cost model to measure all its investment properties. Under the cost model, investment property is measured at cost less accumulated depreciation and impairment losses.

ii) FRS, Amendments to FRS and Interpretations

Effective for financial periods beginning on or after 1 October 2006 to 1 July 2007

FRS 117	Leases
FRS 124	Related Party Disclosures
FRS 139	Financial Instruments : Recognition and Measurement
FRS 6	Exploration for and Evaluation of Mineral Resources
	Amendment to FRS 119 Employee Benefits - Actuarial Gains and Losses Group
	Plans and Disclosures
	Amendment to FRS 121: The Effects of Changes in Foreign Exchange Rates in a Foreign Operation
FRS 107	Cash Flow Statements
FRS 111	Construction Contract
FRS 112	Income Taxes
FRS 118	Revenue
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
FRS 126	Accounting Reporting in Hyperinflationary Economies
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
	IC Interpretation 1 : Changes in Existing Decommissioning, Restoration and Similar Liabilities
	IC Interpretation 2 : Members' Shares in Co-operative Entities and Similar Instruments
	IC Interpretation 5 : Rights to interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
	IC Interpretation 6 : Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment
	IC Interpretation 7 : Applying the Restatement Approach under FRS 129
	Financial Reporting in Hyperinflationary Economies
	IC Interpretation 8 : Scope of FRS 2

The above FRS, amendments to FRS and Interpretations are expected to have no significant impact on the financial statements of the Group and of the Company upon their initial application.

The Group and the company are exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 117, FRS 124 and FRS 139.



**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134
FOR THE QUARTER ENDED 30 JUNE 2008**

2) CHANGES IN ACCOUNTING POLICIES (Cont'd)

The effect to the Group comparative figures on adoption of the above FRSs is as follows:

	Previously Stated RM'000	FRS 140 RM'000	Restated RM'000
As At 30th JUNE 2007			
Property, plant and equipment	71,359	(1,716)	69,643
Investment Properties	-	1,716	1,716

3) AUDITORS' REPORT ON PRECEEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 30 June 2007 was not qualified.

4) SEGMENTAL INFORMATION

3 months for Quarter Ended 30/06/2008	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Thailand RM'000	Total RM'000
Profit/(loss) before tax					
As at 30 JUNE 2008					
Sales	13,115	-	4,703	8,264	26,082
Profit/(loss) before tax	(7,410)	(2)	(1,070)	(606)	(9,088)
Total assets employed	65,530	753	19,790	38,661	124,734
As at 30 JUNE 2007(audited)					
Sales	12,690	-	3,960	6,273	22,923
Profit/(loss) before tax	(979)	(1)	(794)	445	(1,329)
Total assets employed	72,816	2,149	18,492	37,210	130,667

The Group did not prepare segmental information by activities because the Group's activity is predominantly in manufacturing and processing of plastic injection molded parts.

5) UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 June 2008 except as disclosed in Note 2.

6) CHANGES IN ESTIMATES

The revised FRS 116: Property, Plant and Equipment requires the review of the residual value and remaining useful life of an item of property, plant and equipment at least at each financial year end. The Group revised the residual values and remaining useful life of its property, plant and equipment and found that no revisions to the residual values and remaining useful life of its property, plant and equipment were necessary.

As such, there were no changes in estimates arising from the adoption of FRS 116 in the current quarter under review.



PART A – EXPLANATORY NOTES PURSUANT TO FRS 134
FOR THE QUARTER ENDED 30 JUNE 2008

7) COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

8) DIVIDENDS PAID

There is no dividend proposed.

9) CARRYING AMOUNT OF REVALUED ASSETS

The valuations of property, plant and equipment have been brought forward without amendment since they were revalued in 2007.

10) DEBT AND EQUITY SECURITIES

There were no cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter and financial year to date.

Employee Share Option Scheme (ESOS) was approved on 15 January 2004 and granted on 18 March 2004. As at 30 September 2006; 2,835,000 share options were offered under ESOS with an exercise price of RM1.092 and 2,433,000 share option accepted. None of the ESOS has been exercised and 1,158,000 ESOS has lapsed. The exercise of the ESOS will expire on 17 March 2009.

11) CHANGES IN COMPOSITION OF THE GROUP

There were no other business combination, acquisition or disposal of subsidiaries or long term investment, restructuring or discontinuing operation.

12) CAPITAL COMMITMENTS

There were no changes in capital commitments since the last annual balance sheet as at 30 June 2007.

13) CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The contingent liabilities amounting to RM1.468 Million were not provided in financial statement for the year ended 30 June 2008. As at 30th June 2008, the group has given guarantee to banks and financial institutions for subsidiaries banking facilities totaling to RM56.32 Million.

14) SUBSEQUENT EVENTS

On 29/07/2008, a wholly owned subsidiary of the group, Changhuat Manufacturing Sdn. Bhd proposed to acquire 63% equity interest in Arus Dermaga Sdn. Bhd. comprising 12,600,000 ordinary shares of RM1.00 each from Ahmad Akmal Hamzah and Lim Kian Boon for a cash consideration of RM45,000,000.00



**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE QUARTER ENDED 30 JUNE 2008**

15) PERFORMANCE REVIEW

The Group's revenue for the reported quarter of RM 26.082 million was RM3.15 million higher than a revenue of RM 22.932 million reported in the corresponding quarter of last financial year. A loss before taxation of RM 9.088 million & gross loss of RM2.581 million recorded for the 4th quarter of 2008 were RM7.759million & RM2.581 million higher than the losses in the corresponding quarter of last financial year. This was mainly due to the written off and provisions provided for slow moving & obsolete stocks, bad debts, doubtful debts and long brought forward deposit totaling to RM7,546 million. This was arrived from the group's annual review of stocks and debtors which taking into consideration of the factors such as uncertainties in economy and softening in plastic part prices. Therefore, to be on the prudent ground, the group decided to take precautionary measures, and provided such written off and provisions . The appreciation of SGD & Ringgit Malaysia further worsen the situation by resulting a foreign exchange loss of RM0.92million for the group in current quarter.

16) COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION

The Group achieved sales of RM 26.082 million and a loss before tax of RM 9.088 million in 4th quarter as compared to sales of RM 24.253million and a loss before tax of RM 0.985 million in the immediate preceding quarter. This was mainly due to the written off and provisions provided for slow moving stocks, doubtful debts and long brought forward deposit totaling to RM7,546 million. The foreign exchange loss reported in the quarter was RM0.83million higher than its immediate preceding quarter foreign loss of RM0.1million.

17) COMMENTARY ON PROSPECTS

Due to indication of further softening in the plastic part prices , rising of energy prices and inflation rate, the Group will take prudent measures in its production planning controls and credit controls. These will increase the group 's stock turnover ratio and improve its debtor ageing ratio coupling with the implementation of its existing business strategies such as enhancement in its engineering capabilities, process innovation, new mould fabrication and new domestic sales planning , the directors are optimistic to face group's future challenges .

18) PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable to the Group as no profit forecast or profit guarantee was published.

19) INCOME TAX EXPENSE

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR	QUARTER	CURRENT YEAR	TO DATE
	30/06/2008	30/06/2007	30/06/2008	30/06/2007
	RM '000	RM '000	RM '000	RM '000
Current tax :	324	203	558	203
Prior Year Underprovision	-	(415)	-	(415)
Deferred tax	(87)	(519)	(87)	(519)
Total income tax expenses	237	(732)	471	(732)

20) SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no sales of unquoted investments and properties of the Group for the current quarter and financial year to-date.



**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE QUARTER ENDED 30 JUNE 2008**

21) QUOTED SECURITIES

There were no purchases and disposals of quoted securities for the current quarter and financial year-to-date.

22) CORPORATE PROPOSALS

a) Status of Corporate Proposals

On 29/07/2008, a wholly owned subsidiary of the group, Changhuat Manufacturing Sdn. Bhd proposed to acquire 63% equity interest in Arus Dermaga Sdn. Bhd. comprising 12,600,000 ordinary shares of RM1.00 each from Ahmad Akmal Hamzah and Lim Kian Boon for a cash consideration of RM45,000,000.00.

b) Status of Utilisation of Proceeds

Not applicable

23) GROUP BORROWINGS

	As at 30/06/2008 RM '000	As at 30/06/2007 RM '000
Short term borrowings		
Secured	19,507	12,891
Unsecured	5,192	4,083
	<u>24,699</u>	<u>16,974</u>
Long term borrowings		
Secured	9,263	11,394
Unsecured	-	-
	<u>9,263</u>	<u>11,394</u>
Total	<u><u>33,962</u></u>	<u><u>28,368</u></u>

24) OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no off balance sheet financial instruments at the date of this quarterly report.

25) CHANGES IN MATERIAL LITIGATION

There are claims filed by ex-employees against company for unfair dismissal pending in the court, the outcome of which is not certain.

26) DIVIDEND PAYABLE

There is no dividend proposed.



**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD
FOR THE QUARTER ENDED 30 JUNE 2008**

27) EARNINGS PER SHARE

a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue of 41,998,950 during the reporting period.

a) Diluted

There is no dilution in earnings per share as there was no dilutive potential ordinary shares as at 30 June 2008.

28) 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 26th August 2008

By Order of the Board

LIM LAI HUAT
Group Managing Director
Date : 27th Aug 2008