

**UNAUDITED QUARTERLY REPORT FOR THE FIRST QUARTER ENDED
31 MARCH 2009**

A. NOTES TO THE QUARTERLY FINANCIAL REPORT

1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad, and Financial Reporting Standard (FRS) 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB).

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

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

The Group has not applied the following accounting standards (including its consequential amendments) and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective:

FRSs / Interpretations	Effective date
FRS 4, <i>Insurance Contracts</i>	1 January 2010
FRS 7, <i>Financial Instruments: Disclosures</i>	1 January 2010
FRS 8, <i>Operating Segment</i>	1 July 2009
FRS 139, <i>Financial Instruments: Recognition and Measurement</i>	1 January 2010
IC Interpretation 9, <i>Reassessment of Embedded Derivatives</i>	1 January 2010
IC Interpretation 10, <i>Interim Financial Reporting and Impairment</i>	1 January 2010

The Group plans to apply the abovementioned FRSs / Interpretations from the annual period beginning 1 January 2010.

The impact of applying FRS 4, FRS 7 and FRS 139 on the financial statements upon first adoption as required by paragraph 30(b) of FRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors* is not disclosed by virtue of the exemptions given in the respective FRSs. The initial application of the above standards (and its consequential amendments) and interpretations is not expected to have any material impact on the financial statements of the Group.

2 Audit qualification

The preceding audited financial statements of the Group were not subject to any audit qualification.

3 Seasonality or cyclicity of operations

The business operations of the Group during the financial quarter under review were not materially affected by any seasonal or cyclical factors.

4 Unusual items affecting the assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter.

5 Material changes in estimates

There were no changes in estimates of amounts, which have a material effect in the current quarter.

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6 Issuances, cancellations, repurchases, resales and repayments of debts and equity securities
There were no cancellations, repurchases, resale and repayments of debts and equity securities for the current quarter.

7 Dividend paid
The Directors declared an interim dividend of 3 sen tax exempt per ordinary share of RM1.00 each totalling RM1,200,000.00 in respect of the year ended 31 December 2008, based on issued and paid-up capital as at 15 December 2008 and paid on 12 January 2009.

8 Segment information
The Group operates principally in Malaysia and in the manufacture and sale of flexible packaging materials.

9 Property, plant and equipment
The Group did not carry out any valuations on its property, plant and equipment for the current quarter.

10 Material events subsequent to period end
There were no material events subsequent to period end.

11 Changes in composition of the group
There were no changes in the composition of the Group for the current quarter.

12 Contingent liabilities

	2009	2008
	RM'000	RM'000
Corporate guarantees for banking facilities given to subsidiary	83,422	79,574

13 Capital commitments

	2009	2008
	RM'000	RM'000
Plant and equipment Contracted but not provided for	3,143	1,662
Authorised but not contracted for	351	nil

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**B. ADDITIONAL INFORMATION AS REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD'S LISTING REQUIREMENTS**

1 Review of performance

For the 3 months period ended 31 March 2009, the Group achieved a turnover of RM36,574,000 compared to RM39,668,000 of the same period last year, decreased by RM3,094,000 or 7.80%, mainly due to the weaker sales volume for the 3 months period ended 31 March 2009.

The Group recorded a profit before taxation of RM4,071,000 against the profit before taxation of RM580,000 in the previous corresponding period, mainly due to the lower cost of goods manufactured for the 3 months period ended 31 March 2009.

2 Variation of results against preceding quarter

The Group reported a profit before taxation of RM4,071,000 for the first quarter ended 31 March 2009 compared to a profit before taxation of RM1,921,000 in the preceding quarter mainly due to the lower cost of goods manufactured for the first quarter ended 31 March 2009.

3 Current year prospects

The directors expect the performance of the Group will be more challenging for the financial year ending 31 December 2009 in view of the recent H1N1 virus and the slowdown in global economy.

4 Profit forecast

No profit forecast was provided for the current quarter and financial year-to-date.

5 Tax expense

Taxation comprises the following:-

	Individual quarter ended		Cumulative quarter ended	
	31 March 2009	31 March 2008	31 March 2009	31 March 2008
	RM'000	RM'000	RM'000	RM'000
The tax expense comprises the followings:				
Tax expense				
- Current year	310	88	310	88
- Prior years	-	-	-	-
	<u>310</u>	<u>88</u>	<u>310</u>	<u>88</u>
Deferred tax expense				
- Current year	-	-	-	-
- Prior years	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>310</u>	<u>88</u>	<u>310</u>	<u>88</u>

6 Unquoted investments and properties

There was no disposal of unquoted investments and/or properties for the current quarter and financial year-to-date.

7 Quoted investments

There were no purchases or disposals of quoted securities for the current quarter and financial year-to-date.

8 Status of corporate proposal announced

There was no corporate proposal announced for the current quarter.

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9 Group borrowings and debts securities

The borrowings of the Group denominated in Ringgit Malaysia as at the end of the reporting period are as follows:-

	31 March 2009 RM'000	31 December 2008 RM'000
Non-Current		
<i>Secured</i>		
Term Loans	4,384	4,826
Finance Lease Liabilities	2,951	3,365
	7,335	8,191
Current		
<i>Secured</i>		
Term Loans	1,991	2,097
Finance Lease Liabilities	1,958	2,255
	3,949	4,352
<i>Unsecured</i>		
Bankers' Acceptance	17,332	30,932
	17,332	30,932
	21,281	35,285
	28,616	43,475

10 Off balance sheet financial instruments

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

11 Changes in material litigation

There were no pending material litigations at the date of this quarterly report.

12 Dividend

The Board declared a tax exempt interim dividend of 3 sen per ordinary share of RM1.00 each amounting to RM1,200,000 on 14th May 2009 and the said dividend will be paid on 15th July 2009 to shareholders whose names appear on the Company's Record of Depositors on 16th June 2009.

13 Earnings per ordinary shares

(a) Basic earnings per share

The calculation of basic earnings per ordinary share for the current quarter ended 31 March 2009 is based on the net profit after tax of RM3,761,000 and the weighted average number of ordinary shares outstanding during the current quarter of 40,000,000.

(b) Diluted earnings per share

No disclosure is made for diluted earning per ordinary share for the period as it is anti-dilutive.