

**NOTES TO THE QUARTERLY REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011****PART A :EXPLANATORY NOTES PURSUANT TO FRS 134****A1. Basis of preparation**

The Interim Financial Report is unaudited and has been prepared in compliance with the Financial Reporting Standard (“FRS”) 134 : Interim Financial Reporting issued by Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and shall be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2010.

Changes in Accounting Policies

The significant accounting policies applied in this interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2010 except for the adoption of the following new FRSs, Amendments to certain FRSs and IC Interpretations for financial period beginning on 1 January 2011:

FRS 1	First-time Adoption of Financial Reporting Standards (revised)
FRS 3	Business Combinations (revised)
FRS 127	Consolidated and Separate Financial Statements (revised)
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopter
Amendments to FRS 2	Additional Exemption for First-time Adopters Share-based Payment Group Cash-settled Share Based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 132	Financial Instruments: Presentation – Classification of Rights Issues
Amendment to FRS 138	Intangible Assets
IC Interpretation 4	Determining whether an Arrangement contains a Lease
IC Interpretation 12	Service Concession Agreements (Not applicable to the Group)
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfer of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives
Improvements to FRSs (2010)	



NOTES TO THE QUARTERLY REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

A1. Basis of preparation (continued)

Changes in Accounting Policies (continued)

The initial application of a standard, an amendment or an interpretation, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impacts to the financial statements upon their first adoption.

FRS yet to be effective

As at the date of this report, The Group has yet to apply the following FRSs which were issued but not yet effective:

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2011

- IC Interpretation 19, Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 14, Prepayments of a Minimum Funding Requirement

FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2012

- FRS 124, Related Party Disclosures (revised)
- IC Interpretation 15, Agreements for the Construction of Real Estate (Not applicable to the Group)

A2. Auditors' report

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

A3. Seasonal or cyclical of operations

The business of the Group was not significantly affected by any seasonal or cyclical factors.

A4. Extraordinary and exceptional items

There were no exceptional items and unusual events affecting the assets, liabilities, equity, net income and cash flows for the current quarter.

A5. Changes in estimates

There were no material changes in estimated amount reported in prior period which have a material effect on the current financial year-to-date.

**NOTES TO THE QUARTERLY REPORT
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There were no issuance and repayment of debt and share buy-backs for the financial year-to-date.

As at 30 September 2011, a total of 2,520,200 shares were held as treasury shares at cost in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965. None of the treasury shares repurchased has been sold or cancelled.

A7. Dividend

The final single tier dividend of 1.5% totaling RM581,098.00 for the financial year ended 31 December 2010 was paid to shareholders on 12 August 2011.

The interim single tier dividend of 1.5% totaling RM581,098.00 for the financial year ended 31 December 2011 was paid to shareholders on 29 September 2011.

A8. Segmental information

Segmental information is presented in respect of the Group's business segments.

The Group comprises the following main business segments:

Manufacturing & trading : Manufacture of aluminium access equipment and other related products, marketing and trading of aluminium products and other products.

Construction & fabrication : Contracting, designing and fabrication of aluminium curtain wall, cladding system and system formwork.

	Manufacturing & trading RM'000	Construction & fabrication RM'000	Elimination RM'000	Total RM'000
<u>9 months ended 30 September 2011</u>				
Revenue from external customers	147,959	87,507		235,466
Inter-segment revenue	3,115	-	(3,115)	-
Total revenue	151,074	87,507	(3,115)	235,466
Segment result	7,410	3,277		10,687
Finance cost				(3,406)
Tax expense				(1,868)
Profit for the period				5,413
Segment assets	205,316	156,410	(88,700)	273,026
Segment liabilities	104,433	115,917	(49,739)	170,611

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There was no revaluation of property, plant and equipment brought forward from the previous audited financial statements, as the Group does not adopt a revaluation policy for its property, plant and equipment.

A10. Material events subsequent to the balance sheet date

Save for the below, there were no material subsequent events since the end of the current quarter to the date of issue of this report that have not been reflected in the financial statements for the current financial year-to-date.

- i) The disposal of the entire equity interest in AG Terminal Sdn Bhd for a cash consideration of RM24,000,000.00 on 21 October 2011 is expected to result in a gain of approximately RM9,340,000.00 for the financial year ending 31 December 2011. For details, please refer to our announcement to Bursa Securities dated 21 October 2011.
- ii) The disposal of all that piece of vacant industrial land measuring approximately 31,014.61 square meter in area for a cash consideration of RM11,000,000.00 on 4 November 2011 is expected to result in a gain of approximately RM3,970,000.00 for the financial year ending 31 December 2011. For details, please refer to our announcement to Bursa Securities dated 4 November 2011.

A11. Changes in the composition of the Group

The changes in the composition of the Group are as follows:

- i) The Company had on 22 July 2011 subscribed for 99 ordinary shares of RM1.00 and acquired 1 ordinary share of RM1.00, representing 100% of the issued and paid-up share capital of Sun Power Generation Sdn Bhd, a company incorporated in Malaysia, for a total cash consideration of RM100.00.
- ii) The Company had on 26 August 2011 subscribed for 99 ordinary shares of RM1.00 and acquired 1 ordinary share of RM1.00, representing 100% of the issued and paid-up share capital of Solar Power Generation (Sabah) Sdn Bhd, a company incorporated in Malaysia, for a total cash consideration of RM100.00.
- iii) Everlast Environmental Management Sdn Bhd, a wholly-owned subsidiary of Everlast Aluminium (M) Sdn Bhd which in turn is a wholly-owned subsidiary of the Company had on 21 October 2011 entered into a Sale and Purchase Agreement for the disposal of the 100% equity interest of AG Terminal Sdn Bhd for a total cash consideration of RM24,000,000.00.

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A12. Contingent liabilities

There were no material changes in contingent liability as at the date of this quarterly report.

A13. Capital commitments

As at 30 September 2011, the Group has the following known commitments:

	RM'000
Authorised property, plant and equipment expenditure not provided for in the financial statements	<u>1,401</u>

A14. Related Party Transactions

	<u>Current year to-date</u>
<u>The Group</u>	RM'000
With the affiliated companies - Press Metal Berhad Group	
Purchase of aluminium products	<u>114,903</u>
Sale of fabricated aluminium products and building materials	<u>45,622</u>

PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of performance

For the current quarter under review, the Group's revenue increased by approximately 59% from RM55.9 million to RM88.8 million as compared to the preceding year's corresponding quarter. The increase was mainly due to the higher revenue contribution from both business segments.

With higher revenue, the Group's profit before tax ("PBT") increased by RM0.4 million from RM2.7 million to RM3.1 million.

B2. Variation of results against preceding quarter

Comparing to the revenue of RM85.3 million recorded in the preceding quarter, the Group's revenue increased by 4% to RM88.8 million. The Group's PBT was 39% higher at RM3.1 million, mainly attributable to the improved contribution from Manufacturing and trading business segment.

B3. Current year prospects

In line with the Group's current operation activities, the operating results for the remaining of the year are expected to be satisfactory.

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Not applicable as no profit forecast was published.

B5. Taxation

	Quarter Ended 30/09/11	Current Year To-date
	RM'000	RM'000
Current income tax	<u>809</u>	<u>1,868</u>

The Group's effective tax rate for the financial year-to-date under review is 26% slightly higher than the prima facie tax rate.

B6. Retained Earnings

	As at 30/09/2011	As at 31/12/2010
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries:		
Realised	96,052	91,656
Unrealised	<u>(3,947)</u>	<u>(3,948)</u>
	92,105	87,708
Consolidation Adjustments	<u>(30,318)</u>	<u>(30,172)</u>
Total Group retained earnings as per consolidated accounts	<u>61,787</u>	<u>57,536</u>

B7. Profit / (loss) on disposal of unquoted investments and properties

There were no disposals of unquoted investments or properties for the financial year-to-date.

B8. Purchases or Disposals of Quoted Securities

There were no purchases or disposals of any quoted securities during the financial year-to-date.

**NOTES TO THE QUARTERLY REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011****B9. Status of Corporate Proposals Announced****Proposed Establishment of an Employee Share Option Scheme ("Proposed ESOS")**

The Proposed ESOS of up to 15% of the Issued and Paid-up Share Capital of the Company was approved at the Extraordinary General Meeting held on 20 June 2005 but pending implementation.

Save for the above, there were no other corporate proposals announced but pending implementation during the financial quarter.

B10. Group borrowings and debt securities as at 30 September 2011

	<u>Secured</u> (RM'000)	<u>Unsecured</u> (RM'000)	<u>Total</u> (RM'000)
(a) (i) Short term			
Overdraft	-	4,632	4,632
Revolving credit	-	5,908	5,908
Trade facilities	-	80,680	80,680
Term loan	142	-	142
	<u>142</u>	<u>91,220</u>	<u>91,362</u>
Term loan (Assets classified as held for sale)	582	-	582
	<u>724</u>	<u>91,220</u>	<u>91,944</u>
(ii) Long term			
Term loan	1,827	-	1,827
Term loan (Liabilities classified as held for sale)	1,878	-	1,878
	<u>3,705</u>	<u>-</u>	<u>3,705</u>
Total	<u>4,429</u>	<u>91,220</u>	<u>95,649</u>

(b) Foreign currency bank borrowings

Foreign currency bank borrowings that denominated in Hong Kong Dollar ("HKD") included in the above borrowings are as follows:

	<u>HKD'000</u>	<u>RM'000</u> Equivalent
Revolving credit	12,000	4,908
Trade facilities	24,693	10,099
	<u>36,693</u>	<u>15,007</u>

B11. Financial Instruments with off Balance Sheet Risk

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

**NOTES TO THE QUARTERLY REPORT**
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011**B12. Material Litigation**

There was no material litigation against the Group as at the reporting date.

B13. Dividend

There was no dividend proposed during the current financial year-to-date.

B14. Earnings Per Share

	<u>Current quarter</u>	<u>Year to-date</u>
Basic earnings per share		
Net profit attributable to the equity holders of the parent (RM'000)	2,272	5,413
<i>Weighted average number of ordinary shares of RM0.50 each in issue - net of treasury shares held ('000)</i>		
Issued at the beginning of the period	77,480	77,480
Basic earnings per share (sen)	<u>2.93</u>	<u>6.99</u>

On behalf of the Board

Koon Poh Ming
Chief Executive Officer
23 November 2011