

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2007.

THE FIGURES HAVE NOT BEEN AUDITED.

I. CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/06/2007	Preceding year corresponding quarter 30/06/2006	Six months to 30/06/2007	Six months to 30/06/2006 (as restated)
	RM'000	RM'000	RM'000	RM'000
1. (a) Revenue	300,231	251,133	556,466	501,887
(b) Cost of sales	(256,315)	(216,621)	(475,290)	(430,961)
(c) Gross profit	43,916	34,512	81,176	70,926
(d) Other income	115	56	570	344
(e) Expenses	(30,075)	(23,801)	(54,847)	(49,748)
(f) Finance costs	(2,224)	(2,501)	(4,665)	(4,345)
(g) Share of results of associate	449	-	177	-
(h) Profit before income tax	12,181	8,266	22,411	17,177
(i) Income tax	(4,964)	(2,182)	(8,701)	(5,364)
(j) Profit for the period	7,217	6,084	13,710	11,813
Attributable to:				
(k) Equity holders of the Company	6,640	5,663	12,709	10,935
(l) Minority interest	577	421	1,001	878
	7,217	6,084	13,710	11,813
2. Earnings per share attributable to equity holders of the Company :-				
(a) Basic	6.21 sen	5.29 sen	11.88 sen	10.22 sen
(b) Fully diluted	- *	5.28 sen	- *	10.20 sen

*The fully diluted earnings per share is not shown as the effect is anti-dilutive.

The condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006.

II. CONDENSED CONSOLIDATED BALANCE SHEET

	Unaudited As at end of current quarter 30/06/2007	Audited As at preceding financial year end 31/12/2006 (as restated)
	RM'000	RM'000
ASSETS		
1. Non-current assets		
Property, plant and equipment	268,415	252,553
Prepaid land lease payments	23,289	23,351
Investment in associates	6,474	6,283
Goodwill	31,620	31,620
Other intangible assets	2,685	3,001
Deferred tax assets	3,628	3,742
	336,111	320,550
2. Current assets		
Inventories	167,483	171,704
Receivables	288,542	237,998
Amount due from intermediate holding company	20	20
Amounts due from related companies	13,851	16,198
Amounts due from associated companies	6,150	7,830
Tax recoverable	3,302	5,286
Fixed deposits	970	1,161
Cash and bank balances	37,341	68,573
	517,659	508,770
 Total assets	 853,770	 829,320

II. CONDENSED CONSOLIDATED BALANCE SHEET (CONT'D)

	Unaudited As at end of current quarter 30/06/2007	Audited As at preceding financial year end 31/12/2006 (as restated)
	RM'000	RM'000
EQUITY AND LIABILITIES		
3. Equity attributable to equity holders of the Company		
Share capital	106,963	106,963
Reserves		
Share premium	22,410	22,410
Other reserves	882	352
Retained earnings	184,715	188,050
	<u>314,970</u>	<u>317,775</u>
4. Minority interest	12,152	11,151
Total equity	<u>327,122</u>	<u>328,926</u>
5. Non-current liabilities		
Long term borrowings	82,055	90,960
Deferred tax liabilities	3,767	3,767
	<u>85,822</u>	<u>94,727</u>
6. Current liabilities		
Payables	282,806	234,383
Amount due to intermediate holding company	-	58
Amount due to immediate holding company	64	152
Amounts due to related companies	2,617	4,932
Tax payable	4,633	1,526
Dividend payable	16,044	-
Short term borrowings	102,562	133,416
Current portion of long term borrowings	32,100	31,200
	<u>440,826</u>	<u>405,667</u>
Total liabilities	<u>526,648</u>	<u>500,394</u>
Total equity and liabilities	<u>853,770</u>	<u>829,320</u>
7. Net assets per share attributable to ordinary equity holders of the Company	<u>RM2.94</u>	<u>RM2.97</u>

The condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006.

III. CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Unaudited Six months to 30/06/2007 RM'000	Unaudited Six months to 30/06/2006 RM'000
Operating activities		
Cash receipts from customers and related parties	506,408	478,343
Cash payments to suppliers	(420,656)	(400,733)
Cash payments to employees and for expenses	(54,611)	(73,707)
Cash generated from operations	31,141	3,903
Interest paid	(2,934)	(1,753)
Profit on Murabahah Commercial Paper paid	(548)	(736)
Income taxes paid	(3,632)	(6,370)
Interest received	73	185
Net cash generated from/(used in) operating activities	24,100	(4,771)
Investing activities		
Proceeds from disposal of property, plant and equipment	65	-
Purchase of property, plant and equipment	(13,355)	(45,506)
Additional investment in associate company	-	(8,743)
Net cash used in investing activities	(13,290)	(54,249)
Financing activities		
(Repayments) / drawdown of short term borrowings	(20,871)	3,799
Proceeds from issuance of shares – exercise of share options	-	49
Dividends paid	-	(12,300)
Repayments of Murabahah Commercial Paper	(10,000)	-
Proceeds from issuance of Murabahah Medium Term Notes	-	35,000
Repayment of term loan	(8,100)	-
Term loan interest paid	(1,660)	(1,685)
Placement of fixed deposits	(9)	(33)
Profit on Murabahah Medium Term Notes paid	(1,248)	(378)
Net cash (used in)/generated from financing activities	(41,888)	24,452
Net change in cash and cash equivalents	(31,078)	(34,568)
Currency translation differences	(154)	1,010
Net cash and cash equivalents as at beginning of financial period	68,573	52,781
Net cash and cash equivalents as at end of financial period (a)	37,341	19,223

III. CONDENSED CONSOLIDATED CASH FLOW STATEMENT (CONT'D)

	Unaudited As at 30/06/2007 RM'000	Unaudited As at 30/06/2006 RM'000
(a) Cash and cash equivalents comprise the following amounts:		
Cash and bank balances	37,341	19,223
Fixed deposits	970	1,245
	38,311	20,468
Less: Fixed deposits pledged to banks	(970)	(1,245)
Cash and cash equivalents	37,341	19,223

The condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006.

IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY

← Equity attributable to equity holders of the Company →

	Share capital RM'000	Share premium RM'000	Other reserves RM'000	Exchange reserves RM'000	Retained earnings RM'000	Total RM'000	Minority interest RM'000	Total equity RM'000
Six months to 30 June 2007 (unaudited)								
Balance as at 1 January 2007	106,963	22,410	1,310	(958)	186,515	316,240	11,151	327,391
Prior year adjustment – FRS 112	-	-	-	-	1,535	1,535	-	1,535
Balance as at 1 January 2007 as restated	106,963	22,410	1,310	(958)	188,050	317,775	11,151	328,926
Currency translation differences	-	-	-	(621)	-	(621)	-	(621)
Expense recognised directly in equity	-	-	-	(621)	-	(621)	-	(621)
Profit for the period	-	-	-	-	12,709	12,709	1,001	13,710
Total recognised income and expense for the period	-	-	-	(621)	12,709	12,088	1,001	13,089
Share-based payment	-	-	1,151	-	-	1,151	-	1,151
2006 final 15.0 % tax exempt dividend	-	-	-	-	(16,044)	(16,044)	-	(16,044)
Balance as at 30 June 2007	<u>106,963</u>	<u>22,410</u>	<u>2,461</u>	<u>(1,579)</u>	<u>184,715</u>	<u>314,970</u>	<u>12,152</u>	<u>327,122</u>

IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY (CONT'D)

← Equity attributable to equity holders of the Company →

	Share capital RM'000	Share premium RM'000	Other reserves RM'000	Exchange reserves RM'000	Retained earnings RM'000	Total RM'000	Minority interest RM'000	Total equity RM'000
Six months to 30 June 2006 (unaudited)								
Balance as at 1 January 2006 as restated	106,952	22,372	-	(1,101)	186,334	314,557	9,548	324,105
Prior year adjustment – FRS 112	-	-	-	-	1,723	1,723	-	1,723
Balance as at 1 January 2006 as restated	106,952	22,372	-	(1,101)	188,057	316,280	9,548	325,828
Currency translation differences	-	-	-	(611)	-	(611)	-	(611)
Expense recognised directly in equity	-	-	-	(611)	-	(611)	-	(611)
Profit for the period	-	-	-	-	10,935	10,935	878	11,813
Total recognised income and expense for the period	-	-	-	(611)	10,935	10,324	878	11,202
Issues of ordinary shares: Pursuant to ESOS	11	38	-	-	-	49	-	49
Share-based payment	-	-	1,037	-	-	1,037	-	1,037
2005 final 11.5% tax exempt dividend	-	-	-	-	(12,300)	(12,300)	-	(12,300)
Balance as at 30 June 2006 as restated	106,963	22,410	1,037	(1,712)	186,692	315,390	10,426	325,816

The condensed Statement of Changes in Total Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006.

V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS

The notes to the condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2006.

1. Accounting policies and methods of computation

The quarterly consolidated financial statements have been prepared by applying accounting policies and methods of computation consistent with those used in the preparation of the most recent audited financial statements of the Group and are in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"), except for the adoption of the following revised Financial Reporting Standards ("FRS") effective 1 January 2007:

FRS 117	: Leases
FRS 124	: Related Party Disclosures

In addition to the above, the Group has also taken the option of early adoption of the following revised FRSs effective 1 January 2007:

FRS 107	: Cash Flow Statements
FRS 112	: Income Taxes
FRS 118	: Revenue
FRS 119	: Employee Benefits
FRS 134	: Interim Financial Reporting
FRS 137	: Provisions, Contingent Liabilities and Contingent Assets

(i) The adoption of the abovementioned FRSs do not result in significant changes in accounting policies of the Group, other than the change discussed below:

(a) FRS 112 : Income Taxes

In 2006, the Group adopted an accounting policy in respect of deferred tax assets arising from reinvestment allowances ("RA") and investment tax allowances ("ITA"), which were not recognised by the Group based on paragraph 36 of FRS 112₂₀₀₄.

The revised FRS 112 has removed paragraph 36 and hence, the unutilised RA and ITA are now recognised as deferred tax asset, to the extent that it is probable that future taxable profit will be available against which the unutilised RA and ITA can be utilised. This change in accounting policy has been adopted by the Group retrospectively and has resulted in a restatement of the Group's prior year financial statements with an increase in the retained earnings of the Group as at 31 December 2006 by RM1,535,484 and the provision for additional income tax charge in the previous year corresponding quarter and period of nil and RM187,201 respectively.

(b) FRS 117 : Leases

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. Prior to 1 January 2007, leasehold land was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses. On adoption of the revised FRS, lease of land of which the title is not expected to be passed to the Group (the lessee) by the end of the lease term, is considered an operating lease and the unamortised carrying value of the lease is now presented as prepaid land lease payments and is amortised on a straight-line basis over the lease term.

(ii) Summary of the financial effects of changes in accounting policies

(a) Condensed Consolidated Income Statement

RM'000	◀Preceding year corresponding quarter ended 30/6/2006▶			◀Six months to 30/6/2006▶		
	Adjustments			Adjustments		
	As previously stated	FRS 112 (Note 1(i)(a))	As restated	As previously stated	FRS 112 (Note 1(i)(a))	As restated
Income tax	(2,182)	-	(2,182)	(5,177)	(187)	(5,364)
Profit for the period	6,084	-	6,084	12,000	(187)	11,813
Attributable to:						
Equity holders of the Company	5,663	-	5,663	11,122	(187)	10,935
Minority interest	421	-	421	878	-	878
	6,084	-	6,084	12,000	(187)	11,813
Basic earnings per share (sen)	5.29	-	5.29	10.40	(0.18)	10.22
Fully diluted earnings per share (sen)	5.28	-	5.28	10.38	(0.18)	10.20

(b) Condensed Consolidated Balance Sheet

RM'000	As at 31/12/2006	Adjustments		As at 31/12/2006
	As previously stated	FRS 112 (Note 1(i)(a))	FRS 117 (Note 1(i)(b))	As restated
Property, plant and equipment	275,904	-	(23,351)	252,553
Prepaid land lease payments	-	-	23,351	23,351
Deferred tax assets	2,207	1,535	-	3,742
Retained earnings	186,515	1,535	-	188,050
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.96	0.01	-	2.97

2. **Audit report in respect of the 2006 financial statements**

The audit report on the Group's financial statements for the financial year ended 31 December 2006 was not qualified.

3. **Seasonal or cyclical factors**

The Group's operations are not subject to any significant seasonal or cyclical factors.

4. **Unusual items due to their nature, size or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current financial period ended 30 June 2007.

5. Material changes in estimates used

There were no other changes in estimates of amounts reported in prior interim period of the current financial period or prior financial years that have a material effect in the current period.

6. Debt and equity securities

The Group did not undertake any other issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period ended 30 June 2007 except for the repayment of RM10 million Murabahah Commercial Paper in March 2007.

7. Dividend

A final tax exempt dividend of 15.0% (2006: 11.5%) on 106,963,188 (2006: 106,958,888) ordinary shares of RM1.00 each in respect of the previous financial year amounting to RM16,044,478 (2006: RM12,300,272) was paid on 13 July 2007.

The Directors do not recommend any payment of interim dividend for the current financial period ended 30 June 2007 (2006: nil).

8. Segment information for the current financial period

Segment information for the current financial period to 30 June 2007 is as follows:

	Pharmaceutical manufacturing RM'000	Pharmaceutical trading, marketing and distribution RM'000	Medical products and services RM'000	Other operations RM'000	Eliminations RM'000	Group RM'000
Revenue						
External revenue	1,830	548,623	6,013	-	-	556,466
Inter-segment revenue	66,764	4,691	8	-	(71,463)	-
Total revenue	68,594	553,314	6,021	-	(71,463)	556,466
Results						
Segment results	14,939	13,299	(494)	(893)	329	27,180
Unallocated corporate expenses						(666)
Profit from operations						26,514
Interest expense	-	(3,005)	-	(3,464)	1,804	(4,665)
Interest income	-	339	46	1,804	(1,804)	385
Share of results of associate						177
Profit before income tax						22,411
Income tax						(8,701)
Profit for the period						13,710
Attributable to:						
Equity holders of the Company						12,709
Minority interest						1,001
						13,710

9. Material events subsequent to the end of the current financial period

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature which have arisen since 30 June 2007 to the date of this announcement which would substantially affect the financial results of the Group for the six months ended 30 June 2007.

10. Changes in the composition of the Group

There were no significant changes in the composition of the Group for the current quarter and financial period including business combinations, acquisitions or disposals of subsidiaries and long term investments, restructuring or discontinued operations. As at the date of this announcement:

- (a) A liquidator has been appointed on 16 July 2007 for the liquidation of three dormant subsidiary companies of the Group, namely Pharmaniaga Medisystem Sdn. Bhd., Pharmaniaga Diagnostics Sdn. Bhd. and Pharmaniaga Trading Sdn. Bhd.; and
- (b) The Jiangsu Province Wuxi Intermediate People's Court, upon application by Wuxi Worldbest Treeful Pharma Pharmaceutical Co. Ltd. ("WWTPP"), has ruled on 10 July 2007 to accept the bankruptcy application of WWTPP in accordance with the law. On 16 July 2007, the Court further appointed Wuxi Jin Shun Economic Consulting Co. Ltd. as the Bankruptcy Administrator for WWTPP to take control over WWTPP.

11. Contingent liabilities

There are no changes in the contingent liabilities as at the date of this announcement since the preceding financial year ended 31 December 2006 except as disclosed below:

		RM'000
As reported in the preceding financial year ended 31 December 2006		73,200
Increase in bank guarantees for projects and utilities undertaken by subsidiary companies	12,893	
Decrease in bank guarantees for projects undertaken by subsidiary company	(3,965)	
Net increase in bank guarantees for projects and utilities undertaken by subsidiary companies		<u>8,928</u>
Total		<u><u>82,128</u></u>

12. Capital commitments

Authorised capital expenditures for the purchase of property, plant and equipment not provided for in the condensed consolidated financial statements were as follows:

	As at 30/06/2007 RM'000
Authorised and contracted for:	
- acquisition of property, plant and equipment	<u>16,611</u>
Authorised but not contracted for:	
- acquisition of property, plant and equipment	<u>3,317</u>

13. **Income tax**

	Individual Quarter		Cumulative Quarter	
	Current year quarter 30/06/2007	Preceding year corresponding quarter 30/06/2006	Six months to 30/06/2007	Six months to 30/06/2006 (as restated)
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation				
- Current taxation	4,503	1,754	7,812	4,372
- Deferred taxation	-	38	-	188
Sub-total	<u>4,503</u>	<u>1,792</u>	<u>7,812</u>	<u>4,560</u>
Foreign taxation				
- Current taxation	434	(630)	775	202
- Deferred taxation	27	1,020	114	602
Sub-total	<u>461</u>	<u>390</u>	<u>889</u>	<u>804</u>
Grand Total	<u>4,964</u>	<u>2,182</u>	<u>8,701</u>	<u>5,364</u>

The effective tax rate for the current quarter and year-to-date ended 30 June 2007 are higher than statutory tax rate as a result of subsidiaries' losses which do not qualify under Group Tax Relief Scheme.

14. **Disposal of unquoted investments and/or properties**

There were no disposal of unquoted investments and/or properties in the current period.

15a) **Acquisitions and disposals of quoted securities**

There were no acquisitions and disposals of quoted securities in the current period.

15b) **Investments in quoted securities**

There were no investments in quoted securities as at 30 June 2007.

16. **Status of corporate proposals announced but not completed as at the date of this announcement**

There are no corporate proposals announced but not completed as at the date of this announcement.

17. **Borrowings and debt securities**

Details of Group borrowings and debt securities as at 30 June 2007 are as follows:

	Long term borrowings			Short term borrowings		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Debt securities</u>						
Domestic						
- Murabahah Commercial Paper	-	-	-	-	29,702	29,702
- Murabahah Medium Term Notes	-	44,705	44,705	-	15,000	15,000
<u>Other borrowings</u>						
Domestic						
- Bankers acceptance	-	-	-	-	59,590	59,590
- Term loan	37,350	-	37,350	17,100	-	17,100
Foreign						
Indonesia Rupiah						
- Term loan	-	-	-	10,580	-	10,580
- Time loan	-	-	-	2,690	-	2,690
TOTAL	37,350	44,705	82,055	30,370	104,292	134,662

18. **Off Balance Sheet financial instruments**

There are no financial instruments with off-balance sheet risks as at the date of this announcement.

19. **Material litigation**

Since the preceding financial year ended 31 December 2006, there are no changes in material litigation as at the date of this announcement except for the following:

(a) Demand by Siemens Financial Services GmbH ("Siemens") for USD12.0 million

As at the date of this announcement, the Company confirms that no civil suit on the Company and its subsidiaries, Pharmaniaga Logistics Sdn. Bhd. ("PLSB") and Safire Pharmaceuticals (M) Sdn. Bhd. ("Safire") has been filed by Siemens.

The Board of Directors of the Company upon consultation with the solicitors, is of the opinion that the positions of both PLSB and Safire are defensible.

19. Material litigation (Continued)

(b) Danaharta Urus Sdn. Bhd. vs Safri bin Nawawi (“Safri”) and Hamimah Binti Idruss (“Hamimah”) (by original action) Safri bin Nawawi & Anor vs Danaharta Urus Sdn. Bhd. and 6 others (action by counterclaim)

The Company announced on 18 January 2005, that Safri bin Nawawi and Hamimah binti Idruss, former directors of Safire, on 28 December 2004 have each commenced an action by way of Counterclaim against the Company in the legal suit originally filed by Danaharta Urus Sdn. Bhd. against them. The Company and Safire are named 4th Defendant and 3rd Defendant respectively in both Actions by Counterclaim and were served with the court papers on 11 January 2005. The Company had filed its Memorandum of Appearance in Court on 14 January 2005 and 18 January 2005 in respect of the Counterclaim.

The Company and Safire have both filed their respective defense to the Action by Counterclaim on 31 January 2005. The Company has further filed an application to strike out the Counterclaim on 3 March 2005.

The decision on the Company's application to strike out the Counterclaim by Safri and Hamimah has been fixed for mention on 22 August 2007.

The Board of Directors of the Company upon consultation with the solicitors, is of the opinion that the positions of both the Company and Safire are defensible.

20. Comparison between the current quarter and the immediate preceding quarter

The Group's revenue for the current quarter of RM300.2 million compared to RM256.2 million in the immediate preceding quarter showed a growth of 17.2%. The growth was mainly contributed by an increase in concession and non concession sales to government hospitals while boosted by its newly awarded hospital equipping contracts from Institute Jantung Negara (“IJN”) and Kenya.

The increase in the Group's profit before taxation by 19.1% from its immediate preceding quarter ended 31 March 2007 was mainly driven by the growth in revenue and gross profit margin. The main contributing factor to higher gross profit margin was as a result of increase operational efficiencies and cost reduction in all areas of operations.

21. Review of performance for the current quarter and year-to-date

The Group's revenue performance for the second quarter ended 30 June 2007 grew by 19.6% over that of the same quarter last year. The increase was mainly supported by the growth in sales to government hospitals coupled with billings of its newly awarded hospital equipping contracts from IJN and Kenya. The performance of its Indonesian operation, PT Millennium Pharmacon International Tbk also registered a growth of 13.2% despite weakening of the Indonesian Rupiah.

The Group's profit before taxation chalked up a growth of 47.4% for the second quarter compared to the same quarter last year mainly due to the growth in revenue, the improvement in gross profit margin and lower depreciation charges coupled with a positive contribution from its associate company.

Similarly, the Group's year-to-date revenue grew by 10.9% compared to the same period last year. The increase in revenue was mainly contributed by the growth in its concession sales to government hospitals and its Indonesian subsidiary.

The Group's year-to-date profit before taxation rose by 30.5% over that of the same period last year. The contributing factors to the growth were from the growth in revenue, the improvement in gross profit margin as a result of increase in operational efficiencies and cost reduction in all areas of operations.

22. Prospects for 2007

The management is focused on further improving operational excellence, higher productivity and value creation.

Given this commitment which will further drive operational and financial efficiency, barring any unforeseen circumstances, the Board of Directors is of the view that the Group's financial performance for the year 2007 continues to be encouraging.

22. **Prospects for 2007 (Continued)**

Based on the current progress, and barring any unforeseen circumstances, the Board of Directors is of the view that the Group is on track to achieve the main headline Key Performance Indicators (“KPIs”) of Return on Equity (“ROE”). However, the Revenue KPI will remain challenged due to the lesser than expected growth in sales for concession business, non materialisation of new hospital equipping projects and distributorship business coupled with adverse foreign currency translation impact from the weakening of Indonesian Rupiah.

23. **Profit forecast**

No commentary is made on any variance between actual profit from forecast profit, as the Group has not provided any profit forecast in a public document in respect of the financial period ended 30 June 2007.

24. **Earnings per share**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/06/2007	Preceding year corresponding quarter 30/06/2006	Six months to 30/06/2007	Six months to 30/06/2006 (as restated)
	RM'000	RM'000	RM'000	RM'000
(a) Basic earnings per share				
Profit attributable to equity holders of the Company	6,640	5,663	12,709	10,935
Weighted average number of ordinary shares in issue ('000)	106,963	106,959	106,963	106,956
Basic earnings per share	<u>6.21 sen</u>	<u>5.29 sen</u>	<u>11.88 sen</u>	<u>10.22 sen</u>
(b) Diluted earnings per share				
Adjusted weighted average number of ordinary shares in issue ('000) and issuable	-	107,173	-	107,135
Diluted earnings per share	<u>-*</u>	<u>5.28 sen</u>	<u>-*</u>	<u>10.20 sen</u>

* The potential ordinary shares are anti-dilutive as the average market price of the ordinary shares is lower than the ESOS price.

25. **Voluntary disclosure on Economic Profit (“EP”) Statement**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 30/06/2007	Preceding year corresponding quarter 30/06/2006	Six months to 30/06/2007	Six months to 30/06/2006 (as restated)
	RM'000	RM'000	RM'000	RM'000
Economic Profit	3,562	736	6,083	2,236

Explanatory notes

The EP statement is as prescribed under the GLC Transformation program, and is disclosed on a voluntary basis. EP is a measure of value created by a business during a single period reflecting how much return a business makes over its cost of capital.

The EP performance for the period to date recorded a positive RM6.1 million as compared to RM2.2 million for the same period last year. The underlying factor for the increase is in line with the better operational performance registered by the Group.

By Order of the Board

**Kuala Lumpur
17 August 2007**

**WONG LEE LOO (MAICSA 7001219)
NORHANA BINTI OTHMAN (LS0008547)
Joint Secretaries**