

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

The figures have not been audited.

	AS AT 31/12/2011 UNAUDITED RM'000	AS AT 31/12/2010 AUDITED RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	30,663	33,299
Prepaid Lease Payment	3,210	3,235
Investment in quoted securities	-	110
	33,873	36,644
Current Assets		
Inventories	9,805	9,291
Trade and other receivables	20,243	18,806
Tax recoverable	9	9
Fixed Deposit	1,428	4,281
Cash and bank balances	1,454	3,001
	32,939	35,388
TOTAL ASSETS	66,812	72,032
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share capital	41,981	41,981
Right Issue - warrants	407	407
Treasury Share.at cost	(2,568)	(2,568)
Unappropriated profit / (loss)	(5,140)	(6,578)
Total Equity	34,680	33,242
Minority Interest	-	-
	34,680	33,242
Non-Current Liabilities		
Bank Borrowings	7,272	-
Hire Purchase	1,509	3,163
Deferred Tax	1,935	2,185
	10,716	5,348
Current Liabilities		
Trade and other payables	16,262	15,122
Bank Borrowings	3,344	16,406
Hire Purchase	1,810	1,914
	21,416	33,442
Total Liabilities	32,132	38,790
TOTAL EQUITY AND LIABILITIES	66,812	72,032
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.88	0.84

(The condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

RALCO CORPORATION BERHAD (333101-V)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the 12 months ended 31 December 2011 - unaudited

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/12/2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2010 RM'000	CURRENT YEAR PERIOD 31/12/2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2010 RM'000
Gross revenue	27,129	24,508	105,467	100,392
Cost of sales	(25,116)	(20,593)	(98,150)	(88,496)
Gross profit	2,013	3,915	7,317	11,896
Other operating income	112	(617)	5,516	1,352
Selling & Distribution expenses	(853)	(655)	(3,260)	(2,488)
Administrative and general expenses	(2,134)	(2,169)	(7,197)	(7,042)
Results from operating activities	(862)	474	2,376	3,718
Finance costs	(254)	(433)	(923)	(1,481)
Profit/(Loss) before tax	(1,116)	41	1,453	2,237
Tax expense	1,156	(506)	(15)	(1,053)
Profit/(Loss) for the year	40	(465)	1,438	1,184
Foreign currency translation difference for foreign operation	-	-	-	-
Hedge of net investment	-	-	-	-
Cashflow hedge	-	-	-	-
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	40	(465)	1,438	1,184
Attributable to:				
Equity holders of the parent	40	(507)	1,438	964
Minority interests	-	42	-	220
Profit for the year	40	(465)	1,438	1,184
Comprehensive income attributable to :				
Equity holders of the parent	-	-	-	-
Minority interests	-	-	-	-
Total comprehensive income for the year	-	-	-	-
Basic earnings per share (sen)	0.10	(1.25)	3.57	2.39

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

The figures have not been audited.

	----- Attributable to equity holders of the parent -----				Total RM'000	Minority interest RM'000	Total equity RM'000
	Share capital RM'000	Treasury Share RM'000	Right Issue Warrants RM'000	Unappropriated profit RM'000			
At 1 January 2010	41,981	(383)	407	(6,549)	35,456	2	35,458
Conversion of warrants		(2,185)			(2,185)		(2,185)
Treasury Shares					-		-
Right Issue - Warrant 2009/2019					-		-
Net profit for the year	-	-	-	964	964	220	1,184
Other comprehensive income					-	-	-
Acquisition of additional interest in subsidiary (30%)						(222)	(222)
Total comprehensive income	-	-	-	964	964	(2)	962
Goodwill on acquisition	-	-	-	(993)	(993)		(993)
At 31 December 2010	41,981	(2,568)	407	(6,578)	33,242	-	33,242
At 1 January 2011	41,981	(2,568)	407	(6,578)	33,242	-	33,242
Treasury Shares					-	-	-
Right Issue - Warrant 2009/2019					-		-
Net profit for the year				1,438	1,438		1,438
Other comprehensive income				-	-		-
Total comprehensive income	-	-	-	1,438	1,438	-	1,438
At 31 December 2011	41,981	(2,568)	407	(5,140)	34,680	-	34,680

(The condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011

The figures have not been audited.

	CURRENT YEAR TO DATE 31/12/2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2010 RM'000
Profit/(loss) before tax	1,453	2,237
Adjustment for:		
Depreciation / Amortisation	5,171	5,393
Loss on disposal of PPE / PPE written off	49	63
Reversal of impairment loss	-	(13)
Gain on disposal of investment	(32)	-
Interest expenses	923	1,481
Interest income	(56)	(157)
Net fair value gain on initial designation of quoted securities	-	(10)
Unrealised gain on foreign exchange	-	(244)
Operating profit before changes in working capital	7,508	8,750
Changes in working capital		
(Increase) / decrease in inventories	(515)	(2,100)
(Increase) / decrease in trade & other receivables	(1,919)	5,793
Increase / (decrease) in trade & other payables	1,622	(2,003)
Cash generated from operations	6,696	10,440
Interest received	56	157
Interest paid	(923)	(1,481)
Tax paid	(265)	(143)
Net cash generated from operating activities	5,564	8,973
Cash Flows from Investing Activities:		
Purchase of property, plant & equipment (PPE)	(2,411)	(4,031)
Proceed from disposal of PPE	500	44
Purchase of additional shares in a subsidiary	-	(1,215)
Investment in quoted securities	-	(101)
Proceed from disposal of investment	143	-
Net cash used in investing activities	(1,768)	(5,303)
Cash Flows from Financing Activities:		
Treasury shares purchased	-	(2,186)
Repayment of hire purchase instalments	(2,406)	(806)
Repayment of borrowings	(2,088)	(1,206)
Proceed from bank borrowing	9,620	-
Net cash generated from / (used in) financing activities	5,126	(4,198)
NET CHANGES IN CASH AND CASH EQUIVALENTS	8,922	(528)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	(6,040)	(5,512)
CASH AND CASH EQUIVALENTS CARRIED FORWARD	2,882	(6,040)
Represented by:		
FIXED DEPOSIT	1,428	4,281
CASH AND BANK BALANCES	1,454	3,001
BANK OVERDRAFTS	-	(13,322)
	2,882	(6,040)

(The condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2010 and the accompanying explanatory notes attached to the Interim Financial Statements)

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4th quarter ended 31 December 2011

A) Notes to the Interim Financial Report For the 4th Quarter ended 31 December 2011: Explanatory Notes in compliance to FRS 134 on Interim Financial Reporting

(1) Basis of Preparation

The interim financial statements have been prepared in accordance with FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements have been prepared using the same accounting policies, methods of computation and basis of consolidation as those used in the preparation of the audited financial statements for the financial year ended 31 December 2010.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2010. 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 financial year ended 31 December 2010.

(2) Changes in Accounting Policies

(a) The Group has opted for early adoption of the following new and revised FRSs which are applicable to the Group.

(i) FRS 127 Consolidated and Separate Financial Statements

FRS 127 Consolidated and Separate Financial Statements (effective from 1 July 2010) states that changes in a parent’s ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions (ie transactions with owners in their capacity as owners).

The Group and the Company had adopted FRS 127 on 1 January 2010 in accordance with the transitional provision. Hence, no goodwill needs to be recognised. Any difference between the amount by which the non-controlling interests is adjusted and the fair value of the consideration paid or received shall be recognized directly in equity and attributed to the owners of the parent.

(b) The Group has not opted for early adoption of the following new and revised FRSs and Issues Committee Interpretations (“IC Interpretations”) which are applicable to the Group.

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a) FRSs and IC Interpretations which shall be effective for financial periods beginning on or after 1 July 2010 are:-

- i. FRS 1 : First –time Adoption of Financial Reporting Standards
- ii. FRS 2 : Amendments to FRS2 Share-based Payment
- iii. FRS 3 : Business Combinations
- iv. FRS 5 : Amendments to FRS5 Non-current Assets Held for Sale And Discontinued Operations
- v. FRS 138 : Amendments to FRS 138 Intangible Assets
- vi. IC Interpretation 9 : Amendments to IC interpretation 9 Reassessment of Embedded Derivatives
- vii. IC Interpretation 12 : Service Concession Arrangements
- viii. IC Interpretation 15 : Agreements for the Construction of Real Estate
- ix. IC Interpretation 16 : Hedges of a Net Investment in Foreign Operation
- x. IC Interpretation 17 : Distributions of Non-cash Assets to Owners

b) FRSs and IC Interpretations which shall be effective for financial periods beginning on or after 1 January 2011 are:-

- i. FRS 1 : Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters (Amendment to FRS 1 First –time Adoption of Financial Reporting Standards)
: Additional Exemptions for First-time adopters (Amendment to FRS 1 First –time Adoption of Financial Reporting Standards)
- ii. FRS 2 : Group Cash-settled Share-based Payment Transactions (Amendment to FRS 2 Share-based Payment)
- iii. FRS 7 : Improving Disclosures about Financial Instruments (Amendments to FRS 7)
- iv. IC Interpretation 4 : Determining whether an Arrangement contains a Lease
- v. IC Interpretation 18 : Transfers of Assets from Customers

The adoption of the above FRSs are expected to have no significant changes in the accounting policies of the Group or has no significant impact on the Financial Statements.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2010, except for the adoption of the following new Financial Reporting Standards (FRSs) and Amendments to FRSs

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with effect from 1 January 2010. On 1 January 2010, the Group has adopted the following FRSs:-

a) FRS 101 : Presentation of Financial Statements

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements.

b) FRS 139 – Financial Instruments : Recognition and Measurement

The adoption of FRS 139 does not have any significant impact on the profit for the financial year to date but has resulted in financial instruments of the Group to be categorized and measured using the accounting policies summarized below:-

(i) Initial recognition and measurement

A financial instrument is recognised in the financial statements when, and only when, the Group or the Company becomes a party to the contractual provision of the instrument.

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument. Transaction costs incurred on the acquisition or issue of financial instrument classified at fair value through profit and loss is expensed to income statement immediately.

(ii) Subsequent measurement

Subsequent measurement of financial instrument depends on their classification on initial recognition by Management depending on the purpose for which the financial instrument was acquired. The Group classifies financial assets and financial liabilities under the following four categories:

Financial assets at fair value through profit or loss

Fair value through profit or loss category comprises financial assets that are held for trading, including derivatives (except for a derivative that is a designated and effective hedging instrument) or financial assets that are specifically designated into this category upon initial recognition. All changes

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in fair value relating to assets at fair value through profit and loss are charged to the income statement as incurred.

Loan and receivables

Loan and receivables category comprises debt instruments that are not quoted in an active market, trade and other receivables and cash and cash equivalents. Financial assets categorized as loan and receivables are subsequently measured at amortised cost using the effective interest method. Impairment charges are provided only when there is objective evidence that an impairment loss has been incurred. If that is the case, the carrying amount of the asset is reduced through use of an impairment account. The amount of the loss is recognised in the income statement.

Assets classified in this category are included in current assets, except for maturities greater than 12 months after the balance sheet date of which are classified as non-current assets. Typically trade and other receivables are classified in this category.

Financial liabilities at fair value through profit or loss

Liabilities are classified in this category when they are held principally for the purpose of selling or repurchasing in the near term (trading liabilities) or are derivatives (except for a derivative that is designated and effective hedging instrument) or meet the conditions for designation in this category. All changes in fair value relating to liabilities at fair value through profit and loss are charged to the income statement as incurred.

Other financial liabilities

All liabilities, which have not been classified in the previous category fall into this residual category. The financial liabilities of the Group comprise trade and other payable, borrowings and derivative financial liabilities. All financial liabilities are subsequently measured at amortised cost using effective interest method.

Items classified within trade and other payables are not usually re-measured, as the obligation is usually known with a high degree of certainty and settlement is short-term.

a) Borrowings

Prior to the adoption of FRS 139, transaction costs attributable to borrowings were expensed off as incurred. With the adoption of FRS 139, borrowings are now recognised initially at fair value, plus directly

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attributable transaction costs. They are subsequently measured at amortised cost using the effective interest rate method.

(iii) Financial Assets Impairment Test

The adoption of FRS 139 has resulted in a change in the accounting policy relating to assessment for impairment of financial assets, particularly loans and advances. The Group assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. The loan or group of loans is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the loan and that the loss event has an impact on future estimated cash flows of the loan or group of loans that can be reliably estimated.

c) FRS 7 – Financial Instruments: Disclosures

The adoption of FRS 7 during the financial period has resulted in some changes to the disclosure of financial instruments, whereby the disclosures are now made by categories of financial assets and liabilities. Since these changes only affect the presentation of disclosure items, there is no impact on the financial results of the Group.

d) Amendment to FRS 117 Leases

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases. The considerations paid were classified and presented as prepaid lease payments in the statement of financial position. With the adoption of the Amendment to FRS 117, the classification of a leasehold land as a finance lease or an operating lease is based on the extent to which risk and rewards incident to ownership lie. Based on this, the Group has concluded that the existing leasehold lands remain as operating lease.

e) FRS 8 – Operating Segments and Amendment to FRS 8 Operating Segments

FRS 8 which replaces FRS 114²⁰⁰⁹ Segment Reporting, requires the identification of operating segments based on internal reports that are regularly reviewed by the Group's chief operating decision maker in order to allocate resources to the segments and to assess their performance. No further segmental information disclosures are necessary as the Group relies on internal reports that are similar to those currently disclosed externally.

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f) Amendments to FRS 123 Borrowing costs

This standard replaces FRS 123²⁰⁰⁴, with the main difference being the removal of the option to expense borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, and instead requires an entity to capitalise all such borrowing costs as part of the cost of that asset.

The adoption of the above FRSs are expected to have no significant impact on the Financial Statements.

(3) **Audit Report**

The Group's financial statements for the year ended 31 December 2010 were reported without any qualification.

(4) **Seasonal or Cyclical Factors**

The business operation of the Group were not significantly affected by seasonal or cyclical factors.

(5) **Unusual Items Affecting Financial Statements**

There were no unusual items affecting the financial statements of the Group during the quarterly financial period under review.

(6) **Changes in Accounting Estimates**

There were no changes in accounting estimates for the financial period under review.

(7) **Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

Treasury Shares

The shareholders of the Company, by a resolution passed at an extraordinary general meeting held on 25 June 2009 approved the Company's proposal to repurchase of up to 10% of its issued and paid up share capital of the Company. ("Share Buy Back")

There is no repurchase transaction during the current financial year ended 31 December 2011. As at 31 December 2011, the Company had repurchased 2,601,900 ordinary shares of RM1.00 each of its issued share capital from the open market for a total consideration of RM2.6 million. The repurchased transaction was financed by

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internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965.

Other than above, there were no other issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the quarterly financial period under review.

(8) Dividend Paid

No interim dividend has been paid or declared in respect of the financial period under review.

(9) Segmental Reporting

	Plastic Product	Others	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000
12 Months Ended 31/12/11				
REVENUE				
External Sales	90,162	15,305	-	105,467
Inter-segment sales	12,012	-	(12,012)	-
Total revenue	102,174	15,305	(12,012)	105,467
RESULT				
Segment operating profit/(loss)	1,660	716	-	2,376
Finance cost	(892)	(31)		(923)
Profit for the year				1,453
Tax expense				(15)
Net profit for the year				1,438

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12 Months Ended 31/12/10

REVENUE

External Sales	91,131	9,261	-	100,392
Inter-segment sales	6,449	-	(6,449)	-
Total revenue	<u>97,580</u>	<u>9,261</u>	<u>(6,449)</u>	<u>100,392</u>

RESULT

Segment operating profit/(loss)	<u>5,340</u>	<u>(1,622)</u>	<u>-</u>	<u>3,718</u>
Finance cost	<u>(1,441)</u>	<u>(40)</u>		<u>(1,481)</u>
Profit for the year				2,237
Tax expense				<u>(1,053)</u>
Net profit for the year				<u><u>1,184</u></u>

(10) Valuation of Property, Plant and Equipment

There has been no revaluation of property, plant and equipment during the current quarter.

(11) Material Subsequent Events

There were no changes during the financial period under review.

(12) Changes in Composition of the Group

There were no changes for the financial period under review.

(13) Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at date of this report.

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B) Notes to the interim Financial Reporting for the 4th Quarter ended 31 December 2011: Explanatory Notes in compliance with Appendix 9B Part A of the BMSB Listing Requirements

(1) Performance Review

Current Financial Year ended 31 December 2011 compared with Preceding Financial Year ended 31 December 2010

For the financial year ended 31 December 2011, the Group registered a revenue of RM105.5 million, representing an increase of RM5.1 million or 5.1% compared to the preceding year corresponding year ended 31 December 2010 of RM100.4 million.

The Group's profit before tax for the financial year ended 31 December 2011 amounting to RM1.4 million compared to profit before tax for the preceding year corresponding year ended 31 December 2010 of RM2.2 million, representing a decrease of RM0.8 million or 36.4%. The decrease in profit was mainly due to higher raw material input costs resulting in lower profit margin of sales.

Fourth Quarter compared with Preceding Year Corresponding Fourth Quarter

For the current quarter ended 31 December 2011, the Group registered a revenue of RM27.1 million, representing an increase of RM2.6 million or 10.6% compared to the preceding year corresponding quarter ended 31 December 2010 of RM 24.5 million.

The Group recorded a loss before tax of RM1.1 million for the current quarter ended 31 December 2011 compared to the profit before tax for the preceding year corresponding quarter ended 31 December 2010 of RM41,000. The unfavourable performance was mainly due to higher raw material input costs resulting in lower profit margin of sales.

(2) Material Changes In The Quarterly Results Compared to the Results of the Preceding Quarter

Fourth Quarter ended 31 December 2011 against preceding quarter ended 30 September 2011

For the current quarter under review, the Group registered a revenue of RM27.1 million compared to the preceding quarter of RM25.3 million which represented an increase of RM1.8 million or 7.1%. However, the Group registered a loss before tax of RM1.1 million for the current quarter compared to a loss before tax of RM0.3 million in the preceding quarter.

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(3) **Prospects for Year 2012**

In view of the uncertainties in the Eurozone region, the global economy is expected to face a slowdown in year 2012. However with the support and demand from the Asia market, the growth momentum is expected to continue.

The plastic manufacturing industry outlook for year 2012 remain competitive and challenging. External forces such as raw material costs continue to exert pressure on profit margin. The Board of Directors shall endeavor to ensure quality and productivity controls are in place to ensure a satisfactory financial performance is achieved for the year 2012.

(4) **Variance of Actual Profit from Forecast Profit**

This note is not applicable.

(5) **Taxation**

Tax comprises:

	Individual Quarter		Cumulative Quarter	
	Current year 31/12/2011 RM '000	Preceding year corresponding quarter 31/12/2010 RM '000	Current year to date 31/12/2011 RM '000	Preceding year corresponding period 31/12/2010 RM '000
Current year (expense) - current period/year	(84)	(106)	(265)	(143)
Deferred tax (expense) - current period/year	1,240	(400)	250	(910)
	1,156	(506)	(15)	(1,053)

The Group's effective tax rate for the 4th quarter and financial year ended 31 December 2011 and 31 December 2010 were lower than the statutory tax rate mainly due to the recognition of deferred tax provided earlier.

(6) **Status of Corporate Proposals and Utilisation of Proceeds**

There were no corporate proposals whatsoever during the period under review.

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(7) **Group Borrowings and Debts Securities**

Total Group borrowings as at 31 December 2011 are as follows:

	Short Term Secured RM '000	Short Term Unsecured RM '000	Long Term Secured RM '000	Long Term Unsecured RM '000	Total RM '000
Currency - Ringgit Malaysia	3,772	1,382	1,509	7,272	13,935

(8) **Dividend**

No interim dividend has been proposed in the current financial period.

(9) **Earnings Per Share**

(a) **Basic Earnings Per Share**

Basic earnings per share of the Group is calculated by dividing the net profit/(loss) attributable to shareholders of the Group for the financial year under review by the weighted average number of ordinary shares in issue excluding weighted average treasury of 40,231,242 (31/12/2010: 40,231,242) shares during the said financial year.

(b) **Diluted Earnings Per Share**

Not applicable.

(10) **Disclosure realised and unrealised profits/(losses)**

On 25 March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of the Bursa Securities Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits or losses.

On 20 December 2010, Bursa Securities further issued guidance on the disclosure and the format required.

The breakdown of the retained earnings of the Group as at 31 December 2011, into realised and unrealised profits/(losses), pursuant to the directive, is as follows:

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	As at 31.12.2011 RM'000	As at 31.12.2010 RM'000
Total retained earnings of the Group		
- Realised	(2,506)	(4,647)
- Unrealised	(2,634)	(1,931)
	(5,140)	(6,578)

The determination of realised and unrealised profits or losses is compiled based on Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

(11) Profit/(Loss) Before Taxation

	Current Year Qtr 01/10/11- 31/12/11 (RM'000)	Preceding Year Qtr 01/10/10- 31/12/10 (RM'000)	Current Year 01/01/11- 31/12/11 (RM'000)	Preceding Year 01/01/10- 31/12/10 (RM'000)
Profit for the period is arrived at after crediting/(charging)				
Reversal of impairment loss	-	-	-	13
Impairment loss on receivables	(280)	-	(280)	-
Gain/(loss) on disposal of property plant and equipments	-	(72)	(18)	(58)
Property, plant and equipment written off	(31)	-	(31)	(5)
Interest income	24	46	56	157
Rental income	63	60	243	240
Realised gain/(loss) on foreign exchange	(97)	172	1,363	689
Unrealised gain/(loss) on foreign exchange	21	(3)	(264)	244
Waiver of bank interest	-	-	3,702	-
Gain on disposal of unquoted investment	-	-	32	-
Depreciation	(1,201)	(1,368)	(5,146)	(5,369)
Amortisation of prepaid lease payments	(6)	(6)	(25)	(24)
Interest expense	(254)	(433)	(923)	(1,481)
Provision for slow moving inventories	155	-	(155)	-

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

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4th quarter ended 31 December 2011

(12) Authorisation for Issue

The interim financial statements were authorised for issue on 23 February 2012 by the Board of Directors.

By Order of The Board,

Chia Siew Chin (MIA 2184)
Secretary

Date: 23 February 2012
KUALA LUMPUR