

**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2011**

	<b>As at 31-Dec-11 (Unaudited) RM'000</b>	<b>As at 31-Dec-10 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	57,900	47,185
Investment properties	-	530
Investment in associate companies	9,450	8,807
Investment securities	5,367	5,734
Intangible assets	9,388	8,921
	<u>82,105</u>	<u>71,177</u>
<b>Current assets</b>		
Inventories	115,104	90,776
Trade and other receivables	79,359	64,963
Tax recoverable	246	328
Cash and cash equivalents	20,751	21,132
	<u>215,460</u>	<u>177,199</u>
<b>TOTAL ASSETS</b>	<u>297,565</u>	<u>248,376</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	66,781	68,281
Treasury shares	(8,056)	(8,525)
Reserves	17,154	15,340
Retained earnings	89,804	74,657
<b>Total equity attributable to owners of the parent</b>	<u>165,683</u>	<u>149,753</u>
<b>Non-controlling interests</b>	13,040	10,788
<b>Total equity</b>	<u>178,723</u>	<u>160,541</u>
<b>Non-current liabilities</b>		
Borrowings	19,788	13,996
Deferred tax liabilities	885	746
	<u>20,673</u>	<u>14,742</u>
<b>Current liabilities</b>		
Trade and other payables	46,055	35,739
Short term borrowings	49,477	35,809
Tax payable	2,637	1,545
	<u>98,169</u>	<u>73,093</u>
<b>Total liabilities</b>	<u>118,842</u>	<u>87,835</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>297,565</u>	<u>248,376</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR TWELVE MONTHS ENDED 31 DECEMBER 2011 (UNAUDITED)**

	Current quarter 3 months ended 31 December		Cumulative quarter 12 months ended 31 December	
	2011 RM '000	2010 RM '000	2011 RM '000	2010 RM '000
<b>Revenue</b>	51,836	43,111	193,833	158,242
Operating expenses	(44,443)	(37,744)	(164,640)	(136,482)
Other operating income	1,108	1,821	4,072	3,964
<b>Operating profit</b>	8,501	7,188	33,265	25,724
Interest expense	(1,248)	(901)	(4,804)	(2,292)
Interest income	77	1	269	150
Share of results of associate companies	373	387	902	635
<b>Profit before tax</b>	7,703	6,675	29,632	24,217
Tax expense	(2,067)	(1,411)	(7,709)	(6,036)
<b>Profit for the period/year</b>	5,636	5,264	21,923	18,181
<b>Profit attributable to:</b>				
Owners of the parent	5,155	4,583	19,572	16,116
Non-controlling interests	481	681	2,351	2,065
<b>Profit for the period/year</b>	5,636	5,264	21,923	18,181
<b>Earnings per share (EPS) attributable to owners of the parent (sen):</b>				
Basic EPS	4.23	4.56	15.96	13.11
Diluted EPS	-	-	-	-

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR TWELVE MONTHS ENDED 31 DECEMBER 2011 (UNAUDITED)**

	<b>Current quarter 3 months ended 31 December</b>		<b>Cumulative quarter 12 months ended 31 December</b>	
	<b>2011 RM '000</b>	<b>2010 RM '000</b>	<b>2011 RM '000</b>	<b>2010 RM '000</b>
Profit for the period/year	5,636	5,264	21,923	18,181
<b>Other comprehensive income / (expenses), net of tax:</b>				
Currency translation differences arising from consolidation	95	648	2,204	(1,427)
Deferred tax relating to components of other comprehensive income	-	12	-	12
Fair value movements on available for sale investments	199	(68)	46	216
<b>Total comprehensive income for the period/year</b>	<b>5,930</b>	<b>5,856</b>	<b>24,173</b>	<b>16,982</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	5,450	5,107	21,747	14,916
Non-controlling interests	480	749	2,426	2,066
	<b>5,930</b>	<b>5,856</b>	<b>24,173</b>	<b>16,982</b>

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011****CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR TWELVE MONTHS ENDED 31 DECEMBER 2011 (UNAUDITED)**

	<b>Cumulative quarter 12 months ended 31 December</b>	
	<b>2011 RM'000</b>	<b>2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	29,632	24,217
Adjustments for:		
Non-cash items	3,374	4,013
Non-operating items	2,074	349
Operating profit before working capital changes	35,080	28,579
Inventories	(24,328)	(16,357)
Receivables and deposits	(14,396)	(15,632)
Payables	10,316	14,695
Cash generated from operating activities	6,672	11,285
Interest paid	(4,804)	(2,292)
Tax paid	(6,562)	(5,058)
<b>Net cash (used in)/generated from operating activities</b>	<b>(4,694)</b>	<b>3,935</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividend received	146	278
Interest received	269	150
Net cash outflow on acquisition of subsidiary companies	-	(59)
Net of purchase and disposal of investment securities	367	787
Net of purchase and disposal of property, plant and equipment and investment properties	(11,550)	(11,955)
Proceed from disposal of associate companies	1,378	18
Purchase of intangible assets	(467)	(95)
Purchase of treasury shares	(1,406)	-
<b>Net cash used in investing activities</b>	<b>(11,273)</b>	<b>(10,876)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	(5,245)	(4,283)
Proceeds from shares issued to non-controlling interests	754	42
Net changes in bank borrowings	17,278	14,368
<b>Net cash generated from financing activities</b>	<b>12,787</b>	<b>10,127</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,170)</b>	<b>3,186</b>

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (CONTINUED)  
FOR TWELVE MONTHS ENDED 31 DECEMBER 2011 (UNAUDITED)**

	<b>Cumulative quarter 12 months ended 31 December</b>	
	<b>2011 RM'000</b>	<b>2010 RM'000</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>13,625</b>	<b>11,455</b>
Effect of foreign exchange rates changes	607	(1,016)
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>11,062</b>	<b>13,625</b>
<b>CASH AND CASH EQUIVALENTS COMPRISED THE FOLLOWING:</b>		
Cash and bank balances	20,751	21,132
Overdrafts	(9,689)	(7,507)
	<b>11,062</b>	<b>13,625</b>

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR TWELVE MONTHS ENDED 31 DECEMBER 2011 (UNAUDITED)**

(RM'000)	----- Non-distributable -----						----- Distributable -----				
	----- Attributable to owners of the parent -----										
	Share capital	Share premium	Treasury shares	Revaluation reserve	Capital reserve	Exchange fluctuation reserve	Fair value adjustment reserve	Retained earnings	Total	Non-controlling interests	Total equity
<b>Balance as at 1 January 2010</b>	68,281	13,242	(8,525)	875	892	1,470	-	61,952	138,187	9,766	147,953
Effect on adopting FRS 139	-	-	-	-	-	-	61	-	61	-	61
	68,281	13,242	(8,525)	875	892	1,470	61	61,952	138,248	9,766	148,014
Changes in equity interest	-	-	-	-	-	-	-	-	-	(171)	(171)
Dividends paid	-	-	-	-	-	-	-	(3,411)	(3,411)	(872)	(4,283)
Total comprehensive income/(loss) for the year	-	-	-	12	-	(1,428)	216	16,116	14,916	2,065	16,981
<b>Balance as at 31 December 2010</b>	68,281	13,242	(8,525)	887	892	42	277	74,657	149,753	10,788	160,541
<b>Balance as at 1 January 2011</b>	68,281	13,242	(8,525)	887	892	42	277	74,657	149,753	10,788	160,541
Effect on deferred tax	-	-	-	14	-	-	-	-	14	-	14
Cancellation of treasury shares	(1,500)	(375)	1,875	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(1,406)	-	-	-	-	-	(1,406)	-	(1,406)
Changes in equity interest	-	-	-	-	-	-	-	-	-	646	646
Dividends paid	-	-	-	-	-	-	-	(4,425)	(4,425)	(820)	(5,245)
Total comprehensive income for the year	-	-	-	-	-	2,129	46	19,572	21,747	2,426	24,173
<b>Balance as at 31 December 2011</b>	66,781	12,867	(8,056)	901	892	2,171	323	89,804	165,683	13,040	178,723

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011****NOTES TO THE INTERIM FINANCIAL REPORT****- SELECTED EXPLANATORY NOTES UNDER FRS 134 – INTERIM FINANCIAL REPORTING****A1 Basis of preparation**

The interim financial statements are unaudited and have been prepared in compliance with Financial Reporting Standard 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2010. 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 2010.

**A2 Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2010, except for the adoption of the following Revised Financial Reporting Standards (“FRSs”), Amendments to FRSs and Interpretations with effect from 1 January 2011:

FRS 1 (Revised)	:	First-time Adoption of Financial Reporting Standards
FRS 3 (Revised)	:	Business Combinations
FRS 127 (Revised)	:	Consolidated and Separated Financial Statements
Amendments to FRS 1 (Revised)	:	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adoptees
Amendments to FRS 1	:	Additional Exemptions for First-time Adopters
Amendments to FRS 2	:	Share-based Payment
Amendments to FRS 2	:	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 5	:	Non-current Assets Held for Sales and Discontinued Operations
Amendments to FRS 132	:	Financial Instruments: Presentation
IC Interpretation 4	:	Determining Whether an Arrangement Contains a Lease
IC Interpretation 12	:	Service Concession Arrangements
IC Interpretation 16	:	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	:	Distributions of Non-cash Assets to Owners
IC Interpretation 18	:	Transfers of Assets from Customers
Amendments to Interpretation 9	IC :	Reassessments of Embedded Derivatives

The adoption of the above Revised FRSs, Amendments to FRSs and Interpretations does not have significant changes in the accounting policies and presentation of the financial statements of the Group upon their initial application.

In the financial year beginning 1 January 2012, the Group plans to adopt the new Malaysian Accounting Standards Board (“MASB”) approved accounting standards, “Malaysian Financial Reporting Standards” (“MFRSs”) which are effective for the financial periods beginning on or after 1 January 2012. The directors of the Group expect the adoption of the new MFRSs have no material impact on the financial statements in the year of initial application.

**A3 Auditors’ report on preceding annual financial statements**

The auditors’ report of the annual financial statements for the financial year ended 31 December 2010 was not subject to any qualification.

**A4 Seasonal or cyclical factors**

The Group performance is not materially affected by seasonal or cyclical factors.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**A5 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 current quarter and financial year-to-date.

**A6 Changes in estimates**

There were no changes in estimates that have material effect in the current quarter and financial year-to-date results.

**A7 Debt and equity securities**

There were no issuances, resale and repayments of debt and equity securities during financial year ended 31 December 2011 save for shares buy back and shares cancellation.

At the Annual General Meeting held on 22 June 2011, the Company's shareholders approved the renewal of authority to repurchase its own shares. During the financial year ended 31 December 2011, the Company repurchased 1,719,900 own shares. On 29 September 2011, the Company had cancelled of 3,000,000 treasury shares.

As at 31 December 2011, a total of 12,356,466 treasury shares, representing 9.25% of the issued and paid up share capital of the Company are being held as treasury shares and carried at cost at RM8.056 million.

**A8 Dividend paid**

A first and final single tier dividend of 3.6 sen per share amounted RM4.425 million in respect of the financial year ended 31 December 2010 was paid on 25 July 2011.

**A9 Segment information**

**By business segment**

	<b>Valves, instruments and fittings RM'000</b>	<b>Electronic RM'000</b>	<b>Pumps RM'000</b>	<b>All others RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
Revenue from external customers	156,189	7,304	18,608	11,732	-	193,833
Inter-segment revenue	49,505	435	1,746	-	(51,686)	-
<b>Total revenue</b>	<b>205,694</b>	<b>7,739</b>	<b>20,354</b>	<b>11,732</b>	<b>(51,686)</b>	<b>193,833</b>
<b>Segment results</b>	<b>30,637</b>	<b>(13)</b>	<b>2,199</b>	<b>1,468</b>	<b>-</b>	<b>34,291</b>
Unallocated expenses						(1,026)
Interest expense						(4,804)
Interest income						269
Share of results of associate companies						902
Profit before tax						29,632
Tax expense						(7,709)
Profit after tax						21,923
Non-controlling interests						(2,351)
Profit attributable to owners of the parent for financial year ended 31 December 2011						19,572



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011****A10 Valuation of property, plant and equipment**

The valuations of property, plant and equipment have been brought forward, without amendment from the annual financial statements for financial year ended 31 December 2010.

**A11 Material post balance sheet events**

There was no material events subsequent to the end of the financial year ended 31 December 2011 as at the date of this report save for on 16 January 2012, Unimech Capital Sdn. Bhd. (“UCSB”), a wholly owned subsidiary of the Company had subscribed for 195,000 ordinary shares of RM1.00 each representing 65% of the total issued and paid-up capital of Unimech ABS Sdn. Bhd. (“UASB”) for a cash consideration of RM195,000 only.

**A12 Changes in the composition of the Group**

There were no changes in the composition of the Group during the financial year ended 31 December 2011 save for the following:-

- i. On 31 January 2011, Unimech Venture Sdn. Bhd. (“UVSB”), a wholly owned subsidiary of the Company had subscribed for 9,698 ordinary shares of THB100.00 each representing 97.0% of the total issued and paid-up capital of Unimech Holdings (Thailand) Co. Ltd. (“UHT”) for a total consideration of THB969,800 (equivalent to RM99,910).
- ii. On 9 March 2011, Unimech Capital Sdn. Bhd. (“UCSB”), a wholly owned subsidiary of the Company had subscribed for 4,900 ordinary shares of RM1.00 each representing 49% of the total issued and paid-up capital of Unimech Bersatu Malaysia Sdn. Bhd. (“UBM”) for a cash consideration of RM4,900 only.
- iii. On 1 April 2011, PT. Arita Prima Indonesia (“API”), a 85% owned subsidiary of Arita Engineering Sdn. Bhd. (“AESB”) which in turn is a wholly owned subsidiary of the Company had acquired 30% of equity interest in a PT. Arita Prima Gemilang (“APG”) from non-controlling interest for a cash consideration of Rp 85,700,000 (equivalent to RM30,000). In consequent thereof, APG becomes wholly owned subsidiary of API.
- iv. On 26 May 2011, Multiplex Control & Engineering Services Pte. Ltd (“MCES”), a wholly-owned subsidiary of the Company had invested RMB700,000 (equivalent to RM329,848) into a newly incorporated company known as Arita New Valve (Huangshan) Co. Ltd. (“ANV”) (“the Investment”). The investment of RMB700,000 is equivalent to 35% of the first tranche of registered capital to be subscribed by the shareholders of ANV. The remaining registered capital is expected to be fully subscribed within the next six months from the date of the first investment.
- v. On 13 September 2011, Unimech Engineering (KL) Sdn. Bhd. (“UME(KL)”), a wholly-owned subsidiary of the Company had dispose off 40,000 shares of USD1.00 each representing 40% equity interest in Ningbo Haikē Metal Products Co. Ltd. (“NHMP”) to Mr. Cheng Fu Hai (“CFH”) for a cash consideration of RMB1,500,000 (equivalent to RM714,750).
- vi. On 17 October 2011, Unimech Holdings (Thailand) Co. Ltd. (“UH(T)”), a 97% owned subsidiary of Unimech Venture Sdn. Bhd. (“UVSB”) which is a wholly owned subsidiary of the Company had acquired 40,600 shares and 28,000 shares in TM Unimech Co. Ltd. (“TMU”) from Unimech Engineering (M) Sdn. Bhd. (“UME(M)”) and Unimech Engineering (JB) Sdn. Bhd. (“UME(JB)”) for cash consideration of THB4,060,000 (equivalent to RM394,818) and THB2,800,000 (equivalent to RM268,596) respectively (“the Restructuring”). Both UME(M) and UME(JB) are wholly owned subsidiary companies of the Company.

After the Restructuring, TMU shall cease to be an associate company of UME(M) and UME (JB) respectively.

On the same day, UH(T) had also acquired 29,400 shares from Mr. Song Kierd Teerarojunawong, 14,000 shares from Ms. Rassamee Teerarojunawong, 800 shares from Cut Right Tools (Thai) Co. Ltd., 20 shares from Ms. Wan Pin Reawtong and 10 shares from Ms. Ranjuna Jindawong for cash consideration of THB2,940,000, THB1,400,000, THB80,000, THB2,000 and THB1,000 respectively (“the Acquisition”). The total cash consideration for the Acquisition is THB4,423,000 (equivalent to RM457,338).



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

Upon completion of the Restructuring and the Acquisition, TMU become a 80.59% owned subsidiary of UH(T).

Subsequent to the Acquisition, TMU increased its paid up capital from THB14,000,000 to THB100,000,000 and UH(T) subscribed for 842,660 ordinary shares of THB100.00 each for a cash consideration of THB84,266,000 (equivalent to RM8,713,104) (“the Share Subscription”). In consequent thereof and ultimately, UH(T)’s equity interest in TMU increased from 80.59% to 95.55%.

- vii. On 2 November 2011, Q-Flex Industries (M) Sdn. Bhd. (“Q-Flex”) had transferred its 80% owned subsidiary company, Unimech Polymer Engineering Sdn. Bhd. (“UPESB”) to its related company, Unimech Capital Sdn. Bhd. (“UCSB”) for a cash consideration of RM160,000. Both Q-Flex and UCSB are wholly owned subsidiary companies of the Company.

**A13 Changes in contingent liabilities or contingent assets**

There were no material changes in the contingent liabilities for the Group since the last financial year ended 31 December 2010.

**A14 Capital commitments**

	<b>31-Dec-11 RM'000</b>
<b>Property, plant and equipment</b>	
Contracted but not provided for	4,140

**A15 Related party transactions**

	<b>12 months ended 31-Dec-11 RM'000</b>
Purchase of goods from a company in which the director of the Company has interests	92
Sale of goods to a company in which the director of the Company has interests	425



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**NOTES TO THE INTERIM FINANCIAL REPORT**

**- ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS**

**B1 Review of performance for current quarter and financial year-to-date**

Current quarter

The Group reported a revenue of RM51.836 million for the current quarter ended 31 December 2011 which was RM8.725 million or 20.2% higher as compared to the preceding year corresponding quarter ended 31 December 2010 of RM43.111 million. A higher revenue was reported in current quarter was contributed mainly by the improvement of the sales in Indonesia's operation as well as the consolidation of Thailand's operation where the controlling equity interest was acquired in last quarter of financial year ended 2011.

The Group recorded a profit before tax of RM7.703 million for the current quarter which was RM1.028 million or 15.4% higher as compared to the preceding year corresponding quarter of RM6.675 million. A higher profit reported in current quarter was in line with the increase in revenue.

Financial year-to-date

The Group reported revenue of RM193.833 million for the financial year ended 31 December 2011, representing an increase of 22.5% as compared to previous financial year ended 31 December 2010 of RM158.242 million. The increase in revenue was due principally to the increase in demand in valves, instruments and fittings ("VIFs") and related products in particularly from the operation in Indonesia. The increase in the economic activities and steady growth in Gross Domestic Products ("GDP") in Indonesia have attributed to the increase in the demand of VIFs in Indonesia market.

In tandem with the increase in revenue, the profit before tax for financial year ended 31 December 2011 improved by 22.4% to RM29.632 million as compared to last financial year ended 31 December 2010 of RM24.217 million.

**B2 Comparison with preceding quarter's results**

The revenue and profit before tax for the current quarter and preceding quarter are summarised as follows:

	<b>3 months ended 31-Dec-11 RM'000</b>	<b>3 months ended 30-Sept-11 RM'000</b>	<b>Variance</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	51,836	45,301	6,535	14.4
Profit before tax	7,703	7,370	333	4.5

The revenue for the current quarter ended 31 December 2011 increased by 14.4% as compared to preceding quarter. A higher revenue was reported in current quarter as compared to preceding quarter's was due mainly to the improvement in the sales of VIFs from Indonesia market and the consolidation of revenue of Thailand's subsidiary. Profit before tax for current quarter only improved by 4.5% was due mainly to the provision of certain expenses in the current quarter under review.

**B3 Commentary on prospects for 2012**

The uncertainty in Eurozone has a dampening impart on the global economic. Although the global economic conditions are expected to be still challenging, it is envisioned that the economy will continue to grow, albeit at a moderate pace. The Group's core business is not expected to be significantly adversely affected barring a drastic change in global economics conditions. The Group will continue with its competitive strategy of developing further on its own brands to enhance its market position. In addition, the Group will concentrate on improving the efficiency in operations to achieve the competitive edge in the market.

Taking into consideration the abovementioned factors and subject to the global economic conditions, the Board of Directors is of the view that the Group is optimistic of reporting a better performance and growth in the financial year ending 31 December 2012.



**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**

**B4 Profit forecast**

Not applicable as no profit forecast was published.

**B5 Income tax expense**

	<b>Current quarter 3 months ended 31-Dec-11 RM'000</b>	<b>Cumulative quarter 12 months ended 31-Dec-11 RM'000</b>
Current period provision	1,979	7,556
Deferred tax	88	153
	<u>2,067</u>	<u>7,709</u>

The effective tax rate for current quarter is marginally higher than the statutory tax rate was due principally to losses of certain subsidiary companies can not be used to offset against profit of other companies in the Group.

**B6 Sale of unquoted investments and properties**

The disposal of investment properties for the current quarter and cumulative quarter ended 31 December 2011 are as follows:

	<b>Current quarter 3 months ended 31-Dec-11 RM'000</b>	<b>Cumulative quarter 12 months ended 31-Dec-11 RM'000</b>
Total proceeds from disposals	-	765
Book value	-	530
Gain on disposal	-	235

**B7 Quoted investments**

The total investments in quoted investments as at 31 December 2011 are as follows:-

	<b>Investment Securities RM'000</b>
At cost	6,031
At carrying amount	5,367
At fair value	5,367

**B8 Status of corporate proposals and status of utilisation of proceeds raised**

There was no corporate proposal being carried out during the year under review.

**INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER ENDED 31 DECEMBER 2011**
**B9 Group borrowings and debt securities**

Total Group borrowings as at 31 December 2011 are as follows:

	Ringgit Malaysia RM'000	Singapore Dollar RM'000	Indonesia Rupiah RM'000	Thai Bath RM'000	Total RM'000
<b>Current</b>					
Secured borrowings	4,528	233	2,609	1,369	8,739
Unsecured borrowings	38,135	-	2,603	-	40,738
	<u>42,663</u>	<u>233</u>	<u>5,212</u>	<u>1,369</u>	<u>49,477</u>
<b>Non-current</b>					
Secured borrowings	15,911	1,719	2,158	-	19,788
Unsecured borrowings	-	-	-	-	-
	<u>15,911</u>	<u>1,719</u>	<u>2,158</u>	<u>-</u>	<u>19,788</u>
<b>Total borrowings</b>	<u>58,574</u>	<u>1,952</u>	<u>7,370</u>	<u>1,369</u>	<u>69,265</u>

**B10 Off balance sheet financial instruments**

There were no financial instruments with off balance sheet risk as at the date of this report.

**B11 Changes in material litigation**

The Group is not engaged in any material litigation as at the date of this report.

**B12 Dividend**

No dividend has been declared for the financial year ended 31 December 2011.

**B13 Earnings per share ("EPS")**

	Current quarter 3 months ended 31-Dec-11	Cumulative quarter 12 months ended 31-Dec-11
<b>Profit for the period/year (RM'000)</b>	5,636	21,923
Profit attributable to non-controlling interests (RM'000)	(481)	(2,351)
<b>Profit attributable to owners of the parent (RM'000)</b>	<u>5,155</u>	<u>19,572</u>
<b>Basic EPS</b>		
Weighted average number of ordinary shares in issue ('000)	121,879	122,612
Basic EPS (sen)	4.23	15.96



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B14 Breakdown of Realised and Unrealised Profits/Losses

	As at 31-Dec-11 (Unaudited) RM'000	As at 31-Dec-10 (Audited) RM'000
<b>Total retained earnings/(accumulated losses) of the Company and its subsidiaries:</b>		
- Realised	111,741	97,822
- Unrealised	(2,028)	(1,927)
<b>Total retained earnings/(accumulated losses) from associate companies:</b>		
- Realised	2,383	1,481
- Unrealised	(76)	(628)
	<u>112,020</u>	<u>96,748</u>
Less: Consolidation Adjustments	(22,216)	(22,091)
<b>Total group retained earnings as per consolidated accounts</b>	<u>89,804</u>	<u>74,657</u>

B15 Notes to Condensed Consolidated Income Statements

	Current quarter 3 months ended 31-Dec-11 RM'000	Cumulative quarter 12 months ended 31-Dec-11 RM'000
<b>Profit before tax is arrived at after charging/(crediting):-</b>		
Depreciation & amortisation	1,138	4,130
Dividend income	(29)	(146)
(Gain)/Loss on foreign exchange	156	(772)
Gain on disposal of associates companies	-	(714)
Gain on disposal of investment properties	-	(235)
Interest expense	1,248	4,804
Interest income	(77)	(269)
Negative goodwill recognised	(982)	(982)
Rental income	(122)	(397)

By order of the Board

Dato' Lim Cheah Chooi  
Executive Chairman

Dated this 28<sup>th</sup> February 2012