

Company No. 532570 V

**JOHORE TIN BERHAD**  
(Company No. 532570 V)  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**QUARTERLY REPORT**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2006**

**(UNAUDITED)**

This Report is dated 29<sup>th</sup> August, 2006.

Company No. 532570 V

**JOHORE TIN BERHAD**  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**QUARTERLY REPORT**

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**JOHORE TIN BERHAD**  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE QUARTER ENDED 30 JUNE 2006 (UNAUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-6-2006	PRECEDING YEAR CORRESPONDING QUARTER 30-6-2005	CURRENT YEAR TO DATE 30-6-2006	PRECEDING YEAR CORRESPONDING PERIOD 30-6-2005
	RM'000	RM'000	RM'000	RM'000
Revenue	32,060	29,227	59,963	56,571
Profit from operations	2,854	2,948	4,877	5,197
Finance cost	(203)	(66)	(349)	(88)
Gain (loss) from other investments	19	30	19	67
Profit before taxation	2,670	2,912	4,547	5,176
Taxation	(944)	(1,030)	(1,395)	(1,697)
Profit after taxation	1,726	1,882	3,152	3,479
Basic earnings per ordinary share (sen)	3.92	4.28	7.17	7.91

**The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes to the quarterly report.**

**JOHORE TIN BERHAD**  
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**CONDENSED CONSOLIDATED BALANCE SHEET**  
**AS OF 30 JUNE 2006 (UNAUDITED)**

	<b>As of 30 June 2006 (Unaudited) RM'000</b>	<b>As of 31 December 2005 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	34,770	30,306
Prepaid lease payments	302	319
Available for sales - Other investment	16	16
	35,088	30,641
<b>Current Assets</b>		
Inventories	32,970	32,005
Trade receivables	43,863	44,375
Other receivables	2,957	2,028
Cash and bank balances	4,135	7,179
	83,925	85,587
<b>TOTAL ASSETS</b>	119,013	116,228
<b>EQUITY AND LIABILITIES</b>		
<b>Capital And Reserve</b>		
Share capital	43,986	43,986
Reserve	40,180	39,172
<b>Total Equity</b>	84,166	83,158

	<b>As of 30 June 2006 (Unaudited) RM'000</b>	<b>As of 31 December 2005 (Audited) RM'000</b>
<b>Non-Current Liabilities</b>		
Deferred tax liabilities	1,388	1,243
Hire purchase payables	637	680
Term loan	6,732	5,716
Provision for retirement benefits	548	198
	9,305	7,837
<b>Current Liabilities</b>		
Trade payables	6,871	8,999
Other payables and accrued	2,654	2,849
Dividend payable	2,217	-
Amount owing to a director	141	25
Hire purchase payables	503	420
Bank borrowings	10,727	11,003
Term loans	1,667	1,197
Tax liabilities	762	740
	25,542	25,233
<b>Total Liabilities</b>	34,847	33,070
<b>TOTAL EQUITY AND LIABILITIES</b>	119,013	116,228
Net Assets (NA) per share	RM1.91	RM1.89

**The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes to the quarterly report.**

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 JUN 2006 (UNAUDITED)**

	Share Capital RM'000	Non-distributable Reserve		Distributable Reserve	Shareholders' Equity RM'000
		Share Premium RM'000	Other Reserve RM'000	Unappropriated Profit RM'000	
<b>Balance as of 1 January 2005</b>	43,986	5,521	(90)	27,778	77,195
Net profit for the period	-	-	-	3,479	3,479
Dividend paid	-	-	-	(2,199)	(2,199)
Exchange differences	-	-	(4)	-	(4)
<b>Balance as of 30 Jun 2005</b>	43,986	5,521	(94)	29,058	78,471
<b>Balance as of 1 January 2006</b>	43,986	5,521	(191)	33,842	83,158
Net profit for the period	-	-	-	3,152	3,152
Exchange differences	-	-	73	-	73
Dividend payable	-	-	-	(2,217)	(2,217)
<b>Balance as of 30 Jun 2006</b>	43,986	5,521	(118)	34,777	84,166

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes to the quarterly report.**

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
 FOR THE QUARTER ENDED 30 JUN 2006 (UNAUDITED)**

	<b>Current Year-To-Date</b>	<b>Preceding Year-To-Date</b>
	<b>30-6-2006</b>	<b>30-6-2005</b>
	<b>RM'000</b>	<b>RM'000</b>
Net cash generated from/ (used in) operating activities	4,489	(10,532)
Net cash (used in) investing activities	(5,434)	(384)
Net cash generated from financing activities	905	5,327
<hr/>		
Net (decrease) in cash and cash equivalents	(40)	(5,589)
Cash and cash equivalents as of beginning of year	4,102	11,311
Adjustment for foreign exchange differentials	73	(4)
<hr/>		
Cash and cash equivalents as of end of period	4,135	5,718
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**The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes to the quarterly report.**

**JOHORE TIN BERHAD**  
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**UNAUDITED QUARTERLY REPORT**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2006**

**Notes to the Financial Information**

**1. Basis of Preparation**

The unaudited condensed interim financial statements for the second quarter ended 30 June 2006 have been prepared in accordance with Financial Reporting Standards (“FRS”) 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of the **Bursa Malaysia Securities Berhad** (Bursa Securities). The unaudited condensed interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2005.

Changes in Accounting Policies

The accounting policies and presentations adopted by the Group for these interim condensed financial statements are consistent with the most recent audited financial statements for the financial year ended 31 December 2005 except for the adoption of the following new/revised FRS effective for financial period beginning 1 January 2006:

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 2	Share-based payment
FRS 3	Business Combinations
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 117	Leases
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 124	Related Party Disclosures
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investments in Associates
FRS 131	Interests in Joint Ventures
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 139	Financial Instruments: Recognition and Measurement
FRS 140	Investment Property

The adoption of above FRS does not have any significant impact on the Group for the current quarter under review.

The Group had taken earlier adoption of FRS 117 Lease and FRS 124 Related Party Disclosures. The earlier adoption of FRS 117 which comparative amount for the last audited account been reclassified from property, plant and equipment.

The Group's consolidated financial statements for the year ended 31 December 2005 were prepared in accordance with MASB standards with effective dates before 1 January, 2006. Certain comparative figures in respect of year 2005 have therefore been restated to reflect the relevant adjustments.

2. **Audit Qualification**

The annual financial statements for the year ended 31 December 2005 were not qualified.

3. **Seasonal or Cyclical Factors**

The Group's operations are not significantly affected by any seasonal or cyclical factors.

4. **Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There are no unusual items affecting assets, liabilities, equity, net income or cash flow.

5. **Changes in Estimates**

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

6. **Issuance and Repayment of Debts and Equity Securities**

There are no issuance and repayment of debts and equity securities.

7. **Dividend Paid**

There is no dividend paid in current financial quarter under review.

8. **Segmental Reporting**

The Group's principal business activities are manufacturing of various tins, cans and other containers, and are primarily carried out in Malaysia and Indonesia. As such, segmental analysis on business segment is currently not applicable.

<b>The Group 30 June 2006</b>	<b>Malaysia RM'000</b>	<b>Indonesia RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
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**Revenue**

External sales	58,297	1,666	-	59,963
Inter segment sales	<u>3,599</u>	<u>-</u>	<u>(3,599)</u>	<u>-</u>
Total Revenue	<u>61,896</u>	<u>1,666</u>	<u>(3,599)</u>	<u>59,963</u>

**Results**

Profit from operations	4,710	167	-	4,877
Finance cost	(349)	-	-	(349)
Income from other investment	19	-	-	<u>19</u>
Profit before tax				4,547
Income tax expenses	(1,395)	-	-	<u>(1,395)</u>
Net profit for the period ended 30 June 2006				<u>3,152</u>

**Other information**

Additional of fixed assets	5,467	-	-	5,467
Depreciation and Amortisation	688	64	-	752

**Consolidated Balance**

**Sheet Assets**

Segment assets	115,047	3,966	-	119,013
Segment liabilities	33,327	1,520	-	34,847

9. **Valuation of Property, Plant And Equipment**

No valuation of property, plant and equipment has been carried out for the period under review.

10. **Changes in the Composition of the Group**

There are no changes in the composition of the Group for the quarter ended 30<sup>th</sup> June, 2006.

11. **Significant Event During The Financial Period**

There is no other significant material event except Note 19.

12. **Capital Commitment**

As of June 30, 2006, the Group (all pertaining to a subsidiary company) has capital commitments in respect of purchase of property, plant and equipment contracted but not provided for amounting to RM493,000.

13. **Contingent Liabilities**

As of June 30, 2006, the Company is contingently liable to the extent of RM46,374,000 in respect of corporate guarantees given to local banks for credit facilities granted by the said banks to the subsidiary companies of the Company.

14. **Review of Performance of the Group**

The Group has recorded a pre-tax profit of RM2.670 million on the back of turnover of RM32.060 million for the second quarter ended 30 June 2006 compared to previous quarter of RM1.877 million and RM27.903 million respectively. The year-to-date pre-tax profit and turnover is RM4.547 million and RM59.963 million respectively as compared to RM5.176 million and RM56.571 million in prior year. There are no material factors which have affected the earnings and revenue of the Group for the financial year to date.

15. **Prospects**

For the succeeding second quarter ending 30th September 2006, the Group expects comparable operating performance for the current quarter.

16. **Taxation**

	Individual Quarter		Cumulative Quarter	
	30-6-2006 RM'000	30-6-2005 RM'000	30-6-2006 RM'000	30-6-2005 RM'000
Income tax				
- current year	713	831	1,250	1,471
- prior year under provision	-	99	-	99
Deferred Tax	231	100	145	127
	<u>944</u>	<u>1,030</u>	<u>1,395</u>	<u>1,697</u>

The effective tax rate of the Group for the current year to date is higher than the statutory tax rate mainly due to certain expenses are not tax deductible.

17. **Gain/(Loss) On Sales Of Property, Plant And Equipment**

The gain / (loss) on disposal of property, plant and equipment is as follows:

	Individual Quarter		Cumulative Quarter	
	30-6-2006 RM'000	30-6-2005 RM'000	30-6-2006 RM'000	30-6-2005 RM'000
Gain/(Loss) on disposal of property, plant and equipment	11	-	12	-

18. **Particulars of Purchases or Disposals of Quoted Securities And Unquoted Investment**

(a) Purchases and disposals

	<b>Current Year Quarter 30 June 2006 RM'000</b>	<b>Current Year To Date 30 June 2006 RM'000</b>
Total purchase consideration	0	0
Total sales proceeds	0	0
Total gain/(loss) on disposal	0	0

(b) Investments as of 30 June 2006

	<b>RM'000</b>
<u>Quoted securities</u>	
At cost	-
At book value	-
At market value	-
<u>Unquoted investment</u>	
At cost	16
At book value	16

19. **Status of Corporate Proposals**

The Company has announced bonus issue of 21,993,000 new ordinary shares of RM1.00 each on the basis of one (1) new bonus share for every two (2) existing ordinary shares of RM1.00 each. The Book Closure Date of bonus issue on August 29, 2006.

The Company has increase its Authorize Share Capital from RM50,000,000 comprising 50,000,000 JTB shares to RM100,000,000 comprising 100,000,000 JTB shares in July 2006.

The Securities Commission has approved in principle for the proposed transfer to Main Board on July 12, 2006.

**20. Bank Borrowings**

The Group's borrowings as of the end of the reporting quarter are as follows:

	<b>Secured</b>	<b>Unsecured</b>	<b>Current year</b>	<b>Preceding year</b>
			<b>30-6-2006</b>	<b>30-6-2005</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Bankers' acceptance	10,675	-	10,675	6,766
Bank overdraft	52	-	52	-
<b>Total</b>	<b>10,727</b>	<b>-</b>	<b>10,727</b>	<b>6,766</b>

The Group's banking facilities (all pertaining to certain subsidiary companies) are secured by way of legal charge over the subsidiary companies' freehold and leasehold lands and buildings and corporate guarantee issued by the Company.

For the financial quarter ended June 30, 2006, the average effective borrowing rate was 5.5% (6% in 2005) per annum.

**21. Hire Purchase Payables**

The Group's hire purchase payables as of the end of the reporting quarter are as follows:

	<b>The Group</b>	
	<b>Current year</b>	<b>Preceding</b>
	<b>year-to-date</b>	<b>year-to-date</b>
	<b>30-6-2006</b>	<b>30-6-2005</b>
	<b>RM</b>	<b>RM</b>
Total outstanding	1,245	87
Less: interest in suspense	(105)	(10)
Principal outstanding	1,140	77
Less: Amount due within 12 months (show under current liabilities)	(503)	(10)
<b>Non-current portion</b>	<b>637</b>	<b>67</b>

The Group's hire purchase payables are secured by the financial institutions' charge over the assets and corporate guarantee issued by the Company.

**22. Term Loan**

The Group's term loan facility as of the end of the reporting quarter is as follows:

	<b>The Group</b>	
	<b>Current year</b>	<b>Preceding</b>
	<b>year-to-date</b>	<b>year-to-date</b>
	<b>30-6-2006</b>	<b>30-6-2005</b>
	<b>RM</b>	<b>RM</b>
Term loan, secured	8,399	-
Amount due within 12 months	1,667	-
Amount due after 12 months	6,732	-

The term loan is to finance building cost of new factory and plant and machinery, which bear an interest at 3.95% per annum.

The loan is secured by a charge created over the asset in favour of the financial institution and by corporate guarantee issued by the Company.

23. **Off Balance Sheet Financial Instruments**

There is no financial instrument with off balance sheet risk as of the date of this quarterly report.

24. **Material Litigations**

There is no change in material litigation since the last audited annual balance sheet.

25. **Earnings Per Share**

The number of ordinary shares used in the computation of EPS is as follows:

	Individual Quarter		Cumulative Quarter	
	30-6-2006	30-6-2005	30-6-2006	30-6-2005
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	43,986	43,986	43,986	43,986

26. **Dividend Payable**

No interim dividend has been paid for financial year ending 31<sup>st</sup> December, 2006.

The board has approved and announced a first and final dividend of 7% less 28% Income Tax, amounting to RM2,216,894 net in respect of the financial year ended 31<sup>st</sup> December, 2005. The date of entitlement and payment was 27<sup>th</sup> June 2006 and 21<sup>st</sup> July 2006 respectively.

27. **Related Party Transactions**

The amount owing to a director represents unsecured, interest free advances with no fixed terms of repayment.

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operation decisions.

The related parties and their relationship with the Company are as follow:

	<b>The Group</b>	
	<b>Current year year-to-date 30-6-2006 RM</b>	<b>Preceding year-to-date 30-6-2005 RM</b>
<b>Shareholder of the Company</b>		
Madam Ng Yik Toon @ Ng Yik Koon		
Rental of factory	8,400	8,400

The directors of the Group and the Company are of the opinion that the above transactions has been entered into in the normal course of business and has been established under terms that are no less favourable than those arranged with independent third parties.

The tenancy period was mutually agreed by both parties for a period of two years and expiring on November 14, 2007.

28. **Cash and cash equivalents**

The cash and cash equivalent consists of:

	<b>The Group</b>	
	<b>Current year year-to-date 30-6-2006 RM</b>	<b>Preceding year-to-date 30-6-2005 RM</b>
Cash and bank balance	4,135	8,297
Bank overdraft	-	<u>(2,579)</u>
	<u>4,135</u>	<u>5,718</u>