

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009****CONDENSED CONSOLIDATED BALANCE SHEETS**

	<b>Group As at 31.03.2009  RM'000</b>	<b>Group As at 31.12.2008  audited RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	71,120	71,160
Prepaid lease payments for land	1,270	1,270
Investment property	174	175
Goodwill	3,186	3,186
Deferred tax assets	320	320
	76,070	76,111
<b>Current assets</b>		
Inventories	27,847	31,380
Trade and other receivables	41,330	41,930
Tax recoverable	672	460
Fixed deposits with licensed banks	11,067	15,132
Cash and Bank Balances	12,728	10,299
	93,644	99,201
<b>TOTAL ASSETS</b>	169,714	175,312
<b>EQUITY AND LIABILITIES</b>		
Share capital	42,008	42,008
Reserves	2,626	2,623
Retained profits	26,943	24,940
<b>Total capital and reserves attributable to equity holders of the parent</b>	71,577	69,571
Minority interests	2,267	2,423
<b>Total equity</b>	73,844	71,994
<b>Non-current liabilities</b>		
Long-term bank borrowings	11,503	11,557
Hire purchase and lease creditors	4,597	4,927
Deferred tax	3,330	3,330
<b>Total non-current liabilities</b>	19,430	19,814
<b>Current liabilities</b>		
Trade and other payables	15,218	19,449
Hire purchase and lease creditors	1,924	1,846
Short-term borrowings	53,091	55,788
Current portion of long-term loans	5,542	5,682
Tax liabilities	665	739
<b>Total current liabilities</b>	76,440	83,504
<b>Total liabilities</b>	95,870	103,318
<b>TOTAL EQUITY AND LIABILITIES</b>	169,714	175,312
Net Assets Per Share (RM)	0.85	0.83

*The above Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	<b>3 months ended</b>		<b>Year to date ended</b>	
	<b>31.03.2009</b>	<b>31.03.2008</b>	<b>31.03.2009</b>	<b>31.03.2008</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	28,856	28,193	28,856	28,193
	(307)	(381)	(307)	(381)
Other income	420	294	420	294
Finance costs	(1,230)	(1,255)	(1,230)	(1,255)
Profit before taxation	2,096	1,018	2,096	1,018
Taxation	(248)	(208)	(248)	(208)
Profit for the period	<b>1,848</b>	<b>810</b>	<b>1,848</b>	<b>810</b>
Attributable to:				
Equity holders of the parent	2,004	926	2,004	926
Minority interest	(156)	(116)	(156)	(116)
Profit for the period	<b>1,848</b>	<b>810</b>	<b>1,848</b>	<b>810</b>
Earning per share				
- basic (sen)	2.39	1.10	2.39	1.10
- diluted (sen)	*	*	*	*

\* Diluted earnings per ordinary share are not presented for the financial year as there is an anti-dilutive effect on the conversion of all dilutive potential ordinary shares into ordinary shares.

*The above Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	<b>3 months ended</b>	
	<b>31.03.2009</b>	<b>31.03.2008</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,096	1,018
Adjustments for non-cash and non operating items	2,395	2,354
Operating profit before working capital changes	4,491	3,372
Changes in working capital		
Net changes in current assets	4,103	(6,046)
Net changes in current liabilities	(4,410)	1,001
Taxation paid	(474)	368
<b>Net cash inflow/(outflow) from operating activities</b>	<b>3,710</b>	<b>(1,304)</b>
<b>Net cash outflow from investing activities</b>	<b>(1,566)</b>	<b>(4,297)</b>
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(4,238)</b>	<b>183</b>
<b>Decrease in cash and cash equivalents</b>	<b>(2,094)</b>	<b>(5,418)</b>
<b>Opening cash and cash equivalents</b>	<b>22,089</b>	<b>10,982</b>
<b>Effect of exchange rate changes</b>	<b>(2)</b>	<b>1</b>
<b>Closing cash and cash equivalents</b>	<b>19,993</b>	<b>5,565</b>

*The above Consolidated Cash flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Share Capital RM'000	Share premium & other capital reserve RM'000	Translation reserve RM'000	Retained profits RM'000	Sub-total RM'000	Minority interest RM'000	Total RM'000
<b>At 1 January 2009</b>	42,008	2,893	(270)	24,940	69,571	2,423	71,994
Profit for the period	-	-	3	2,003	2,006	(156)	1,850
<b>At 31 December 2009</b>	42,008	2,893	(267)	26,943	71,577	2,267	73,844
<b>At 1 January 2008</b>	42,008	2,893	(201)	13,745	58,445	3,132	61,577
Profit for the period	-	-	(69)	11,195	11,126	(709)	10,417
<b>At 31 December 2008</b>	42,008	2,893	(270)	24,940	69,571	2,423	71,994

*The above Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT**

A1. Basis of Preparation and Accounting Policies

The interim financial report is unaudited and has been prepared in compliance with Financial Reporting Standard (FRS) Standard No. 134 - Interim Financial Reporting and paragraph 9.22 and Appendix 9B of The Bursa Malaysia Listing Requirements and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2008.

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

A2. Auditors' Report

The auditors' report of the preceding annual financial statements for the financial year ended 31 December 2008 was not subject to any audit qualification.

A3. Seasonal/Cyclical Factors

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

A4. Unusual Items

There were no unusual and extraordinary items for the financial period under review.

A5. Changes in Estimates

There were no changes in estimates of amounts reported in the prior financial years which have a material effect in the financial period under review.

A6. Debt or Equity Securities

The total number of unexercised share options as at 31 March 2009 was 11,551,000 and there were no further exercise of any share from 31 March 2009 up to the date of this report.

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the financial period under review.

A7. Dividend Paid

There were no dividends paid during the current quarter.

The Company had proposed a first and final tax exempt dividend of 3% per ordinary share for the financial year ended 31 December 2008, subject to shareholders approval at the coming Annual General Meeting.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT**

A8. Segmental Reporting

Segmental information for the financial period ended 31 March 2009:-

Revenue	External RM'000	Inter-segment RM'000	Total RM'000
Trading	23,047		23,047
Manufacturing	5,809	15,764	21,573
Elimination : Inter-segment Revenue	-	(15,764)	(15,764)
Total revenue	<u>28,856</u>	<u>-</u>	<u>28,856</u>

RESULTS	Total RM'000
Trading	1,264
Manufacturing	886
Others	(54)
Profit before taxation	2,096
Taxation	(248)
Profit for the financial period	<u>1,848</u>

A9. Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward from the preceding annual financial statements less accumulated depreciation and impairment losses.

A10. Material Subsequent Events

There were no material events subsequent to the current quarter ended 31 March 2009 up to the date of this announcement which is likely to substantially affect the results of the operations of the Group.

A11. Changes in Composition of the Group

There were no material changes in the composition of the Group during the financial period to-date.

A12. Contingent Liabilities

The Company has given corporate guarantees amounting to RM59.62 million to licensed banks for banking facilities granted to certain subsidiary companies. Consequently, the Company is contingently liable for the amount of banking facilities utilized by these subsidiary companies totaling RM31.19 million as at 31 March 2009.

A13. Capital Commitments

Capital Expenditure	:	Plant and Equipment	<b>RM'000</b>
		Approved and contracted for	<u>3,688</u>

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S**  
**LISTING REQUIREMENTS**

B1. Review of Performance

The Group recorded 2% increase in revenue to RM28.9 million for the current quarter ended 31 March 2008 as compared to previous year corresponding quarter of RM28.2 million. The Group registered a profit before tax of RM2.1 million for the current quarter as compared to profit before taxation of RM1.0 million recorded in first quarter of 2008.

B2. Comparison with Preceding Quarter's Results

The Group registered a 24% decrease in revenue to RM28.9 million for the current quarter as compared to RM38.1 million registered in preceding quarter. The Group registered a profit before taxation for the current quarter of RM2.1 million as compared to RM3.6 million in the preceding quarter.

B3. Prospects

In view of potential for exports and global emphasis on the environment, interest in the Group's environmental engineering products and services are expected to continue in financial year 2009. The Group will continue with its various marketing strategies and cost management measures to address possible adverse impact on the Group's results arising from the current uncertain worldwide economic condition.

B4. Profit Forecast

Not applicable for the Group.

B5. Taxation

	Year Ended 31.03.2009 RM '000	Year Ended 31.03.2008 RM '000
Current Year Taxation		
- in Malaysia	223	208
In respect of prior year	25	
	<u>248</u>	<u>208</u>

The Group's effective tax rate in current year is lower than the statutory rate due to the utilization of the brought forward capital allowances, reinvestment allowances and unabsorbed tax losses.

B6. Sale of Investments and/or Properties

There were no profits on sale of investments and/or properties in the current financial quarter and financial year to-date.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S**  
**LISTING REQUIREMENTS**

B7. Quoted Securities

There was no purchase or disposal of quoted securities in the current financial quarter under and financial year to-date.

B8. Status of Corporate Proposal

There was no corporate proposal announced but not completed for the period ended 31 March 2009.

B9. Borrowings

The Group's borrowings as at 31 March 2009 were as follows:

		As at 31.03.2009 RM'000
Secured		
Short Term borrowings	denominated in Ringgit Malaysia	58,633
Short Term - Hire purchase	denominated in Ringgit Malaysia	1,924
Long Term borrowings	denominated in Ringgit Malaysia	11,503
Long Term - Hire Purchase	denominated in Ringgit Malaysia	4,597
Total		<u>76,657</u>

B10. Off Balance Sheet Financial Instruments

As at the date of this report, the Group had entered into the following outstanding foreign currency contracts to hedge its foreign currencies commitment :-

Currency	Contract Type	Contract Amount FC'000	Contract Period	Outstanding Contract Amount	
				FC'000	RM'000
USD	Buy	380	19/03/2009-23/09/2009	220	810
GBP	Buy	3	16/02/2009-18/06/2009	1	3
USD	Buy	400	13/03/2009-08/09/2009	129	480
USD	Buy	400	20/03/2009-23/09/2009	400	1465

The Group does not foresee any significant credit and market risks associated with the above forward exchange contract as it is entered into with approved financial institutions.

There is no cash requirement for the above forward exchange contract.

The Group is exposed to currency risk as a result of the Group's trade receivables and payables in foreign currencies. The Group enters into foreign exchange contract when there is a need to hedge certain exposure. These contracts are typically of short-term nature. The Group does not take up the difference between the contract rate and the spot rate in the Income Statement for the current financial period.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**  
**ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S**  
**LISTING REQUIREMENTS**

B11. Material Litigations

As at the date of this report, the Group is not engaged in any litigation which might materially affect the position of the Group.

B12. Dividend

The Board does not recommend any dividend for the financial quarter under review.

B13. Profit/(loss) Per Share

Basic profit/(loss) per share of the Group is calculated by dividing the net profit/(loss) for the financial period by the weighted average number of shares in issue during the period.

	<u>3 months ended</u>		<u>Year to date ended</u>	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
Profit/(loss) attributable to equity holders of the parent (RM'000)	2,004	926	2,004	926
Weighted average number of shares in issue ('000)	84,016	84,016	84,016	84,016
Basic profit/(loss) per share (sen)	2.39	1.10	2.39	1.10

\* Diluted earnings per ordinary share are not presented for the financial year as there is an anti-dilutive effect on the conversion of all dilutive potential ordinary shares into ordinary shares.