

Unaudited Condensed Consolidated Statement of Comprehensive Income

For the Period Ended 31 January 2012

	Note	3 months ended		Full year ended	
		31 January 2012 RM'000	31 January 2011 RM'000 Restated	31 January 2012 RM'000	31 January 2011 RM'000 Restated
Revenue	A4	153,093	160,602	665,905	732,697
Costs of sales		(146,192)	(139,106)	(567,956)	(626,662)
Gross profit		<u>6,901</u>	<u>21,496</u>	<u>97,949</u>	<u>106,035</u>
Other income		39,249	4,103	47,142	19,756
Administrative and other expenses		(41,448)	(20,592)	(103,585)	(78,728)
Interest/finance costs		(3,820)	(3,890)	(14,366)	(16,539)
Share of results of associates		(64)	815	(232)	(1,461)
Profit before tax	A4	<u>818</u>	<u>1,932</u>	<u>26,908</u>	<u>29,063</u>
Income tax expense	B5	5,064	2,360	3,733	(1,272)
Profit for the financial period		<u>5,882</u>	<u>4,292</u>	<u>30,641</u>	<u>27,791</u>
Other comprehensive (loss)/gain, net of tax					
(Loss)/gain on foreign currency translation		(2,198)	(2,488)	(1,092)	(3,576)
Gain/(loss) on cash flow hedges		162	(449)	2,601	(3,308)
Other comprehensive (loss)/gain for the financial period, net of tax		<u>(2,036)</u>	<u>(2,937)</u>	<u>1,509</u>	<u>(6,884)</u>
Total comprehensive income for the financial period		<u>3,846</u>	<u>1,355</u>	<u>32,150</u>	<u>20,907</u>

**Unaudited Condensed Consolidated Statement of Comprehensive Income
For the Period Ended 31 January 2012 (Continued)**

	Note	3 months ended		Full year ended	
		31 January 2012 RM'000	31 January 2011 RM'000 Restated	31 January 2012 RM'000	31 January 2011 RM'000 Restated
Profit attributable to:					
Owners of the Company		5,991	454	23,417	15,484
Minority interests		(109)	3,838	7,224	12,307
Profit for the financial period		5,882	4,292	30,641	27,791
Total comprehensive income attributable to:					
Owners of the Company		4,508	(1,926)	25,443	9,030
Minority interests		(662)	3,281	6,707	11,877
Total comprehensive income for the financial period		3,846	1,355	32,150	20,907
Basic earnings per share attributable to owners of the parent (sen)					
	B13	7.8	0.6	30.5	20.2

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 31 January 2012

	Note	Unaudited As at 31 January 2012 RM'000	Audited As at 31 January 2011 RM'000 Restated
ASSETS			
Non-current assets			
Property, plant and equipment		241,320	274,333
Finance lease receivables		6,447	6,503
Intangible assets		3,259	3,544
Investment in associates		5,187	2,820
Investment securities		100	100
Deferred tax assets		27,420	26,789
		<u>283,733</u>	<u>314,089</u>
Current assets			
Inventories		53,147	44,979
Trade receivables		108,052	125,506
Other receivables		59,087	26,759
Tax recoverable		1,128	1,312
Cash and bank balances		79,547	73,016
Assets of disposal group classified as held for sale		-	7,239
		<u>300,961</u>	<u>278,811</u>
TOTAL ASSETS		<u>584,694</u>	<u>592,900</u>

**Condensed Consolidated Statement of Financial Position
As at 31 January 2012 (Continued)**

	Note	Unaudited As at 31 January 2012 RM'000	Audited As at 31 January 2011 RM'000 Restated
EQUITY AND LIABILITIES			
Current liabilities			
Borrowings/financing	B9	138,361	111,262
Trade payables		56,897	89,311
Other payables		42,626	38,996
Current tax payable		111	819
Liabilities directly associated with disposal classified held for sale		-	6,426
		<u>237,995</u>	<u>246,814</u>
Net current assets		<u>62,966</u>	<u>31,997</u>
Non-current liabilities			
Borrowings/financing	B9	96,714	119,861
Deferred tax liabilities		150	5,006
		<u>96,864</u>	<u>124,867</u>
Total liabilities		<u>334,859</u>	<u>371,681</u>
Net assets		<u>249,835</u>	<u>221,219</u>
Equity attributable to owners of the parent			
Share capital		76,800	76,800
Reserves		101,966	76,523
		<u>178,766</u>	<u>153,323</u>
Minority interests		71,069	67,896
Total equity		<u>249,835</u>	<u>221,219</u>
TOTAL EQUITY AND LIABILITIES		<u>584,694</u>	<u>592,900</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.



**Unaudited Condensed Consolidated Statement of Changes in Equity
For the Period Ended 31 January 2012**

	Attributable to Owner of the Parent						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 2010									
As previously stated	76,800	1,024	26,148	3,902	(1,705)	36,925	143,094	51,403	194,497
Effect of adopting IC Interpretation 4	-	-	-	-	-	1,200	1,200	456	1,656
As restated	76,800	1,024	26,148	3,902	(1,705)	38,125	144,294	51,859	196,153
Total comprehensive (expenses)/ income for the financial period	-	-	(855)	(2,291)	(3,308)	15,484	9,030	11,877	20,907
Purchase of shares by minority interest	-	-	-	-	-	-	-	7,380	7,380
Dividends paid	-	-	-	-	-	-	-	(3,220)	(3,220)
At 31 January 2011	76,800	1,024	25,293	1,611	(5,013)	53,609	153,324	67,896	221,220

Unaudited Condensed Consolidated Statement of Changes in Equity
For the Period Ended 31 January 2012 (Continued)

	Attributable to Owner of the Parent						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 2011									
As previously stated	76,800	1,024	25,293	1,610	(5,013)	54,049	153,763	67,792	221,555
Effect of adopting IC Interpretation 4	-	-	-	-	-	(440)	(440)	104	(336)
As restated	76,800	1,024	25,293	1,610	(5,013)	53,609	153,323	67,896	221,219
Total comprehensive income/ (expenses) for the financial period	-	-	383	(958)	2,601	23,417	25,443	6,707	32,150
Purchase of shares by minority interest	-	-	-	-	-	-	-	503	503
Dividends paid	-	-	-	-	-	-	-	(4,037)	(4,037)
At 31 January 2012	76,800	1,024	25,676	652	(2,412)	77,026	178,766	71,069	249,835

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 2011 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Cash Flow
For the Period Ended 31 January 2012**

	Full year ended	
	31 January 2012 RM'000	31 January 2011 RM'000 Restated
Cash Flows from Operating Activities		
Profit before tax	26,908	29,063
Adjustments for:		
Interest/finance income	(576)	(598)
Interest/finance costs	14,366	16,539
Amortisation of intangible assets	673	673
Intangible assets written off	-	4
Depreciation of property, plant and equipment	31,799	42,844
Gain on disposal of property, plant and equipment	-	(6,567)
Property, plant and equipment written off	14,530	200
(Gain)/loss on disposal of shares in subsidiaries	(7,371)	1,422
Gain on disposal of shares in associates	(100)	(7,619)
Allowance for doubtful debts	5,055	342
Allowance for doubtful debts written back	(1,700)	-
Provision for foreseeable losses	1,601	3,612
Provision for obsolete stock	1,751	2,333
Net unrealised foreign exchange gain	(155)	(6)
Share of results of associates	232	1,461
Operating profit before working capital changes	<u>87,013</u>	<u>83,703</u>
(Increase)/decrease in inventories	(9,919)	20,267
(Increase)/decrease in receivables	(14,505)	39,691
Decrease in payables	<u>(28,783)</u>	<u>(20,006)</u>
Cash generated from operations	33,806	123,655
Interest/finance costs paid	(14,366)	(16,538)
Tax refund	-	779
Tax paid	<u>(2,277)</u>	<u>(4,164)</u>
Net cash generated from operating activities	<u>17,163</u>	<u>103,732</u>

**Condensed Consolidated Statement of Cash Flow
For the Period Ended 31 October 2011 (Continued)**

	Full year ended	
	31 January 2012 RM'000	31 January 2011 RM'000 Restated
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(13,316)	(32,783)
Purchase of intangible assets	-	(190)
Purchase of shares in an associate company	-	(1,811)
Proceeds from disposal of property, plant and equipment	-	21,308
Proceeds from disposal of subsidiaries	2,934	6,337
Proceeds from subscription of shares in a subsidiary company by minority interest	503	-
Proceeds from disposal of shares in associates	100	11,400
Interest/finance income received	576	598
Net cash (used in)/generated from investing activities	(9,203)	4,859
Cash Flows from Financing Activities		
Placement of deposits with licensed banks under lien	(5,515)	(2,259)
Early redemption of Sukuk Al-Ijarah	-	(139,998)
Net (repayment)/drawdown of Syndicated CMTF-i	(10,000)	105,000
Net repayment of term loan	(16,397)	(804)
Net repayment of hire purchase and lease financing	(1,709)	(2,160)
Net drawdown/(repayment) of short term borrowings	29,272	(40,103)
Dividends paid	(4,037)	(3,220)
Net cash used in financing activities	(8,386)	(83,544)
Net (decrease)/increase in cash and cash equivalents	(426)	25,047
Effects of foreign exchange rate changes	(1,344)	2,942
Cash and cash equivalents at beginning of the financial period	41,995	14,006
Cash and cash equivalents at end of the financial period	40,225	41,995

Condensed Consolidated Statement of Cash Flow
For the Period Ended 31 October 2011 (Continued)

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

	As at 31 January 2012 RM'000	As at 31 January 2011 RM'000
Cash and bank balances	79,547	73,016
Bank overdrafts (included within short term borrowings in Notes B9)	<u>(19,137)</u>	<u>(16,351)</u>
	60,410	56,665
Less: Deposits under lien	<u>(20,185)</u>	<u>(14,670)</u>
	<u>40,225</u>	<u>41,995</u>

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 January 2011 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 2011.

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 2011 except for the adoption of the following new Financial Reporting Standards ("FRSs"), amendments to FRSs and IC Interpretations:

Effective for financial periods beginning on or after 1 March 2010

Amendments to FRS 132	Classification of Rights Issues
-----------------------	---------------------------------

Effective for financial periods beginning on or after 1 July 2010

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (Revised)
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 138	Intangible Assets
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives
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

Effective for financial periods beginning on or after 1 January 2011

Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-Time Adopters
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 2	Share-based Payment - Group Cash Settled Share-based Payment Transactions
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 18	Transfers of Assets from Customers

A2. Changes in Accounting Policies (Continued)

Effective for financial periods beginning on or after 1 July 2011

IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments

Except for the changes in accounting policies arising from the adoption of the revised FRS 3 and the Amendments to FRS 127, as well as the new disclosures required under the Amendments to FRS 7, the directors expect that the adoption of the other standards and interpretations above will have no material impact on the financial statements in the period of initial application. The nature of the impending changes in accounting policy on adoption of the revised FRS 3 and the Amendments to FRS 127 are described below.

Revised FRS 3: Business Combinations and Amendments to FRS 127: Consolidated and Separate Financial Statements

The revised FRS 3 introduces a number of changes in the accounting for business combinations occurring after 1 July 2010. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results. The Amendments to FRS 127 require that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Therefore, such transactions will no longer give rise to goodwill, nor will they give rise to a gain or loss. Furthermore, the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. Other consequential amendments have been made to FRS 107: Statement of Cash Flows, FRS 112: Income Taxes, FRS 121: The Effects of Changes in Foreign Exchange Rates, FRS 128: Investments in Associates and FRS 131: Interests in Joint Ventures. The changes from revised FRS 3 and Amendments to FRS 127 will affect future acquisitions or loss of control and transactions with minority interests.

IC Interpretation 4: Determining Whether an Arrangement Contains a Lease

The IC Interpretation 4 is based on IFRIC Interpretation 4 Determining Whether an Arrangement contains a Lease. The IFRIC noted that arrangements have developed in recent years that do not take the legal form of a lease but convey rights to use items for agreed periods of time in return for a payment or series of payments. During the quarter, the Group reassessed the arrangement made with customers and classify certain arrangement under lease classification on the basis of the facts and circumstances existing on that date and recognised at their fair values on that date. The Group has applied this change in accounting policy retrospectively and certain comparatives have been restated.

A2. Changes in Accounting Policies (Continued)

IC Interpretation 4: Determining Whether an Arrangement Contains a Lease (Continued)

The following are effects arising from the above change in accounting policy:

Unaudited Condensed Consolidated Statement of Comprehensive Income for the Period ended 31 January 2011

	Group	
	Increase/(decrease)	
	3 months	12 months
	ended	ended
	31 January	31 January
	2011	2011
	RM'000	RM'000
Revenue	(28,480)	(28,480)
Costs of sales	(25,234)	(25,234)
Other income	1,252	1,252
Minority interest	(351)	(351)
	<hr/>	<hr/>
Basic earnings per share attributable to owners of the parent (sen)	(2.1)	(2.1)
	<hr/>	<hr/>

Condensed Consolidated Statement of Financial Position as at 31 January 2011

	Group	
	Increase/(decrease)	
	As at	As at
	31 January	1 February
	2011	2010
	RM'000	RM'000
Property, plant and equipment	(6,839)	(32,074)
Finance lease receivables	6,503	33,732
Retained earnings	(440)	1,200
Minority interest	104	456
	<hr/>	<hr/>

A3. Auditors' Report on Preceding Annual Financial Statements

The Auditors' Report on the financial statements for the financial year ended 31 January 2011 was not qualified.

A4. Segmental Information of Current Quarter

	Automotive Division *		Power Engineering and Projects Division **		Company		Eliminations		Consolidated	
	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000
Revenue										
External sales	143,828	141,151	9,266	19,451	-	-	-	-	153,093	160,602
Inter-segment sales	6,177	4,419	57	55	6,166	5,985	(12,400)	(10,459)	-	-
Total revenue	150,005	145,570	9,323	19,506	6,166	5,985	(12,400)	(10,459)	153,093	160,602
Result										
Segment operating results	9,220	6,740	(3,455)	(5,278)	2,436	5,057	(3,500)	(1,512)	4,702	5,007
Interest/finance costs									(3,820)	(3,890)
Share of results of associates	-	-	(64)	815	-	-	-	-	(64)	815
Profit before tax									818	1,932
Income tax expense									5,064	2,360
Profit for the financial period									5,882	4,292

	Malaysia		Thailand		Indonesia		Consolidated	
	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000
Total revenue from external customers	127,463	112,678	21,863	44,411	3,767	3,513	153,093	160,602

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

** 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

The financial statements have been impacted by the recognition of flood related equipment losses and property damage and the related insurance claims (1st phase claims of RM47.1 million, submitted on 19 December 2011) to the Group's production facilities in High-Tech Industrial Estate, Ayutthaya, Thailand.

Unusual items related to flood affecting the profit before tax for the current quarter are summarised as follows:

	RM'000
1. Property, plant and equipment (at net book value) and inventories write off related to equipment and property damage	(14,531)
2. One off expenses related to flood insurance	(3,332)
3. Interim payment on 1st phase claims of RM47.1 million in respect of claims for equipment losses and property damage	29,440
Excess of 1st phase claims based on recommended interim payment	<u>11,577</u>

The balance of the 1st phase claims are still subject to further review by the insurance companies.

The Group are expected to submit 2nd phase insurance claims by end of of Quarter 1 FY2012/2013 for the repaired tooling. The Group have adequate insurance coverage to meet up with all the repair costs.

Subsequent to the financial year ended 31 January 2012, the Group received 40% of the insurance recommended interim payment and the balance is to be paid before end of Quarter 1 FY2012/2013.

There were no other items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 January 2012.

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

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 21 September 2011, the Group via a subsidiary company, Ingress Precision Sdn Bhd has entered into a Share Purchase Agreement for the disposal of 35% or 885,325 ordinary shares of IDR8,875 each in PT Ingress Malindo Ventures with a cash consideration of IDR7,857,259,375 to Katayama Kogyo Co., Ltd and Yonei Co., Ltd, both are incorporated in Japan. The transaction has been completed on 18 November 2011.

There were no other changes in the composition of the Group during the reporting quarter.

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 2011.

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 RM138,494,248.

A14. Subsequent Events

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		Full year ended	
	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000
(a) Sales of products by subsidiaries to:				
Perodua Manufacturing Sdn Bhd *	39,912	38,862	151,538	162,527
(b) Purchases of materials by subsidiaries from:				
Katayama Kogyo Co., Ltd **	176	296	321	647
Yonei Co., Ltd ***	443	446	1,716	2,171
G-Shin Corporation Sdn Bhd ****	1,934	2,217	7,064	11,165

A15. Related Party Disclosures (Continued)

	3 months ended		Full year ended	
	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000
(c) Purchases of machinery and tooling by subsidiaries from:				
Katayama Kogyo Co., Ltd **	238	884	1,067	5,316
Yonei Co., Ltd ***	2,652	-	3,938	-
(d) Advisory fees by subsidiaries to:				
Katayama Kogyo Co., Ltd **	612	526	1,221	850

* Perodua Manufacturing Sdn Bhd is an associate company of a corporate shareholder of a subsidiary - Ingress Technologies Sdn Bhd

** Katayama Kogyo Co., Ltd is a foreign corporate shareholder of subsidiaries - Ingress Autoventures Co., Ltd, Ingress Precision Sdn Bhd and PT Ingress Malindo Ventures

*** Yonei Co., Ltd is a foreign corporate shareholder of subsidiaries - Ingress Autoventures Co., Ltd and and PT Ingress Malindo Ventures

**** G-Shin Corporation Sdn Bhd is a company related to former executive director of the Company. This company supply parts and raw 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 2012 ("FY12")

For the current quarter, the Group registered a revenue of RM153.1 million and profit before tax of RM0.8 million in comparison to previous financial year corresponding quarter revenue of RM160.6 million and profit before tax of RM1.9 million.

In the reporting quarter,

- i. the Automotive Division which includes Automotive Component Manufacturing Division ("ACM Division") and Premium Automotive Dealership recorded revenue of RM143.8 million and profit before tax of RM5.9 million as against the previous financial year's corresponding quarter revenue of RM141.2 million and profit before tax of RM5.0 million.

On 17 October 2011, the Group announced that its Ayutthaya plant located in High-Tech Industrial Estate, Ayutthaya under Ingress Autoventures (Thailand) Co., Ltd was inundated by massive flood and had temporarily halted operations. Our other plant in Rayong, Thailand remained in operation but at a much lower volume due to disrruption of supply chain.

The Group's Ayutthaya plant supplies to Honda Thailand located in Rojana Industrial Park, Ayutthaya which was also affected by the flood. Currently the flood has receded. The Group has come out with a Master Schedule to meet the Honda recovery plan. Gradual production is expected to commence by April 2012. Rayong Plant was back to full operations by the third week of November 2011.

The Group is working with the Insurance Company to finalise claims under Plant, Machinery and Equipment insurance policies. Total sum insured is equivalent to RM118.5 million. See also commentary on prospect below.

- ii. the Power Engineering and Projects Division ("PEP Division") recorded revenue of RM9.3 million and loss before tax of RM4.6 million in comparison to the previous financial year corresponding quarter revenue of RM19.5 million and loss before tax of RM6.9 million due to delays encountered on certain projects.

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 RM0.8 million in comparison to the immediate preceding quarter profit before tax of RM10.2 million. Lower profit before tax recorded for the current quarter was mainly due to the negative impact of Ayutthaya Plant flood in Thailand since October 2011 apart from impairment of inventories and construction cost on certain projects.

B3. Commentary on Prospects

For Thailand Automotive Division, production for Honda's part will commence gradually from April 2012 in line with the Honda Recovery Plan. The other two plants located in Rayong which are not affected by flood are expected to improve in volume.

For Malaysia Automotive Division, the Group also forecast growth in volume.

For PEP Division, we expect improvement on the results based on the current progress of the projects secured by PEP Division.

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		Full year ended	
	31 January 2012 RM'000	31 January 2011 RM'000	31 January 2012 RM'000	31 January 2011 RM'000
Income tax	(230)	(1,854)	(1,754)	(4,585)
Deferred tax income	5,294	4,214	5,487	3,313
	<u>5,064</u>	<u>2,360</u>	<u>3,733</u>	<u>(1,272)</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

Other than stated below, there are no other corporate proposals announced and not completed as at the date of this quarterly report:

Proposed Private Placement

On 8 March 2012, the Company, through Maybank Investment Bank Berhad (“Adviser”), announced that it would undertake a proposed private placement exercise (“Proposed Private Placement”) which entails the issuance of up to 7,680,000 ordinary shares of RM1.00 in the company (“Placement Shares”) at an issue price to be determined later. Further, on 9 March 2012 the Company announced a submission of additional listing application for the Placement Shares have been made to Bursa Malaysia Securities Berhad (“Bursa Securities”), which was approved on 14 March 2012.

Furthermore, today the Company announces that the Board has agreed to issue 7,600,000 Placement Shares and fix their issue price at RM1.00 each (at par), representing a discount of approximately 3.3% to the 5-day volume weighted average market price of the Ingress Shares up to and including 19 March 2012 of approximately RM1.03 each.

The Company expects the exercise to be completed by the end of March 2012.

B9. Borrowings

	Unaudited As at 31 January 2012 RM'000	Audited As at 31 January 2011 RM'000
Short term borrowings		
Secured	114,949	69,454
Unsecured	23,412	41,808
	<u>138,361</u>	<u>111,262</u>
Long term borrowings		
Secured	<u>96,714</u>	<u>119,861</u>

B9. Borrowings (Continued)

Borrowings denominated in foreign currencies as at 31 January 2012:

	THB'000	RM'000 Equivalent
Thai Baht (THB'000)		
Short term borrowings	187,553	18,405
Long term borrowings	14,665	1,439
	<hr/>	<hr/>
	IDR'000	RM'000 Equivalent
Indonesian Rupiah (IDR'000)		
Short term borrowings	14,852,771	5,020
	<hr/>	<hr/>

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-22-419-2010

With the consolidation of four earlier suits on 9 November 2010, Ingress Fabricators Sdn Bhd ("IFSB") is claiming an aggregate amount of RM10,837,949 against Ramunia Fabricators Sdn Bhd ("Defendant") for value of work done, retention sum as well as variation orders together with interests thereon in respect of work done by IFSB on behalf of the Defendant.

The Court fixed 30 March 2012 for the next Case Management.

Both parties are pursuing towards amicable out of court settlement before the next Case Management scheduled on 30 March 2012.

B12. Dividend Payable

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

B13. Earnings Per Share

	3 months ended		Full year ended	
	31 January 2012	31 January 2011	31 January 2012	31 January 2011
Profit for the period attributable to Owners of the Parent (RM'000)	5,991	454	23,417	15,484
Number of ordinary shares in issue ('000)	76,800	76,800	76,800	76,800
Basic, earnings per share attributable to owners of the parent (sen)	7.8	0.6	30.5	20.2

B14. Breakdown of retained profits into realised and unrealised

	Unaudited As at 31 January 2012 RM'000	Audited As at 31 January 2011 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	82,026	72,162
- Unrealised	27,420	26,789
	<u>109,446</u>	<u>98,951</u>
Total share of retained profits from associates		
- Realised	4,668	4,837
	<u>114,114</u>	<u>103,788</u>
Less: Consolidation adjustments	(37,088)	(49,739)
Retained profits as per financial statements	<u>77,026</u>	<u>54,049</u>

B15. 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 20 March 2012.