

Unaudited Condensed Consolidated Statements of Comprehensive Income
For the Period Ended 31 January 2011

	Note	3 months ended		12 months ended	
		31 January 2011 RM'000	31 January 2010 RM'000	31 January 2011 RM'000	31 January 2010 RM'000
Revenue	A4	189,386	162,825	761,481	650,622
Costs of sales		(164,252)	(136,610)	(651,808)	(556,600)
Gross profit		25,134	26,215	109,673	94,022
Other income		1,163	7,778	16,816	11,718
Administrative and other expenses		(18,970)	(24,435)	(77,107)	(68,103)
Finance costs		(3,849)	(6,346)	(16,497)	(18,554)
Share of profit/(loss) of associates		655	1,243	(1,622)	493
Profit before tax	A4	4,133	4,455	31,263	19,576
Income tax expense	B5	2,017	2,041	(1,615)	(1,032)
Profit for the financial period		6,150	6,496	29,648	18,544
Other comprehensive loss, net of tax					
Loss on foreign currency translation		(4,451)	(2,145)	(3,363)	(798)
Loss on cash flow hedges		(449)	-	(3,308)	-
Revaluation of land and buildings		-	22,690	-	22,690
Other comprehensive (loss)/gain for the financial period, net of tax		(4,900)	20,545	(6,671)	21,892
Total comprehensive income for the financial period		1,250	27,041	22,977	40,436

Unaudited Condensed Consolidated Statements of Comprehensive Income
For the Period Ended 31 January 2011 (Contd)

	Note	3 months ended		12 months ended	
		31 January 2011 RM'000	31 January 2010 RM'000	31 January 2011 RM'000	31 January 2010 RM'000
Profit attributable to:					
Owners of the Company		2,105	2,573	17,134	10,811
Minority interests		4,045	3,923	12,514	7,733
Profit for the financial period		6,150	6,496	29,648	18,544
Total comprehensive income attributable to:					
Owners of the Company		(1,457)	21,645	11,674	30,887
Minority interests		2,707	5,396	11,303	9,549
Total comprehensive income for the financial period		1,250	27,041	22,977	40,436
Profit per share attributable to owners of the Company:					
Basic, for profit for the financial period (sen)	B13	2.7	3.4	22.3	14.1

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 January 2011

	Note	Unaudited As at 31 January 2011 RM'000	Audited As at 31 January 2010 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		278,990	330,570
Intangible assets		3,446	4,237
Investment in associates		2,635	11,124
Other investment		100	100
Deferred tax assets		25,771	23,497
		<u>310,942</u>	<u>369,528</u>
Current assets			
Inventories		45,498	67,580
Trade receivables		124,094	136,225
Other receivables		27,055	30,379
Tax recoverable		2,044	2,144
Cash and bank balances		73,042	45,246
Assets of disposal classified as held for sale		6,713	9,599
		<u>278,446</u>	<u>291,173</u>
TOTAL ASSETS		<u>589,388</u>	<u>660,701</u>

Condensed Consolidated Statements of Financial Position
As at 31 January 2011 (Contd)

	Note	Unaudited As at 31 January 2011 RM'000	Audited As at 31 January 2010 RM'000
EQUITY AND LIABILITIES			
Equity			
Share capital		76,800	76,800
Reserves		77,968	67,999
Total equity attributable to owners of the Company		<u>154,768</u>	<u>144,799</u>
Minority interests		67,245	51,403
Total equity		<u>222,013</u>	<u>196,202</u>
Non-current liabilities			
Borrowings	B9	120,038	12,678
Deferred tax liabilities		5,006	5,027
		<u>125,044</u>	<u>17,705</u>
Current liabilities			
Borrowings	B9	110,347	298,171
Trade payables		89,114	96,399
Other payables		35,572	51,774
Tax payables		872	450
Liabilities directly associated with disposal classified held for sale		6,426	-
		<u>242,331</u>	<u>446,794</u>
Total liabilities		<u>367,375</u>	<u>464,499</u>
TOTAL EQUITY AND LIABILITIES		<u>589,388</u>	<u>660,701</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 January 2011

	<-----Attributable to Owner of the Company----->						Total RM'000	Minority Interests RM'000	Total Equity RM'000
	<-----Non-Distributable----->			Distributable					
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Foreign Exchange Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000			
At 1 February 2009	76,800	1,024	5,503	4,471	-	26,114	113,912	41,854	155,766
Total comprehensive income for the financial period	-	-	20,645	(569)	-	10,811	30,887	9,549	40,436
At 31 January 2010	<u>76,800</u>	<u>1,024</u>	<u>26,148</u>	<u>3,902</u>	<u>-</u>	<u>36,925</u>	<u>144,799</u>	<u>51,403</u>	<u>196,202</u>
At 1 February 2010	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)
At 1 February 2010, restated	<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	-	-	(855)	(1,297)	(3,308)	17,134	11,674	11,303	22,977
Purchase of shares by minority interest	-	-	-	-	-	-	-	7,759	7,759
Dividends	-	-	-	-	-	-	-	(3,220)	(3,220)
At 31 January 2011	<u>76,800</u>	<u>1,024</u>	<u>25,293</u>	<u>2,605</u>	<u>(5,013)</u>	<u>54,059</u>	<u>154,768</u>	<u>67,245</u>	<u>222,013</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 January 2011**

	12 months ended	
	31 January 2011	31 January 2010
	RM'000	RM'000
Cash Flows from Operating Activities		
Profit before tax	31,263	19,576
Adjustments for:		
Finance income (including profit sharing on Mudharabah deposits)	(509)	(332)
Finance costs	16,497	18,554
Depreciation of property, plant and equipment	66,517	57,887
Amortisation of intangible assets	984	1,217
Gain on disposal of property, plant and equipment	(6,550)	(38)
Loss on disposal of 11.2% shares in subsidiary company	1,422	-
Gain on disposal of 19% shares in associate company	(7,619)	-
Allowance for doubtful debts	175	1,074
Provision for foreseeable losses	3,658	224
Provision for obsolete stock	2,743	-
Impairment loss of goodwill	-	222
Write-down of inventories	-	42
Net unrealised foreign exchange loss/(gain)	54	(2,091)
Share of loss/(profit) of associates	1,622	(493)
Operating profit before working capital changes	110,257	95,842
Decrease in inventories	19,338	14,346
Decrease in receivables	11,567	9,748
Decrease in payables	(23,916)	(26,262)
Cash generated from operations	117,246	93,674
Finance costs paid	(16,497)	(18,554)
Tax refund	779	-
Tax paid	(4,167)	(3,054)
Net cash generated from operating activities	97,361	72,066
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(16,135)	(36,536)
Purchase of shares in an associate company	(1,786)	-
Proceeds from disposal of property, plant and equipment	17,257	45
Proceeds from disposal of subsidiaries	6,337	-
Proceeds from disposal of 19% of shares in associate company	11,400	-
Finance income received	509	332
Net cash generated from/(used in) investing activities	17,582	(36,159)

**Condensed Consolidated Statements of Cash Flow
For the Period Ended 31 January 2011 (Contd)**

	12 months ended	
	31 January 2011	31 January 2010
	RM'000	RM'000
Cash Flows from Financing Activities		
Placement of deposits with licensed banks under lien	(2,310)	(3,410)
Early redemption of Sukuk Al-Ijarah	(139,998)	(5,003)
Net drawdown/(repayment) of term loan	106,997	(20,570)
Net repayment of hire purchase and lease financing	(3,127)	(2,953)
Net (repayment)/drawdown of short term borrowings	(41,758)	10,641
Dividends paid	(3,220)	-
Net cash used in financing activities	(83,416)	(21,295)
Net increase in cash and cash equivalents	31,527	14,612
Effects of foreign exchange rate changes	(3,461)	(3,984)
Cash and cash equivalents at beginning of the financial period	14,006	3,378
Cash and cash equivalents at end of the financial period	42,072	14,006

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

	As at 31 January 2011	As at 31 January 2010
	RM'000	RM'000
Cash and bank balances	73,042	45,246
Bank overdrafts (included within short term borrowings in Notes B9)	(16,250)	(18,830)
	56,792	26,416
Less: Deposits under lien	(14,720)	(12,410)
	42,072	14,006

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 FRSs, amendments and IC interpretations that are mandatory for the Group for the financial year beginning on 1 February 2010. The adoption of these FRSs, 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 FRSs 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 117: Leases

Prior to 1 January 2010, for all leases of land and buildings, if title is not expected to pass to the lessee by the end of the lease term, the lessee normally does not receive substantially all of the risks and rewards incidental to ownership. Hence, all leasehold land held for own use was classified by the Group as operating lease and where necessary, the minimum lease payments or the up-front payments made were allocated between the land and the building elements in proportion to the relative fair values for leasehold interests in the land element and building element of the lease at the inception of the lease. The up-front payment represented prepaid lease payments and were amortised on a straight-line basis over the lease term.

A2. Changes in Accounting Policies (Contd)
(b) FRS 117: Leases (Contd)

The amendments to FRS 117: Leases clarify that leases of land and buildings are classified as operating or finance leases in the same way as leases of other assets. They also clarify that the present value of the residual value of the property in a lease with a term of several decades would be negligible and accounting for the land element as a finance lease in such circumstances would be consistent with the economic position of the lessee. Hence, the adoption of the amendments to FRS 117 has resulted in certain unexpired land leases to be reclassified as finance leases. The Group has applied this change in accounting policy retrospectively and certain comparatives have been restated. The following are effects to the consolidated statement of financial position as at 31 January 2010 arising from the above change in accounting policy:

	As previously reported (audited) RM'000	Effect of FRS 117 RM'000	As restated RM'000
Assets			
Non-current assets			
Property, plant and equipment	314,306	16,264	330,570
Prepaid land lease payments	16,264	(16,264)	-

(c) 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)
(c) 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) RM'000	Effect of FRS 139 RM'000	As restated RM'000
Assets			
Current assets			
Investment in associates	11,124	(1,705)	9,419
Equity			
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 January 2011	31 January 2010	31 January 2011	31 January 2010	31 January 2011	31 January 2010	31 January 2011	31 January 2010	31 January 2011	31 January 2010
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue										
External sales	169,940	136,249	19,446	26,576	-	-	-	-	189,386	162,825
Inter-segment sales	4,449	36,199	55	17	5,985	931	(10,489)	(37,147)	-	-
Total revenue	<u>174,389</u>	<u>172,448</u>	<u>19,501</u>	<u>26,593</u>	<u>5,985</u>	<u>931</u>	<u>(10,489)</u>	<u>(37,147)</u>	<u>189,386</u>	<u>162,825</u>
Result										
Segment results/ operating	13,933	9,867	(5,426)	(1,009)	331	(1,521)	(1,511)	2,221	7,327	9,558
Finance costs									(3,849)	(6,346)
Share of profit of associates	-	-	655	1,243	-	-	-	-	655	1,243
Profit before tax									<u>4,133</u>	<u>4,455</u>
Income tax expense									2,017	2,041
Profit for the financial period									<u>6,150</u>	<u>6,496</u>

	Malaysia		Thailand		Indonesia		Consolidated	
	31 January 2011	31 January 2010	31 January 2011	31 January 2010	31 January 2011	31 January 2010	31 January 2011	31 January 2010
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Total revenue from external customers	<u>141,413</u>	<u>121,633</u>	<u>44,460</u>	<u>38,958</u>	<u>3,513</u>	<u>2,234</u>	<u>189,386</u>	<u>162,825</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 January 2011.

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

On 16 December 2010, relevant authority in India has granted its approval for the allotment of 5,409,675 new ordinary shares of Indian Rupee (INR) 10 each in Ingress Mayur Auto Ventures Private Limited ("IMAPL") (New IMAPL Shares) based on the application submitted by IMAPL to the relevant authority on 26 November 2010. Out of these New IMAPL Shares allotted, our wholly-owned subsidiary, Ingress Engineering Sdn Bhd subscribed for 2,567,870 New IMAPL Shares at par, whilst our joint venture partner, Mayur Industries Ltd., India subscribed for the remaining 2,841,805 New IMAPL Shares, also at par. The Subscription by IESB was for the cash consideration of INR25,678,700 which is 40% equity holding.

A11. Changes in Composition of the Group (Contd)

On 27 January 2011, the Group via a subsidiary company, Ingress Precision Sdn Bhd has entered into Share Sale Agreement to acquire 126,475 ordinary shares of IDR8,875 each in a subsidiary of IPSB, PT Ingress Malindo Ventures (PTIMV) from an Indonesian partner, PT Tidar Adyagiri Sakti for a total consideration of IDR1,122 million. This represent an additional 10% equity shareholding by IPSB in PTIMV and given a total equity holding of 90%.

There were no other changes in the composition of the Group during the reporting quarter other than as disclosed above.

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 RM134,020,249.

A14. Subsequent Events

On 16 February 2011, the Company has entered into Sale and Purchase of Shares Agreement for the disposal of entire 960,000 ordinary shares of RM1 each, representing 49% equity share in Maju Nusa Sdn Bhd (MNSB) to third party for a cash consideration of RM100,000.

While 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 (MPSSB) with a cash consideration of RM200,000 to a third party conditional upon consent from financial institution. As at 31 January 2011, the assets and liabilities related to MPSSB have been presented as "Assets of disposal classified as held for sale" and "Liabilities directly associated with disposal group classified as held for sale". The disposal has yet to be completed as at the date of this announcement.

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		12 months ended	
	31 January	31 January	31 January	31 January
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
Purchase of materials by subsidiaries from:				
G-Shin Corporation Sdn Bhd	2,217	1,830	11,165	9,818
Combat Coating (M) Sdn Bhd	-	-	-	12
	<u>2,217</u>	<u>1,830</u>	<u>11,165</u>	<u>9,830</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 Fourth Quarter of Financial Year 2011 (FY11)

For the current quarter, the Group registered a revenue of RM189.4 million and profit before tax of RM4.1 million in comparison to previous financial year corresponding quarter revenue of RM162.8 million and profit before tax of RM4.5 million. Improvement in revenue mainly due from Automotive Division, with 25% revenue increase supported by 14% revenue improvement for both ACM Thailand and ACM Indonesia.

In the reporting quarter,

- i. the Automotive Division recorded revenue of RM169.9 million and profit before tax of RM7.3 million as against the previous financial year's corresponding quarter revenue of RM136.2 million and profit before tax of RM6.9 million.
- ii. the Power Engineering and Projects Division (PEP Division) recorded revenue of RM19.4 million and loss before tax of RM7.6 million in comparison to the previous financial year corresponding quarter revenue of RM26.6 million and loss before tax of RM4.0 million. Together with its associate companies, PEP Division recorded loss before tax of RM7.0 million in comparison to previous financial year corresponding quarter loss before tax of RM2.7 million.

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 RM4.1 million in comparison to the immediate preceding quarter profit before tax of RM6.1 million. Lower profit before tax recorded for the current quarter is mainly due to the drop in revenue in comparison to the immediate preceding quarter.

B3. Commentary on Prospects

We expect the Automotive Division to further improve in the coming years on the prospect of improving in the Asian region. We also expect PEP Division to improve given the existing and recently awarded projects and the government initiatives under the transformation programme.

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 January 2011 RM'000	31 January 2010 RM'000	31 January 2011 RM'000	31 January 2010 RM'000
Income tax	(1,163)	484	(3,910)	(1,187)
Deferred tax expenses	3,180	1,557	2,295	155
	<u>2,017</u>	<u>2,041</u>	<u>(1,615)</u>	<u>(1,032)</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

	Unaudited As at 31 January 2011 RM'000	Audited As at 31 January 2010 RM'000
Short term borrowings		
Secured	67,628	80,833
Unsecured	42,719	217,338
	<u>110,347</u>	<u>298,171</u>
Long term borrowings		
Secured	117,359	9,396
Unsecured	2,679	3,282
	<u>120,038</u>	<u>12,678</u>

Including borrowings denominated in foreign currencies as at 31 January 2011:

	THB'000	RM'000 Equivalent
Thai Baht (THB'000)		
Short term borrowings	324,322	31,829
Long term borrowings	26,623	2,613
	<u>350,945</u>	<u>34,442</u>
	IDR'000	RM'000 Equivalent
Indonesian Rupiah (IDR'000)		
Short term borrowings	12,179,070	4,117
Long term borrowings	339,106	115
	<u>12,518,176</u>	<u>4,232</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 RM1,494,699.72;
- 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.

In ensuring our compliance with the next Case Management directions, the amendment of Pleadings was filed in second week of March, thus the sum of RM1,494,699.72 for variation works and acceleration costs is now reduced to RM1,350,939.00. The next Case Management date is on 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 RM3,794,911.84;
- 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.

B11. Changes in Material Litigation (Contd)

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

In ensuring our compliance with the next Case Management directions, the amendment of Pleadings was filed in second week of March, thus the sum of RM3,794,911.84 for acceleration costs is now reduced to RM3,794,911.79. The next Case Management date is on 12 May 2011.

(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 above suit against Ramunia has been consolidated with suit S-22-419-2010 on date 9 November 2010. The next Case Management on date 12 May 2011.

B11. Changes in Material Litigation (Contd)

(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”).

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 above suit against Ramunia has been consolidated with suit S-22-1134-2009 on date 9 November 2010. The next Case Management date is on 12 May 2011.

All four suits against Ramunia has been consolidated vide Court's Order dated 9 November 2010. Due to recent amendment of Pleadings, the total amount claimed shall be reduced from RM10,314,162.89 to RM10,170,402.12.

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

The Claim against Megard Engineering Sdn Bhd under this suit was withdrawn with no order as to cost on 19 January 2011 as the defendant was wound up and Official Receiver (OR) was appointed on 26 November 2009.

(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.

B11. Changes in Material Litigation (Contd)

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

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.

The case went into two days of full trial on 22 February 2011 and 2 March 2011. The trial was adjourned at the end of the second day, with the trial Judge requesting both parties to consider resuming the Mediation process, scheduled on 21 March 2011. On 21 March 2011, the plaintiff has put forward a settlement proposal which Ingress is currently reviewing. The next Case Mention date is on 20 April 2011.

B12. Dividend Payable

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

B13. Earnings Per Share

	3 months ended		12 months ended	
	31 January 2011	31 January 2010	31 January 2011	31 January 2010
Profit for the period attributable to ordinary equity holders of the Company (RM'000)	2,105	2,573	17,134	10,811
Number of ordinary shares in issue (RM'000)	76,800	76,800	76,800	76,800
Basic, for profit of the financial period (sen)	<u>2.7</u>	<u>3.4</u>	<u>22.3</u>	<u>14.1</u>

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 23 March 2011.