



RESULTS FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2013

The Board of Directors is pleased to announce the Group's un-audited quarterly report on consolidated results for the period ended 31 March 2013.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter ended 31.03.2013	Quarter ended 31.03.2012	Year to date ended 31.03.2013	Year to date ended 31.03.2012
		RM'000	RM'000	RM'000	RM'000
Revenue		54,313	54,018	54,313	54,018
Cost of sales		(38,442)	(41,816)	(38,442)	(41,816)
Gross profit		15,871	12,202	15,871	12,202
Other operating income		2,741	3,485	2,741	3,485
Operating expenses		(10,179)	(9,748)	(10,179)	(9,748)
Finance costs		(386)	(269)	(386)	(269)
Profit before tax		8,047	5,670	8,047	5,670
Tax expense	20	(1,292)	(1,575)	(1,292)	(1,575)
Net profit for the period		6,755	4,095	6,755	4,095
Other comprehensive income, net of tax					
Foreign currency translations		16	(206)	16	(206)
Total comprehensive income for the period		6,771	3,889	6,771	3,889
Profit attributable to owners of the parent		6,755	4,095	6,755	4,095
Total comprehensive income attributable to owners of the parent		6,771	3,889	6,771	3,889
Earnings per share attributable to owners of the parent	26				
Basic (sen)		8.99	5.45	8.99	5.45
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 2012)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Un-Audited As at 31.03.2013 RM'000	Audited As at 31.12.2012 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	239,928	216,936
Prepaid lease payments for land	1,329	1,349
Investment properties	9,500	9,500
Available for sale financial asset	130	130
Intangible assets	4,323	4,476
	255,210	232,391
Current Assets		
Inventories	35,331	36,893
Trade receivables	42,351	44,380
Other receivables, deposits & prepayments	16,855	16,632
Current tax assets	301	282
Cash and cash equivalents	20,944	30,974
	115,782	129,161
Total Assets	370,992	361,552
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	75,157	75,157
Reserves		
<u>Non-Distributable:</u>		
Share premium	4,210	4,210
Revaluation reserve	36,550	36,550
Foreign exchange translation reserve	(125)	(141)
Available for sale reserve	47	47
<u>Distributable:</u>		
Retained profits	193,540	186,785
	234,222	227,451
Total Equity	309,379	302,608
Non-Current Liabilities		
Borrowings (interest bearing)	22 11,148	7,425
Deferred tax liabilities	15,999	15,859
	27,147	23,284
Current Liabilities		
Trade payables	7,982	6,229
Other payables & accruals	3,622	8,112
Borrowings (interest bearing)	22 22,259	20,497
Current tax liabilities	603	822
	34,466	35,660
Total Liabilities	61,613	58,944
Total Equity and Liabilities	370,992	361,552
Net assets per share attributable to owners of the parent (RM)	4.12	4.03

(The Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year to date ended 31.03.2013 RM'000	Year to date ended 31.03.2012 RM'000
Cash Flow From Operating Activities		
Profit before tax	8,047	5,670
Adjustments for:-		
Depreciation and amortization	5,144	4,628
Fair value adjustment on derivative instruments	-	(42)
Interest income	(88)	(181)
Interest paid	386	269
Net gain on disposal of property, plant and equipment	(146)	-
Property, plant and equipment written off	4	39
Unrealised (gain) / loss on foreign exchange differences	223	106
Operating profit before changes in working capital	13,570	10,489
Net change in current assets	4,841	(642)
Net change in current liabilities	(2,738)	(1,128)
Tax paid	(1,390)	(1,029)
Net cash generated from operating activities	14,283	7,690
Cash Flow From Investing Activities		
Proceeds from disposal of property, plant and equipment	159	-
Purchase of property, plant and equipment	(29,674)	(6,432)
Purchase of intangible assets	(2)	(21)
Interest received	88	181
Net cash used in investing activities	(29,429)	(6,272)
Cash Flow From Financing Activities		
Interest paid	(386)	(269)
Drawdown of short term borrowings	544	3,833
Proceeds from / (Repayment of) hire purchase	24	(15)
Drawdown of term loan	4,918	642
Net cash generated from financing activities	5,100	4,191

CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	Year to date ended 31.03.2013 RM'000	Year to date ended 31.03.2012 RM'000
Net (decrease) / increase in cash and cash equivalents	(10,046)	5,609
Effect of exchange rate changes on cash & cash equivalents	16	(197)
Cash and cash equivalents at beginning of the financial period	30,974	35,502
Cash and cash equivalents at end of the financial period	20,944	40,914
Cash and cash equivalents comprise of :		
Cash and bank balances	20,606	18,781
Short term placements	338	22,133
	20,944	40,914

(The Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012)

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 Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2012	75,157	4,210	42,832	47	172	166,759	289,177
Profit for the financial year	-	-	-	-	-	4,095	4,095
Foreign currency translation	-	-	-	-	(206)	-	(206)
Total comprehensive income	-	-	-	-	(206)	4,095	3,889
At 31 March 2012	75,157	4,210	42,832	47	(34)	170,854	293,066
At 1 January 2013	75,157	4,210	36,550	47	(141)	186,785	302,608
Profit for the financial year	-	-	-	-	-	6,755	6,755
Foreign currency translations	-	-	-	-	16	-	16
Total comprehensive income	-	-	-	-	16	6,755	6,771
At 31 March 2013	75,157	4,210	36,550	47	(125)	193,540	309,379

(The Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012)

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 2012.

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 2012.

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 2012 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 2013:-

MFRS 3	Business Combinations (as issued by the International Accounting Standards Board (‘IASB’) in March 2004)
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurements
MFRS 119	Employee Benefits (revised)
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
Amendments to MFRS 1	First-time Adoption of MFRS - Government Loans
Amendments to MFRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Amendments to MFRSs	Annual Improvements 2009-2011 Cycle
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine

2 Adoption of Malaysian Financial Reporting Standards (continued)

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

Amendments to MFRS 9	Mandatory Effective Date of MFRS 9 and Transition Disclosures
Amendments to MFRS 10	Consolidated Financial Statements: Investment Entities
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Investment Entities
Amendments to MFRS 127	Consolidated and Separate Financial Statements: Investment Entities
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities

3 Qualified audit report

The financial statements for the financial year ended 31 December 2012 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

There were no dividends paid during the quarter under review.

9 Segmental information

By Business Segment	Quarter ended		Year to date ended	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Trading	33,305	33,151	33,305	33,151
- Manufacturing	40,663	41,477	40,663	41,477
- Investment	4,062	4,202	4,062	4,202
Elimination of inter segment revenue	(23,717)	(24,812)	(23,717)	(24,812)
Total Segment Revenue	54,313	54,018	54,313	54,018
<u>Segment Results</u>				
- Trading	(605)	(656)	(605)	(656)
- Manufacturing	8,385	6,089	8,385	6,089
- Investment	653	506	653	506
Total Segment Results	8,433	5,939	8,433	5,939
Finance Costs	(386)	(269)	(386)	(269)
Group Results	8,047	5,670	8,047	5,670

By Geographical Segment	Quarter ended		Year ended	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>				
- Malaysia	31,917	32,505	31,917	32,505
- Asean	7,177	5,201	7,177	5,201
- Non-Asean	15,219	16,312	15,219	16,312
Total Segment Revenue	54,313	54,018	54,313	54,018
<u>Segment Assets</u>				
- Malaysia	328,666	338,167	328,666	338,167
- Asean	34,381	5,651	34,381	5,651
- Non-Asean	7,945	10,544	7,945	10,544
Total Segment Assets	370,992	354,362	370,992	354,362
<u>Segment Capital Expenditure</u>				
- Malaysia	5,705	6,318	5,705	6,318
- Asean	23,962	36	23,962	36
- Non-Asean	9	99	9	99
Total Segment Capital Expenditure	29,676	6,453	29,676	6,453

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 25 April 2013 which is likely to affect substantially the results of the operations of the Group for the financial period ended 31 March 2013.

12 Changes in the composition of the Group

There is no change in the composition of the Group.

13 Changes in contingent liabilities

The contingent liabilities of the Company are as follows:

	Company	
	As at 31.03.2013 RM'000	As at 31.12.2012 RM'000
Guarantee in favour of banks for banking facilities granted to subsidiary companies	33,368	27,907

14 Capital commitments

	Group As at 31.03.2013 RM'000
Authorised and contracted for in respect of property, plant and equipment	33,112
Authorised but not contracted for in respect of property, plant and equipment	22,187

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

15 Review of performance

First quarter (“1Q”) 2013 revenue of RM54.3 million was slightly higher by 0.6% compared to RM54.0 million in 1Q2012.

Group 1Q2013 profit before tax of RM8.0 million was higher by 40.4% compared to RM5.7 million in 1Q2012. The increase in profit was mainly due to lower manufacturing cost.

16 Segmental performance review

Trading segment

Revenue recorded by the trading segment for 1Q2013 was RM33.3 million, approximate that of 1Q2012 of RM33.2 million. In terms of profitability, this segment recorded lost before tax of RM0.6 million in 1Q2013 compared to loss before tax of RM0.7 million in 1Q2012.

Manufacturing segment

Revenue decreased slightly by 1.9% to RM40.7 million in 1Q2013 compared to RM41.5 million in 1Q2012.

Profit before tax increased by 37.7% in 1Q2013 to RM8.4 million compared to RM6.1 million in 1Q2012. The increase was due to lower manufacturing cost.

17 Variation of results against preceding quarter

Revenue in 1Q2013 decreased by 1.3% to RM54.3 million compared to RM55.0 million in the preceding quarter. However, the Group's profit before tax of RM8.0 million was higher by 135.3% compared to RM3.4 million in 4Q2012 due mainly to goodwill impairment of RM5.3 million in 4Q2012.

18 Current Year Prospects

During this first quarter of 2013, there was no immediate recovery in the world economy. Recent data indicated slower growth in the United States, new bail out measures were adopted in the European Union, even the Chinese economic conditions did not show any exciting development.

Nevertheless, the Group's emphasis on the manufacturing productivity and efficiency and regional expansion through product variation helps ease the burden on profit margin thus ensuring business growth. The Group expects the remaining year to be challenging.

19 Profit forecast

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

20 Tax expenses

	Quarter ended 31.03.2013 RM'000
Tax expenses	1,152
Deferred tax liabilities	140
	<u>1,292</u>

The effective tax rate of the Group for the current quarter is 16.1%. This is 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

- There were no corporate proposals announced but not completed as at 25 April 2013.
- Utilisation of proceeds raised from corporate proposals: Not applicable.

22 Group borrowings and debt securities

	As at 31.03.2013 RM'000
Current	
<i>Secured:-</i>	
Term loan	1,272
<i>Unsecured:-</i>	
Term loans	5,494
Bankers' acceptance	15,454
Hire purchase	39
Sub-total	<u>22,259</u>
Non-current	
<i>Secured:-</i>	
Term loan	4,876
<i>Unsecured:-</i>	
Term loans	6,272
Sub-total	<u>11,148</u>
Total Borrowings	<u><u>33,407</u></u>
Total Borrowings	
Term Loans	17,914
Bankers' acceptance	15,454
Hire purchase	39
	<u>33,407</u>

Borrowings are denominated in Ringgit Malaysia except for a term loan amounting to approximately RM6.1 million and hire purchase which are 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 March 2013		
Fixed Rate Term loans	<u>240</u>	<u>235</u>

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 25 April 2013.

25 Dividends

The Board of Directors has not recommended any interim dividend for the financial quarter ended 31 March 2013.

26 Earnings per share

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Quarter ended</u> 31.03.2013	<u>Quarter ended</u> 31.03.2012	<u>Year to date ended</u> 31.03.2013	<u>Year to date ended</u> 31.03.2012
Net profit attributable to owners of the parent (RM'000)	6,755	4,095	6,755	4,095
Number of ordinary shares in issue	75,156,600	75,156,600	75,156,600	75,156,600
Basic earnings per share (sen)	8.99	5.45	8.99	5.45

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 31.03.2013 RM'000	As At 31.12.2012 RM'000
Total retained profits of the Company and its subsidiaries :		
- Realised	263,453	256,017
- Unrealised	(10,457)	(10,827)
	<u>252,996</u>	<u>245,190</u>
Less : Consolidated adjustments	(59,456)	(58,405)
Total group retained profits as per consolidated financial statements	<u>193,540</u>	<u>186,785</u>

28 Profit before taxation

	Quarter ended 31.03.2013 RM'000	Year to date ended 31.03.2013 RM'000
Profit before tax is arrived at after charging /(crediting) :		
Amortisation of prepaid lease payment	21	21
Amortisation of intangible asset	155	155
Depreciation of property, plant and equipment	4,968	4,968
Net gain on disposal of property, plant and equipment	(146)	(146)
Interest income	(88)	(88)
Investment income :		
- rental income	(94)	(94)
Property, plant and equipment written off	4	4
Realised gain on foreign exchange transactions	(48)	(48)
Unrealised loss on foreign exchange translations	223	223

By Order of the Board

YEOH CHONG KEAT
REBECCA LEONG SIEW KWAN
Secretaries

Kuala Lumpur
02 May 2013