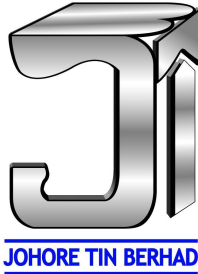


Company No. 532570-V



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

QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2013

(UNAUDITED)

This Report is dated 21st August 2013.

Company No. 532570-V



QUARTERLY REPORT

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED)**

	NOTE	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter 30-06-2013 RM'000	Preceding Year Corresponding Quarter 30-06-2012 RM'000	Current Year- To-Date 30-06-2013 RM'000	Preceding Year- To-Date 30-06-2012 RM'000
REVENUE		61,540	61,147	113,334	115,688
Cost of Sales		(46,468)	(49,087)	(86,652)	(94,140)
GROSS PROFIT		15,072	12,060	26,682	21,548
Other income		299	562	794	861
Administrative expenses		(4,383)	(2,498)	(7,708)	(5,213)
Distribution expenses		(2,435)	(2,289)	(4,456)	(4,124)
Other expenses		(387)	(463)	(549)	(1,277)
Finance costs		(402)	(716)	(710)	(1,122)
PROFIT BEFORE TAX		7,764	6,656	14,053	10,673
Income tax expense	B7	(2,104)	(1,402)	(2,825)	(1,807)
PROFIT FOR THE PERIOD		5,660	5,254	11,228	8,866
OTHER COMPREHENSIVE INCOME					
Foreign currency translation		5	5	7	(28)
Total other comprehensive income for the period		5	5	7	(28)
COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	B8	5,665	5,259	11,235	8,838
Profit after tax attributable to:					
Owners of the Company		5,671	5,254	11,243	8,866
Non-controlling interest		(11)	-	(15)	-
		<u>5,660</u>	<u>5,254</u>	<u>11,228</u>	<u>8,866</u>
Total comprehensive income attributable to:					
Owners of the Company		5,676	5,259	11,250	8,838
Non-controlling interest		(11)	-	(15)	-
		<u>5,665</u>	<u>5,259</u>	<u>11,235</u>	<u>8,838</u>
Earnings per share (Sen):					
- Basic and Diluted	B9	6.06	7.15	12.03	12.67

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2013 (UNAUDITED)**

	NOTE	As at 30 June 2013 (Unaudited) RM'000	As at 31 December 2012 (Audited) RM'000
<u>ASSETS</u>			
Non-Current Assets			
Property, plant and equipment		60,607	58,095
Assets in progress		-	-
Goodwill on consolidation		10,650	10,650
Other investment		17	17
		71,274	68,762
Current Assets			
Inventories		58,496	49,719
Trade receivables		43,026	42,922
Other receivables		11,315	3,529
Amount owing from related companies		2,332	1,532
Tax recoverable		1,843	2,220
Derivative financial assets	B11	-	25
Cash and cash equivalents		48,304	49,784
		165,316	149,731
Total Assets		236,590	218,493
<u>EQUITY AND LIABILITIES</u>			
Share Capital and Reserves			
Share capital		93,305	93,305
Retained earnings	B10	63,635	52,392
Other components of equity		10,181	10,174
Equity Attributable to Owners of the Company		167,121	155,871
Non-controlling interest		(15)	-
Total Equity		167,106	155,871

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2013 (UNAUDITED) (cont'd)**

	NOTE	As at 30 June 2013 (Unaudited) RM'000	As at 31 December 2012 (Audited) RM'000
<u>EQUITY AND LIABILITIES (cont'd)</u>			
Non-Current Liabilities			
Long-term borrowings	B13	11,693	12,828
Contingent consideration	A9	-	-
Retirement benefits		377	335
Deferred tax		5,105	4,007
Total Non-Current Liabilities		17,175	17,170
Current Liabilities			
Trade payables		14,780	10,083
Other payables		5,710	7,022
Amount owing to directors		630	764
Short-term borrowings	B13	25,014	21,614
Derivative financial liabilities	B11	354	-
Contingent consideration	A9	4,647	4,647
Income tax		1,174	1,164
Bank overdraft		-	158
Total Current Liabilities		52,309	45,452
Total Liabilities		69,484	62,622
Total Equity and Liabilities		236,590	218,493
Net Assets (NA) per share attributable to ordinary equity holders (RM)		1.79	1.67

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED)**

	Note	<u>Non-Distributable Reserves</u>			<u>Distributable</u>			Total Equity RM'000	
		Share Capital RM'000	Share Premium Reserve RM'000	Warrants Reserve RM'000	Foreign Translation Reserve RM'000	Retained Earnings RM'000	Attributable to Owners of the Company RM'000		Non- Controlling Interest RM'000
Balance at 1 January 2013		93,305	5,528	5,233	(587)	52,392	155,871	-	155,871
Acquisition of new subsidiary	B14	-	-	-	-	-	-	0	0
Total comprehensive income for the period		-	-	-	7	11,243	11,250	(15)	11,235
Dividend		-	-	-	-	-	-	-	-
Balance at 30 June 2013		93,305	5,528	5,233	(580)	63,635	167,121	(15)	167,106
Balance at 1 January 2012		69,979	4,600	-	(513)	32,160	106,226	-	106,226
Total comprehensive income for the period		-	-	-	(28)	8,866	8,838	-	8,838
Dividend		-	-	-	-	-	-	-	-
Balance at 30 June 2012		69,979	4,600	-	(541)	41,026	115,064	-	115,064

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED)**

	NOTE	Current Year-To-Date 30-06-2013 RM'000	Preceding Year-To-Date 30-06-2012 RM'000
Net cash from operating activities	B16	1,518	(30)
Net cash used in investing activities	B16	(4,462)	(4,455)
Net cash used in financing activities	B16	1,689	(6,243)
Net decrease in cash and cash equivalents		(1,255)	(10,728)
Adjustment for foreign exchange differentials		(67)	(94)
Cash and cash equivalents as of beginning of period		49,626	29,518
Cash and cash equivalents as of end of period		48,304	18,696

Cash and cash equivalents at the end of the financial reporting period comprise the following:

	Current Year-To-Date 30-06-2013 RM'000	Preceding Year-To-Date 30-06-2012 RM'000
Cash and bank balances	48,304	20,040
Bank overdraft	-	(1,344)
	48,304	18,696

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes to the quarterly report.



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED)**

PART A

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS
134: INTERIM FINANCIAL REPORTING (“MFRS 134”)**

A1. Basis of Preparation

The unaudited condensed interim financial statements for the second quarter ended 30 June 2013 have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and with IAS 34 *Interim Financial Reporting*, and the applicable disclosure provisions on paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”), and should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2012.

These condensed consolidated interim financial statements are prepared under historical cost convention, which are in compliance with MFRSs and the requirements of the Companies Act 1965 in Malaysia. These are the Group’s first set of condensed interim financial statements prepared in accordance with MFRSs, which are also in line with International Financial Reporting Standards as issued by the International Accounting Standards Board.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group for these unaudited condensed interim financial statements are consistent with those in the audited financial statements for the financial year ended 31 December 2012.

a) The Group has not applied in advance the following applicable new/revised accounting standards (“MFRSs”) and Issues Committee Interpretations (including consequential amendments) (“IC Int.”) that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial year:

MFRS and IC Interpretations	Effective Date
MFRS 9 <i>Business Combinations</i>	1 January 2015
MFRS 10 <i>Consolidated Financial Statements</i>	1 January 2013
MFRS 12 <i>Disclosure of Interests in Other Entities</i>	1 January 2013
MFRS 13 <i>Fair Value Measurement</i>	1 January 2013
MFRS 119 <i>Employee Benefits</i>	1 January 2013
MFRS 127 <i>Separate Financial Statements</i>	1 January 2013
Amendments to MFRS 7 <i>Disclosures-Offsetting Financial Assets and Financial Liabilities</i>	1 January 2013
Amendments to MFRS 9 <i>Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2015
Amendments to MFRS 10, MFRS 11 and MFRS 12 <i>Transition Guidance</i>	1 January 2013
Amendments to MFRS 101 <i>Presentation of Items of Other Comprehensive Income</i>	1 July 2012
Amendments to MFRS 132 <i>Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
Annual Improvements to MFRSs 2009 - 2011 Cycle	1 January 2013

The above MFRSs and IC Int. will not have any material impact on the Group’s financial statements.

**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

A3. Audit Qualification

There was no qualification on the annual audited financial statements of the Group for the year ended 31 December 2012.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial reporting period under review.

A6. Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial reporting year that have a material effect in the current interim period.

A7. Dividend Paid

There was no dividend paid during the financial reporting period under review.

A8. Debt and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayment of debts and equity securities for the current financial reporting period.

A9. Subsequent Material Events

There were no material events subsequent to the end of the current financial reporting period that have not been reflected in the financial statements for the current interim period.

A10. Contingent Consideration

	THE COMPANY	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Current portion	4,647	4,647
Non-current portion	-	-
	4,647	4,647

The contingent consideration represents the fair value of the outstanding purchase consideration ("outstanding") payable to the vendors of a subsidiary which was acquired during the financial year. The outstanding is contingent upon the achievement of profits guarantee for the financial year ended/ending 31 December 2011 and 2012. The outstanding shall be reduced in the event if the profit guarantee amount has not been received by the acquired subsidiary for the abovementioned financial years. (Also, please refer to B5 for further information)

As at to-date, the cost of the outstanding amounted to RM5 million (2011: RM8.5 million), subject to the discount rate of 5% for computing the fair value of the outstanding.

**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**
A11. Contingent Liabilities

	THE COMPANY	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Corporate Guarantee given to licensed banks for banking facilities granted to subsidiaries	27,656	20,961

A12. Segmental Reporting
a) Operating Segments

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products, and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

- | | |
|------------------------|--|
| 1) Investment Holdings | <i>Investment holding and provision of management services.</i> |
| 2) Tin Manufacturing | <i>Manufacturing of various tins, cans and other containers.</i> |
| 3) Food and Beverage | <i>Manufacturing and selling of milk and related dairy products.</i> |

THE GROUP	Investment Holding RM'000	Tin Manufacturing RM'000	Food & Beverage RM'000	Total RM'000
<u>30 June 2013</u>				
External revenue	-	43,240	70,094	113,334
Inter-segment revenue	-	8,448	-	8,448
Dividend income	6,015	-	-	6,015
Management income	-	-	-	-
Total revenue	6,015	51,688	70,094	127,797
Reportable segment profit	(626)	5,624	6,230	11,228
Reportable segment assets	23,357	131,494	81,739	236,590

THE GROUP	Investment Holding RM'000	Tin Manufacturing RM'000	Food & Beverage RM'000	Total RM'000
<u>30 June 2012</u>				
External revenue	-	37,970	73,977	111,947
Inter-segment revenue	-	9,311	-	9,311
Dividend income	3,741	-	-	3,741
Management income	-	-	-	-
Total revenue	3,741	47,281	73,977	124,999
Reportable segment profit	(927)	3,933	5,860	8,866
Reportable segment assets	1,210	119,407	64,517	185,134

**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**
A12. Segmental Reporting (Cont'd)
b) Geographical Segments

The Group's principal business activities are manufacturing of various tins, cans and other containers, and are primarily carried out in Malaysia and Indonesia.

THE GROUP 30 June 2013	Malaysia RM'000	Indonesia RM'000	Elimination RM'000	Consolidated RM'000
Revenue				
External revenue	113,334	-	-	113,334
Inter-segment revenue	8,448	-	(8,448)	-
Dividend income	6,015	-	(6,015)	-
Management income	-	-	-	-
Total revenue	<u>127,797</u>	<u>-</u>	<u>(14,463)</u>	<u>113,334</u>
Segment results	20,783	(17)	(6,003)	14,763
Finance costs	(710)	-	-	(710)
Profit before tax	<u>20,073</u>	<u>(17)</u>	<u>(6,003)</u>	<u>14,053</u>
Tax expense				(2,825)
Net profit for the period				<u>11,228</u>
Other Information:				
Capital expenditure	5,305	-	-	5,305
Depreciation and amortisation	2,488	3	-	2,491
Segment assets	358,838	806	(123,054)	236,590
Segment liabilities	85,877	8	(16,400)	69,485

THE GROUP 30 June 2012	Malaysia RM'000	Indonesia RM'000	Elimination RM'000	Consolidated RM'000
Revenue				
External revenue	111,947	-	-	111,947
Inter-segment revenue	9,311	-	(9,311)	-
Dividend income	3,741	-	(3,741)	-
Management income	-	-	-	-
Total revenue	<u>124,999</u>	<u>-</u>	<u>(13,052)</u>	<u>111,947</u>
Segment results	15,778	(19)	(4,163)	11,596
Finance costs	(923)	-	-	(923)
Profit before tax	<u>14,855</u>	<u>(19)</u>	<u>(4,163)</u>	<u>10,673</u>
Tax expense				(1,807)
Net profit for the period				<u>8,866</u>
Other Information:				
Capital expenditure	1,165	-	-	1,165
Depreciation and amortisation	2,318	5	(1)	2,322
Segment assets	303,428	864	(119,158)	185,134
Segment liabilities	94,511	5	(24,446)	70,070

**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

A13. Changes in the Composition

There are no changes in the composition of the entity during the current interim period, including business combinations, obtaining or losing control of subsidiaries and long-term investments, restructurings, and discontinued operations.

A14. Related Party Transactions

The amount owing to directors are unsecured, interest free advances and repayable on demand. 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 follows:

	THE GROUP	
	Current Year-To-Date 30-06-2013 RM	Preceding Year-To-Date 30-06-2012 RM
Director of the Company		
Rental of factory	8,400	8,400

	THE GROUP	
	Current Year-To-Date 30-06-2013 RM	Preceding Year-To-Date 30-06-2012 RM
Related Company		
Sales of goods	3,246,004	538,642
Purchases of goods	789,912	-

The tenancy period was mutually agreed by both parties for a period of two years and expired on 14 November 2011, which was subsequently renewed on 15 November 2011 for another period of two years until 14 November 2013.

The directors of the Group and the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that are not less favourable than those arranged with independent third parties.

[End of Part A]



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

PART B

**EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS
OF THE BURSA SECURITIES**

B1. Review of Group Performance

a) Current Year Quarter compared with Preceding Year Corresponding Quarter

The Group has recorded a revenue of RM61.54 million and profit before tax of RM7.764 million for the second quarter itself as compared to preceding year corresponding quarter of RM61.147 million and RM6.656 million respectively. A minor increase in revenue of RM0.393 million as compared to the 2nd quarter of the preceding year, whilst profit before tax increased by RM1.108 million, as the Group managed to take advantage of the higher efficiency in its operations during this quarter.

For the tin manufacturing industry, the revenue increased slightly by RM0.47 million to RM21.855 million. The profit before tax increased by RM0.671 million to RM4.075 million due to reduction in operating costs and higher efficiency.

As for the Food and Beverage ("F&B") industry, the revenue decreased by RM0.347 million to RM39.685 million. The profit before tax, however, increased marginally by RM0.216 million to RM4.071 million. Overall, the demand & cost of production are well-maintained as compared to preceding year corresponding quarter.

b) Current Year-To-Date compared with Preceding Year-To-Date

The Group has recorded a revenue of RM113.334 million and profit before tax of RM14.053 million for the second quarter ended 30 June 2013 as compared to preceding year-to-date of RM115.688 million and RM10.673 million respectively. Despite a minor reduction in revenue of RM2.354 million as compared to the 2nd quarter of the preceding year, profit before tax increased by RM3.38 million, as the Group managed to take advantage of the higher efficiency in its operations during this quarter.

For the tin manufacturing industry, the revenue increased by RM1.528 million to RM43.239 million due to higher demand in biscuit and edible oil industries, while the profit before tax increased significantly by RM2.634 to RM7.945 million due to decreases in operating costs.

As for the F&B industry, the revenue decreased by RM3.883 million to RM70.094 million and this was mainly due to lower demand caused by instability in the dairy market. Profit before tax increased marginally by RM0.444 million to RM6.733 million due to higher efficiency in its operations.

B2. Variation of Results against Preceding Quarter

For the current quarter under review, the Group's profit before tax increased by RM1.475 million to RM7.764 million as compared to RM6.289 million in the preceding quarter ended 31 March 2013.

a) Tin Manufacturing Industry

The slight increase in profit before tax of RM0.205 million to RM4.075 million were due to the demand and production overheads are constantly maintained.

b) F&B Industry

The increase in profit before tax of RM1.409 million to RM4.071 million was mainly due to demand increases for the current quarter under review as compared to preceding quarter.



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

B3. Prospects of the Group

a) Tin Manufacturing Industry

Raw materials prices are expected to increase marginally in the near-term. However, demand is expected to maintain and remain stable.

The Group will continue to maintain its profitability for the year of 2013 despite a challenging global economic situation.

b) F&B Industry

Although the milk powder prices have slight fluctuation, we do not foresee any significant changes of the prices in the near future.

The demand for the year 2013 is expected to be strong and this segment will continue to be profitable.

B4. Revenue or Profit Estimates

This is not applicable to the Group for the current financial reporting period under review.

B5. Profit Forecast or Profit Guarantee

The profit forecast is not applicable to the Group.

As for the profit guarantee, subject to the clauses in the Share Sale Agreement, the newly acquired subsidiary has achieved the profit after tax (the "profit guarantee") of not less than RM7 million for the financial year ended 31 December 2011 and RM10 million for the financial year ended 31 December 2012, of which the Vendor has been paid RM3.5 million for the current financial reporting period under review.

B6. Status of Corporate Proposals and Utilisation of Proceeds Raised from Rights Issue

The Company has increased its share capital by 23,326,333 new ordinary shares of RM1.00 each at an issue price of RM1.28 each per share, amounting to RM29,857,706.24 from the Rights Issue.

The status of the utilisation of proceeds as at 30 June 2013 are summarised as follows:

Purpose	Proposed	Actual	Intended	Deviation	
	Utilisation RM'000	Utilisation RM'000	Timeframe (Within)	RM'000	%
i) Purchase of land and construction of new warehouse and factory	15,000	5,000	18 months	10,000	66.67
ii) Purchase of machineries and equipment	8,000	6,959	18 months	1,041	13.01
iii) Upgrading works	1,500	-	18 months	1,500	100.00
iv) Working capital	4,857	-	12 months	4,857	100.00
v) Rights issue expenses	500	500	1 month	-	0.00
	<u>29,857</u>	<u>12,459</u>		<u>17,398</u>	<u>58.27</u>

**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**
B7. Tax Expense

	Individual Quarter		Cumulative Quarter	
	30-06-2013 RM'000	30-06-2012 RM'000	30-06-2013 RM'000	30-06-2012 RM'000
Current year:				
- Income tax	728	1,073	1,726	1,603
- Deferred tax	1,376	329	1,099	204
	<u>2,104</u>	<u>1,402</u>	<u>2,825</u>	<u>1,807</u>
Under/(Over) provision in previous year:				
- Income tax	-	-	-	-
- Deferred tax	-	-	-	-
	<u>2,104</u>	<u>1,402</u>	<u>2,835</u>	<u>1,807</u>

B8. Notes to the Statement of Comprehensive Income

Included in the Statement of Comprehensive Income are as follows:

	Individual Quarter		Cumulative Quarter	
	30-06-2013 RM'000	30-06-2012 RM'000	30-06-2013 RM'000	30-06-2012 RM'000
Interest income	(223)	(93)	(426)	(199)
Other income	(76)	(334)	(368)	(527)
Interest expense	402	716	710	1,122
Depreciation and amortisation	1,256	1,165	2,491	2,322
(Gain)/Loss on disposal of property, plant and equipment	(111)	-	(115)	(15)
Foreign exchange (gain)/loss	70	(506)	(58)	(173)
(Gain)/Loss on derivatives	394	522	354	850
Exceptional items	-	-	-	-

B9. Earnings Per Share (EPS)

The basic EPS is calculated based on the net profit divided by the weighted average number of ordinary shares in issues during the financial reporting period which is as follows:

	Individual Quarter		Cumulative Quarter	
	30-06-2013	30-06-2012	30-06-2013	30-06-2012
Profit for the period (RM'000)	<u>5,660</u>	<u>5,254</u>	<u>11,228</u>	<u>8,866</u>
Weighted average number of ordinary shares ('000 shares):				
At 1 January 2013/2012	93,305	69,979	93,305	69,979
Effect on ordinary shares issued	-	-	-	-
At 30 June 2013/2012	<u>93,305</u>	<u>69,979</u>	<u>93,305</u>	<u>69,979</u>
Basic and Diluted EPS (Sen)	<u>6.07</u>	<u>7.51</u>	<u>12.03</u>	<u>12.67</u>

For the financial reporting period under review, the outstanding warrants does not have a dilutive effect to the earnings per ordinary share as the average market price of ordinary shares as at the end of the reporting period was below the exercise price of the warrants.

**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**
B10. Disclosure of Realised and Unrealised Profits

The breakdown of the realised and unrealised profits or losses as at the end of the financial reporting period is as follows:

	THE GROUP	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Total retained earnings (Company and its subsidiaries)		
- realised	148,630	136,559
- unrealised	(5,542)	(4,687)
	143,088	131,872
Less: Consolidation adjustments	(79,453)	(79,480)
Total group retained earnings as per unaudited condensed consolidated statement of financial position	63,635	52,392

B11. Derivative Financial Instruments

As at 30 June 2013, the Group has entered into the short-term foreign currency forward contract, to hedge its purchases denominated in foreign currency so as to limit the exposure to fluctuations in foreign exchange rates.

The details of the foreign currency forward contracts are as follows:

Type of Derivatives	THE GROUP	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Forward Contracts (US Dollar)		
Fair Value	22,582	7,998
Less: Contract/Notional Value	22,228	7,973
Gain/(Loss) on Fair Value Changes	(354)	25

All contracts entered by the Group are executed with creditworthy financial institutions in Malaysia. As a result, the credit risk or the risk of counterparties defaulting is minimal. The Group also has a low liquidity risk as it maintains sufficient fund to settle the entire derivative financial instruments when they fall due.

However, the Group is subject to market risk in term of foreign currency, on sales and purchases that are denominated in foreign currency other than Ringgit Malaysia. The Group maintains a nature hedge, whenever is possible, by matching the receivables and the payables in the same currency, any unmatched balances will be hedged by the forward foreign currency contracts.



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

B12. Loan and Borrowings

The Group's bank loan and borrowings as at the end of the financial reporting period are as follows:

	THE COMPANY		THE GROUP	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Current portion (secured):				
Term loans	1,433	1,428	1,901	2,128
Bankers' acceptance	-	-	17,594	13,925
Revolving credit	5,000	5,000	5,000	5,000
Hire purchase payables (see Note B13 below)	-	-	519	561
	6,433	6,428	25,014	21,614
Non-current portion (secured):				
Term loans	6,335	7,059	11,147	12,121
Hire purchase payables (see Note B13 below)	-	-	546	707
	6,335	7,059	11,693	12,828
Total loan and borrowings	12,768	13,487	36,707	34,442

Except for the above, the Group's other banking facilities (all pertaining to certain subsidiary companies) are secured by way of corporate guarantee issued by the Company.

B13. Hire Purchase Payables

The Group's hire purchase payables as at the end of the financial reporting period are as follows:

	THE GROUP	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Minimum hire purchase payments	1,140	1,357
Less: Future finance charges	(75)	(89)
Present value of hire purchase payables	1,065	1,268
Less: Current portion (see Note B12 above)	(546)	(561)
Non-current portion (see Note B12 above)	519	707

B14. Acquisition of Subsidiary

On 1 February 2013, the Company has incorporated a 80% owned subsidiary, Able Food Sdn Bhd, a company incorporated in Malaysia, comprising 100 issued and fully paid up capital of RM1.00 each at par for cash consideration of RM100.00.

**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**
B15. Warrants Reserve

The movements in the warrants reserve of the Company are as follows:

	THE GROUP	
	As at 30-06-2013 RM'000	As at 31-12-2012 RM'000
Balance at 1 January 2013/2012	28,487	-
Arising from Rights Issue with Warrants	-	29,857
Applied for Warrants Issue Expenses	-	(370)
Balance at 31 December 2013/2012	28,487	28,487

As at the end of the reporting period under review, no warrants have been exercised.

B16. Notes to the Condensed Consolidated Statement of Cash Flows

The details of major components in the Statement of Cash Flows comprises as follows:

	THE GROUP	
	Current Year-To-Date 30-06-2013 RM'000	Preceding Year-To-Date 30-06-2012 RM'000
a) Cash Flows from Operating Activities		
(Decrease)/Increase in inventories	(8,776)	366
Decrease in trade and other receivables	(7,955)	(5,688)
Decrease in trade and other payables	3,332	3,882
Income tax paid	(2,341)	(2,221)
Income tax refund	1,002	-
	-	-
b) Cash Flows used in Investing Activities		
Payment of contingent consideration	-	(3,500)
Proceeds from disposal of property, plant and equipment	417	-
Purchase of property, plant and equipment	(5,305)	(1,165)
	-	-
c) Cash Flows used in Financing Activities		
Dividend paid	-	-
Net (repayment)/drawdown of bankers' acceptance	3,723	(3,301)
Repayment of term loan	(1,202)	(1,826)
Repayment of hire purchase payables	(204)	(166)
	-	-



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2013 (UNAUDITED) (cont'd)**

B17. Proposed Dividend

During the financial reporting period under review, the Directors do not recommend any interim dividend for the financial period ended 30 June 2013.

The final single-tier dividend of 4.2% (31.12.2011: 3.8%), amounting to RM3,918,824 (31.12.2011: RM2,659,202), in respect of the financial year ended 31 December 2012, which was approved by the shareholders at the Annual General Meeting held on 28 June 2013, had been paid on 29 July 2013 to the depositors registered in the Record of Depositors at the close of business on 5 July 2013.

B18. Material Litigations

We refer to the announcement made under item 14.5 of Material Litigations stipulated in the Prospectus dated 19 September 2003.

The suit was brought by General Containers Sdn Bhd (“GCSB”) against the former director of GCSB, Mr. Tan Chin Wah for breach of fiduciary duties and against the subsidiaries of the Company, Johore Tin Factory Sendirian Berhad and Uican Industries Sdn Bhd (“Defendants”) for conspiring to divest GCSB of its vital assets and business. A judgment was ruled in favour of the Defendants by the Johor Bahru High Court (“High Court”) on 29 October 2010 when the High Court dismissed the suit with costs.

GCSB has appealed against this decision to the Court of Appeal and was dismissed with costs on 8 November 2012. GCSB has applied for leave to appeal to the Federal Court and the case hearing has been re-scheduled to 9 September 2013.

Other than the above, there were no pending material litigations since the date of last audited annual statement of financial position.

B19. Authorisation for Issue

The interim financial statements were authorised for issued by the Board of Directors in accordance to the Board of Directors meeting held on 21 August 2013.

[End of Report]