



RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2012

The Board of Directors is pleased to announce the Group's un-audited quarterly report on consolidated results for the financial year ended 31 December 2012.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 31.12.2012	Quarter ended 31.12.2011 (Restated)	Year ended 31.12.2012	Year ended 31.12.2011 (Restated)
Note	RM'000	RM'000	RM'000	RM'000
Revenue	54,963	51,772	217,467	215,570
Cost of sales	(38,613)	(37,169)	(157,036)	(158,027)
Gross profit	16,350	14,603	60,431	57,543
Other operating income	2,559	3,900	12,863	12,524
Operating expenses	(15,367)	(16,447)	(44,437)	(42,750)
Finance costs	(210)	(258)	(1,183)	(1,458)
Profit before tax	3,332	1,798	27,674	25,859
Tax expense	20 (1,714)	(3,246)	(4,882)	(5,946)
Net profit / (loss) for the period / year	1,618	(1,448)	22,792	19,913
Other comprehensive income, net of tax				
Fair value gain on available-for-sale financial asset	-	47	-	47
Revaluation surplus on PPE	-	7,193	-	7,193
Foreign currency translations	(34)	(16)	(362)	172
Total comprehensive income for the period / year	1,584	5,776	22,430	27,325
Profit / (Loss) attributable to :				
Owners of the parent	1,618	(1,448)	22,792	19,805
Non-controlling interest	-	-	-	108
Net profit for the period / year	1,618	(1,448)	22,792	19,913
Total comprehensive income attributable to :				
Owners of the parent	1,584	5,776	22,430	27,217
Non-controlling interest	-	-	-	108
Total comprehensive income for the period / year	1,584	5,776	22,430	27,325
Earnings per share attributable to owners of the parent	26			
Basic (sen)	2.15	(1.93)	30.33	26.35
Diluted (sen)	N.A.	N.A.	N.A.	N.A.

(The Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2011)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Un-Audited As at 31.12.2012 RM'000	Restated As at 31.12.2011 RM'000	Restated As at 01.01.2011 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment	215,066	202,164	194,740
Prepaid lease payments for land	1,350	1,434	1,519
Investment properties	9,500	9,500	8,300
Available for sale financial assets	130	130	83
Deferred tax assets	219	222	-
Intangible asset	4,513	9,786	15,487
	230,778	223,236	220,129
Current Assets			
Inventories	36,753	36,754	41,868
Trade receivables	43,556	44,603	55,567
Other receivables, deposits & prepayments	37,855	5,807	3,383
Current tax assets	90	154	3
Cash and cash equivalents	30,975	35,502	33,328
	149,229	122,820	134,149
Non-current assets held for sale	-	540	-
Total Assets	<u>380,007</u>	<u>346,596</u>	<u>354,278</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital	75,157	75,157	75,157
Reserves			
<u>Non-Distributable:</u>			
Share premium	4,210	4,210	4,210
Revaluation reserve	36,550	42,832	35,639
Foreign exchange translation reserve	(190)	172	-
Available for sale reserve	47	47	-
<u>Distributable:</u>			
Retained profits	186,814	166,759	156,724
	227,431	214,020	196,573
Non-controlling Interest	-	-	2,597
Total Equity	<u>302,588</u>	<u>289,177</u>	<u>274,327</u>
Non-Current Liabilities			
Borrowings (interest bearing)	22 7,333	7,655	11,903
Deferred tax liabilities	16,191	15,242	14,748
	23,524	22,897	26,651
Current Liabilities			
Trade payables	6,248	6,679	10,944
Other payables & accruals	26,649	6,696	6,839
Borrowings (interest bearing)	22 20,591	19,329	35,050
Derivative liabilities	-	42	-
Current tax liabilities	407	1,776	467
	53,895	34,522	53,300
Total Liabilities	<u>77,419</u>	<u>57,419</u>	<u>79,951</u>
Total Equity and Liabilities	<u>380,007</u>	<u>346,596</u>	<u>354,278</u>
Net assets per share attributable to owners of the parent (RM)	4.03	3.85	3.62

(The Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2011)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year ended 31.12.2012 RM'000	Year ended 31.12.2011 RM'000
Cash Flow From Operating Activities		
Profit before tax	27,674	25,859
Adjustments for:-		
Depreciation and amortization	19,408	17,896
Fair value adjustment on derivative instruments	(42)	42
Fair value adjustment on investment properties	-	(1,200)
Interest income	(856)	(657)
Interest paid	1,183	1,458
Net gain on disposal of property, plant and equipment	(341)	(225)
Impairment loss on goodwill	5,300	6,800
Impairment loss on property, plant and equipment	-	149
Impairment loss on trade and other receivables	5	-
Property, plant and equipment written off	53	717
Reversal of impairment loss on trade and other receivables	(1)	(31)
Bad debts written off	9	42
Unrealised (gain) / loss on foreign exchange differences	236	(5)
Loss on disposal of a subsidiary	-	459
Operating profit before changes in working capital	52,628	51,304
Net change in current assets	(31,247)	(4,673)
Net change in current liabilities	19,160	4,772
Tax paid	(5,238)	(4,334)
Net cash generated from operating activities	35,303	47,069
Cash Flow From Investing Activities		
Proceeds from disposal of property, plant and equipment	10,780	314
Purchase of property, plant and equipment	(42,204)	(21,604)
Cash flow on disposal of subsidiary, net of cash and cash Equivalents	-	1,118
Interest received	856	657
Net cash used in investing activities	(30,568)	(19,515)
Cash Flow From Financing Activities		
Interest paid	(1,183)	(1,458)
Drawdown / (Repayment) of short term borrowings	702	(10,169)
Dividend paid	(9,019)	(9,770)
Repayment of hire purchase	(22)	(74)
Drawdown / (Repayment) of term loan	260	(3,909)
Net cash used in financing activities	(9,262)	(25,380)

CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	Year ended 31.12.2012 RM'000	Year ended 31.12.2011 RM'000
Net (decrease) / increase in cash and cash equivalents	(4,527)	2,174
Cash and cash equivalents at beginning of the financial year	35,502	33,328
Cash and cash equivalents at end of the financial year	30,975	35,502
Cash and cash equivalents comprise of :		
Cash and bank balances	24,638	14,436
Short term placements	6,337	21,066
	30,975	35,502

(The Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2011)

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent								
	Non-distributable					Distributable			
	Share capital	Share premium	Revaluation reserve	Available for sale reserve	Foreign exchange translation reserve	Retained Profits	Total	Non controlling interest	Total Equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2011	75,157	4,210	13,513	-	-	156,724	249,604	2,597	252,201
Effect of adoption of MFRS 1	-	-	22,126	-	-	-	22,126	-	22,126
At 1 January 2011 (restated)	75,157	4,210	35,639	-	-	156,724	271,730	2,597	274,327
Profit for the financial year	-	-	-	-	-	19,805	19,805	108	19,913
Foreign currency translation	-	-	-	-	172	-	172	-	172
Fair value gain on available-for-sale asset	-	-	-	47	-	-	47	-	47
Revaluation/Fair Value on PPE	-	-	7,193	-	-	-	7,193	-	7,193
Total comprehensive income	-	-	7,193	47	172	19,805	27,217	108	27,325
Disposal of a subsidiary	-	-	-	-	-	-	-	(2,705)	(2,705)
Dividend paid	-	-	-	-	-	(9,770)	(9,770)	-	(9,770)
At 31 December 2011(restated)	75,157	4,210	42,832	47	172	166,759	289,177	-	289,177
At 1 January 2012	75,157	4,210	42,832	47	172	166,759	289,177	-	289,177
Profit for the financial year	-	-	-	-	-	22,792	22,792	-	22,792
Disposal of property, plant & equipment	-	-	(6,282)	-	-	6,282	-	-	-
Foreign currency translations	-	-	-	-	(362)	-	(362)	-	(362)
Total comprehensive income	-	-	(6,282)	-	(362)	29,074	22,430	-	22,430
Dividend paid	-	-	-	-	-	(9,019)	(9,019)	-	(9,019)
At 31 December 2012	75,157	4,210	36,550	47	(190)	186,814	302,588	-	302,588

(The Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2011)

PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS) 134, INTERIM FINANCIAL REPORTING

1 Basis of preparation

The interim financial report has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 31 December 2011.

The significant accounting policies and methods of computation applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2011.

2 Adoption of Malaysian Financial Reporting Standards

The significant accounting policies applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2011 except for the effects of newly issued Malaysian Financial Reporting Standards (“MFRS”) and IC Interpretations (“IC Int.”) to be applied by all Entities Other Than Private Entities for the financial period beginning on 1 January 2012:-

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-based Payment
MFRS 3	Business Combinations
MFRS 4	Insurance Contract
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations
MFRS 6	Exploration for and Evaluation of Mineral Resources
MFRS 7	Financial Instruments: Disclosures
MFRS 8	Operating Segments
MFRS 101	Presentation of Financial Statements
MFRS 102	Inventories
MFRS 107	Statement of Cash Flows
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 110	Events after the Reporting Period
MFRS 111	Construction Contracts
MFRS 112	Income Taxes
MFRS 116	Property, Plant & Equipment
MFRS 117	Leases
MFRS 118	Revenue
MFRS 119	Employee Benefits
MFRS 120	Accounting for Government Grants and Disclosure of Government Assistance
MFRS 121	The Effects of Changes in Foreign Exchange Rates
MFRS 123	Borrowing Costs
MFRS 124	Related Party Disclosures
MFRS 126	Accounting and Reporting by Retirement Benefit Plans
MFRS 127	Consolidated and Separate Financial Statements
MFRS 128	Investment in Associates
MFRS 129	Financial Reporting in Hyperinflationary Economies
MFRS 131	Interest in Joint Ventures

2 Adoption of Malaysian Financial Reporting Standards (continued)

MFRS 132	Financial Instruments: Presentation
MFRS 133	Earnings Per Share
MFRS 134	Interim Financial Reporting
MFRS 136	Impairment of Assets
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 138	Intangible Assets
MFRS 139	Financial Instrument: Recognition and Measurement
MFRS 140	Investment Property
MFRS 141	Agriculture
Improvements to MFRSs (2008)	
Improvements to MFRSs (2009)	
Improvements to MFRSs (2010)	
IC Int. 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Int. 2	Members' Shares in Co-operative Entities and Similar Instruments
IC Int. 4	Determining Whether an Arrangement Contains a Lease
IC Int. 5	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Int. 6	Liabilities Arising from Participating in a Specific Market-Waste Electrical and Electronic Equipment
IC Int. 7	Applying the Restatement Approach under MFRS 129 Financial Reporting in Hyperinflationary Economies
IC Int. 9	Reassessment of Embedded Derivatives
IC Int. 10	Interim Financial Reporting and Impairment
IC Int. 12	Service Concession Arrangements
IC Int. 13	Customer Loyalty Programmes
IC Int. 14	MFRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
IC Int. 15	Agreements for the Construction of Real Estate
IC Int. 16	Hedges of a net Investment in a Foreign Operation
IC Int. 17	Distributions of Non-cash Assets to Owners
IC Int. 18	Transfers of Assets from Customers
IC Int. 19	Extinguishing Financial Liabilities with Equity Instruments
IC Int. 107	Introduction of the Euro
IC Int. 110	Government Assistance – No Specific Relation to Operating Activities
IC Int. 112	Consolidation – Special Purpose Entities
IC Int. 113	Jointly Controlled Entities – Non-Monetary Contributions by Venturers
IC Int. 115	Operating Leases- Incentives
IC Int. 125	Income Taxes – Change in the Tax Status of an Entity or its Shareholders
IC Int. 127	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
IC Int. 129	Service Concession Arrangements: Disclosures
IC Int. 131	Revenue – Barter Transactions Involving Advertising Services
IC Int. 132	Intangible Assets – Web Site Costs

2 Adoption of Malaysian Financial Reporting Standards (continued)

The adoption of the above MFRSs and IC Interpretations did not have any significant effects on the financial statements of the Group except for the following:

(a) Significant accounting policies and application of MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards*

The audited financial statements of the Group for the year ended 31 December 2011 were prepared in accordance with FRSs. Except for certain differences, the requirements under FRSs and MFRS are similar. In preparing the opening consolidated statement of financial position as at 1 January 2011, the Group has adjusted amounts reported previously in the financial statements prepared in accordance with FRSs.

The significant accounting policies adopted in preparing these consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2011 except as mentioned below:

(i) Property, plant and equipment

Under FRSs, the Group measured its property, plant and equipment except for land and buildings at cost less accumulated depreciation and impairment losses, if any. Land and buildings are stated at valuation, which is the fair value at the date of valuation less subsequent accumulated depreciation and subsequent accumulated impairment losses, if any.

Upon transition to MFRS, the Group has elected to measure all its property, plant and equipment using the revaluation model except for motor vehicles, moulds and dies, etc using the cost model under MFRS 116 *Property, Plant and Equipment*. The revaluation surplus of RM22,664,454 and its related deferred tax liability of RM 538,269 arising from land & buildings were restated on 1 January 2011.

The Group had carried out a valuation exercise in 2011. Hence, the revalued amount of land and buildings as at 31 December 2011 was used as deemed cost under MFRS at the date of transition.

(ii) Intangible assets

Previously, computer software was included under property, plant and equipment. MFRS 138 *Intangible Assets* requires reclassification of computer software, which is not an integral part of a related hardware, as an intangible asset and is amortised over its useful life.

The costs and depreciation relating to expenditure on such software has been reclassified from property, plant and equipment to intangible assets. A reclassification of RM147,730 was made on transition to MFRS on 1 January 2011 and further reclassification of RM 1,247,591 was made on 31 December 2011 .

2 Adoption of Malaysian Financial Reporting Standards (continued)

The effect of the adoption of MFRS on the consolidated statement of financial position are as follows :-

	As previously reported RM'000	Effects of adoption of MFRS RM'000	As Restated RM'000
<u>Statement of Financial Position as at 1 Jan 2011</u>			
Property, plant and equipment	172,223	22,517	194,740
Intangible asset	15,339	148	15,487
Revaluation surplus, net of deferred tax liabilities	13,513	22,126	35,639
Deferred tax liabilities	14,210	538	14,748
<u>Statement of Financial Position as at 31 Dec 2011</u>			
Property, plant and equipment	203,411	(1,247)	202,164
Intangible asset	8,539	1,247	9,786

The Group has not adopted the following MFRSs, Amendments to MFRSs and IC Interpretations which were in issued but not yet effective:

	<u>Effective Date</u>
MFRS 3	Business Combinations
MFRS 9	Financial Instruments
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interest in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures
Amendments to MFRS 7	Disclosure – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Amendments to MFRS132	Offsetting Financial Assets and Financial Liabilities
IC Int. 20	Stripping Costs in the Production Phase Of a Surface Mine
Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2013
Annual Improvements 2009-2011 Cycle	1 March 2012 1 January 2013

3 Qualified audit report

The financial statements for the financial year ended 31 December 2011 was not qualified.

4 Seasonal or cyclical factors

The Group's operation is not significantly affected by seasonal or cyclical factors.

5 Unusual items

Other than those stated in the notes, there are no other items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

6 Changes in estimates

There is no significant change in estimates of amounts reported in prior interim periods of the current or previous financial year.

7 Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current quarter under review.

8 Dividends paid

	Quarter ended		Year ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
Interim single-tier dividend of 3 sen per ordinary share				
- for financial year ended 31 December 2012 paid on 20 December 2012	2,255		2,255	
- for financial year ended 31 December 2011 paid on 20 December 2011		2,255		2,255
Final single-tier dividend of :				
- 8 sen plus a special 1 sen per ordinary share for financial year ended 31 December 2011, paid on 12 July 2012	-		6,764	
- 8 sen plus a special 2 sen per ordinary share for financial year ended 31 December 2010, paid on 23 June 2011		-		7,515
Total dividends paid	2,255	2,255	9,019	9,770

9 Segmental information

By Business Segment	Quarter ended		Year ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Trading	35,923	33,946	136,966	150,609
- Manufacturing	40,639	38,530	163,119	143,698
- Investment	3,740	11,000	17,014	66,800
Elimination of inter segment revenue	(25,339)	(31,704)	(99,632)	(145,537)
Total Segment Revenue	54,963	51,772	217,467	215,570
<u>Segment Results</u>				
- Trading	525	1,374	(825)	2,358
- Manufacturing	7,726	847	31,415	25,541
- Investment	15,212	10,836	31,515	66,236
- Others	(3)	(1)	(10)	(18)
Consolidated Adjustment	(19,918)	(11,000)	(33,238)	(66,800)
Total Segment Results	3,542	2,056	28,857	27,317
Finance Costs	(210)	(258)	(1,183)	(1,458)
Group Results	3,332	1,798	27,674	25,859

By Geographical Segment	Quarter ended		Year ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Malaysia	54,342	52,007	216,293	215,909
- Overseas	1,222	472	3,840	595
Elimination of inter segment revenue	(601)	(707)	(2,666)	(934)
Total Segment Revenue	54,963	51,772	217,467	215,570
<u>Segment Results</u>				
- Malaysia	4,582	2,943	32,132	28,997
- Overseas	(1,040)	(887)	(3,275)	(1,680)
Total Segment Results	3,542	2,056	28,857	27,317
Finance Costs	(210)	(258)	(1,183)	(1,458)
Group Result	3,332	1,798	27,674	25,859

10 Valuation of property, plant and equipment and investment properties

The valuation of land and buildings has been brought forward, without any amendment to the previous annual financial statements.

11 Subsequent events

In the opinion of the Directors, no item, transaction or event of a material nature has arisen during the period from the end of the reporting period to 19 February 2013 which is likely to affect substantially the results of the operations of the Group for the financial year ended 31 December 2012.

12 Changes in the composition of the Group

There is no change in the composition of the Group.

13 Changes in contingent liabilities - unsecured

The contingent liabilities of the Company are as follows:

	Company	
	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
Guarantee in favour of banks for banking facilities granted to subsidiary companies	27,908	26,946

14 Capital commitments

	Group As at 31.12.2012 RM'000
Contracted but not provided for in respect of :	
- construction of warehouse	1,686
- purchase of property	13,865
- plant and equipment	14,028
	29,579

PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**15 Review of performance**

Fourth quarter (“4Q”) 2012 revenue of RM55.0 million was higher by 6.2% compared to RM51.8 million in 4Q2011 due to increase in export sales. Total revenue for year to date (“YTD”) 2012 of RM217.5 million was slightly higher by 0.9% compared to RM215.6 million in YTD 2011. Despite non-contribution of revenue from a subsidiary which was disposed off in 3Q2011, revenue was maintained for YTD 2012 due to the jump in export sales by 25.6%. The increase in export sales was the result of on-going business development activities in the pursuit of regional expansion as well as penetration into new markets around the globe.

Group 4Q2012 profit before tax of RM3.3 million was higher by 83.3% compared to RM1.8 million in 4Q2011. Total profit before tax for YTD 2012 of RM27.7 million was higher by 6.9% compared to RM25.9 million in YTD 2011. The increase in profit for 4Q2012 and YTD 2012 was mainly due to lower manufacturing costs as well as lower goodwill impairment of RM1.5 million in 2012.

16. Segmental performance review

Trading segment

Revenue recorded by the trading segment for 4Q2012 was RM35.9 million, up by 5.9% from RM33.9 million. However, revenue recorded for YTD 2012 was RM137.0 million, down by 9.0% from RM150.6 million previously. The decrease was mainly due to non-contribution from a subsidiary which was disposed of in 3Q2011.

Trading segment recorded lower profit before tax of RM0.5 million in 4Q2012 compared to RM1.4 million in 4Q2011. On the other hand, this segment recorded a loss before tax of RM0.8 million in YTD 2012 compared to profit before tax of RM2.4 million in YTD 2011. This was due to the impact of full year expenses from China and Indonesia subsidiaries in 2012 and fair value gain on investment property of RM1.2 million in 2011.

Manufacturing segment

Revenue increased by 5.5% to RM40.6 million in 4Q2012 compared to RM38.5 million in 4Q2011. For YTD 2012, revenue increased by 13.5% to RM163.1 million compared to RM143.7 million in YTD 2011. The increase was mainly due to higher revenue from export.

Profit before tax increased in 4Q2012 to RM7.7 million compared to RM0.8 million in 4Q2011 and 23.1% increase for YTD 2012 to RM31.4 million compared to RM25.5 million in YTD 2011. The increase was due to goodwill impairment of RM5.3 million being reflected under investment segment in 4Q2012 instead of manufacturing segment as a result of the change in the nature of business in the subsidiary that carries the goodwill. Without taking goodwill impairment into consideration, profit before tax for YTD 2012 approximate that of 2011.

17 Variation of results against preceding quarter

Revenue in 4Q2012 increased by 2.0% to RM55.0 million compared to RM53.9 million previously. However, the Group's profit before tax of RM3.3 million was lower by 62.5% compared to RM8.8 million in 3Q2012 due mainly to goodwill impairment of RM5.3 million in 4Q2012.

18 Current Year Prospects

The economic drive for 2012 was focused on the European economy and unresolved issues in the US coupled with slower growth in China. Market sentiment remained cautious amidst the challenging global recovery. This has impacted the Asia Pacific economic conditions and strategies.

Despite these factors, the Group will continue with its business strategy of improving competitiveness through product variation, flexible manufacturing and operational efficiency with an emphasis on regional markets. The Group anticipates a challenging year ahead in 2013.

19 Profit forecast

There was no revenue or profit forecast announced by the Group.

20 Tax expenses

	Quarter ended 31.12.2012 RM'000	Year ended 31.12.2012 RM'000
Tax expenses	1,060	3,933
Deferred tax liabilities	654	949
	1,714	4,882

The effective tax rates of the Group for the current quarter is 51.4% and year to date is 17.6%. However, without taking goodwill impairment into consideration, the effective tax rate for the current quarter is 19.9% and year to date is 14.8%. The current quarter and year to date effective tax rate are lower than the statutory tax rate mainly due to the utilisation of Allowance for Increase Export Incentive by a subsidiary company of the Group.

21 Status of corporate proposal

- (a) There were no corporate proposals announced but not completed as at 19 February 2013.
 (b) Utilisation of proceeds raised from corporate proposals: Not applicable.

22 Group borrowings and debt securities (unsecured)

	As at 31.12.2012 RM'000
Current	
Term loans	5,665
Bankers' acceptance	14,910
Hire purchase	16
	20,591
Non-current	
Term loans	7,333
	27,924
Total Borrowings	
Term Loans	12,998
Bankers' acceptance	14,910
Hire purchase	16
	27,924

There are no borrowings denominated in foreign currency except for hire purchase which is denominated in Indonesian Rupiah.

23 Changes in fair value of financial instruments

The carrying amounts of the financial instruments of the Group as at balance sheet date approximate their fair values due to relatively short term maturity of these financial instruments except as set out below:

	Group Carrying amount RM'000	Fair Value RM'000
At 31 December 2012		
Fixed Rate Term loans	410	403

Fair value is determined by using estimated discounting future cash flows at the current market interest rate available to the Group for similar instruments.

24 Material litigation

The Group is not engaged in any material litigation and is not aware of any proceedings, which might materially affect the position or business of the Group as at 19 February 2013.

25 Dividends

The Board of Directors is pleased to propose a final single-tier dividend of 8 sen and a special final single-tier dividend of 2 sen per ordinary share of RM1.00 each in respect of the financial year ended 31 December 2012 amounting to RM7,515,660 (2011 : single-tier 8 sen and a special final-single tier dividend of 1 sen per ordinary share amounting to RM6,764,094).

The proposed final dividends are subject to the approval of shareholders at the forthcoming Annual General Meeting of the Company. These dividends, upon approval by the shareholders, will be accounted for as an appropriation of retained earnings in the year in which it is declared. The dividend payment date and entitlement date will be advised later.

26 Earnings per share

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Quarter ended</u> 31.12.2012	<u>Quarter ended</u> 31.12.2011	<u>Year ended</u> 31.12.2012	<u>Year ended</u> 31.12.2011
Net profit / (loss) attributable to owners of the parent (RM'000)	1,618	(1,448)	22,792	19,805
Number of ordinary shares in issue	75,156,600	75,156,600	75,156,600	75,156,600
Basic earnings / (loss) per share (sen)	2.15	(1.93)	30.33	26.35

27 Realised and Unrealised Profits or Losses Disclosure

The following realised and unrealised profits or losses disclosure are 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 ('MIA Guidance') and at the directive of Bursa Malaysia Securities Berhad :

	As At 31.12.2012 RM'000	Restated As At 31.12.2011 RM'000
Total retained profits of the Company and its subsidiaries :		
- Realised	258,542	236,732
- Unrealised	(10,955)	(8,851)
	247,587	227,881
Less : Consolidated adjustments	(60,773)	(61,122)
Total group retained profits as per consolidated financial statements	186,814	166,759

28 Profit before taxation

	Quarter ended 31.12.2012 RM'000	Year ended 31.12.2012 RM'000
Profit before tax is arrived at after charging /(crediting) :		
Amortisation of prepaid lease payment	21	85
Amortisation of intangible asset	147	500
Bad debts written off	-	9
Depreciation of property, plant and equipment	4,933	18,823
Reversal of fair value adjustment on derivative instruments	-	(42)
Net gain on disposal of property, plant and equipment	(14)	(341)
Impairment loss on :		
- goodwill	5,300	5,300
- trade and other receivables	5	5
Interest income	(217)	(856)
Investment income :		
- rental income	(94)	(378)
Property, plant and equipment written off	4	53
Realised loss on foreign exchange transactions	105	318
Unrealised loss on foreign exchange translations	19	236

By Order of the Board

YEOH CHONG KEAT
REBECCA LEONG SIEW KWAN
Secretaries
Kuala Lumpur
26 February 2013