

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

**NOTES**

**A1 Accounting Policies and Method of Computation**

The quarterly financial report is unaudited and has been prepared in accordance with FRS 134, "Interim Financial Reporting" issued by the Malaysian Accounting Standard Board and part A of Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements, and should be read in conjunction with the audited financial statements for the year ended 31 December 2011.

The significant accounting policies adopted by the Group in this report are consistent with those used in the Audited Financial Statements of the Group for the financial year ended 31 December 2011 except for the changes arising from the adoption of the following new FRSS, Amendments to FRSS and Issues Committee Interpretations ("IC Interpretations") that are effective for the financial period on or after 1 January 2012.

The Group has chosen not to early adopt the following interpretations which were in issue but not yet effective:

	<b>Effective for annual periods beginning on or after</b>
<b>FRS/Interpretations</b>	
FRS 7, Financial Instruments: Disclosures - Transition disclosures	Immediate
FRS 9, Financial Instruments: Mandatory Effective Date of FRS 9 (IFRS 9 issued by IASB in November 2009)	Immediate
FRS 9, Financial Instruments: Mandatory Effective Date of FRS 9 (IFRS 9 issued by IASB in November 2010)	Immediate
<b>Amendment to FRSS:</b>	
FRS 7, Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2012
FRS 132, Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities	1 January 2014

**A2 Audit Report**

The auditors' report of the Group's preceding annual financial statements was not qualified.

**A3 Seasonal or Cyclical Factors**

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

**A4 Exceptional /Extraordinary Items**

There were no exceptional /extraordinary items for the financial period under review.

**A5 Changes in Estimates**

There was no material change in estimates of amounts reported in the prior quarters of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

**NOTES**

**A6 Debts and Equity Securities**

During the current quarter under review, the Company purchased a total of 22,200 shares under the share buyback scheme at an average cost of RM 1.38 per ordinary share for a total cash consideration of RM 30,548.52 which include transaction costs, and was financed by Company's internally generated funds. Shares purchased as at 31 March 2012 totalling 1,275,016 ordinary shares of RM 1.00 each were held as treasury shares in accordance with Section 67A of the Companies Act, 1965 and stated at cost.

**A7 Dividend Paid**

	Gross dividend per share	Amount of net dividend (RM)	Date of payment
Interim dividend for the financial year ended 31 December 2011.	4.00 % less 25% income tax	577,543.02	16 January 2012
Interim dividend provision for the financial year ended 31 December 2010.	4.00 % less 25% income tax	585,517.02	21 February 2011
Adjustment for dividend provision		(1,140.00)	
Net amount paid		584,377.02	

**A8 Segment Information**

There was no segmental reporting as the Group is currently involved primarily in a single line product.

**A9 Revaluation of Property, Plant and Equipment**

There was no revaluation of property, plant and equipment during the quarter.

**A10 Material Events Subsequent to the end of the Reporting Period**

There was no material event subsequent to the end of the reporting period.

**A11 Changes in the Composition of the Company**

There was no change in the composition of the Company during the quarter.

**A12 Contingent Liabilities**

Bank guarantee given by financial institution to third party amounting to RM 141,800.00

**A13 Capital Commitments**

There is no capital commitments made during the quarter.

**A14 Fair value of Financial Instruments**

In respect of the financial instrument classified under current assets and current liabilities, the carrying amount approximate fair value due to the relatively short term nature of these financial instruments.

The aggregate fair value and the carrying amounts of the financial assets carried on the reporting date are as below:-

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

**NOTES**

	<u>As at 31/03/2012</u>		<u>As at 31/12/2011</u>	
	Carrying amount	Fair value	Carrying amount	Fair value
<u>Available-for-sale</u>	RM	RM	RM	RM
Other investment	5,000,000	5,000,000	5,000,000	5,000,000

Fair value of other investments is based on manager's price as at the end of the quarter.

**A15 Disclosure of Derivatives**

The group does not have any outstanding derivatives as at the end of the reporting quarter.

**A16 Gain/(Loss) arising from fair value changes of financial liabilities**

There is no gain/(loss) arising from fair value changes of financial liabilities for the quarter ended 31 March 2012.

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

**NOTES**

**B1 Review of Performance**

The Group recorded a turnover of RM5.892 million for the quarter ended 31 March 2012 which was RM 0.298 million or 5.32 % higher than the preceding quarter's turnover of RM5.594 million. Net profit before tax for the quarter under review was RM1.027 million compare to RM0.691 million recorded in the preceding quarter ended 31 December 2011. Better sales arising from higher value added products and lower operating cost particularly without those year-end provisions in the preceding quarter are the main contributing factors to the increase in profit in the current quarter. Profit after tax for the Group for the current quarter was RM 0.724 million compared to RM0.579 million in the preceding quarter due to the higher tax expense arising from certain non allowable expenses recorded in the period.

The Group achieved a turnover of RM5.892 million for the period ended 31 March 2012 which was RM 0.182 million or 3.00 % lower than the turnover of RM6.074 million in the preceding year's quarter due to slight drop in sales volume. Net profit before tax for the period under review was RM1.027 million compared to RM1.036 million achieved in the preceding year's quarter, which showed a marginal drop. Net profit after tax of the Group for the period under review was lower at RM0.724 million compared to RM0.760 million in the preceding year due to higher income tax expense.

**B2 Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter**

There was no material change in the Group's net profit before taxation and net profit after tax for the quarter ended 31 March 2012 when compared to that of the preceding year. The details of and reasons for the changes are disclosed under B1 and B5 of the notes.

**B3 Prospects for the Current Financial Year**

Volatile raw material cost and market competition are the key concerns of the Company for the current year which may affect sales turnover and profitability. However, barring unforeseen circumstances, the Board expects the group to achieve satisfactory results for the financial year ending 31 December 2012.

**B4 Variance of Actual Profit from Forecast Profit**

This is not applicable.

**B5 Taxation**

Details of taxation are as follows: -

	Current Year Quarter 31/03/2012 RM'000	Current Year To Date 31/03/2012 RM'000
Current taxation	329	329
Under provision of tax	0	0
Deferred taxation	(26)	(26)
	303	303

The effective tax rate is higher than the statutory tax rate for the quarter ended 31 March 2012 due to certain non allowable expenses recorded during the quarter.

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

**NOTES**

**B6 Profits /(Loss) on Sale of Unquoted Investments and/or Properties**

There was no disposal of unquoted investments and /or properties for the financial quarter under review.

**B7 Purchases or Disposals of Quoted Securities**

There were no purchases and/or disposals of quoted securities for the financial period under review.

**B8 Status of Corporate Proposals**

There was no corporate proposal was announced during the quarter.

**B9 Borrowings and Debt Securities**

There was no borrowing and debt security at the end of this quarter.

**B10 Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at the date of issue of this quarterly report.

**B11 Material Litigation**

There was no material litigation during the financial quarter ended 31 March 2012.

**B12 Dividend**

No dividend was declared during the quarter ended 31 March 2012.

**B13 Earnings per Share**

The basic earning per share is calculated by dividing the Group's profit after tax attributable to ordinary shareholders for the current quarter and cumulative quarter to 31 March 2012 by the weighted average number of shares in issue of the Group at the end of the quarter.

	Current year's quarter	Cumulative quarter
Profit for the period (RM'000)	724	724
Weighted average number of ordinary shares in issue('000)	19,232	19,232
Basic earning per share(sen)	3.76	3.76

**Quarterly Report On Results For The First Quarter Ended 31 March 2012**

NOTES

**B14 Disclosure of realised and unrealised profits/losses**

The breakdown of retained profit of the Group as at the reporting date, into realised and unrealised profits or losses, pursuant to the directive given by Bursa Malaysia Securities Berhad (“Bursa Malaysia”), is as follows:

	as at 31/03/2012	as at 31/03/2011
	RM'000	RM'000
Realised	699	793
Unrealised		
-Forex exchange –(gain)	(1)	(1)
-Deferred tax-	26	(32)
Total retained profits as per consolidated accounts	724	760

The figures in the preceding year’s quarter have been restated to conform with current year’s presentation.

The realised and unrealised profits or losses are determined as per the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Loss in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysia Institute of Accountants on 20 December 2010.

This disclosure is made solely for complying with the disclosure requirements as stipulated in the directive of Bursa Malaysia and is not made for any other purpose.

By Order of the Board  
See Siew Cheng, Leong Shiak Wan  
Company Secretaries  
Dated: 27 April 2012