

Company No. 532570-V



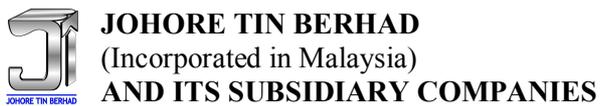
**JOHORE TIN BERHAD**  
(Company No. 532570-V)  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**QUARTERLY REPORT**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011**

**(UNAUDITED)**

This Report is dated 29<sup>th</sup> February 2012.

Company No. 532570-V



## QUARTERLY REPORT

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED)**

	NOTE	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter 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
Revenue		52,795	25,823	134,188	96,063
Cost of Sales		(40,774)	(18,801)	(106,677)	(76,652)
<b>Gross profit</b>		<b>12,021</b>	<b>7,022</b>	<b>27,511</b>	<b>19,411</b>
Other income		450	471	968	1,098
Administrative expenses		(4,493)	(2,220)	(9,405)	(6,232)
Distribution expenses		(1,378)	(1,491)	(3,173)	(3,030)
Other expenses		128	(1,378)	(288)	(1,970)
<b>Results from operating activities</b>		<b>6,728</b>	<b>2,404</b>	<b>15,613</b>	<b>9,277</b>
Finance income		102	2	221	8
Finance costs		(445)	(217)	(1,175)	(734)
<b>Net finance costs</b>		<b>(343)</b>	<b>(215)</b>	<b>(954)</b>	<b>(726)</b>
<b>Profit before tax</b>		<b>6,385</b>	<b>2,189</b>	<b>14,659</b>	<b>8,551</b>
Tax expense	B7	633	(438)	(3,312)	(2,278)
<b>PROFIT FOR THE PERIOD</b>		<b>7,018</b>	<b>1,751</b>	<b>11,347</b>	<b>6,273</b>
<b>Other comprehensive income, net of tax</b>					
Exchange differences on translating foreign operations		(28)	(10)	20	(62)
<b>Total other comprehensive income for the period</b>		<b>(28)</b>	<b>(10)</b>	<b>20</b>	<b>(63)</b>
<b>COMPREHENSIVE INCOME FOR THE PERIOD</b>	B8	<b>6,990</b>	<b>1,741</b>	<b>11,367</b>	<b>6,211</b>
Profit attributable to owners of the Company		7,018	1,751	11,347	6,273
Comprehensive income attributable to owners of the Company		6,990	1,741	11,367	6,211
Earnings per share (Sen):					
- Basic and diluted	B9	10.22	2.65	17.02	9.51

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 31 DECEMBER 2011 (UNAUDITED)**

	NOTE	As at 31 December 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		54,239	41,235
Assets in progress		-	117
Goodwill on consolidation	A11	10,569	-
Other investment		17	17
		<b>64,825</b>	<b>41,369</b>
<b>Current Assets</b>			
Inventories		52,843	33,477
Trade receivables		38,979	34,524
Other receivables		2,474	1,456
Tax recoverable		920	104
Derivative financial assets	B10	464	-
Cash and cash equivalents		32,107	12,781
		<b>127,787</b>	<b>82,342</b>
<b>Total Assets</b>		<b>192,612</b>	<b>123,711</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		69,979	65,979
Retained earnings	B11	32,469	23,431
Other components of equity		4,098	4,998
<b>Total Equity</b>		<b>106,546</b>	<b>94,408</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

	NOTE	As at 31 December 2011 (Unaudited) RM'000	As at 31 December 2010 (Audited) RM'000
<b>EQUITY AND LIABILITIES (cont'd)</b>			
<b>Non-Current Liabilities</b>			
Long-term borrowings	<b>B13</b>	20,235	7,897
Retirement benefits		359	334
Deferred tax		3,660	704
<b>Total Non-Current Liabilities</b>		<b>24,254</b>	<b>8,935</b>
<b>Current Liabilities</b>			
Trade payables		6,988	4,042
Other payables		7,696	2,581
Amount owing to related company		10,484	-
Amount owing to directors		966	643
Short-term borrowings	<b>B13</b>	24,306	10,285
Derivative financial liabilities	<b>B10</b>	-	28
Contingent consideration		7,981	-
Income tax		802	416
Bank overdraft		2,589	2,373
<b>Total Current Liabilities</b>		<b>61,812</b>	<b>20,368</b>
<b>Total Liabilities</b>		<b>86,066</b>	<b>29,303</b>
<b>Total Equity and Liabilities</b>		<b>192,612</b>	<b>123,711</b>
Net Assets (NA) per share attributable to ordinary equity holders (RM)		1.52	1.43

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED)**

	<b>ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>				
	<b>Non-Distributable Reserves</b>			<b>Retained Earnings RM'000</b>	<b>Total Equity RM'000</b>
	<b>Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Foreign Translation Reserve RM'000</b>		
<b>Balance at 1 January 2011</b>	65,979	5,520	(522)	23,431	94,408
Issuance of shares arising from acquisition of a new subsidiary	4,000	(920)	-	-	3,080
Total comprehensive income for the period	-	-	20	11,347	11,367
Dividend	-	-	-	(2,309)	(2,309)
<b>Balance at 31 December 2011</b>	<b>69,979</b>	<b>4,600</b>	<b>(502)</b>	<b>32,469</b>	<b>106,546</b>
<b>Balance at 1 January 2010</b>	65,979	5,520	(460)	18,807	89,846
Total comprehensive income for the period	-	-	(62)	6,273	6,211
Dividend	-	-	-	(1,649)	(1,649)
<b>Balance at 31 December 2010</b>	<b>65,979</b>	<b>5,520</b>	<b>(522)</b>	<b>23,431</b>	<b>94,408</b>

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes to the quarterly report.**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED)**

	NOTE	Current Year-To-Date 31-12-2011 RM'000	Preceding Year-To-Date 31-12-2010 RM'000
Net cash from/(used in) operating activities	<b>B14</b>	11,412	(1,979)
Net cash used in investing activities	<b>B14</b>	(8,917)	(733)
Net cash from/(used in) financing activities	<b>B14</b>	16,507	(1,925)
Net increase/(decrease) in cash and cash equivalents		19,002	(4,637)
Adjustment for foreign exchange differentials		108	(49)
Cash and cash equivalents as of beginning of period		10,408	7,364
Cash and cash equivalents as of end of period		29,518	2,678

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

	Current Year-To-Date 31-12-2011 RM'000	Preceding Year-To-Date 31-12-2010 RM'000
Cash and bank balances	32,107	4,782
Bank overdraft	(2,589)	(2,104)
	29,518	2,678

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes to the quarterly report.**



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED)**

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**PART A**

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

**A1. Basis of Preparation**

The unaudited condensed interim financial statements for the fourth quarter ended 31 December 2011 have been prepared in accordance with FRS 134 *Interim Financial Reporting* and 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 2010.

**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 2010.

- a) The Group has adopted the following applicable new/revised accounting standards (“FRSs”) and Issues Committee Interpretations (including consequential amendments) (“IC Int.):

FRS 3 (Revised)	<i>Business Combinations</i>
FRS 127 (Revised)	<i>Consolidated and Separate Financial Statements</i>
Amendments to FRS 5	<i>Plan to Sell the Controlling Interest in a Subsidiary</i>
Amendments to FRS 7	<i>Improving Disclosures about Financial Instruments</i>
Amendments to FRS 138	<i>Consequential Amendments Arising from FRS 3 (Revised)</i>
IC Int. 4	<i>Determining Whether an Arrangement Contains a Lease</i>
IC Int. 16	<i>Hedge of a Net Investment in a Foreign Operation</i>
IC Int. 17	<i>Distributions of Non-cash Assets to Owners</i>
IC Int. 18	<i>Transfers of Assets from Customers</i>
Amendments to IC Int. 9	<i>Scope of IC Int. 9 and FRS 3 (Revised)</i>
Annual Improvements to FRSs 2010	

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

- b) The Group has yet to apply in advance the following applicable FRSs and IC Int. that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial year:

<b>FRSs and IC Int.</b>	<b>Effective Date</b>
FRS 9 Financial Instruments	1 January 2013
FRS 10 Consolidated Financial Statements	1 January 2013
FRS 12 Disclosure of Interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurements	1 January 2013
FRS 119 (Revised) Employee Benefits	1 January 2013
FRS 124 (Revised) Related Party Transactions	1 January 2013
FRS 127 (2011) Separate Financial Statements	1 January 2013
Amendments to FRS 7 Disclosures-Transfers of Financial Assets	1 January 2012
Amendments to FRS 112 Recovery of Underlying Assets	1 January 2012
IC Int. 19 Extinguishing Financial Liabilities with Equities Instruments	1 July 2011



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

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**A2. Changes in Accounting Policies (cont'd)**

- b) The Group has yet to apply in advance the following FRSs and IC Int. that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:

The Group's next set of financial statements for the annual period beginning on 1 January 2012 will be prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") issued by MASB that will also comply with International Financial Reporting Standards ("IFRS"). As a result, the Group will not be adopting the above FRSs and IC Int. that are effective for the annual periods beginning on or after 1 January 2012.

- c) Following the issuance of MFRS by the MASB on 19 November 2011, the Group will be adopting the new accounting standards in the next financial year. The Group is currently in the process of assessing the impact of the adoption of these new accounting standards and the directors does not expect any significant impact on the financial statements arising from the adoption.

**A3. Audit Qualification**

There was no qualification on the annual audited financial statements of the Group for the year ended 31 December 2010.

**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 financial reporting period that have a material effect in the current financial reporting period.

**A7. Dividend Paid**

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

**A8. Debts and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayment of debts and equity securities for the current financial reporting period, except for the issuance of 4,000,000 new ordinary shares at an issue price of RM1.00 per ordinary share amounting to RM4,000,000, as part of the purchase consideration for the acquisition of the entire equity interest in Able Dairies Sdn Bhd, which was announced on 27 October 2011.

**A9. Valuation of Property, Plant and Equipment**

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



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

**A10. 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 interim financial statements.

**A11. Changes in the Composition of the Group**

As for the announcement made on 1 November 2011, the Company has completed the acquisition of Able Dairies Sdn Bhd (“ADSB”), as a wholly-owned subsidiary, for the total purchase consideration of RM29,561,038, by way of cash amounting to RM27,000,000 and the issuance of 4,000,000 ordinary shares at a weighted market price of RM0.77 per ordinary share amounting to RM3,080,000.

The fair value of the assets acquired and liabilities assumed from the acquisition of a new subsidiary are as follows:

	<b>As at 01-11-2011 RM'000</b>
<b>GOODWILL</b>	
Property, plant and equipment	14,089
Inventories	25,655
Trade and other receivables	1,050
Cash and bank balances	11,381
Trade and other payables	(30,461)
Hire purchase creditor	(67)
Tax Liabilities	(405)
Deferred tax	(2,250)
Total net identifiable assets	<u>18,992</u>
Less: Total purchase consideration	<u>(29,561)</u>
Goodwill	<u>10,569</u>

The effect on cash flow after the acquisition of a new subsidiary is as follows:

	<b>RM'000</b>
<b>CASH FLOW</b>	
Total purchase consideration	31,000
Less: Issuance of new shares as part of the consideration	<u>(4,000)</u>
Cash consideration	27,000
Less: Cash and cash equivalents acquired	(11,381)
Less: Contingent consideration	<u>(8,500)</u>
Net cash outflow on acquisition of subsidiary	<u>7,119</u>

**A12. Contingent Liabilities**

	<b>THE COMPANY</b>	
	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>
Corporate Guarantee given to licensed banks for banking facilities granted to subsidiaries	<u>20,039</u>	<u>22,800</u>



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

**A13. Related Party Transactions**

The amount owing to a director is 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:

	<b>THE GROUP</b>	
	<b>Current Year-To-Date 31-12-2011 RM</b>	<b>Preceding Year-To-Date 31-12-2010 RM</b>
<b>Director of the Company</b>		
Rental of factory	16,800	16,800
<b>Related Company</b>		
Sales of goods	408,421	-
Purchases of goods	448,873	304,728
Printing charges	224,580	175,569

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.

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

**A14. 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) Tin Manufacturing      *Manufacturing of various tins, cans and other containers.*
- 2) Food and Beverage      *Manufacturing and selling of milk and related dairy products.*

<b>THE GROUP</b>	<b>Tin Manufacturing RM'000</b>	<b>Food &amp; Beverage RM'000</b>	<b>Total RM'000</b>
<b>31 December 2011</b>			
External revenue	105,899	28,289	134,188
Inter-segment revenue	8,822	3,555	12,377
Total revenue	114,721	31,844	146,565
Reportable segment profit/(loss)	7,989	3,358	11,347
Reportable segment assets	125,349	67,263	192,612



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

**A14. 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.

<b>THE GROUP 31 December 2011</b>	<b>Malaysia RM'000</b>	<b>Indonesia RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>				
External revenue	134,188	-	-	134,188
Inter-segment revenue	12,377	-	(12,377)	-
Total revenue	<u>146,565</u>	<u>-</u>	<u>(12,377)</u>	<u>134,188</u>
Segment results	15,701	(88)	-	15,613
Net Finance costs	(961)	7	-	(954)
Profit before tax	<u>14,740</u>	<u>(81)</u>	<u>-</u>	<u>14,659</u>
Tax expense				(3,312)
Net profit for the period				<u>11,347</u>
<b>Other Information:</b>				
Capital expenditure	2,221	-	-	2,221
Depreciation and amortisation	3,342	24	-	3,366
Segment assets	310,898	908	(119,194)	192,612
Segment liabilities	<u>117,152</u>	<u>-</u>	<u>(31,086)</u>	<u>86,066</u>



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

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**PART B**

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

**B1. Review of Group Performance**

The Group has recorded a profit before tax of RM6.38 million and turnover of RM52.79 million for the fourth quarter ended 31 December 2011 as compared to preceding year corresponding quarter of RM2.19 million and RM25.82 million respectively. The increase in profit before tax and revenue were mainly due to high demand of certain products for the current quarter and contribution of new subsidiary's financial results.

The Group achieved a total revenue of RM134.19 million (31.12.2010: RM96.06 million) and profit before tax of RM14.66 million (31.12.2010: RM8.55 million) for the 12 months period ended 31 December 2011. The increase in profit before tax and revenue were due to higher demand in certain products, lesser in allowance for doubtful debts provided, no impairment of assets for the current financial year and contribution of new subsidiary's financial results.

Performances of each operating segment are discussed below:

**a) Tin Manufacturing**

Revenue for the current quarter has decreased slightly by RM1.32 million from RM25.82 million to RM24.5 million as compared to the corresponding quarter. Profit before tax for the current quarter increased by RM 0.42 million from RM2.19 million to RM2.61 million due to lesser in allowance for doubtful debts provided and absence of impairment of assets for the current quarter.

For the year to date, the revenue increased by RM9.84 million to RM105.9 million as compared to RM96.06 million preceding year to date, due to higher demand in biscuit industry and edible oil industry. Profit before tax for the current year to date has increased by RM2.73 million due to lesser in allowance for doubtful debts provided and no impairment of assets for the current financial year.

**b) Food and Beverage**

The new operating segment contributed to a revenue of RM28.29 million and profit before tax of RM3.77 million for the current quarter and year to date. This is due to the consolidation of 2 months' sales to Able Dairies Sdn Bhd, the newly acquired subsidiary of the Company, amounting to about RM4 million.

**B2. Variation of Results against Preceding Quarter**

The Group's profit before tax for the current quarter ended 31 December 2011 was RM6.385 million as compared to RM1.583 million in the preceding quarter ended 30 September 2011. The increases in profit before tax were due to contribution of new operating segment and reduction in other operating expenses such as impairment of assets and allowance of doubtful debts.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**

**B3. Prospects of the Group**

**a) Tin Manufacturing**

Raw materials prices are expected to stay constant with minimal changes. Demand after festive seasons is expected to decline and so, sales as well as gross profit margin will decrease correspondently in the first few months of the year.

Second half of the year may see some increase in the raw materials prices and this will affect the Group's gross profit margin. However, the Group will continue to maintain its profit margin and market capitalisation, despite increasing in material costs and challenging in market expansion.

**b) Food and Beverage**

Milk powder prices had softened slightly recently and therefore management expects buyers to demand for lower prices. Coupled with keen competition from sweetened condensed milk producers in Malaysia and overseas, the gross profit margin is expected to decrease.

However, demands are expected to be strong and sales should be maintained.

**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 and there is no shortfall in the profit guarantee received by the Company for the current financial reporting period under review.

**B6. Status of Corporate Proposals**

Subsequent to the announcement made on 1 November 2011, the corporate proposal of the acquisition of a new subsidiary was completed by the Company thereon.

Other than the above, there were no other corporate proposals for the current financial reporting period.

**B7. Tax Expense**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31-12-2011</b>	<b>31-12-2010</b>	<b>31-12-2011</b>	<b>31-12-2010</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current year:				
- Income tax	657	838	2,609	2,598
- Deferred tax	(442)	(293)	666	(266)
	215	545	3,275	2,332
Under/(Over) provision in previous year:				
- Income tax	(888)	(54)	(3)	(1)
- Deferred tax	40	(53)	40	(53)
	(633)	438	3,312	2,278

The effective tax rate of the Group for the current financial reporting period and year-to-date were higher than the statutory tax rate, due to certain expenses that are not deductible for tax purposes.

**NOTES TO THE FINANCIAL INFORMATION  
 FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**
**B8. Notes to the Statement of Comprehensive Income**

Included in the other income and other operating expenses are as follows:

	Individual Quarter		Cumulative Quarter	
	31-12-2011	31-12-2010	31-12-2011	31-12-2010
	RM'000	RM'000	RM'000	RM'000
Interest income	(102)	(2)	(221)	(8)
Other income	(450)	(471)	(968)	(1,098)
Interest expense	445	217	1,175	734
Depreciation and amortisation	1,136	850	3,366	3,093
Provision for and write-off of receivables	312,413	(22)	312,413	1,007
Provision for and write-off of inventories	114,550	-	114,550	-
(Gain)/Loss on disposal of property, plant and equipment	(52)	(411)	(201)	(421)
Impairment of property, plant and equipment	-	1,418	-	1,418
Foreign exchange (gain)/loss	(235)	(42)	143	524
(Gain)/Loss on derivatives	(449)	3	(493)	28
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	
	31-12-2011	31-12-2010	31-12-2011	31-12-2010
Profit for the period (RM'000)	7,018	1,751	11,347	6,273
Weighted average number of ordinary shares ('000 shares):				
At 1 January	65,979	65,979	65,979	65,979
Effect on ordinary shares issued	2,667	-	667	-
At 31 December	68,646	65,979	66,646	65,979
<b>Basic EPS (Sen)</b>	<b>10.22</b>	<b>2.65</b>	<b>17.03</b>	<b>9.51</b>

The diluted EPS is not applicable to the Group as there are no dilutive potential ordinary shares during the financial reporting period under review.

**NOTES TO THE FINANCIAL INFORMATION  
 FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**
**B10. Derivative Financial Instruments**

As at 31 December 2011, 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:

<b>Type of Derivatives</b>	<b>THE GROUP</b>	
	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>
<b>Forward Contracts (US Dollar)</b>		
Contract/Notional Value	19,025	2,709
Less: Fair Value	19,491	2,681
Gain/(Loss) on Fair Value Changes	464	(28)

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.

**B11. 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:

	<b>THE GROUP</b>	
	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>
Total retained earnings (Company and its subsidiaries)		
- realised	112,646	80,845
- unrealised	(4,695)	(659)
	107,951	80,186
Less: Consolidation adjustments	(75,482)	(56,755)
Total group retained earnings as per unaudited condensed consolidated statement of financial position	32,469	23,431

**NOTES TO THE FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**
**B12. Hire Purchase Payables**

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

	<b>THE GROUP</b>	
	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>
Minimum hire purchase payment	881	502
Less: Future finance charges	(60)	(38)
Present value of hire purchase payables	821	464
Less: Current portion (see Note B13 below)	(332)	(146)
Non-current portion (see Note B13 below)	489	318

**B13. Loan and Borrowings**

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

	<b>THE COMPANY</b>		<b>THE GROUP</b>	
	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>	<b>As at 31-12-2011 RM'000</b>	<b>As at 31-12-2010 RM'000</b>
<b>Current portion (secured):</b>				
Term loans	975	-	2,793	2,388
Bankers' acceptance	-	-	21,181	7,751
Hire purchase payables (see Note B12 above)	-	-	332	146
	975	-	24,306	10,285
<b>Non-current portion (secured):</b>				
Term loans	8,986	-	14,746	7,579
Revolving credit	5,000	-	5,000	-
Hire purchase payables (see Note B12 above)	-	-	489	318
	13,986	-	20,235	7,897
<b>Total loan and borrowings</b>	14,961	-	44,541	18,182

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

**NOTES TO THE FINANCIAL INFORMATION  
 FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011 (UNAUDITED) (cont'd)**
**B14. Notes to the Condensed Consolidated Statement of Cash Flows**

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

**a) Cash Flows from/(used in) Operating Activities**

	<b>THE GROUP</b>	
	<b>As at 31-12-2011</b>	<b>As at 31-12-2010</b>
	<b>RM'000</b>	<b>RM'000</b>
Increase in inventories	6,289	6,566
Decrease/(Increase) in trade and other receivables	5,920	3,641
Decrease/(Increase) in trade and other payables	(15,891)	(820)
Income tax paid	(3,804)	(28)

**b) Cash Flows used in Investing Activities**

Purchase of property, plant and equipment	(2,221)	(940)
Acquisition of new subsidiary (see Note A11 above)	(7,119)	-

**c) Cash Flows from/(used in) Financing Activities**

Dividend paid	(2,309)	(1,649)
Drawdown of term loan	15,000	-
Repayment of term loan	(2,427)	(2,434)
Drawdown of bankers' acceptance	27,245	17,283
Repayment of bankers' acceptance	(20,116)	(13,449)
Drawdown of hire purchase payables	503	-
Repayment of hire purchase payables	(214)	(27)

**B15. 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 Johore Tin Factory Sdn Bhd and Unican Industries Sdn Bhd ("Defendants") for conspiring to divest GCSB of its vital assets and business. The Johor Bahru High Court ("High Court") has made a judgment in favour of the Defendants on 29 October 2010 when the High Court dismissed the suit with costs.

GCSB has appealed against this decision to the Court of Appeal. Further development of the above matter will be announced on Bursa Malaysia Securities Berhad in due course.

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

**B16. Proposed Dividend**

During the financial reporting period under review, the Directors do not recommend any interim dividend for the financial period ended 31 December 2011.

**B17. 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 29 February 2012.