

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2011

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the third quarter ended 30 September 2011. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

|  | 3 Months ended  |            | 9 Months ended   |            |
|--|-----------------|------------|------------------|------------|
|  | 30.09.2011      | 30.09.2010 | 30.09.2011       | 30.09.2010 |
|  | RM'000          | RM'000     | RM'000           | RM'000     |
| <b>Revenue</b>   | <b>67,665</b>   | 71,427     | <b>208,526</b>   | 192,287    |
| Expenses excluding finance costs<br>and tax                                  | <b>(62,431)</b> | (65,424)   | <b>(190,906)</b> | (173,933)  |
| Other operating income   | <b>650</b>      | 658        | <b>1,600</b>     | 869        |
| <b>Profit from operations</b>  | <b>5,884</b>    | 6,661      | <b>19,220</b>    | 19,223     |
| Finance costs  | <b>(309)</b>    | (262)      | <b>(902)</b>     | (663)      |
| Share of results of associated<br>company                                    | <b>(82)</b>     | (102)      | <b>(313)</b>     | (201)      |
| <b>Profit before tax</b>   | <b>5,493</b>    | 6,297      | <b>18,005</b>    | 18,359     |
| Income tax expense   | <b>(773)</b>    | (1,367)    | <b>(3,279)</b>   | (3,995)    |
| <b>Profit for the period</b>   | <b>4,720</b>    | 4,930      | <b>14,726</b>    | 14,364     |
| <b>Other comprehensive income, net of tax:</b>                               |                 |            |                  |            |
| Exchange differences arising on translation of<br>foreign operations         | <b>(159)</b>    | 262        | <b>(42)</b>      | (54)       |
| <b>Total Comprehensive Income for the period</b>                             | <b>4,561</b>    | 5,192      | <b>14,684</b>    | 14,310     |
| <b>Profit attributable to:</b>   |                 |            |                  |            |
| Owners of the Company  | <b>4,543</b>    | 4,825      | <b>14,164</b>    | 14,031     |
| Minority interests   | <b>177</b>      | 105        | <b>562</b>       | 333        |
|  | <b>4,720</b>    | 4,930      | <b>14,726</b>    | 14,364     |
| <b>Total comprehensive income attributable to:</b>                           |                 |            |                  |            |
| Owners of the Company  | <b>4,462</b>    | 4,959      | <b>14,143</b>    | 14,004     |
| Minority interests   | <b>99</b>       | 233        | <b>541</b>       | 306        |
|  | <b>4,561</b>    | 5,192      | <b>14,684</b>    | 14,310     |
| <b>Earnings per ordinary share<br/>attributable to owners of the Company</b> |                 |            |                  |            |
| - Basic (sen)  | <b>6.04</b>     | 6.40       | <b>18.88</b>     | 19.07      |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Report for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2011

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

|  | <b>Unaudited</b>  | Audited    |
|--|-------------------|------------|
|  | <b>As At</b>      | As At      |
|  | <b>30.09.2011</b> | 31.12.2010 |
|  | <b>RM'000</b>     | RM'000     |
| <b>ASSETS</b>                                |                   |            |
| <b>Non-current assets</b>                    |                   |            |
| Property, plant and equipment                | <b>67,840</b>     | 63,400     |
| Land held for development                    | <b>2,807</b>      | 2,807      |
| Investment in associated company             | <b>22,764</b>     | 23,077     |
| Deferred tax assets                          | <b>68</b>         | 69         |
| <b>Total non-current assets</b>              | <b>93,479</b>     | 89,353     |
| <b>Current assets</b>                        |                   |            |
| Inventories                                  | <b>45,212</b>     | 48,586     |
| Property development costs                   | <b>5,337</b>      | 9,436      |
| Trade and other receivables                  | <b>56,140</b>     | 58,393     |
| Derivative financial assets                  | <b>357</b>        | -          |
| Tax recoverable                              | <b>334</b>        | -          |
| Short-term deposits, cash and bank balances  | <b>13,996</b>     | 6,304      |
| <b>Total current assets</b>                  | <b>121,376</b>    | 122,719    |
| <b>Total assets</b>                          | <b>214,855</b>    | 212,072    |
| <b>EQUITY AND LIABILITIES</b>                |                   |            |
| <b>Capital and reserves</b>                  |                   |            |
| Share capital                                | <b>75,902</b>     | 75,902     |
| Share premium                                | <b>2,358</b>      | 2,356      |
| Treasury shares                              | <b>(2,783)</b>    | (1,669)    |
| Translation reserves                         | <b>159</b>        | 180        |
| Retained earnings                            | <b>61,370</b>     | 54,697     |
| Equity attributable to owners of the Company | <b>137,006</b>    | 131,466    |
| Minority interests                           | <b>2,005</b>      | 1,654      |
| <b>Total equity</b>                          | <b>139,011</b>    | 133,120    |
| <b>Non current liabilities</b>               |                   |            |
| Borrowings                                   |                   |            |
| - interest bearing                           | <b>5,908</b>      | 3,679      |
| Deferred tax liabilities                     | <b>6,337</b>      | 6,018      |
| <b>Total non current liabilities</b>         | <b>12,245</b>     | 9,697      |
| <b>Current liabilities</b>                   |                   |            |
| Trade and other payables                     | <b>33,365</b>     | 41,449     |
| Derivative financial liabilities             | <b>-</b>          | 132        |
| Borrowings                                   |                   |            |
| - bank overdraft (interest bearing)          | <b>2,154</b>      | 2,928      |
| - others (interest bearing)                  | <b>27,552</b>     | 22,925     |
| Current tax liabilities                      | <b>528</b>        | 1,821      |
| <b>Total current liabilities</b>             | <b>63,599</b>     | 69,255     |
| <b>Total liabilities</b>                     | <b>75,844</b>     | 78,952     |
| <b>Total equity and liabilities</b>          | <b>214,855</b>    | 212,072    |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2011

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

|   | <u>Attributable to owners of The Company</u> |                 |                              |                     |                         |                |                    |                |
|---|--|-----------------|------------------------------|---------------------|-------------------------|----------------|--------------------|----------------|
|   | Issued capital                               | Treasury shares | Non-Distributable reserves - |                     | Distributable reserve - |                | Minority interests | Total equity   |
|   |  |                 | Share premium                | Translation reserve | Retained earnings       | Total          |                    |                |
| RM'000                                    | RM'000                                       | RM'000          | RM'000                       | RM'000              | RM'000                  | RM'000         | RM'000             |                |
| <b>Balance as at 1 January 2011</b>       | <b>75,902</b>                                | <b>(1,669)</b>  | <b>2,356</b>                 | <b>180</b>          | <b>54,697</b>           | <b>131,466</b> | <b>1,654</b>       | <b>133,120</b> |
| Total comprehensive income for the period | -  | -               | -                            | (21)                | 14,164                  | 14,143         | 541                | 14,684         |
| Dividends paid to owners of the Company   | -  | -               | -                            | -                   | (7,491)                 | (7,491)        | -                  | (7,491)        |
| Dividend paid to minority interests       | -  | -               | -                            | -                   | -                       | -              | (190)              | (190)          |
| Share buy-back                            | -  | (3,967)         | -                            | -                   | -                       | (3,967)        | -                  | (3,967)        |
| Disposal of treasury shares               | -  | 2,853           | 2                            | -                   | -                       | 2,855          | -                  | 2,855          |
| <b>Balance as at 30 September 2011</b>    | <b>75,902</b>                                | <b>(2,783)</b>  | <b>2,358</b>                 | <b>159</b>          | <b>61,370</b>           | <b>137,006</b> | <b>2,005</b>       | <b>139,011</b> |
| <b>Balance as at 1 January 2010</b>       | <b>75,902</b>                                | <b>(2,124)</b>  | <b>1,224</b>                 | <b>103</b>          | <b>48,150</b>           | <b>123,255</b> | <b>1,444</b>       | <b>124,699</b> |
| Total comprehensive income for the period | -  | -               | -                            | (27)                | 14,031                  | 14,004         | 306                | 14,310         |
| Dividends paid to owners of the Company   | -  | -               | -                            | -                   | (9,373)                 | (9,373)        | -                  | (9,373)        |
| Dividend paid to minority interests       | -  | -               | -                            | -                   | -                       | -              | (365)              | (365)          |
| Share buy-back                            | -  | (1,701)         | -                            | -                   | -                       | (1,701)        | -                  | (1,701)        |
| Disposal of treasury shares               | -  | 3,626           | 1,132                        | -                   | -                       | 4,758          | -                  | 4,758          |
| <b>Balance as at 30 September 2010</b>    | <b>75,902</b>                                | <b>(199)</b>    | <b>2,356</b>                 | <b>76</b>           | <b>52,808</b>           | <b>130,943</b> | <b>1,385</b>       | <b>132,328</b> |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2011

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

|   | <b>Unaudited<br/>9 Months ended<br/>30.09.2011<br/>RM'000</b> | <b>Unaudited<br/>9 Months ended<br/>30.09.2010<br/>RM'000</b> |
|---|---|---|
| Net Cash From Operating Activities                                    | 21,070  | 7,914   |
| Net Cash Used In Investing Activities                                 | (10,035)  | (8,700)   |
| Net Cash (Used In)/From Financing Activities                          | <u>(2,578)</u>  | <u>52</u>   |
| <b>Net increase/(decrease) in cash and cash equivalents</b>           | <b>8,457</b>  | <b>(734)</b>  |
| <b>Cash and cash equivalents at the beginning<br/>of the year</b>     | <b>3,376</b>  | <b>4,558</b>  |
| Effect of exchange differences  | 9   | 17  |
| <b>Cash and cash equivalents at the end<br/>of the period</b>         | <u><b>11,842</b></u>  | <u><b>3,841</b></u>   |
| <b>* Cash and cash equivalents at end of the period consist of :-</b> |   |   |
| Short-term deposits with licensed banks                               | 3,126   | 3,747   |
| Cash and bank balances  | 10,710  | 3,987   |
| Housing Development Account with licensed bank                        | 160   | 157   |
| Bank overdrafts   | <u>(2,154)</u>  | <u>(4,050)</u>  |
|   | <u><b>11,842</b></u>  | <u><b>3,841</b></u>   |

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)**