

**QUARTERLY REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**  
**(THESE FIGURES ARE UNAUDITED)**

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.07.2008 RM'000	Preceding Year Corresponding Quarter 31.07.2007 RM'000	Current Year To Date 31.07.2008 RM'000	Preceding Year Corresponding Period 31.07.2007 RM'000
<b>Revenue</b>	22,528	19,115	43,561	38,454
Other operating income	6	-	198	111
Changes in inventories of finished goods	348	162	(34)	275
Raw materials and consumables used	(13,989)	(11,537)	(26,933)	(23,150)
Directors' remuneration	(333)	(285)	(653)	(559)
Staff costs	(2,082)	(2,006)	(4,042)	(4,106)
Depreciation of property, plant and equipment	(1,801)	(1,681)	(3,561)	(3,304)
Other operating expenses	(2,739)	(2,649)	(5,130)	(5,084)
<b>Profit from operations</b>	1,938	1,119	3,406	2,637
Finance costs	(109)	(116)	(225)	(244)
<b>Profit before tax</b>	1,829	1,003	3,181	2,393
Income tax credit / (expense)	(100)	(150)	(200)	(250)
<b>Net Profit for the period</b>	1,729	853	2,981	2,143
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Net earnings per share				
- Basic	1.73	0.85	2.98	2.14
- Diluted	-	-	-	-

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the quarterly financial statements.

**QUARTERLY REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**  
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**CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>31.07.2008</b> <b>RM'000</b>	<b>31.01.2008</b> <b>RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	68,626	69,749
<b>Total Non-Current Assets</b>	<b>68,626</b>	<b>69,749</b>
<b>Current Assets</b>		
Inventories	10,472	8,555
Trade receivables	18,025	18,086
Other receivables and prepaid expenses	1,245	1,108
Cash and bank balances	2,821	1,852
<b>Total Current Assets</b>	<b>32,563</b>	<b>29,601</b>
<b>TOTAL ASSETS</b>	<b>101,189</b>	<b>99,350</b>
<b>EQUITY AND LIABILITES</b>		
<b>Capital and Reserve</b>		
Issued capital	50,000	50,000
Reserves	20,416	20,435
<b>Shareholders' Equity</b>	<b>70,416</b>	<b>70,435</b>
<b>Non-Current Liabilities</b>		
Long term loans – non-current portion	2,487	2,737
Hire-purchase obligations – non-current portion	191	594
Deferred tax liabilities	7,123	7,123
<b>Total Non-Current Liabilities</b>	<b>9,801</b>	<b>10,454</b>
<b>Current Liabilities</b>		
Trade payables	12,780	12,121
Other payables and accrued expenses	1,356	1,049
Bank borrowings	2,762	4,262
Amount owing to directors	5	-
Hire-purchase obligations – current portion	869	932
Tax liabilities	200	97
Dividend payable	3,000	-
<b>Total Current Liabilities</b>	<b>20,972</b>	<b>18,461</b>
<b>Total Liabilities</b>	<b>30,773</b>	<b>28,915</b>
<b>TOTAL EQUITY AND LIABILITES</b>	<b>101,189</b>	<b>99,350</b>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the quarterly financial statements.

**QUARTERLY REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**  
**(THESE FIGURES ARE UNAUDITED)**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>3 months ended</b> <b>31.07.2008</b> <b>RM'000</b>	<b>3 months ended</b> <b>31.07.2007</b> <b>RM'000</b>
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>	5,843	5,708
<b>CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES</b>	(2,434)	(4,580)
<b>CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES</b>	(2,440)	(1,047)
<b>NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	969	81
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	1,852	1,355
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u>2,821</u>	<u>1,436</u>
<b>Cash and cash equivalents comprises:</b>		
Cash and Bank balances	2,821	1,436
Bank Overdraft	-	-
	<u>2,821</u>	<u>1,436</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the quarterly financial statements.

**QUARTERLY REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008  
(THESE FIGURES ARE UNAUDITED)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Issued Capital RM'000	Share premium RM'000	Revaluation Surplus RM'000	Unappropriated profits RM'000	Total RM'000
<b>Balance as of 1 February 2007</b>	50,000	1,504	1,960	14,510	67,974
Dividends	-	-	-	(3,000)	(3,000)
Net profit for the year	-	-	-	2,143	2,143
Revaluation surplus	-	-	-	-	-
<b>Balance as of 31 July 2007</b>	<b>50,000</b>	<b>1,504</b>	<b>1,960</b>	<b>13,653</b>	<b>67,117</b>
<b>Balance as of 1 February 2008</b>	50,000	1,504	2,149	16,782	70,435
Dividends	-	-	-	(3,000)	(3,000)
Net profit for the year	-	-	-	2,981	2,981
Effect of change in tax rate applicable to Deferred tax	-	-	-	-	-
<b>Balance as of 31 July 2008</b>	<b>50,000</b>	<b>1,504</b>	<b>2,149</b>	<b>16,763</b>	<b>70,416</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the quarterly financial statements.

**EXPLANATORY NOTES TO INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**

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**A EXPLANATORY NOTES – FINANCIAL REPORTING STANDARDS (FRS) 134 : INTERIM FINANCIAL REPORTING**

**A1 Accounting policies and basis of preparation**

This interim financial report is unaudited and has been prepared in compliance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing requirements of Bursa Malaysia Securities Berhad (Bursa Malaysia).

The interim financial report is unaudited and should be read in conjunction with the audited financial statements for the year ended 31 January 2008. The explanatory notes attached to the quarterly financial statements provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2008.

The accounting policies and methods of computation adopted by the Group and Company in this report are consistent with those adopted in the audited financial statements for the year ended 31 January 2008.

**A2 Audit Qualification of Annual Financial Statements**

The financial statements of the preceding year for the Group and Company were not subject to any qualifications.

**A3 Seasonal or cyclical factors**

The Group is concerned with the rising cost of raw material driven up by supply and demand factors and rising crude oil prices.

**A4 Unusual nature and amount of items affecting assets, liabilities, equity, net income and cash flows**

There are no unusual nature and amount of items affecting assets, liabilities, equity, net income and cash flows of the Group during the quarter under review

**A5 Material changes in estimates of amounts reported in prior periods in current financial year or prior financial years which have material effect in the current interim period**

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

**A6. Changes in debts and equity securities**

There were no issuance, cancellation, repurchases, resale and repayments of debts and equity securities for the current financial quarter ended 31 July 2008.

**A7. Dividend**

No interim dividend has been proposed in the current financial quarter ended 31 July 2008.

The final tax exempt dividend of 3.0 sen (6.0%), amounting to RM 3,000,000 in respect of the financial year ended 31 January 2008 has been approved by shareholders at the eighth Annual General Meeting on 25<sup>th</sup> July 2008 and has been paid on 29<sup>th</sup> August 2008 to shareholders whose name appear in the Record of Depositors on 15<sup>th</sup> August 2008.

**A8. Segmental reporting**

The Group operates in a single industry in the business of manufacturing and supplying of plastic packaging products and principally in Malaysia. Accordingly, the financial information by industry and geographical segments of the Group's operations are not presented.

**EXPLANATORY NOTES TO INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR  
THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**

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**A9 Property, plant and equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements ended 31 January 2008.

The total additions of property, plant and equipment for the financial quarter ended 31 July 2008 amounted to RM 1,565 thousand. During the said period, there were no significant disposal of property, plant and equipment.

**A10. Material events subsequent to the current quarter.**

In the opinion of the Directors, there were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 31 July 2008 and the date of this report.

**A11. Changes in the composition of the Company**

There were no changes in the composition of the Group for the current financial period to date.

**A12. Changes in Contingent Assets and Contingent Liabilities**

As at 31 July 2008, there were no significant changes in contingent assets and liabilities. Corporate guarantees given to banks for credit facilities granted to the subsidiary company remain at RM 30.89 million.

**A13. Capital commitments**

As at 31 July 2008, the Group has the following capital expenditure relating to upgrading on building and purchase of machinery as follows:

	<b>RM'000</b>
Approved and contracted for	<u>2,713</u>

**A14. Significant Related Party Transactions**

There were no significant related party transactions during the quarter under review.

**EXPLANATORY NOTES TO INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**

**B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS**

**B1. Review of performance**

The Group achieved profit before tax of RM 1,829 thousand based on the back of RM22.53 million revenue for the current quarter ended 31 July 2008. In the corresponding interim period ended 31 July 2007, the profit before tax and revenue were RM 1,003 thousand and RM19.12 million respectively.

**B2. Material change in the quarterly results compared to preceding quarter's results**

The revenue recorded for the Group increased by 7.12% as compared to the preceding financial quarter ended 30 April 2008 with a corresponding increase in profit before tax of 35.28%.

**B3. Prospects for the current financial year**

The increase in crude oil price has affected the price of plastic resins which is the Group's main raw material. Additionally, with the recent increase in fuel and utility prices by the Government, this inflationary effect coupled with any increase in the price of crude oil for the year will have a direct impact on the Group's bottom line. The Board is of the opinion that the performance of the Group for the financial year ending 31 January 2009 will be challenging.

**B4. Variance of actual profit from profit forecast or profit guarantee**

The disclosure requirement is not applicable for the Group.

**B5. Income tax credit / (expense)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.07.2008 RM'000	Preceding Year Corresponding Quarter 31.07.2007 RM'000	Current Year To Date 31.07.2008 RM'000	Preceding Year Corresponding Period 31.07.2007 RM'000
Estimated tax payable:				
Malaysian income tax	100	150	200	250
Deferred tax	-	-	-	-
Overprovision in prior years	-	-	-	-
Underprovision in prior years	-	-	-	-
	<u>100</u>	<u>150</u>	<u>200</u>	<u>250</u>

The Group's effective tax rate is not proportionate to the statutory tax rate mainly due to reinvestment allowance claimed by the subsidiary company.

**B6. Unquoted investments and properties**

There were no material disposals of unquoted investments and properties during the current quarter.

**B7. Quoted investments**

Not applicable to the Group.

**EXPLANATORY NOTES TO INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**

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**B8. Status of corporate proposals announced**

As of the date of issue of this interim financial report, there were no corporate proposals announced but not completed.

**B9. Group borrowings and debt securities**

Group borrowings (all denominated in Malaysian currency) as at 31 July 2008 are as follows:

	<b>Secured RM'000</b>
<b>Current</b>	
Bank Overdraft	-
Bankers Acceptance	2,000
Long term loans – current	762
Hire purchase obligation – current	869
<b>Subtotal</b>	<b>3,631</b>
<b>Non-current</b>	
Long term loans – non –current	2,487
Hire purchase obligation – non-current	191
<b>Subtotal</b>	<b>2,678</b>
<b>Grand total</b>	<b>6,309</b>

**B10. Off Balance Sheet Financial Instruments**

As at the date of issue of this interim financial report, there were no off balance sheet financial instruments.

**B11. Material litigation**

There was no pending material litigation as at the date of this quarterly report.

**B12. Dividend**

No interim dividend has been proposed in the current financial quarter ended 31 July 2008.

The final tax exempt dividend of 3.0 sen (6.0%), amounting to RM 3,000,000 in respect of the financial year ended 31 January 2008 has been approved by shareholders at the eighth Annual General Meeting on 25<sup>th</sup> July 2008 and has been paid on 29<sup>th</sup> August 2008 to shareholders whose name appear in the Record of Depositors on 15<sup>th</sup> August 2008.



**EXPLANATORY NOTES TO INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 31 JULY 2008**

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**B13. Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period held by the Company.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.07.2008 RM'000	Preceding Year Corresponding Quarter 31.07.2007 RM'000	Current Year To Date 31.07.2008 RM'000	Preceding Year Corresponding Period 31.07.2007 RM'000
Net profit for the period	1,729	853	2,981	2,143
Weighted average number of ordinary share in issue	100,000	100,000	100,000	100,000
Basic earnings per share (sen)	<u>1.73</u>	<u>0.85</u>	<u>2.98</u>	<u>2.14</u>

BY ORDER OF THE BOARD

KUAN HUI FANG  
THAM WAI YING  
Company Secretaries  
16 September 2008