

**MINPLY HOLDINGS (M) BERHAD**  
(325631- V)  
(Incorporated in Malaysia)

26 May 2010

Listing Department  
**BURSA MALAYSIA SECURITIES BERHAD**  
9th Floor Exchange Square  
Bukit Kewangan  
50936 Kuala Lumpur

Dear Sirs

**MINPLY HOLDINGS (M) BERHAD**  
**UNAUDITED 1<sup>st</sup> QUARTER REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2010**

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter ended	Comparative quarter ended	3 months cumulative to date	3 months cumulative to date
	31/03/2010 RM'000	31/03/2009 RM'000	31/03/2010 RM'000	31/03/2009 RM'000
Revenue	2,083	433	2,083	433
Cost of sales	(721)	(194)	(721)	(194)
Gross (loss)/profit	1,362	239	1,362	239
Other income	56	15	56	15
Administrative expenses	(667)	(925)	(667)	(925)
Finance costs	(94)	(255)	(94)	(255)
(Loss)/profit before tax	657	(926)	657	(926)
Tax expense	(198)	(65)	(198)	(65)
Net (loss)/profit for the period	459	(991)	459	(991)
Attributable to:				
Equity holders of the parent	516	(997)	516	(997)
Minority Interest	(57)	6	(57)	6
	459	(991)	459	(991)

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**CONDENSED CONSOLIDATED INCOME STATEMENT (CONTINUED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter ended 31/03/2010	Comparative quarter ended 31/03/2009	3 months cumulative to date 31/03/2010	3 months cumulative to date 31/03/2009
EPS – Basic (sen) (refer to calculations in Note B14)	1.04	(2.25)	1.04	(2.25)
- Fully diluted (sen)	n/a	n/a	n/a	n/a
<u>Note on Administrative expenses:</u>				
- depreciation expense on property, plant & equipment	(155)	(176)	(155)	(176)
- amortisation of prepaid lease payment	(1)	(1)	(1)	(1)
- Depreciation of investment property				

**(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)**

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	At 31/03/2010 (Unaudited) RM'000	At 31/12/2009 (Audited) RM'000
<b>Non-Current Assets</b>		
Property, Plant and Equipment	13,391	13,545
Land Held For Development	3,665	3,665
Prepaid Lease Payments	537	537
Investment Properties	1,910	1,910
Deferred Tax Assets	0	0
Other Investments	0	0
Goodwill on Consolidation	1,686	1,686
	21,189	21,343
<b>Current Assets</b>		
Inventories	0	0
Trade Receivables	19,700	21,983
Other Receivables	930	1,121
Development Properties	16,160	15,127
Current Tax Asset	0	0
Cash and Bank Balances	59	226
	36,849	38,457
<b>Current Liabilities</b>		
Trade Payables	3,067	4,264
Other Payables	5,130	6,498
Borrowings	22,000	21,947
Current Tax Payable	4,013	3,606
	34,210	36,315
	23,828	23,485
<b>FINANCED BY:</b>		
Share capital	44,000	44,000
Reserves	(20,708)	(21,225)
Equity attributable to equity holders of the parent	23,292	22,775
Minority Interest	363	420
Total Equity	23,655	23,195
<b>Non-Current liability:</b>		
Borrowings	0	117
Deferred tax liabilities	173	173
	173	290
	23,828	23,485
Net Assets per share (RM)	0.53	0.52

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	03-month ended 31/03/2010  (Unaudited) RM'000	12-month ended 31/12/200 9 (Audited) RM'000
<b>(Loss)/profit before tax</b>		
Continuing operations	657	(9,932)
Discontinued operations	0	2,206
<b>Adjustment for non-cash flow items: -</b>		
Non-cash items	94	6,987
Non-operating items	156	(415)
<i>Operating (loss)/profit before working capital changes</i>	<u>907</u>	<u>(1,154)</u>
<b>Changes in working capital</b>		
Net change in current assets	(2,558)	(1,321)
Net change in current liabilities	1,432	425
<i>Cash (used in)/generated from operations</i>	<u>(219)</u>	<u>(2,050)</u>
Interest paid	(94)	(1,666)
Income tax paid	210	0
<i>Net Operating Cash Flows</i>	<u>(103)</u>	<u>(3,716)</u>
<b>Cash Flows From Investing Activities</b>		
Equity investments	113	2,327
Other investments	0	0
<i>Net Investing Cash Flows</i>	<u>113</u>	<u>2,327</u>
<b>Cash Flows From Financing Activities</b>		
Bank borrowings	(175)	926
<i>Net Financing Cash Flows</i>	<u>(175)</u>	<u>926</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(165)	(463)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	(4,206)	(3,743)
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<u>(4,371)</u>	<u>(4,206)</u>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Fixed Deposits	0	200
Cash and bank balances	59	26
Less: Bank overdrafts (included within borrowings in Note B9)	<u>(4,430)</u>	<u>(4,432)</u>
	(4,371)	(4,206)
Less: Fixed deposits pledged to licensed banks	0	0
	<u>(4,371)</u>	<u>(4,206)</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)**

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Equity attributable to equity holders of the parent				Attributable to equity holders		
	Share	Share	Revaluation	Accumulated	to equity holders	Minorit	Total
	<u>capital</u>	<u>Premium</u>	<u>reserve</u>	<u>losses</u>	<u>of the parent</u>	<u>y</u> <u>interest</u>	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>3-month ended</b>							
<b>31-Mar-10</b>							
At 1 January, 2010	44,000	13,038	67	(34,329)	22,776	420	23,196
Net profit for the period	-	-	-	516	516	(57)	459
<b>At 31 March, 2010</b>	<b>44,000</b>	<b>13,038</b>	<b>67</b>	<b>(33,813)</b>	<b>23,292</b>	<b>363</b>	<b>23,655</b>
<b>12-month ended</b>							
<b>31-Dec-09</b>							
At 1 January, 2009	44,000	13,038	67	(25,881)	31,224	399	31,622
Acquisition of minority interest							
Net loss for the period	-	-	-	(8,448)	(8,448)	21	(8,427)
<b>At 31 December, 2009</b>	<b>44,000</b>	<b>13,038</b>	<b>67</b>	<b>(34,329)</b>	<b>22,776</b>	<b>420</b>	<b>23,195</b>

**(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)**



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**A. Explanatory Notes to the Interim Financial Report Pursuant to FRS 134**

**A1. Basis of Preparation**

The interim financial statements are unaudited but have been prepared in accordance with the requirements of Financial Reporting Standards (FRS) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB) and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

As mentioned in Note B9, certain subsidiaries have defaulted the repayment of loans from CIMB Bank Berhad and United Overseas Bank (M) Berhad. The directors have prepared its Consolidated Interim Financial Information on a going concern assumption which is premise upon the assumption on the successful steps taken by the Group to remedy the defaults and the ability to achieve sustainable and viable operations.

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

The Auditors' Report on the preceding financial statements for the financial year ended 31 December 2009 was not qualified but contains the following emphasis of matter paragraph:-

"Without qualifying our opinion, we draw attention to the following:-

- a) As stated in Note 2 to the financial statements, which discloses the premise upon which the Group and the Company have prepared its financial statements by applying the going concern assumption, notwithstanding that as of 31st December 2009, the Group and the Company recorded a loss of RM8,426,846/- and RM7,674,266/- respectively. Three subsidiaries have defaulted the repayment of bank borrowings as disclosed in Note 20(b) to the financial statements, thereby indicating the existence of a material uncertainty which may cast significant doubts about the Group's ability to continue as a going concern.

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**A Explanatory Notes to the Interim Financial Report Pursuant to FRS 134 (Continued)**

**A2. Changes in Accounting Policies**

The significant accounting policies adopted during the current quarter under review are consistent with those of the audited financial statements for the financial year ended 31 December 2009 except for the following Financial Reporting Standards (“FRSs”) and IC Interpretations that had been issued by the Malaysian Accounting Standards Board but not yet adopted by the Group:-

		<u>Effective date</u>
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivative	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010

The adoption of the above FRSs, amendments to FRSs and IC Interpretations does not have any significant financial impact on the financial statements of the Group. The Group is exempted from disclosing the impact of FRS 139 prior to its effective date.

**A3. Comments About Seasonal or Cyclical Factors**

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

**A4. 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 31 March 2010.

**A5. Changes in Estimates**

There were changes to estimates that have had a material effect in the current quarter.

**A6. Debt and Equity Securities**

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial period ended 31 March 2010.

**A7. Dividends Paid**

There was no dividend paid during the financial period ended 31 March 2010.

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**A. Explanatory Notes to the Interim Financial Report Pursuant to FRS 134 (Continued)**

**A8. Segmental Information**

Cumulative to date	Manufacturing		Trading		Property Development		Others *		Eliminations		Consolidated	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>												
External sales	-	81	1,395	8,794	688	2,254	-	-	-	-	2,083	11,129
Inter-segment sales	-	19	-	-	353	3,913	-	-	(353)	(332)	-	-
	-	99	1,395	8,794	1,041	6,167	-	-	(353)	(332)	2,083	11,129
<b>Results</b>												
Segment results	(38)	(1,262)	145	(184)	639	(456)	5	(6,232)	-	-	751	(8,134)
Unallocated corporate expenses	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(loss) from operations											751	(8,134)
Finance costs											(94)	(1,798)
Tax expense											(198)	(701)
Net profit/(loss) for the period											459	(10,633)

\*Others represent investment holding & dormant companies.



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**A. Explanatory Notes to the Interim Financial Report Pursuant to FRS 134 (Continued)**

**A9. Carrying Amount of Revalued Assets**

There is no revaluation of assets carried out during the current quarter.

The valuations of freehold land and buildings have been brought forward without amendment from the previous annual financial statements.

**A10. Material Subsequent Events**

There are no material subsequent events that are required to be reflected in the current quarter.

**A11. Changes in the Composition of the Group**

There were no changes in the composition of the Group in the current quarter.

**A12. Changes in Contingent Assets and Contingent Liabilities**

The Group has contingent assets and liabilities as at 31 March 2010.

**A13. Capital Commitments**

There were no capital commitments as at 31 March 2010.

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**B. Explanatory Notes Pursuant to Appendix 9B of Listing Requirements of Bursa Malaysia**

**B1. Review of Performance**

Comparison to preceding year corresponding quarter

For the quarter ended 31 March 2010, the Group's turnover was recorded at RM2.083 million, which representing an increase of 80%, as compared to the RM0.433 million in preceding year corresponding quarter. The Group registered a gross profit at RM1.362 million as compared to gross profit at RM0.239 million in the quarter ended 31 March 2010 due to revision of budgeted cost in property & construction division

**B2. Material Changes in the Quarterly Results compared to the Results of the Preceding Quarter**

The Group recorded a revenue RM2.083 million in the current quarter, as compared to the RM0.719 million recorded in preceding quarter. In line with the increase of revenue the group recorded a gross profit at RM1.362 million in the current quarter, as compared to gross loss at RM0.751 million recorded in preceding quarter mainly from our property and construction division and trading division.

**B3. Current Year Prospects**

For the current year, the Group envisages a slower growth rate due to economic slow down and world financial meltdown.

The performances in manufacturing and trading divisions were weak due to high competitive environment in term of pricing due to the influx of similar products from China and the economic slow down.

**B4. Profit Forecast and Profit Guarantee**

Not applicable.

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**B. Explanatory Notes Pursuant to Appendix 9B of Listing Requirements of Bursa Malaysia (Continued)**

**B5. Tax Expense**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31/03/2010 RM'000	Preceding year corresponding quarter 31/03/2009 RM'000	Current year to date 31/03/2010 RM'000	Preceding year corresponding period 31/12/2009 RM'000
Income tax:				
- Current period	(198)	(65)	(198)	(702)
- Deferred Tax Liability	-	-	-	2
	<u>(198)</u>	<u>(65)</u>	<u>(198)</u>	<u>(700)</u>

The effective tax rates for the periods presented above are higher than the statutory tax rate principally due to the losses of certain subsidiaries which cannot offset against taxable profits generated by other subsidiaries and certain expenses which not deductible for the purpose.

**B6. Sale of Unquoted Investments and/or Properties**

There was no disposal of investment and/ or property during the quarter ended 31 March 2010.

**B7. Quoted Securities**

There was no purchase or disposal of quoted securities for the quarter ended 31 March 2010.

**B8 Status of Corporate Exercise**

On 14 January 2010, OSK, on behalf of the Board, announced that the Company proposes to undertake the following exercises:-

- (a) Proposed share capital reduction by the cancellation of RM0.80 of the par value of every existing ordinary share of RM1.00 each in MHB to be off-set against the accumulated losses of MHB ("Proposed Capital Reduction");
- (b) Proposed renounceable rights issue of up to 132,000,000 Rights Shares together with up to 88,000,000 Warrants on the basis of three (3) Rights Shares for every one (1) existing ordinary share of RM0.20 each in MHB held on the Entitlement Date and two (2) Warrants for every three (3) Rights Shares subscribed ("Proposed Rights Issue with Warrants"); and
- (c) Proposed amendments to the M&A to facilitate the change in the par value of the MHB Shares resulting from the Proposed Capital Reduction ("Proposed Amendments").

On 30 March 2010, OSK had on, on behalf of MHB announced that Bursa Securities had vide its letter dated 29 March 2010, approved the admission to the official list and the listing of the Warrants, the listing of the Right Shares and the new Shares to be issued pursuant to the exercise of the Warrants on the Main Market of Bursa Securities, pursuant to the Proposed Rights Issue with Warrants, subject to the conditions disclosed in Section 7.



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**B. Explanatory Notes Pursuant to Appendix 9B of Listing Requirements of Bursa Malaysia (Continued)**

**B8. Status of Corporate Exercise ( continued)**

On 7 April 2010, OSK, on behalf of the Board, announced that Bank Negara Malaysia had vide its letter dated 2 April 2010, approved the issuance of the Warrants to the entitled non-resident shareholders of MHB pursuant to the Proposed Rights Issue with Warrants.

On 7 May 2010 an Extraordinary General Meeting ( EGM ) was held on the proposed proposal and duly approved by resolutions by the shareholders.

**B9 Borrowings and Debt Securities**

	RM'000
(a) Secured borrowings	22,000
Unsecured borrowings	-
	<u>22,000</u>
(b) Short term	
- bank overdrafts	4,544
- hire purchase payables	228
- term loans	17,228
	<u>22,000</u>
Long term	
- hire purchase payables	0
- term loans	0
	<u>0</u>
Total borrowings	<u>22,000</u>

All of the above borrowings are denominated in Ringgit Malaysia.

i) Default in repayment of bank borrowings from CIMB Bank Berhad

During the previous financial year, CIMB Bank Berhad has initiated legal proceedings against three wholly owned subsidiaried, being Minply (Kuala Lumpur) Sdn. Bhd., Minply Sdn. Bhd. and Tropikal Permai Sdn. Bhd. for the default in the repayment of bank borrowings. The details of the writ of summons have been disclosed in Note B11(f), Note B11(g) and Note B11(h) to the Consolidated Interim Financial Statements.

On 26th February 2009, the Company had announced the default in the repayment of bank borrowings pursuant to the requirements of Practice Note 1/2001 issued by Bursa Malaysia Securities Berhad("Bursa Malaysia"). The Company further announced that all the three subsidiaries are not the major subsidiaries of the Company and all debts would be settle in full within twelve months from the date of the announcements. A solvency declaration has been filed by the directors of the Company to Bursa Malaysia on 26th February 2009 and on the expiry of the said solvencyt declaration, the directors had subsequently filed another solvency declaration on 25 February 2010.

ii) Default in the repayment of bank borrowings from United Overseas Bank (M) Berhad

On 2th April 2009, United Overseas Bank (M) Berhad has initiated legal proceedings against two wholly owned subsidiaries, being Minply Sdn. Bhd. and Allfit Furniture Industries Sdn. Bhd. for the default in the repayment of bank borrowings. The details of the writ of summons have been disclosed in Note B11(n) and Note B11(o) to the Consolidated Interim Financial Statements.



**B. Explanatory Notes Pursuant to Appendix 9B of Listing Requirements of Bursa Malaysia (Continued)**

**B9 Borrowings and Debt Securities ( continued )**

On 7th August 2009, the Company had announced the default in the repayment of bank borrowings pursuant to the requirements of Practice Note 1/2001 issued by Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The Company further announced that both subsidiaries are not the major subsidiaries of the Company and all debts would be settle in full within twelve months from the date of the announcements and on the expiry of the said solvency declaration, the directors had subsequently filed another solvency declaration on 25 February 2010.

On 3 March 2010, the company announced that the subsidiaries had submitted debt settlement proposal to the banks involved and is currently pending for approval from the banks.

**B10. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off - balance sheet risk as at 31 March 2010

**B11. Changes in Material Litigation**

(a) Kuala Lumpur High Court Originating Summon No: S-2-24-1035-2007

Plaintiff : Syarikat Kemajuan Perumahan Negara Sdn. Bhd.

Defendant : (i) Janavista Sdn. Bhd.

(ii) Star Village Development Sdn. Bhd.

Further refer to our announcement dated 23 May 2007, the case is fixed for case management on 30 June 2010.

(b) Kuala Lumpur High Court (Commercial Division) Suit Division: D8-22-1311-2006

Plaintiff : Lum Weng Loy

Defendant : Janavista Sdn. Bhd.

Further refer to our announcement dated 25 January 2007, plaintiff’s application for summary judgement was dismissed and pending appeal to Judge in Chamber. The case pending court to fix hearing date.

(c) Kuala Lumpur High Court (Commercial Division) Suit Division: S4-924-2008

Plaintiff : Tang Yit Fun & Tang Yit Peng

Defendant : (i) Goldenier Property Management Sdn. Bhd.

(ii) Minply Holdings (M) Berhad

(iii) Dato’ Tan Wei Lian

We have filed a defence on 01 December 2008 and also in the process of filing our application to strike out their claims..

(d) Kuala Lumpur High Court Originating Summon No: S-22-432-2008

Plaintiff : Hong Leong Bank Berhad

Defendant : Janavista Sdn. Bhd.

Further refer to our announcement dated 23 May 2008, blanket consent has been obtained from Pejabat Tanah dan Galian Selangor dated 15 September 2009 and fixed for mention on 25 May 2010.

(e) High Court Of Malaya at Shah Alam ( Civil Division ) Summon No: 22-1011-2008

Plaintiff : Poon Tak Woo Mark

Defendant : Janavista Sdn. Bhd.

The matter is fixed for case management on 8 February 2010. The court has allowed the Plaintiff’s claim. The Defendant had made an application for a stay which was fixed for hearing on 05 May 2010 and has appealed against the decision of the High Court pertaining to the summary judgement. The appeal is pending.

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**B. Explanatory Notes Pursuant to Appendix 9B of Listing Requirements of Bursa Malaysia (Continued)**

**B11. Changes in Material Litigation (Continued)**

(f) A Writ of Summons dated 19 November 2008 was served on Minply (Kuala Lumpur) Sdn Bhd, one of its wholly owned subsidiary of the Company by M/s Abdullah & Zainudin, acting on behalf of CIMB Bank Berhad in the matter of Johor Bahru High Court No. MT5-22-839 of 2008 on 20 January 2009. The company had filed to set Aside judgement on 29 October 2009. Defendant's Application to set aside judgement is fixed for decision on 18 May 2010.

g) A Writ of Summons was served on Minply Sdn Bhd, one of its wholly owned subsidiary of the Company by M/s Abdullah & Zainudin, acting on behalf of CIMB Bank Berhad in the matter of Johor Bahru High Court No. MT1-22-840 of 2008 on 20 January 2009. The company had filed defence on 13 March 2009. The Plaintiff had applied for summary judgement on 03 November 2009 and is allowed by court.

(h) A Writ of Summons dated 21 November 2008 was served on Tropikal Permai Sdn Bhd, one of its wholly owned subsidiary of the Company by M/s Abdullah & Zainudin, acting on behalf of CIMB Bank Berhad in the matter of Johor Bahru High Court No. MT5 – 22 -846 of 2008 on 20 January 2009. The company had filed the application to set aside judgement on 29 October 2009. Defendant's Application to set aside judgement is has been dismissed..

i) On 6 October 2009, a Winding Up Order was obtained against Tropikal Permai Sdn Bhd ("the company"), which is a subsidiary of Minply Holdings (M) Berhad upon the Kuala Lumpur High Court Winding Up Petition No. D1-28-425-2009 filed by RMC Concrete (M) Sdn Bhd. An appeal to the Court of Appeal against the Winding Up order and an application to stay the Winding Up Order will be filed by the company. In the meantime, the Official Receiver sanction is being sought by the directors of Tropikal Permai Sdn Bhd to enable them to continue legal proceeding brought against RMC Concrete (M) Sdn Bhd for a claim amounting to the sum of RM541,100.00 in the Kuala Lumpur High Court Suit No. S-22-643-2009 Out of court settlement agreed.

j) Writ Summon dated 20 October 2008 submitted by Hong Bee Hardware Company Sdn Bhd's solicitor to demand the amount owed by Minply (Kuala Lumpur) Sdn Bhd ("MKLSB") for goods sold and delivered to MKLSB amounting to RM198,849/- plus interest . The order and judgement has been obtained against the company on 26 August 2009. The company will file an appeal to strike out their claim.

k) Teugh Utama Trading Sdn Bhd had instituted an action against Minply Construction & Engineering Sdn Bhd for an amount of RM222,275/- being the outstanding amount of goods sold and delivered . The court has allowed the Plaintiff claim with cost. The company will file an appeal to strike out their claim. Out of court settlement agreed.

l) Johor Bahru Sessions Court Summon No: S6-52-8216-08

Plaintiff : Orix Credit Malaysia Sdn Bhd

Defendant : Metrojan Industry Sdn Bhd & Minply Holdings (M) Berhad.

The defendant had on 15 December 2009 filed an appeal to High Court Johor Bahru. Settlement proposal have made as per discussed..



**MINPLY HOLDINGS (M) BERHAD**  
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**B11. Changes in Material Litigation (Continued)**

m) A Writ of Summons was served on Allfit Furniture Industries Sdn Bhd, one of its wholly owned subsidiary of the Company by M/s Raja, Darryl & Loh, acting on behalf of United Overseas Bank (M) Berhad in the matter of Johor Bahru High Court No. MT22-272-2009 on 05 June 2009. Plaintiff had filed the application for summary judgement on 16 October 2009 and the company had filed the application for stay on 16 October 2009. The plaintiff had withheld the legal action pending finalization of the proposed Debt settlement. Court had fixed 31 May 2010 for hearing.

n) A Writ of Summons was served on Minply Sdn Bhd, one of its wholly owned subsidiary of the Company by M/s Raja, Darryl & Loh, acting on behalf of United Overseas Bank (M) Berhad in the matter of Johor Bahru High Court No. MT22-323-2009 on 16 June 2009. Plaintiff had filed the application for summary judgement on 16 October 2009 and fixed for mention on 27 November 2009. The plaintiff had withheld the legal action pending finalization of the proposed Debt settlement. Court had fixed 31 May 2010 for hearing.

**B12. Dividends Payable**

The Company has not declared any dividend since the date of the last quarterly report.

**B13. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 31 December 2009 was not qualified.

**B14. Basic Earnings Per Share**

The basic earnings per share were computed based on

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter ended	Comparative quarter ended	3-months cumulative to date	12-month cumulative to date
	31/03/2010 (Unaudited)	31/03/2009 ( Unaudited )	31/03/2010 ( Unaudited )	31/12/2009 ( Audited )
	RM'000	RM'000	RM'000	RM'000
Net (loss)/profit attributable to shareholders of the company	459	(991)	459	(8,426)
EPS-Basic (sen)	1.04	(2.25)	1.04	(19.15)
Ordinary shares	44,000	44,000	44,000	44,000

**B15. Authorisation for Issue**

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 26 May 2010.

By Order of the Board

Dato' Tan Wei Lian  
 Managing Director  
 26 May 2010