

**Unaudited Condensed Consolidated Statements of Comprehensive Income  
For the Period Ended 31 October 2010**

	Note	3 months ended		9 months ended	
		31 October 2010 RM'000	31 October 2009 RM'000	31 October 2010 RM'000	31 October 2009 RM'000
Revenue	A4	196,115	158,469	572,095	487,833
Costs of sales		(168,143)	(133,269)	(487,556)	(419,992)
<b>Gross profit</b>		27,972	25,200	84,539	67,841
Other (expenses)/income		(182)	1,280	15,653	3,905
Administrative and other expenses		(18,149)	(14,858)	(58,136)	(43,666)
Finance costs		(4,118)	(3,758)	(12,649)	(12,209)
Share of profit/(loss) of associates		584	250	(2,276)	(750)
<b>Profit before tax</b>	A4	6,107	8,114	27,131	15,121
Income tax expense	B5	(764)	(1,662)	(3,632)	(3,073)
<b>Profit for the financial period</b>		5,343	6,452	23,499	12,048
<b>Other comprehensive loss, net of tax</b>					
Gain on foreign currency translation		3,680	1,030	1,088	1,347
Gain/(loss) on cash flow hedges		59	-	(2,859)	-
<b>Other comprehensive gain/(loss) for the financial period, net of tax</b>		3,739	1,030	(1,771)	1,347
<b>Total comprehensive income for the financial period</b>		9,082	7,482	21,728	13,395

**Unaudited Condensed Consolidated Statements of Comprehensive Income  
For the Period Ended 31 October 2010 (Contd)**

	Note	3 months ended		9 months ended	
		31 October 2010 RM'000	31 October 2009 RM'000	31 October 2010 RM'000	31 October 2009 RM'000
<b>Profit attributable to:</b>					
Owners of the Company		2,090	4,700	15,030	8,238
Minority interests		3,253	1,752	8,469	3,810
<b>Profit for the financial period</b>		<b>5,343</b>	<b>6,452</b>	<b>23,499</b>	<b>12,048</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		4,449	5,399	13,132	9,242
Minority interests		4,633	2,083	8,596	4,153
<b>Total comprehensive income for the financial period</b>		<b>9,082</b>	<b>7,482</b>	<b>21,728</b>	<b>13,395</b>
<b>Profit per share attributable to owners of the Company:</b>					
Basic, for profit for the financial period (sen)	B13	2.7	6.1	19.6	10.7

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

**Condensed Consolidated Statements of Financial Position**  
**As at 31 October 2010**

	<b>Note</b>	<b>Unaudited As at 31 October 2010 RM'000</b>	<b>Audited As at 31 January 2010 RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		277,162	314,306
Prepaid land lease payments		15,755	16,264
Intangible assets		3,138	4,237
Investment in associates		644	11,124
Other investment		100	100
Deferred tax assets		22,612	23,497
		<u>319,411</u>	<u>369,528</u>
<b>Current assets</b>			
Inventories		58,615	67,580
Trade receivables		125,635	136,225
Other receivables		24,738	30,379
Tax recoverable		1,492	2,144
Cash and bank balances		82,205	45,246
Assets classified as held for sale		-	9,599
		<u>292,685</u>	<u>291,173</u>
<b>TOTAL ASSETS</b>		<b><u>612,096</u></b>	<b><u>660,701</u></b>

**Condensed Consolidated Statements of Financial Position**  
**As at 31 October 2010 (Contd)**

	Note	Unaudited As at 31 October 2010 RM'000	Audited As at 31 January 2010 RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		76,800	76,800
Reserves		79,426	67,999
<b>Total equity attributable to owners of the Company</b>		<u>156,226</u>	<u>144,799</u>
<b>Minority interests</b>		<u>66,313</u>	<u>51,403</u>
<b>Total equity</b>		<u>222,539</u>	<u>196,202</u>
<b>Non-current liabilities</b>			
Borrowings	B9	127,884	12,678
Deferred tax liabilities		5,027	5,027
		<u>132,911</u>	<u>17,705</u>
<b>Current liabilities</b>			
Borrowings	B9	128,707	298,171
Trade payables		95,109	96,399
Other payables		32,689	51,774
Tax payables		141	450
		<u>256,646</u>	<u>446,794</u>
<b>Total liabilities</b>		<u>389,557</u>	<u>464,499</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>612,096</b></u>	<u><b>660,701</b></u>

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



**Unaudited Condensed Consolidated Statements of Changes in Equity**  
**For the Six-Month Period Ended 31 October 2010**

	<-----Attributable to Owner of the Company----->								
	<-----Non-Distributable----->			Foreign	> Distributable				
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Exchange Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
<b>At 1 February 2009</b>	76,800	1,024	5,503	4,471	-	26,114	113,912	41,854	155,766
Total comprehensive income for the financial period	-	-	22	982	-	8,238	9,242	4,153	13,395
<b>At 31 October 2009</b>	<u>76,800</u>	<u>1,024</u>	<u>5,525</u>	<u>5,453</u>	<u>-</u>	<u>34,352</u>	<u>123,154</u>	<u>46,007</u>	<u>169,161</u>
<b>At 1 February 2010</b>	76,800	1,024	26,148	3,902	-	36,925	144,799	51,403	196,202
Effect on adopting FRS 139	-	-	-	-	(1,705)	-	(1,705)	-	(1,705)
<b>At 1 February 2010, restated</b>	<u>76,800</u>	<u>1,024</u>	<u>26,148</u>	<u>3,902</u>	<u>(1,705)</u>	<u>36,925</u>	<u>143,094</u>	<u>51,403</u>	<u>194,497</u>
Total comprehensive income for the financial period	-	-	(230)	1,191	(2,859)	15,030	13,132	8,596	21,728
Purchase of shares by minority interest	-	-	-	-	-	-	-	7,759	7,759
Dividends	-	-	-	-	-	-	-	(1,445)	(1,445)
<b>At 31 October 2010</b>	<u>76,800</u>	<u>1,024</u>	<u>25,918</u>	<u>5,093</u>	<u>(4,564)</u>	<u>51,955</u>	<u>156,226</u>	<u>66,313</u>	<u>222,539</u>

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

**Condensed Consolidated Statements of Cash Flow  
For the Period Ended 31 October 2010**

	<b>9 months ended</b>	
	<b>31 October 2010 RM'000</b>	<b>31 October 2009 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Profit before tax	27,131	15,121
Adjustments for:		
Finance income (including profit sharing on Mudharabah deposits)	(285)	(222)
Finance costs	12,648	12,209
Depreciation of property, plant and equipment	50,535	29,679
Amortisation of prepaid land lease payment	434	324
Amortisation of intangible assets	752	916
Gain on disposal of property, plant and equipment	(2,162)	(35)
Gain on disposal of prepaid land lease payment	(4,401)	-
Loss on disposal of 11.2% shares in subsidiary company	1,422	-
Gain on disposal of 19% shares in associate company	(7,619)	-
Net unrealised foreign exchange gain	(294)	(2,125)
Share of loss of associates	2,276	750
Operating profit before working capital changes	80,437	56,617
Decrease in inventories	8,965	8,363
Decrease/(increase) in receivables	16,525	(3,621)
Decrease in payables	(20,516)	(24,705)
Cash generated from operations	85,411	36,654
Finance costs paid	(12,648)	(12,209)
Tax refund	779	-
Tax paid	(3,183)	(2,599)
<b>Net cash generated from operating activities</b>	<b>70,359</b>	<b>21,846</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant and equipment	(14,487)	(10,785)
Proceeds from disposal of property, plant and equipment	3,257	35
Proceeds from disposal of prepaid land lease payment	14,000	-
Proceeds from disposal of prepaid land lease payment	6,337	-
Proceeds from disposal of 19% of shares in associate company	11,400	-
Finance income received	285	222
<b>Net cash generated from/(used in) investing activities</b>	<b>20,792</b>	<b>(10,528)</b>

**Condensed Consolidated Statements of Cash Flow  
For the Period Ended 31 October 2010 (Contd)**

	<b>9 months ended</b>	
	<b>31 October 2010</b>	<b>31 October 2009</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows from Financing Activities</b>		
(Placement)/maturity of deposits with licensed banks under lien	(2,944)	1,303
Early redemption of Sukuk Al-Ijarah	(139,998)	(5,003)
Net drawdown/(repayment) of term loan	118,171	(33,651)
Net repayment of hire purchase and lease financing	(3,195)	(6,629)
Net (repayment)/drawdown of short term borrowings	(26,965)	36,742
Dividends paid	(1,445)	-
<b>Net cash used in financing activities</b>	<u>(56,376)</u>	<u>(7,238)</u>
<b>Net increase in cash and cash equivalents</b>	34,775	4,080
Effects of foreign exchange rate changes	1,513	(599)
Cash and cash equivalents at beginning of the financial period	14,006	3,377
<b>Cash and cash equivalents at end of the financial period</b>	<u><b>50,294</b></u>	<u><b>6,858</b></u>

Cash and cash equivalents at the end of the financial period comprise the following:

	<b>As at 31 October 2010</b>	<b>As at 31 October 2009</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	82,205	34,421
Bank overdrafts (included within short term borrowings in Notes B9)	(16,557)	(19,866)
	<u>65,648</u>	<u>14,555</u>
Less: Deposits under lien	(15,354)	(7,697)
	<u><b>50,294</b></u>	<u><b>6,858</b></u>

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

## **Part A - Explanatory Notes Pursuant to FRS 134**

### **A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirement of FRS 134: Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 January 2010.

### **A2. Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 January 2010 except for the effect on the adoption of new FRSSs, amendments and IC interpretations that are mandatory for the Group for the financial year beginning on 1 February 2010. The adoption of these FRSSs, amendments and IC Interpretations do not have a material impact on the interim financial information of the Group except for the adoption of the followings FRSSs as set out below:

#### **(a) Revised FRS 101: Presentation of Financial Statements**

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the consolidated statements of changes in equity will now include only details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income. The Standard also introduces the statement of comprehensive income: presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, either in one single statement, or in two linked statements.

The Group has elected to present the statement of comprehensive income in one single statement. There is no impact on the results of the Group since these changes affect only the presentation of items of income and expenses.

#### **(b) FRS 139: Financial Instruments: Recognition and Measurement**

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial statements. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial statements at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the adoption of the Standard, as at transitional date on 1 January 2010.



**A2. Changes in Accounting Policies (Contd)**
**(b) FRS 139: Financial Instruments: Recognition and Measurement (Contd)**
Impact on the Opening Balance

In accordance with the transitional provisions of FRS 139, the applicable changes are applied prospectively and the comparatives as at 31 January 2010 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the statements of financial position and the statements of changes in equity as at 1 February 2010 as follows:-

	As previously reported (audited)	Effect of FRS 139	As restated
	RM'000	RM'000	RM'000
<b>Assets</b>			
<b>Current assets</b>			
Investment in associates	11,124	(1,705)	9,419
<b>Equity</b>			
Hedging reserves	-	(1,705)	(1,705)

**A3. Auditors' Report on Preceding Annual Financial Statements**

The Auditors' Report on the financial statements for the financial year ended 31 January 2010 was not qualified.

## A4. Segmental Information of Current Quarter

	Automotive Division *		Power Engineering and Projects Division **		Company		Eliminations		Consolidated	
	31 October 2010	31 October 2009	31 October 2010	31 October 2009	31 October 2010	31 October 2009	31 October 2010	31 October 2009	31 October 2010	31 October 2009
	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	170,650	140,995	25,465	17,474	-	-	-	-	196,115	158,469
Inter-segment sales	10,359	4,742	76	-	3,617	623	(14,052)	(5,365)	-	-
Total revenue	<u>181,009</u>	<u>145,737</u>	<u>25,541</u>	<u>17,474</u>	<u>3,617</u>	<u>623</u>	<u>(14,052)</u>	<u>(5,365)</u>	<u>196,115</u>	<u>158,469</u>
<b>Result</b>										
Segment results/ operating	9,072	12,189	(172)	140	754	(707)	(13)	-	9,641	11,622
Finance costs									(4,118)	(3,758)
Share of profit of associates	-	-	584	250	-	-	-	-	584	250
Profit before tax									6,107	8,114
Income tax expense									(764)	(1,662)
Profit for the financial period									<u>5,343</u>	<u>6,452</u>

	Malaysia		Thailand		Indonesia		Consolidated	
	31 October 2010	31 October 2009	31 October 2010	31 October 2009	31 October 2010	31 October 2009	31 October 2010	31 October 2009
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Total revenue from external customers	<u>149,523</u>	<u>120,343</u>	<u>43,422</u>	<u>36,282</u>	<u>3,170</u>	<u>1,844</u>	<u>196,115</u>	<u>158,469</u>

\* Automotive Division comprises Automotive Component Manufacturing (ACM) and Premium Automotive Dealership (PAD)

\*\* Power Engineering and Projects Division (PEP Division) comprises Power Engineering & Railway and Oil & Gas of fabrication and operation maintenance

**A5. Unusual Items due to their Nature, Size and Incidence**

There were no items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 October 2010.

**A6. Changes in Estimates**

There were no changes in the estimates reported in the prior financial year that have a material effect in the current quarter.

**A7. Comment about Seasonal or Cyclical Factors**

The business operations of the Group were not affected by any seasonal or cyclical factors.

**A8. Dividends Paid**

During the reporting quarter, there was no dividend paid or become payable.

**A9. Carrying Amount of Revalued Assets**

During the reporting quarter, there have been no valuations of property, plant and equipment.

**A10. Debt and Equity Securities**

There were no issuance and/or repayment of debt and equity securities, issuance of new ordinary share, share buybacks, share cancellations, share held as treasury shares and resale of treasury shares for the current reporting quarter.

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

During the reporting quarter, there were no changes in the composition of the Group except for the disposal of 11.2% or 268,994 ordinary shares in a subsidiary company, Ingress Autoventures Co., Ltd for a cash consideration of THB66,710,512 via a subsidiary company, Ingress Precision Sdn Bhd on 8 September 2010 to Katayama Kogyo Co., Ltd, a joint venture partner incorporated in Japan.

#### A12. Capital Commitments

There were no material changes in capital commitments for the Group since the previous statements of financial position as at 31 January 2010.

#### A13. Changes in Contingent Liabilities or Contingent Assets

The Company provides corporate guarantee to financial institutions for all bank facilities utilised by subsidiaries of the Group of RM256,590,960.

#### A14. Subsequent Events

On 12 November 2010, the Group via a subsidiary company, Multi Discovery Sdn Bhd has entered into a Share Sale Agreement for the disposal of the entire 400,000 ordinary shares of RM1 each in Matrix Power Services Sdn Bhd with a cash consideration of RM200,000 to a third party conditional upon consent from financial institution.

There were no other material subsequent events between the end of current quarter and the date of announcement other than as disclosed above.

#### A15. Related Party Disclosures

	3 months ended		9 months ended	
	31 October 2010	31 October 2009	31 October 2010	31 October 2009
	RM'000	RM'000	RM'000	RM'000

Purchase of materials by subsidiaries from:

G-Shin Corporation Sdn Bhd	2,609	2,829	8,948	7,989
Combat Coating (M) Sdn Bhd	-	-	-	12
	<u>2,609</u>	<u>2,829</u>	<u>8,948</u>	<u>8,001</u>

G-Shin Corporation Sdn Bhd and Combat Coating (M) Sdn Bhd are companies related to a former Executive Director of the Company. These companies supply parts and materials to subsidiaries - Ingress Technologies Sdn Bhd and Ingress Precision Sdn Bhd.

There were no other recurrent related party transactions of revenue or trading nature during the financial period under review other than as disclosed above.

## **Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**

### **B1. Performance Review for the Third Quarter of Financial Year 2011 (FY11)**

For the current quarter, the Group registered a revenue of RM196.1 million and profit before tax of RM6.1 million in comparison to previous financial year corresponding quarter revenue of RM158.5 million and profit before tax of RM8.1 million.

In the reporting quarter,

- i. the Automotive Division recorded a revenue of RM170.7 million and profit before tax of RM6.3 million as against the previous financial year's corresponding quarter revenue of RM141.0 million and profit before tax of RM8.7 million.
- ii. the Power Engineering and Projects Division (PEP Division) recorded a revenue of RM25.5 million and loss before tax of RM1.9 million in comparison to the previous financial year corresponding quarter revenue of RM17.5 million and profit before tax of RM0.02 million. Together with its associate companies, PEP Division recorded loss before tax of RM1.4 million in comparison to previous financial year corresponding quarter profit before tax of RM0.3 million.

Further analysis of current quarter performance in comparison to corresponding quarter previous financial year are as follows:-

- i. Automotive Division reported an increase of 21% in revenue.
- ii. Automotive Components Manufacturing (ACM) registered an increase in revenue by 14% whilst Premium Automotive Dealership (PAD) recorded 36% increase in revenue.
- iii. ACM Malaysia recorded 8% increase in revenue.

Supplies for door related parts, moulding and sash products for the Perodua Alza commenced delivery in Q4FY10 continued in this quarter. In comparison to the previous financial year corresponding quarter, Proton Savvy, Proton Satria Neo, Proton Exora, Perodua Viva and Perodua Myvi experienced decreases in volume.

- iv. ACM Thailand registered a 20% increase in revenue in comparison to the previous financial year corresponding quarter. All models recorded increases in volume except for Honda Civic, Honda City, AAT Ford Ranger and AAT Ford Everest.

**B1. Performance Review for the Third Quarter of Financial Year 2011 (FY11) (Contd)**

- v. ACM Indonesia recorded a 72% increase in revenue in comparison to the previous financial year corresponding quarter. All models registered increases in volume.
- vi. PEP Division recorded 46% increase in revenue in comparison to the previous financial year corresponding quarter.

**B2. Comment on Material Change in Profit Before Tax in Comparison to the Immediate Preceding Quarter.**

For the current quarter, the Group recorded profit before tax of RM6.1 million in comparison to the immediate preceding quarter profit before tax of RM5.7 million.

Higher profit before tax recorded in the current quarter was mainly due to the bonus paid to employees and Sukuk Refinancing Exercise expenses recognised in the immediate preceding quarter despite a recognition of loss on disposal of 11.2% shares in a subsidiary during the quarter under review (Refer A11)

**B3. Commentary on Prospects**

For ACM Malaysia, revenue is expected to improve with the full year impact on supply of door related parts, moulding and sash for Perodua Alza. The improvements registered for automotive in Thailand and Indonesia for the current quarter will continue.

The Pemium Automotive Dealership is expected to improve in volume.

For PEP Division, significant progress are expected to be recorded on the existing and recently awarded jobs.

**B4. Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast or profit guarantee in respect of the current period.

## B5. Taxation

	3 months ended		6 months ended	
	31 October 2010 RM'000	31 October 2009 RM'000	31 October 2010 RM'000	31 October 2009 RM'000
Income tax	(938)	(636)	(2,747)	(1,671)
Deferred tax expenses	174	(1,026)	(885)	(1,402)
	<u>(764)</u>	<u>(1,662)</u>	<u>(3,632)</u>	<u>(3,073)</u>

The effective tax rate on the Group takes into consideration the following:

- i. Tax incentive in form of tax exemption from the Board of Investment of Thailand for ACM Thailand operation.
- ii. Investment Tax Allowance and Reinvestment Allowance granted to a few subsidiaries of ACM Malaysia.
- iii. Utilisation of Investment Tax Allowance, Reinvestment Allowance and Unutilised Tax Losses for a few subsidiaries of ACM Malaysia.

## B6. Sales of Unquoted Investments and Properties

There were no sales of unquoted investments and/or properties for the current financial period under review.

## B7. Quoted Securities

There were no purchases or disposals of quoted securities for the current financial period under review.

## B8. Corporate Proposal

There were no corporate proposals announced and not completed as at the date of this quarterly report.

**B9. Borrowings**

	<b>Unaudited As at 31 October 2010 RM'000</b>	<b>Audited As at 31 January 2010 RM'000</b>
<b>Short term borrowings</b>		
Secured	77,981	80,833
Unsecured	50,726	217,338
	<u>128,707</u>	<u>298,171</u>
<b>Long term borrowings</b>		
Secured	124,624	9,396
Unsecured	3,260	3,282
	<u>127,884</u>	<u>12,678</u>

Including borrowings denominated in foreign currencies as at 31 October 2010:

	<b>THB'000</b>	<b>RM'000 Equivalent</b>
<b>Thai Baht (THB'000)</b>		
Short term borrowings	393,509	40,821
Long term borrowings	38,054	3,948
	<u>431,563</u>	<u>44,769</u>
	<b>IDR'000</b>	<b>RM'000 Equivalent</b>
<b>Indonesian Rupiah (IDR'000)</b>		
Short term borrowings	12,032,579	4,187
Long term borrowings	642,826	224
	<u>12,675,405</u>	<u>4,411</u>

On 30 June 2010, the Group has fully redeemed the outstanding Sukuk of RM120.3 million by utilising the proceeds from Syndicated Commodity Murabahah Islamic Term Financing Facility amounting to RM110 million as well as from the internally generated fund. The Group then has successfully resolved the issues for the non-compliance of the Sukuk financial covenants which transpired since April 2008.

**B10. Off Balance Sheet Financial Instruments**

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



## **B11. Changes in Material Litigation**

### **(a) Kuala Lumpur High Court Civil Suit No. S-22-147-2007**

A subsidiary of the Group, namely Ingress Fabricators Sdn Bhd (IFSB) (“the Plaintiff”), had served a Writ of Summons & Statement of Claims (“the Writ”) dated 8 February 2007 filed at the Kuala Lumpur High Court against Ramunia Fabricators Sdn Bhd (“the Defendant”).

In this suit, IFSB is claiming for the following sums alleged to be due and owing by the Defendant to IFSB in respect of the contract E8DR-A Topside (Piping) to provide management, supervision, qualified manpower, tools, consumables and equipments:

- i. The sum of RM1,494,700;
- ii. Interest at the rate of 8% per annum on the said sum from 9 November 2006 until full settlement;
- iii. Interest on all damages awarded at the rate of 8% per annum from the date of judgment until full settlement;
- iv. Costs; and
- v. Such further or other relief that the Honorable Court deems fit and proper to grant.

Currently at the stage of Pre Trial Case Management, the last 17 December 2010, the parties to prepare and submit the related bundles of documents to Court on or by the next Case Management date 12 May 2011.

### **(b) Kuala Lumpur High Court Civil No. S22-424-2007**

Ingress Fabricators Sdn Bhd (IFSB) (“the Plaintiff”), had served a Writ of Summons & Statement of Claims (“the Writ”) dated 25 April 2007 filed at the Kuala Lumpur High Court against Ramunia Fabricators Sdn Bhd (“the Defendant”).

In this suit, IFSB is claiming for the following sums alleged to be due and owing by the Defendant to IFSB in relation to the contract to provide structural works for Guntong E-Jacket, E8DR-A Substructure, E11P-B Substructure and E8DRA Topside:-

- i. The sum of RM3,794,912;
- ii. The sum of RM198,129;
- iii. The sum of RM235,732;
- iv. Interest on all damages awarded at the rate of 8% per annum from the date of judgement until full settlement;
- v. Costs; and
- vi. Such further or other relief that the Honorable Court deems fit and proper to grant.

Currently at the stage of Pre Trial Case Management, the last 17 December 2010, the parties to prepare and submit the related bundles of documents to Court on or by the next Case Management date 12 May 2011.

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

(c) Kuala Lumpur High Court Civil Suit No. S-22-1134-2008

Ingress Fabricators Sdn Bhd (IFSB) and Technical Business Group Sdn Bhd (TBGSB) (“the Plaintiff”), had filed a Writ of Summons & Statement of Claims (“the Writ”) dated 18 December 2008 at the Kuala Lumpur High Court against Ramunia Fabricators Sdn Bhd and Shaharudin Bin Tahir (“the Defendant”).

In this suit, IFSB and TBGSB is claiming for the following sums alleged to be due and owing by the Defendant to IFSB and TBGSB in respect of outstanding principal and retention sum amount of the contract to provide management, supervision, qualified manpower, tools, consumables and equipments:

- i. The sum of outstanding principal amount of RM3,917,072.73;
- ii. Interest at the rate of 8% per annum on the said sum from 18 December 2008 until the date of judgement;
- iii. Interest at the rate of 8% per annum from the date of judgement until full settlement;
- iv. The sum of outstanding retention money amount of RM633,807.00;
- v. Interest at the rate of 8% per annum on the said sum from 18 December 2008 until the date of judgement;
- vi. Interest at the rate of 8% per annum from the date of judgement until full settlement;
- vii. The sum of variation order claims amount of RM39,745.00;
- viii. Interest at the rate of 8% per annum on the said sum from 18 December 2008 until the date of judgement; and
- ix. Interest at the rate of 8% per annum from the date of judgement until full settlement.

The Honourable Judge's decision on 9 October 2010 to fix the trial of all the above legal suits before the same Judge. The Consolidation Application with S7-22-147-2007 was disposed. In the Case Management date on 17 December 2010, both Parties to prepare and submit the related documents to the Court on or by 12 May 2011.

(d) Kuala Lumpur High Court Civil Suit No. S-22-419-2010

Ingress Fabricators Sdn Bhd (IFSB) (“the Plaintiff”), had served a Writ of Summons & Statement of Claims (“the Writ”) dated 13 May 2010 (After the RO leave application granted by court) filed at the Kuala Lumpur High Court against Ramunia Fabricators Sdn Bhd (“the Defendant”).

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

(d) Kuala Lumpur High Court Civil Suit No. S-22-419-2010 (Contd)

In this suit, IFSB is claiming for the following sums alleged to be due and owing by the Defendant to IFSB in relation to the contract E8DRA Topside (Piping) to provide management, supervision, qualified manpower, tools, consumables and equipments:

- i. The work done under Main Contract RM617,168.00;
- ii. The retention sum RM50,000; and
- iii. The interest at rate of 8% per annum on the above from 9 November 2006 until full settlement.

The Honourable Judge's decision on 9 October 2010 to fix the trial of all the above legal suits before the same Judge. The Consolidation Application with S7-22-147-2007 was disposed. In the Case Management date on 17 December 2010, both Parties to prepare and submit the related documents to the Court on or by 12 May 2011.

(e) Johor Bharu High Court Civil Suit No. MT1-22-95-2008

Ingress Fabricators Sdn Bhd (IFSB) ("the Plaintiff"), had served a writ of Summons & Statement of Claims ("the Writ") dated 18 May 2009 filed at the Johor Bharu High Court against Megard Engineering Sdn Bhd ("the Defendant").

In this suit, IFSB is claiming for the following sums alleged to be due and owing by the Defendant to IFSB in relation to the contract Gemusut Project to provide management, supervision, qualified manpower, tools, consumables and equipments:

- i. The sum of RM142,483.73;
- ii. The sum of RM547,500.00;
- iii. The sum of RM191,625.00;
- iv. The sum of RM50,000.00;
- v. The sum of RM232,500.00;
- vi. The sum of RM81,375.00;
- vii. The sum of RM749,509.57;
- viii. Interest at the rate of 8% per annum on the specific damages from the date of filing of the Writ until full realisation or any sums to be determined by the Honourable Court;

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

(e) Johor Bharu High Court Civil Suit No. MT1-22-95-2008 (Contd)

- ix. Interest at the rate of 8% per annum on all claims from the date of filing of the Writ until full realisation or any sums to be determined by the Honourable Court;
- x. Interest at the rate of 8% per annum on all claims from the date of judgement until the date of full assessment by the Honourable Court or any sums to be determined by the Honourable Court;
- xi. Interest at the rate of 8% per annum on claims herein from the date of assessment by the Honourable Court until full realisation or any sums to be determined by the Honourable Court; and
- xii. Costs.

During the midst of preparation for trial, the Defendant had been wound up and an Official Receiver was appointed on 26 November 2009. The matter regarding the current status of company was mentioned in court during the last Pre Trial Case management on 24 November 2010. IFSB is recommended to discontinue this legal suit by virtue of the company winding up by not applying for leave of court to proceed. IFSB will update the court the next action taken in next mention date on 23 December 2010.

(f) Kuala Lumpur High Court, Commercial Division - Civil Suit No.: D-22 NCC-586-2010

On 26 March 2010, PNA Technologies Sdn Bhd (“PNA”) filed a Writ of Summon and Statement of Claims at the Kuala Lumpur High Court against Ingress Engineering Sdn Bhd (“IESB”). Inter-alia, PNA is claiming an amount of RM3,650,776.26 as at 13 January 2010, plus interest. Its Statement of Claims stated that it was for the sum due and payable by IESB for the supply of raw material and wire harness components in respect of Proton Saga BLM and Proton Persona by PNA to IESB.

On 3 June 2010, IESB filed Statement of Defense and Counter Claim at the Kuala Lumpur High Court disputing the claims by PNA on the ground that, inter-alia, the invoices submitted by PNA to IESB were not according to Proton’s QAF5 requirements and the figures therein were never agreed by IESB. Further, the transportation and accommodation costs charged as well as exchange rates used by PNA in its invoices were deemed unreasonable. IESB refuted all the claims made by PNA and in return, is counter-claiming from PNA an amount of RM489,751.08, for overcharging of transportation costs by PNA together with interest.

This case is scheduled for Mention at the Kuala Lumpur High Court on 20 and 21 January 2011.

**B12. Dividend Payable**

There was no dividend proposed or become payable for the reporting quarter.

**B13. Earnings Per Share**

	<b>3 months ended</b>	
	<b>31 October</b>	<b>31 October</b>
	<b>2010</b>	<b>2009</b>
Profit for the financial period attributable to Owners of the Company (RM'000)	2,090	4,700
Number of ordinary shares in issue (RM'000)	76,800	76,800
Basic, for profit for the financial period (sen)	2.7	6.1

**B14. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a Resolution of the Directors on 21 December 2010.