



**UNAUDITED QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2012**

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the fourth quarter ended 31 December 2012.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME -
UNAUDITED**

	Three months ended		Twelve months ended	
	31.12.2012	31.12.2011	31.12.2012	31.12.2011
	RM '000	RM '000	RM '000	RM '000
Revenue	<u>54,860</u>	<u>51,546</u>	<u>216,724</u>	<u>212,413</u>
Operating Profit	5,785	3,388	24,300	14,934
Interest income	49	33	158	122
Finance costs	<u>(293)</u>	<u>(239)</u>	<u>(1,224)</u>	<u>(1,002)</u>
Profit before taxation	<u>5,541</u>	<u>3,182</u>	<u>23,234</u>	<u>14,054</u>
Income tax expense	<u>(1,635)</u>	<u>(943)</u>	<u>(5,981)</u>	<u>(2,650)</u>
Profit for the period/ Total comprehensive income for the period/ Attributable to owners of the Company	<u><u>3,906</u></u>	<u><u>2,239</u></u>	<u><u>17,253</u></u>	<u><u>11,404</u></u>
Weighted average number of shares in issue ('000)	109,236	108,747	109,079	108,760
Basic earnings per ordinary share (sen)	<u><u>3.58</u></u>	<u><u>2.06</u></u>	<u><u>15.82</u></u>	<u><u>10.48</u></u>
Diluted earnings per ordinary share (sen)	<u><u>3.57</u></u>	<u><u>2.06</u></u>	<u><u>15.80</u></u>	<u><u>10.47</u></u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - UNAUDITED

	As at 31.12.2012 RM '000	Audited As at 31.12.2011 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	65,415	56,737
Intangible assets	257	79
Total non-current assets	<u>65,672</u>	<u>56,816</u>
Current assets		
Inventories	36,873	32,117
Trade and other receivables	49,222	44,687
Tax recoverable	19	13
Cash and cash equivalents	12,084	9,569
Total current assets	<u>98,198</u>	<u>86,386</u>
TOTAL ASSETS	<u><u>163,870</u></u>	<u><u>143,202</u></u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	54,632	54,573
Reserves	49,148	39,538
Total equity	<u>103,780</u>	<u>94,111</u>
Non-current liabilities		
Loans and borrowings	4,899	1,169
Employee benefits	610	594
Deferred tax liabilities	8,084	7,141
Total non-current liabilities	<u>13,593</u>	<u>8,904</u>
Current liabilities		
Trade and other payables	28,157	22,775
Loans and borrowings	16,747	16,201
Taxation	1,520	1,022
Dividends payable	73	189
Total current liabilities	<u>46,497</u>	<u>40,187</u>
Total liabilities	<u>60,090</u>	<u>49,091</u>
TOTAL EQUITY AND LIABILITIES	<u><u>163,870</u></u>	<u><u>143,202</u></u>
Net assets per share (RM)	0.95	0.86

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - UNAUDITED

	Attributable to owners of the Company					Total equity RM '000
	Non-distributable			Distributable		
	Share capital RM '000	Share premium RM '000	Treasury share RM '000	Merger reserves RM '000	Retained earnings RM '000	
At 1 January 2012	54,573	637	(103)	2,991	36,013	94,111
Total comprehensive income for the period	-	-	-	-	17,253	17,253
Share options exercised	59	12	-	-	-	71
Own shares acquired	-	-	(18)	-	-	(18)
Dividends to shareholders	-	-	-	-	(7,637)	(7,637)
At 31 December 2012	<u>54,632</u>	<u>649</u>	<u>(121)</u>	<u>2,991</u>	<u>45,629</u>	<u>103,780</u>
At 1 January 2011	54,298	595	-	2,991	30,813	88,697
Total comprehensive income for the period	-	-	-	-	11,404	11,404
Share options exercised	275	42	-	-	-	317
Own shares acquired	-	-	(103)	-	-	(103)
Dividends to shareholders	-	-	-	-	(6,204)	(6,204)
At 31 December 2011	<u>54,573</u>	<u>637</u>	<u>(103)</u>	<u>2,991</u>	<u>36,013</u>	<u>94,111</u>

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED

	Twelve months ended 31.12.2012 RM '000	Twelve months ended 31.12.2011 RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	23,234	14,054
Adjustments for:-		
Amortisation of intangible assets	35	41
Depreciation	10,895	10,015
Interest income	(158)	(122)
Finance costs	1,224	1,002
Property, plant and equipment written off	332	57
Unrealised (gain)/ loss on foreign exchange	(321)	63
Gain on disposal of property, plant and equipment	(151)	(76)
Expenses related to defined benefit plans	16	48
Operating profit before changes in working capital	<u>35,106</u>	<u>25,082</u>
Change in inventories	(4,756)	6,409
Change in trade and other receivables	(4,214)	(5,740)
Change in trade and other payables	5,382	(3,938)
Cash generated from operations	<u>31,518</u>	<u>21,813</u>
Tax paid	(4,546)	(2,122)
Interest paid	(267)	
Net cash from operating activities	<u>26,705</u>	<u>19,691</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(19,019)	(7,509)
Acquisition of intangible assets	(212)	(11)
Proceeds from disposal of property, plant and equipment	165	341
Interest received	158	122
Net cash used in investing activities	<u>(18,908)</u>	<u>(7,057)</u>



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS - UNAUDITED (continued)

	Twelve months ended 31.12.2012 RM '000	Twelve months ended 31.12.2011 RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loans	7,965	-
Repayment of term loans	(4,223)	(4,033)
Net short term borrowings	790	(105)
Payments of finance lease liabilities	(1,157)	(954)
Proceeds from issuance of shares	70	317
Dividends paid to owners of the Company	(7,752)	(6,199)
Interest paid	(957)	(1,002)
Shares buy back	(18)	(103)
Net cash used in financing Activities	<u>(5,282)</u>	<u>(12,079)</u>
Net increase in cash and cash equivalents	2,515	555
Cash and cash equivalents at 1 January	9,569	9,014
Cash and cash equivalents at 31 December	<u><u>12,084</u></u>	<u><u>9,569</u></u>
* Cash and cash equivalents at end of the period consist of:-		
Deposit placed with licensed banks	5,820	470
Cash and bank balances	<u>6,264</u>	<u>9,099</u>
	<u><u>12,084</u></u>	<u><u>9,569</u></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)



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 Malaysia Financial Reporting Standard (MFRS) 134: Interim Financial Reporting. These condensed consolidated interim financial statements also comply with IAS34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011. 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 2011.

These are the Group and the Company's first financial statements prepared in accordance with MFRS and MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* has been applied.

In the previous financial years, the financial statements of the Group and the Company were prepared in accordance with Financial Reporting Standards (FRS) in Malaysia. The adoption of MFRS has no material effect to the financial statements.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but have not been adopted by the Group and the Company:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2012

- Amendments to MFRS 101, *Presentation of Financial Statements - Presentation of Items of Other Comprehensive Income*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013

- MFRS 10, *Consolidated Financial Statements*
- MFRS 11, *Joint Arrangements*
- MFRS 12, *Disclosure of Interests in Other Entities*
- MFRS 13, *Fair Value Measurement*
- MFRS 119, *Employee Benefits* (2011)
- MFRS 127, *Separate Financial Statements* (2011)
- MFRS 128, *Investments in Associates and Joint Ventures* (2011)
- IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine*
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities*



1 Basis of preparation (continued)

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards – Government Loans*
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 101, *Presentation of Financial Statements (Annual Improvements 2009- 2011 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 132, *Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 10, *Consolidated Financial Statements: Transition Guidance*
- Amendments to MFRS 11, *Joint Arrangements: Transition Guidance*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Transition Guidance*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2014

- Amendments to MFRS 132, *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2015

- MFRS 9, *Financial Instruments (2009)*
- MFRS 9, *Financial Instruments (2010)*
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures*

The Group and the Company plan to apply the abovementioned standards, amendments and interpretations in the respective financial year when the above standards, amendments and interpretations become effective.

The initial application of these standards, amendments and interpretations are not expected to have any material financial impacts to the current and prior periods financial statements of the Group and the Company upon their first adoption.



1 Basis of preparation (continued)

Property, plant and equipment - Deemed cost exemption - previous revaluation

Under FRSs, the Group had availed itself to the transitional provision when the MASB first adopted IAS 16, *Property, Plant and Equipment* in 1994. The short term leasehold land and building was revalued in 1994 and no later valuation has been recorded for this property.

Upon transition to MFRSs, the Group elected to apply the optional exemption to use that previous revaluation as deemed cost under MFRSs. The revaluation reserve of RM1,866,592 at 1 January 2011 and RM1,784,592 at 31 December 2011 was reclassified to retained earnings.

The aggregate fair value of the short term leasehold land and building in 1994 was determined to be RM12,500,000 compared to the then carrying amount of RM9,437,613 under FRSs.

The impact arising from the change is summarised as follows:

	1.1.2011			31.12.11		
	Effect of transition to			Effect of transition to		
	FRSs RM'000	MFRSs RM'000	MFRSs RM'000	FRSs RM'000	MFRSs RM'000	MFRSs RM'000
Revaluation reserve	1,867	(1,867)	--	1,785	(1,785)	--
Retained earnings	28,946	1,867	30,813	34,228	1,785	36,013

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.

6 Issuances, cancellations, repurchases, resales and repayments of debts and equity securities

The Group's issued and paid-up capital increased from RM54,613,525 to RM54,632,325 during the current period, as a result of issuance and exercise of 28,900 new ordinary shares of RM0.50 each at par at an exercise price of RM0.60 each under the Employees' Share Option Scheme (ESOS).

7 Dividend paid

The board declared an interim dividend of 2 sen tax exempt per ordinary share of RM 0.50 each totaling RM2,181,805 on 14th August 2012, based on issued and paid up capital as at 10th September 2012 and paid in the current quarter on 2nd October 2012.



**UNAUDITED QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2012**

8 Segment information

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

The Group's operation is divided into local and export market. The local market relates to sales to customers within Malaysia. The export market relates to sales to overseas customers with South East Asia being the principal market segment.

	Individual quarter ended		Cumulative quarter ended	
	31 December 2012 RM'000	31 December 2011 RM'000	31 December 2012 RM'000	31 December 2011 RM'000
Revenue				
- Local	29,552	28,144	119,503	113,100
- Overseas	25,308	23,402	97,221	99,313
	<u>54,860</u>	<u>51,546</u>	<u>216,724</u>	<u>212,413</u>

9 Valuations of 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

	31 December 2012 RM'000	31 December 2011 RM'000
Secured corporate guarantees for banking facilities given to subsidiary	<u>8,203</u>	<u>4,718</u>
Unsecured corporate guarantees for banking facilities given to subsidiary	<u>13,443</u>	<u>12,652</u>



13 Capital commitments

	31 December 2012 RM'000	31 December 2011 RM'000
Plant and equipment Contracted but not provided for	<u>6,412</u>	<u>11,524</u>
Authorised but not contracted for	<u>313</u>	<u>508</u>



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

1 Review of performance

For the 12 months period ended 31 December 2012, the Group achieved a turnover of RM216,724,000 compared to RM212,413,000 of the same period last year, slightly increase of 2% driven by domestic sales. However, the Group recorded a higher pre-tax profit of RM23,234,000 against the pre-tax profit of RM14,054,000 in the previous corresponding period, mainly contributed by a better sales mix and lower production costs.

2 Variation of results against preceding quarter

The Group reported a pre-tax profit of RM5,541,000 for the fourth quarter ended 31 December 2012 compared to a pre-tax profit of RM5,640,000 in the preceding quarter. The pre-tax profit for the current quarter is fairly consistent to the preceding quarter.

3 Current year prospects

The Group expects the prices of certain raw materials will increase and the operating environment is expected to be challenging.

Nevertheless, the Board is cautiously optimistic that with the strong demand for the Group's products from the food and beverage sector, and the continued customer expansion plan, the Group will continue to deliver profitable results for the coming financial year.

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 December 2012 RM'000	31 December 2011 RM'000	31 December 2012 RM'000	31 December 2011 RM'000
The tax expense comprises the followings:				
Tax expense				
- Current period	882	1,100	4,997	2,520
- Prior year	41	-	41	87
	<u>923</u>	<u>1,100</u>	<u>5,038</u>	<u>2,607</u>
Deferred tax expense				
- Current period	644	(157)	875	43
- Prior year	68	-	68	-
	<u>712</u>	<u>- 157</u>	<u>943</u>	<u>43</u>
	<u>1,635</u>	<u>943</u>	<u>5,981</u>	<u>2,650</u>

6 Status of corporate proposal announced

There was no corporate proposal announced for the current quarter.



7 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 December 2012	31 December 2011
	RM'000	RM'000
Non-current		
<i>Secured</i>		
Term loans	4,820	970
Finance lease liabilities	79	199
	<u>4,899</u>	<u>1,169</u>
Current		
<i>Secured</i>		
Term loans	2,656	2,764
Finance lease liabilities	648	785
	3,304	3,549
<i>Unsecured</i>		
Bankers' acceptances	13,443	12,652
	13,443	12,652
	<u>16,747</u>	<u>16,201</u>
	<u>21,646</u>	<u>17,370</u>

8 Disclosure of derivatives

There were no financial derivatives for current quarter ended 31 December 2012.

9 Changes in material litigation

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

10 Dividend

- (a) First tax exempt interim dividend of 1.5 sen per ordinary share of RM0.50 each amounting to RM1,636,248 in respect of the financial year ending 31 December 2012 has been paid on 2nd July 2012 to shareholders.
- (b) Second tax exempt interim dividend of 2 sen per ordinary share of RM0.50 each amounting to RM2,181,805 in respect of the financial year ending 31 December 2012 has been paid on 2nd October 2012 to shareholders.
- (c) Third tax exempt interim dividend of 2 sen per ordinary share of RM0.50 each amounting to RM2,182,757 in respect of the financial year ending 31 December 2012 has been paid on 4th January 2013 to shareholders.
- (d) The Board declared a tax exempt interim dividend of 2 sen per ordinary share of RM0.50 each on 26th February 2013 in respect of the financial year ended 31st December 2012 and the said dividend will be paid on 8th April 2013 to shareholders whose names appear on the Company's Record of Depositors on 18th March 2013.



11 Earnings per ordinary shares

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period, adjusted by the number of ordinary shares repurchased during the period under review.

	Individual Quarter Ended		Cumulative Quarter Ended	
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net Profit attributable to ordinary shareholders (RM'000)	3,906	2,239	17,253	11,404
Issued ordinary shares at the beginning of the quarter	109,227	108,595	109,146	108,595
Effect of ordinary shares issued	28	152	60	273
Treasury shares	(19)	-	(127)	(108)
Weighted average number of ordinary shares in issue ('000)	109,236	108,747	109,079	108,760
Basic earnings per ordinary share (sen)	<u>3.58</u>	<u>2.06</u>	<u>15.82</u>	<u>10.48</u>

Diluted earnings per ordinary share

The calculation of diluted earnings per ordinary share for the period under review is based on profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the said financial period, after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

	Individual Quarter Ended		Cumulative Quarter Ended	
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net Profit attributable to ordinary shareholders (RM'000)	3,906	2,239	17,253	11,404
Weighted average number of ordinary shares (basic)	109,236	108,747	109,079	108,760
Effect of share options in	116	120	90	128
Weighted average number of ordinary shares diluted ('000)	109,352	108,867	109,169	108,888
Diluted earnings per ordinary share (sen)	<u>3.57</u>	<u>2.06</u>	<u>15.80</u>	<u>10.47</u>



12 Disclosure of realised and unrealised profits/ losses

	As at 31.12.2012 RM'000	As at 31.12.2011 RM'000
Total retained earnings of the Company and its subsidiaries:		
~ Realised profits	53,043	42,939
~ Unrealised losses	(7,414)	(6,926)
Total retained earnings of the Group	45,629	36,013

13 Notes to the Statements of Comprehensive Income

Profit before tax is arrived at after charging/ (crediting):

	Individual Quarter ended		Cumulative Quarter ended	
	31 December 2012 RM'000	31 December 2011 RM'000	31 December 2012 RM'000	31 December 2011 RM'000
Interest income	(49)	(33)	(158)	(122)
Other expenses/ (income)	531	(64)	(168)	(338)
Interest expense	293	239	1,224	1,002
Depreciation	2,142	2,553	10,895	10,015
Amortisation of intangible assets	7	10	35	41
Bad debts recovered	(4)	(6)	(22)	(22)
(Reversal of)/ Allowance for slow moving inventories	(56)	30	37	1
Foreign exchange:				
- Realised loss/ (gain)	350	(731)	825	(240)
- Unrealised (gain)/ loss	(320)	714	(321)	63
Gain disposal of property, plant and equipment	(4)	(71)	(151)	(76)