JOHORE TIN BERHAD

COMPANY NO:532570-V
INCORPORATED IN MALAYSIA

ANNUAL REPORT 2010

CONTENTS

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Tenth Annual General Meeting of Johore Tin Berhad will be held at Palm Resort Golf & Country Club, Jalan Persiaran Golf, Off Jalan Jumbo, 81250 Senai, Johor on Wednesday, 22 June 2011 at 9.30 a.m. for the following purposes:

ORDINARY BUSINESS:

1. To receive the Audited Financial Statements for the financial year ended 31 December 2010 and the Reports of the Directors and Auditors thereon. (Please refer to Explanatory Note 1)

2. To declare a Single Tier Final Dividend of 3.5% for the financial year ended 31 December 2010. (Resolution 1)

3. To approve the payment of Directors' fees of RM254,500.00 for the year ended 31 December 2010. (Resolution 2)

4. To re-elect the following Director who retires pursuant to Article 106 of the Company's Articles of Association:
   (i) Mr. Lim Hun Swee (Resolution 3)

5. To re-elect the following Directors who retire by rotation pursuant to Article 120 of the Company's Articles of Association:
   (i) Mr. Lim Chin Kai (Resolution 4)
   (ii) En. Muhamad Feasal Bin Yusoff (Resolution 5)

6. To re-appoint Messrs Crowe Horwath as Auditors of the Company and to authorise the Directors to fix their remuneration. (Resolution 6)

SPECIAL BUSINESS:

To consider and if thought fit, to pass the following resolution, with or without modifications:

7. **ORDINARY RESOLUTION:** (Resolution 7)
   AUTHORITY TO DIRECTORS TO ISSUE AND ALLOT SHARES PURSUANT TO SECTION 132D OF THE COMPANIES ACT, 1965

   "THAT subject always to the Companies Act, 1965, Articles of Association of the Company and approvals from Bursa Malaysia Securities Berhad and any other governmental/regulatory bodies, where such approval is necessary, full authority be and is hereby given to the Directors pursuant to Section 132D of the Companies Act, 1965 to issue not more than ten percent (10%) of the issued capital of the Company at any time upon any such terms and conditions and for such purposes as the Directors may in their absolute discretion deem fit or in pursuance of offers, agreements or options to be made or granted by the Directors while this approval is in force and that the Directors be and are hereby further authorised to make or grant offers, agreements or options which would or might require shares to be issued after the expiration of the approval hereof AND THAT authority be and is hereby given to the Directors to obtain approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad."

8. To transact any other business of which due notice shall have been given.

Notice of Annual General Meeting (cont'd)

NOTICE OF ENTITLEMENT DATE AND DIVIDEND PAYMENT

NOTICE IS ALSO HEREBY GIVEN THAT the proposed Single Tier Final Dividend of 3.5% in respect of the financial year ended 31 December 2010, if approved, will be paid on 20 July 2011 to depositors registered in the Record of Depositors at the close of business on 23 June 2011.

A depositor shall qualify for entitlement only in respect of:

(a) Shares transferred into the Depositor's Securities Account before 4.00 p.m. on 23 June 2011 in respect of ordinary transfers; and

(b) Shares bought on the Bursa Securities on a cum entitlement basis according to the Rules of Bursa Securities.

BY ORDER OF THE BOARD

YONG MAY LI (f)
Company Secretary

Johor Bahru,
30 May 2011

NOTES:-

1. A member of the Company entitled to attend and vote at the meeting may appoint one or more proxies to attend and vote in his/her stead. A proxy may but need not be a member of the Company.
2. Where a member appoints two or more proxies, the appointments shall be invalid unless he/she specifies the proportion of his/her holding to be represented by each proxy.
3. A member of the Company who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, is allowed to appoint at least one (1) proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.
4. The instrument appointing a proxy, in the case of an individual shall be signed by the appointor or his/her attorney duly authorised in writing and in the case of a corporation, either under seal or under the hand of an attorney or an officer duly authorised. If no name is inserted in the space for the name of your proxy, the Chairman of the Meeting will act as your proxy.
5. The instrument appointing a proxy must be deposited at the Registered Office of the Company situated at Suite 1301, 13th Floor, City Plaza, Jalan Tebrau, 80300 Johor Bahru, Johor, not less than 48 hours before the time appointed for holding the meeting or any adjournment thereof.

EXPLANATORY NOTES:-

1. **Item 1 of the Agenda**

   This Agenda item is meant for discussion only as the provision of Section 169(1) of the Companies Act, 1965 does not require a formal approval of the shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

2. **Item 7 of the Agenda**

   ORDINARY RESOLUTION:

   AUTHORITY TO DIRECTORS TO ISSUE AND ALLOT SHARES PURSUANT TO SECTION 132D OF THE COMPANIES ACT, 1965

   The purpose of this Ordinary Resolution proposed under Agenda item 7 will give powers to the Directors to issue up to a maximum ten per centum (10%) of the issued share capital of the Company for the time being for such purposes as the Directors would consider in the best interest of the Company. This authority, unless revoked or varied by the Company at a general meeting, will expire at the next Annual General Meeting of the Company.

   The general mandate sought for issue of securities is a renewal of the mandate that was approved by the shareholders on 28 June 2010. The Company did not utilise the mandate that was approved last year. The renewal of the general mandate is to provide flexibility to the Company to issue new securities without the need to convene separate general meeting to obtain its shareholders' approval so as to avoid incurring additional cost and time. The purpose of this general mandate is for possible fund raising exercises including but not limited to further placement of shares for purpose of funding current and/or future investment projects, working capital, repayment of bank borrowings, acquisitions and/or for issuance of shares as settlement of purchase consideration.

Statement Accompanying Notice of Annual General Meeting

1. Directors who are standing for re-election at the Tenth Annual General Meeting of Johore Tin Berhad ("the Company" or "JTB"):

   (i) Under Article 106 of the Company's Articles of Association:
   - Mr. Lim Hun Swee

   (ii) Under Article 120 of the Company's Articles of Association:
   - Mr. Lim Chin Kai
   - En. Muhamad Feasal Bin Yusoff

2. Further details of Directors standing for re-election are set out in the Directors' Profile appearing on pages 7 to 9 of this Annual Report.

3. Particulars of Directors' shareholdings are set out on page 90 of this Annual Report.

Corporate Information

Directors	:	Datuk Kamaludin Bin Yusoff (Chairman) Mr. Edward Goh Swee Wang (Managing Director) Mr. Yeow Ah Seng @ Yow Ah Seng Mr. Lim Chin Kai En. Muhamad Feasal Bin Yusoff Mr. Lim Hun Swee (Appointed on 26 August 2010)
Audit Committee	:	Mr. Lim Chin Kai (Chairman/Independent Non-Executive Director) En. Muhamad Feasal Bin Yusoff (Independent Non-Executive Director) Datuk Kamaludin Bin Yusoff (Non-Executive Director)
Remuneration Committee	:	Mr. Lim Chin Kai (Chairman/Independent Non-Executive Director) Mr. Edward Goh Swee Wang (Managing Director) En. Muhamad Feasal Bin Yusoff (Independent Non-Executive Director)
Nomination Committee	:	En. Muhamad Feasal Bin Yusoff (Chairman/Independent Non-Executive Director) Mr. Lim Chin Kai (Independent Non-Executive Director) Datuk Kamaludin Bin Yusoff (Non-Executive Director)
Company Secretary	:	Ms. Yong May Li (LS0000295)
Auditors	:	Crowe Horwath Chartered Accountants 30-04, Level 30, Menara Landmark Mail Box 171 12, Jalan Ngee Heng 80000 Johor Bahru, Johor Tel: +60(7) 278 1268 Fax: +60(7) 278 1238
Share Registrar	:	Tricor Investor Services Sdn. Bhd. Level 17, The Gardens North Tower Mid Valley City Lingkaran Syed Putra 59200 Kuala Lumpur Tel: +60(3) 2264 3883 Fax: +60(3) 2282 1886
Registered Office	:	Suite 1301, 13th Floor City Plaza, Jalan Tebrau 80300 Johor Bahru, Johor Tel: +60(7) 335 4988 Fax: +60(7) 335 4977
Principal Bankers	:	Public Bank Berhad Hong Leong Bank Berhad AmBank (M) Berhad United Overseas Bank (Malaysia) Bhd
Stock Exchange Listing	:	Main Market of Bursa Malaysia Securities Berhad
Website	:	http://www.johoretin.com.my

Chairman's Statement

I am pleased to present the chairman's statement of Johore Tin Berhad group of companies for the year ending 31 December 2010.

FINANCIAL REVIEW

I am pleased to report that Johore Tin Berhad group of companies had managed to continue with another profitable year for the financial year ending 31 December 2010.

For the financial year under review, the Group's total revenue fell to RM95,562,690 from RM107,313,770 in the year ending 2009. However, profit after tax for the year under review rose to RM6,273,386 as compared to RM4,965,308 in the previous year.

DIVIDEND

In view of the higher profit after tax, the Board of Directors is proposing a single tier final dividend of 3.50 sen per ordinary share for the year ending 31 December 2010.

LOOKING AHEAD

The year 2011 had started off in a devastating way with the calamity in Japan. I would like to wish the Japanese people all the best in the rebuilding of the areas destroyed by the disasters and also the rebuilding of the affected people's lives.

And also to the people of the countries under transition in North Africa and the surrounding areas, I hope that the issues will be resolved soon and better lives will follow.

In terms of business, the world's events had caused steel and petroleum prices to be on the rise again. To date, material prices increase is significant. This increase in material prices is again going to cause strain in our performance for the year 2011 as we will again have to absorb some of the costs in order to contribute to our customers' burdens.

But I am confident that the management and staffs of Johore Tin Berhad will work diligently to hopefully deliver another good year in 2011.

APPRECIATION

I would like to express my sincere appreciation to our customers, business partners, bankers, the relevant authorities and shareholders for another year of support and co-operation.

Also, to the staffs and management of the Group of companies, I thank you for the working towards the growth and welfare of the companies.

And to my Board of Directors, thank you for your co-operation and inputs in driving the Group forward.

DATUK KAMALUDIN BIN YUSOFF
Non-Executive Chairman

Dated: 30 May 2011

Profile of Directors

	Datuk Kamaludin Bin Yusoff	Edward Goh Swee Wang
Position	Chairman/Non-Executive Director	Managing Director
Age	63	48
Nationality	Malaysian	Malaysian
Qualification	Bachelor of Arts (Hons) in History, University Malaya, Kuala Lumpur, 1974	Business Administration and Mechanical Engineering
Working experience & occupation	- Started his career as Administrative & Diplomatic Officer in the public sector in 1974 and has served in various positions with Ministry of Finance, Ministry of Defence, Road Transport Department and Ministry of Entrepreneur Development	- Holds a Bachelor of Science Degree in Mechanical Engineering and a Master Degree in Business Administration from the Oklahoma State University, United States of America - More than 20 years of working experience in tin can industry - Oversees company planning, development, marketing and overall management
Date of Appointment	August 11, 2008 April 26, 2010 (Chairman)	December 31, 2002
Other directorships of public listed companies	Yoong Onn Corporation Berhad	Nil
Membership of Board Committees	Member of Audit Committee and Nomination Committee	Member of Remuneration Committee
Family relationship with any director and/ or major shareholder of JTB	Husband to Datin Fawziah Binti Hussein Sazally who is a director and shareholder of Genting Perwira Sdn. Bhd. which is a major shareholder of JTB	Son to Mr. Goh Mia Kwong who is a major shareholder of JTB
Conflict of interest with JTB, if any	Nil	Nil
Convictions for offences within the past 10 years other than traffic offences	Nil	Nil
No. of Board Meetings attended in the financial year	4	4

Profile of Directors (cont'd)

	Yeow Ah Seng @ Yow Ah Seng	Lim Chin Kai
Position	Executive Director	Independent Non-Executive Director
Age	58	53
Nationality	Malaysian	Malaysian
Qualification	Supervision of factory operations and sales	Business Administration and Mechanical Engineering
Working experience & occupation	- Started his career in the tin can manufacturing industry since 1983 - Joined Kluang Tin And Can Factory Sdn. Bhd. in 1988 as Executive Director	- Holds a Bachelor of Science in Mechanical Engineering from Oklahoma State University, USA and a Master Degree of Business Administration from the University of San Franscisco, USA - Joined Walden International Investment Group as Assistant Vice President in 1995. Subsequently, joined Megachem Ltd in 1996 as General Manager and resigned in 2005 as Corporate Services and Investment Director. Later, joined AvantChem Pte Ltd as General Manager / Director and resigned in March 2007 - Currently has ventured into his own business as a Private Investor
Date of Appointment	December 31, 2002	December 31, 2002
Other directorships of public listed companies	Nil	Nil
Membership of Board Committees	Nil	Chairman of Audit Committee and Remuneration Committee, Member of Nomination Committee
Family relationship with any director and/ or major shareholder of JTB	Nil	Nil
Conflict of interest with JTB, if any	Nil	Nil
Convictions for offences within the past 10 years other than traffic offences	Nil	Nil
No. of Board Meetings attended in the financial year	4	4

Profile of Directors (cont'd)

	Muhamad Feasal Bin Yusoff	Lim Hun Swee
Position	Independent Non-Executive Director	Non-Executive Director
Age	41	59
Nationality	Malaysian	Singaporean
Qualification	Chartered Accountancy	Management of Factory Operation
Working experience & occupation	- Member of the Association of Chartered Certified Accountants and Malaysian Institute of Accountants - Graduated with a Bachelor of Arts (Hons) majoring in Accounts and Finance from Manchester Metropolitan University, UK - Joined Deloite Touche Tohmatsu in 1995, he then moved to Ernst & Young - Setting up his own practice, Feasal & Co in 2003	- More than 20 years experiences as Managing Director of In-Comix Food Industries Sdn Bhd and retired from the position since July 2009 - Presently, he is the Managing Director of Grand United Marketing Sdn. Bhd. and Taste N Tasty Food Industries Sdn. Bhd.
Date of Appointment	December 31, 2002	August 26, 2010
Date of Resignation	Nil	Nil
Other directorships of public listed companies	Nil	Nil
Membership of Board Committees	Chairman of Nomination Committee, Member of Audit Committee and Remuneration Committee	Nil
Family relationship with any director and/ or major shareholder of JTB	Nil	Nil
Conflict of interest with JTB, if any	Nil	Nil
Convictions for offences within the past 10 years other than traffic offences	Nil	Nil
No. of Board Meetings attended in the financial year	4	1

Audit Committee Report

The Audit Committee is pleased to present the report of the Audit Committee for the financial year ended 31 December 2010.

1. COMPOSITION OF MEMBERS

The Committee comprises the following members and details of attendance of each member at Committee Meetings held during the year are as follows:

Composition of Committee *(Designation)*	No. of Committee Meetings Attended
Lim Chin Kai *(Chairman/ Independent Non-Executive Director)*	4/4
Muhamd Feasal Bin Yusoff *(Independent Non-Executive Director - Member of MIA)*	4/4
Datuk Kamaludin Bin Yusoff *(Non-Executive Director)*	4/4

The meetings were appropriately structured through the use of agendas, which were distributed to members with sufficient notification.

2. MEMBERSHIP

The Audit Committee is appointed by the Board from amongst the directors of the Company and consists of three (3) members comprising of all audit committee members being non-executive directors with majority of them being independent directors. The Audit Committee included one Director who is a member of the Malaysian Institute of Accountants (MIA). The Committee members shall be appropriately qualified with sound knowledge and experience in accounting, business, and financial management. The quorum shall be two (2) members and shall comprise independent directors.

3. SECRETARY

The secretary to the Audit Committee is the Company Secretary.

4. FREQUENCY OF MEETINGS

Meetings shall be held not less than four (4) times a year. The external auditors may request a meeting if they consider that one is necessary.

5. TERMS OF REFERENCE

5.1 Authority

The Committee is authorised by the Board, in accordance with the procedures to be determined by the Board (if any) and at the cost of the Company, to:

(a) Investigate any activity within the Committee's terms of reference;

(b) Have resources which are reasonably required to enable it to perform its duties;

(c) Have full and unrestricted access to any information pertaining to the Company or the Group;

5. TERMS OF REFERENCE (cont'd)

5.1 Authority (cont'd)

(d) Have direct communication channels with the external auditors and person(s) carrying out the internal audit function or activity (if any);

(e) Obtain outside legal or other independent professional advice and secure the attendance of outsiders with relevant experience and expertise if it considers necessary; and

(f) Convene meetings with external auditors, internal auditors or both, excluding the attendance of other directors and employees of the Company, whenever deemed necessary, but at least twice a year.

5.2 The Duties of the Committee shall be to review the following and report the same to the Board:

(a) Any matters concerning the appointment and dismissal of the external auditors and the audit fee;

(b) The nature and scope of the audit by the external auditors before commencement;

(c) The external auditors' audit report, areas of concern arising from the audit and any other matters the external auditors may wish to discuss (in the absence of management if necessary);

(d) Any financial information for publication, including quarterly and annual financial statements, before submission to the Board, focusing particularly on:

- Changes in implementation of major accounting policy changes
- Significant and unusual events; and
- Compliance with accounting standards and legal requirements

(e) The external auditor's management letter and management's response;

(f) The adequacy of the competency and relevance of the scope, functions and resources of internal audit and the necessary authority to carry out its work;

(g) The audit plan and work programme of internal audit;

(h) Findings of internal audit work and management's response;

(i) Any evaluation on internal controls by auditors;

(j) Extent of cooperation and assistance given by the employee;

(k) The propriety of any related party transactions and conflict of interest of situations that may arise within the Company or the Group; and

(l) Any other matter as directed by the Board.

6. REPORTING PROCEDURES

The Audit Committee shall report to the Board of Directors.

7. SUMMARY OF ACTIVITIES DURING THE FINANCIAL YEAR

During the financial year, the Audit Committee carried out its duties as set out in its Terms of Reference. The activities undertaken were as follows:

- Reviewed with the external auditors their scope of work and audit plan for the year;
- Reviewed the results of the external audit, the audit report and the management letter, including management's response;

7. SUMMARY OF ACTIVITIES DURING THE FINANCIAL YEAR (cont'd)

- Reviewed the annual report and audited financial statements of the Group before submission to the Board for their consideration and approval. The review was to ensure that the audited financial statements were drawn up in accordance with the provision of the Companies Act, 1965 and the applicable Approved Accounting Standards;
- Discussed with the external auditors on their assessment of the Company's internal control system. Noted that no major weaknesses were reported by them;
- Reviewed the external audit performance, effectiveness and independence before recommending to the Board for their re-appointment and remuneration;
- Reviewed quarterly financial results to ensure compliance with the Listing Requirements of Bursa Malaysia before recommending them for the Board's approval;
- Reviewed the external auditor's remuneration and made recommendation to the Board for acceptance and for their re-appointment;
- Discussion held with the external auditor excluding the attendance of management of the Company;
- Reviewed and approved the internal auditor's audit plans with the internal auditor;
- Reviewed and approved the quarterly internal audit reports with the internal auditor;
- Reviewed the status report of internal audit activities for the financial year ended 31 December 2010 to ensure all the planned activities were properly carried out;
- Reviewed the recommendations by the internal auditors and corrective actions taken by management in addressing and resolving issues as well as ensuring that all issues are adequately addressed on a timely basis;
- Reviewed and assessed the adequacy of the competency and effectiveness of the systems of internal control and the efficiency of the Group's operations in particular those relating to areas of significant risks;
- Reviewed any related party transactions that may arise within the Company or the Group; and
- Reviewed the extent of the Group's compliance with the provisions set out under the Malaysian Code on Corporate Governance pursuant to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

During the Board Meeting, the Chairman of the Audit Committee briefed the Board on the matters discussed at the Audit Committee meetings. The Chairman also briefed the Board on the discussion on the quarterly financial results, the annual Audited Financial Statements and the recommendations of the Committee thereon to the Board to adopt the quarterly financial results and the annual Audited Financial Statements.

8. INTERNAL AUDIT FUNCTION

The Company has outsourced its internal audit function to a professional services firm and the internal auditors reports directly to the Audit Committee, assisting the Audit Committee in discharging its duties and responsibility. The costs incurred for the internal audit function in respect of the financial year ended 31 December 2010 was RM50,000.

The internal audit provides independent, objective assurance and consulting services designed to add value and improve the Company's operations. Internal audit helps the Company accomplish its objectives by bringing a systematic, disciplined approach to evaluating and improving the effectiveness of risk management, controls and governance processes.

The main responsibilities of the internal auditors are to:

- Assist in reviewing the adequacy, integrity and effectiveness of the Company's internal control system;
- Perform a risk assessment of the Company to identify the business processes within the Company that internal audit should focus on; and
- To perform any ad hoc appraisals, inspections, investigations, examinations, reviews requested by the Audit Committee or senior management as appropriate.

8. INTERNAL AUDIT FUNCTION (cont'd)

Activities of Internal Audit Function

- Internal audit reports, incorporating audit recommendations and management responses with regards to audit findings relating to the weaknesses in the systems and controls of the respective operations audited, were issued to the Audit Committee and the management of the respective operations.
- The internal audit function also followed up with management on the implementation of the agreed audit recommendations. The extent of compliance is reported to the Audit Committee on a regular basis. The Audit Committee in turn reviews the effectiveness of the system of internal controls in operations and reports the results thereon to the Board.
- Evaluate the relevance, reliability and integrity of financial and management information.
- Assess the means of safeguarding assets and verify their existence.
- Ascertain the extent of compliance with established policies, procedures, plans, laws and regulations.

The Board, in striving for continuous improvement will put in place appropriate action plans, when necessary, to further enhance the Company's systems of internal control.

This report is made with the approval of the Board dated 27 April 2011.

Corporate Governance Statement

The Board of Directors ("the Board") is continuously committed to maintaining a high standard of corporate governance throughout the Group by adopting the principles and best practices in corporate governance, as a fundamental in discharging its duties and responsibilities, to safeguard long term interest of its shareholders and other stakeholders, as well as to enhance the financial performance and operations of the Group.

Pursuant to paragraph 15.25 of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities"), the Board is pleased to outline below the manner in which the Group has applied the principles set out in Part 1, and on the extent of compliance with the Best Practices in Corporate Governance set out in Part 2 of the Malaysian Code on Corporate Governance.

A. BOARD OF DIRECTORS

1. Principal Responsibilities of the Board

Johore Tin Berhad ("The Company") is led and controlled by the Board, which assumes overall responsibility for the corporate governance, strategic direction, risk management, financial performance, internal control and investment decisions of the Group.

The Board delegates certain responsibilities to the Board Committees, in which the members of the Committees comprises of a wide spectrum of skills, knowledge and expertise from varied business and educational backgrounds vital to the continued success of the Group's business.

2. Board Meetings

Board meetings are scheduled at least once every quarter and additional meetings will be held as and when necessary.

Agenda are circulated to the Board in advance of each Board meeting so as to provide the Directors sufficient time to consider and understand the key issues and be raised at Board meetings. During the financial year under review, the Board met four (4) times.

The details of each Director's attendance records are as follows:

Name of Directors *(Designation)*	**No. of Meetings Attended**
Datuk Kamaludin Bin Yusoff *(Chairman, Non-Executive Director)*	4/4
Edward Goh Swee Wang *(Managing Director)*	4/4
Yeow Ah Seng @ Yow Ah Seng *(Executive Director)*	4/4
Lim Chin Kai *(Independent Non-Executive Director)*	4/4
Muhamad Feasal Bin Yusoff *(Independent Non-Executive Director)*	4/4
Lim Hun Swee - Appointed on 26 August 2010 *(Non-Executive Director)*	1/1

A. BOARD OF DIRECTORS (cont'd)

3. Board Balance

The Board consists of six (6) members of whom two (2) are Executive Directors, and four (4) are Non-Executive Directors of which two (2) are Independent Directors, which fulfills the prescribed requirement for one-third (1/3) of the Board to be independent as stated in paragraph 15.02 of the MMLR of Bursa Securities.

The Executive Directors are responsible for formulating the policies and decisions of the Board, monitoring the day-to-day operations as well as coordinating the business development and corporate strategies of the Group as a whole. The roles of the Independent Non-Executive Directors are to provide unbiased and independent judgment, advice and contributing their knowledge and experience towards the formulation of the policies and decision making, taking into account the best interest of all the stakeholders.

There is a clear division of responsibilities between the Chairman and the Managing Director to ensure a balance of power and authority. The Chairman is responsible for heading the Board and concern matters pertaining to the Board as well as monitoring overall conduct of the Group whilst the Managing Director is responsible for overseeing the daily operations, overall management effectiveness and implementing the policies and strategies adopted by the Board.

A brief profile of each Director is set out on pages 7 to 9 of this Annual Report.

4. Supply of and Access to Information

The Board has unrestricted access to all information necessary relating to the Group's business and affairs to discharge their duties. The Directors are also furnished with additional information or clarification on matters tabled at Board meetings.

Senior Management may be invited to attend Board meetings when necessary, to reports to the Board on matters relating to their areas of responsibility and highlighting relevant issues and latest information.

All Directors have access to the advice and services of the Company Secretary and Senior Management, and if deemed necessary, may seek independent professional advice, at the expense of the Group in the discharge of their duties.

5. Appointment and Re-election to the Board

The appointment of new Directors either on the Company or on the Board are made based on the recommendation of the Nomination Committee.

In accordance with the Company's Articles and Association, one-third (1/3) of the Directors shall retire from office at every Annual General Meeting. All Directors shall retire from office at least once in every three (3) years but shall be eligible for re-election.

6. Director's Training

All the Directors have completed the Mandatory Accreditation Programme ("MAP"). The Directors will continue to attend other relevant training programmes to keep abreast with developments on a continuous basis in compliance with paragraph 15.08 of the MMLR of Bursa Securities.

A. BOARD OF DIRECTORS (cont'd)

6. Director's Training (cont'd)

During the financial year under review, all Directors have attended the seminars or training which stated in the following:

Name of Directors	Workshops / Courses Attended	Date
Datuk Kamaludin Bin Yusoff	2011 Budget & Tax Planning	21 Oct 2010
Edward Goh Swee Wang	Global Treasury FRS 139	10 Dec 2010
Yeow Ah Seng @ Yow Ah Seng	Transfer Pricing	14 Dec 2010
Lim Chin Kai	Accounting for Deferred Taxation	8 Dec 2010
Muhamad Feasal Bin Yusoff	2011 Budget & Tax Planning	29 Oct 2010
Lim Hun Swee (Appointed on 26 August 2010)	MAP for Directors of Public Listed Companies	20-21 Oct 2010

7. Board Committees

In discharging their fiduciary duties, the Board has delegated certain responsibilities to Board Committees which operate within clearly defined terms of reference as follows:

i) Audit Committee ("AC")

The AC assists the Board in meeting its fiduciary responsibilities regarding financial reporting and strengthens the independence of External Auditors through the ability to communicate with Non-Executive Directors. It also monitors the work of the internal audit function.

The AC Report is set out on pages 10 to 12 of this Annual Report.

ii) Nomination Committee ("NC")

Apart from identifying, selecting and recommending the candidates for new appointment, the NC is also responsible for assessing the effectiveness of individual Directors, the Board as a whole and the various Committees of the Board.

The members of the NC and the attendance records are as follows:

Name of Directors *(Designation)*	No. of Meetings Attended
Muhamad Feasal Bin Yusoff - Chairman *(Independent Non-Executive Director)*	4/4
Lim Chin Kai *(Independent Non-Executive Director)*	4/4
Datuk Kamaludin Bin Yusoff *(Non-Executive Director)*	4/4

iii) Remuneration Committee ("RC")

The RC recommends to the Board the remuneration packages of each Executive Director. The determination of the remuneration packages of the Non-Executive Directors is decided by the Board as a whole. Individual Directors do not participate in the discussion and decision of their own remuneration.

A. BOARD OF DIRECTORS (cont'd)

7. Board Committees (cont'd)

iii) Remuneration Committee ("RC") (cont'd)

The RC comprises of the following Directors and their attendance records:

Name of Directors *(Designation)*	No. of Meetings Attended
Lim Chin Kai - Chairman *(Independent Non-Executive Director)*	2/2
Edward Goh Swee Wang *(Managing Director)*	2/2
Muhamad Feasal Bin Yusoff *(Independent Non-Executive Director)*	2/2

B. DIRECTORS' REMUNERATION

1. Objective

The primary objective of the RC is to act as a Committee of the full Board to assist in assessing the remuneration of the Executive Directors to reflect the responsibility and commitment towards stewardship of the directors and to enable the Company to recruit and retain the Directors needed to achieve the Group's objectives.

2. Procedures

The RC is responsible for determining and developing the remuneration policy for the Executive Directors. The Committee also recommends and assists the Board in determining the policy for the scope of service agreements for the Executive Directors, termination payments and compensation commitments, as well as the appointment of the services of such advisers or consultants as it deems necessary to fulfill its responsibilities.

The determination of the remuneration of the Non-Executive Directors is a matter decided by the Board as a whole, with the Non-Executive Directors concerned abstaining from deliberations and voting on their own remuneration.

3. Disclosure

Details of the Directors' remuneration for the financial year ended 31 December 2010 are stated as follows:

i) The aggregate remuneration of Directors are as follows:

Salaries and other emoluments	Executive RM	Non-Executive RM	Total RM
Salaries and bonuses	1,217,840	-	1,217,840
Fees	71,000	203,500	274,500
Total	1,288,840	203,500	1,492,340

B. DIRECTORS' REMUNERATION (cont'd)

3. Disclosure (cont'd)

ii) The number of Directors whose remuneration falls within the successive band of RM50,000 are as follows:

Directors' remuneration	Executive	Non-Executive	Total
RM50,000 and below	-	1	1
RM50,001 – RM100,000	-	3	3
RM500,001 – RM550,000	1	-	1
RM750,001 – RM800,000	1	-	1

C. SHAREHOLDERS AND INVESTORS

1. Communication with Shareholders and Investors

The Board recognises the importance of communication with its shareholders, stakeholders and the public on the affairs of the Group's business. This is done through the circulars to the shareholders, press release and the various announcements made on quarterly financial results to Bursa Securities, as well as the Annual Report which is published after the financial year end.

In addition, the Company maintains a website http://www.johoretin.com.my to disseminate up-to-date information and to keep shareholders and investors well-informed on the Group's financial performance and operations.

2. Annual General Meeting ("AGM")

The Company's AGM remains the principal forum for dialogue and communication with the shareholders. The shareholders are encouraged to attend the Company's AGM and participate in the proceedings and take the opportunity to raise questions in relation to the operations of the Group. The Directors and Senior Management are available to respond to shareholders' queries. Shareholders who are unable to attend the Company's AGM are allowed to appoint proxies to attend and vote on their behalf.

D. ACCOUNTABILITY AND AUDIT

1. Financial Reporting and Disclosure

In presenting the Company's annual audited financial statements and quarterly announcement of financial results to the shareholders, the Board continues to ensure a balanced, understandable and meaningful assessment of the Group's financial performance and prospects. The AC assists the Board by reviewing the information to be disclosed in the financial report, which is in compliance with the applicable approved accounting standards and statutory requirements, prior to release to Bursa Securities.

2. Internal Control

The Statement of Internal Control is set out on pages 21 to 22 of this Annual Report, which provides an overview of the state of internal control within the Group.

D. ACCOUNTABILITY AND AUDIT (cont'd)

3. Relationship with Auditors

The Board through the establishment of an AC, maintains a formal and transparent relationship with the Auditors in seeking their professional advice and ensuring compliance with applicable approved accounting standards.

The Auditors are invited to attend the AC meetings at least once a year to review and discuss the Group's accounting policies, internal control and audit findings that may require the attention of the Board.

The role of the AC in relation to the Auditors is described in the AC Report set out on pages 10 to 13 of this Annual Report.

4. Corporate Social Responsibilities ("CSR")

The Board of Johore Tin Group acknowledges the significance of CSR and views CSR as an extension to the Group's efforts in promoting a strong corporate governance culture. The Group is committed to the welfare of its employees, the community and the environment.

During the financial year under review, the Group contributes to various societies, associations and other charitable organisations to assists the community. Contributions were made to the following bodies:

i) Handicapped and Mentally Disabled Children Association Johor Bahru
ii) Pusat Jagaan Orang Tua Al-Qaim
iii) Kiwanis Club of Johor Bahru
iv) Persatuan Kristian Shuang Fu
v) PIBG SJK (C) Sawit
vi) The Breast Cancer Support Group Johor Bahru, etc

This statement is made in accordance with a Board resolution dated 27 April 2011.

Directors' Responsibility Statement

The Directors are required to prepare the financial statements of the Group and of the Company, in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia, so that to give a true and fair view of the state of affairs of the Group and of the Company at the end of the financial year, and of the results and cash flows for the financial year then ended.

In preparing the financial statements, the Directors have ensured:

- Appropriate accounting policies are adopted and applied them consistently;
- Reasonable and prudent judgements and estimates are made; and
- Applicable approved accounting standards in Malaysia have been followed.

The Directors are responsible for ensuring that proper accounting records are kept which disclose with reasonable accuracy the financial position of the Group and of the Company, and which enables them to ensure that the financial statements comply with the Companies Act, 1965.

The Directors also have overall responsibility for taking such steps that are reasonably available to them to safeguard the assets of the Group, to prevent and detect fraud and other irregularities.

This statement is made in accordance with a Board resolution dated 27 April 2011.

Statement on Internal Control

This Statement is made by the Board, in compliance with the Malaysian Code on Corporate Governance ("the Code") as the best practices of internal control and pursuant to paragraph 15.26(b) of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities"), outlining the nature and scope of internal control of the Group during the financial year.

BOARD RESPONSIBILITIES

The Board is committed to maintaining a sound system of internal control to safeguard shareholders' investment and the Group's assets. The Board affirms its overall responsibility in identifying principal risks and ensuring the implementation of appropriate systems to manage these risks.

The Board also recognises its responsibility for reviewing the adequacy and the integrity of the Group's internal control systems. Due to inherent limitations of the system of internal control, it can only manage, rather than eliminate, all the possible risk of failure to achieve the Group's business objectives. As a result, it can only provide reasonable, but not absolute, assurance against material misstatement, loss or fraud.

RISK MANAGEMENT FRAMEWORK ("RMF")

The Board continuously maintains a sound RMF for identifying, evaluating, monitoring and managing significant risks faced by the Group throughout the financial year.

This framework is delegated to the Management and the Heads of Department to identify and discuss those potential risk areas, in terms of likelihood and impact on the Group's business, and to manage these risks on an on-going basis through the Management's action plan. All the risk management processes are documented in the risk registers.

INTERNAL AUDIT FUNCTION

The Board has delegated to the Audit Committee ("AC") to examine the effectiveness of the Group's system of internal control on behalf of the Board and the internal audit function is outsourced to a professional consulting firm which independently reviews the Group's system of internal control.

The internal audits are carried out in accordance with the approved internal audit plan and the results of the internal audit reviews are tabled at the AC meetings. The internal audit function also includes review RMF and risk register which is implemented and prepared by the Management, and reports to the AC for compliance purpose.

The internal audit reviews conducted did not reveal any significant weaknesses which would result in material losses, contingencies or uncertainties that would require disclosure in the Annual Report.

OTHER KEY ELEMENTS AND PROCESSES

The other key elements and processes of the Group's system of internal control are as follows:

- Clearly defined and structured lines of reporting and responsibility within the organisation, including segregation of duties and authorisation levels for all divisions within the Group;
- Regular Management meetings to identify key risk areas, and continually monitor and update the risk register with follow-up action plan;
- Periodical internal audit visit to assess the adequacy and effectiveness of internal controls, to monitor compliance with the procedures, and reviewing and assessing the risks that the Group are exposed to; and
- Assets are safeguarded from unauthorised and improper use.

REVIEW OF THE STATEMENT BY EXTERNAL AUDITORS

Pursuant to paragraph 15.23 of the MMLR of Bursa Securities, the external auditors have reviewed this Statement for inclusion in the Annual Report for the financial year ended 31 December 2010, and reported to the Board that nothing has come to their attention that cause them to believe that this Statement is inconsistent with their understanding of the process adopted by the Board in reviewing the adequacy and integrity of the system of internal control within the Group.

CONCLUSION

The Board remains committed towards operating a sound system of internal control, and will continuously review the adequacy and effectiveness of the RMF. For the financial year under review, issues highlighted by the Management and Internal Audit Function as well as the External Auditors in relation to the Group's system of internal control have been adequately addressed.

This statement is made in accordance with a Board resolution dated 27 April 2011.

Additional Compliance Information

The information disclosed below is in compliance with the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities").

1. Utilisation of Proceeds Raised from Public Issue

During the financial year ended 31 December 2010, there were no proceeds raised from corporate proposals.

Disclosed in accordance with Appendix 9C, Part A, item 13 of the MMLR of Bursa Securities.

2. Options or Convertible Securities

No options or convertible securities were issued or exercised during the financial year.

Disclosed in accordance with Appendix 9C, Part A, item 15 of the MMLR of Bursa Securities.

3. American Depository Receipt ("ADR") or Global Depository Receipt ("GDR")

The Group did not sponsor any ADR or GDR programme during the financial year ended 31 December 2010.

Disclosed in accordance with Appendix 9C, Part A, item 16 of the MMLR of Bursa Securities.

4. Sanctions and/or Penalties

The Company and its subsidiaries, Directors or management have not been imposed any sanctions and/or penalties by the relevant regulatory bodies.

Disclosed in accordance with Appendix 9C, Part A, item 17 of the MMLR of Bursa Securities.

5. Non-Audit Fees

The amount of non-audit fees payable to external auditors of the Company for review of the Statement on Internal Control for the financial year ended 31 December 2010 amounted to RM3,000.

Disclosed in accordance with Appendix 9C, Part A, item 18 of the MMLR of Bursa Securities.

6. Variation in Results

There were no significance variance between the reported results for the financial year and the unaudited results previously announced by the Company for the financial year ended 31 December 2010.

Disclosed in accordance with Appendix 9C, Part A, item 19 of the MMLR of Bursa Securities.

7. Profit Guarantee

There were no profit guarantees received/given by the Company and its subsidiaries during the financial year.

Disclosed in accordance with Appendix 9C, Part A, item 20 of the MMLR of Bursa Securities.

8. Material Contracts

Since year of 1999, a Director of the Group's subsidiary and the subsidiary of the Group has entered into a tenancy agreement, renewal at every two (2) years, which was mutually agreed by both parties, renewing on 15 November 2009 and expiring on 15 November 2011, at a renewed monthly rental of RM1,400.

There were no other material contracts entered into by the Group involving Directors' and major shareholders' interests either still subsisting at the end of the financial year ended 31 December 2010 or entered into since the end of the previous financial year.

Disclosed in accordance with Appendix 9C, Part A, item 21 of the MMLR of Bursa Securities.

9. Revaluation Policy on Landed Properties

The Group does not have a revaluation policy on landed properties during the financial year under review.

Disclosed in accordance with Appendix 9C, Part A, item 24 of the MMLR of Bursa Securities.

10. Employee Share Options Scheme ("ESOS")

The Group did not offer any share scheme for employees during the financial year under review.

Disclosed in accordance with Appendix 9C, Part A, item 27 of the MMLR of Bursa Securities.

11. Continuing Education Programme ("CEP")

All Directors have attended numerous seminars or courses during the financial year ended 31 December 2010.

Details of the seminars or courses attended are disclosed in the Corporate Governance Statement, as set out on page 16 of this Annual Report.

Disclosed in accordance with Appendix 9C, Part A, item 28 of the MMLR of Bursa Securities.

12. Internal Audit Function

The internal audit function was outsourced and the cost incurred for the internal audit function in respect of the financial year ended 31 December 2010 was RM50,000. The Statement of Internal Control is set out on pages 21 to 22 of this Annual Report.

Disclosed in accordance with Appendix 9C, Part A, item 30 of the MMLR of Bursa Securities.

13. Recurrent Related Party Transactions ("RRPT")

During the financial year ended 31 December 2010, the Group has not entered into any recurrent related party transactions of revenue or trading nature.

Disclosed in accordance with paragraph 10.09(1)(b) of the MMLR of Bursa Securities.

14. Share Buy-backs

During the financial year under review, the Company did not enter into any share buy-back transaction.

Disclosed in accordance with paragraph 12.23, Appendix 12D of the MMLR of Bursa Securities.

Directors' Report

The directors of Johore Tin Berhad have pleasure in submitting their report and the audited financial statements of the Group and of the Company for the financial year ended 31 December 2010.

Principal Activities

The Company is principally engaged in the business of investment holding and provision of management services. The principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

Results

	The Group RM	The Company RM
Profit after tax for the financial year	6,273,386	403,467

Dividend

Since the end of the previous financial year the Company, on 26 July 2010, paid a single tier final tax-exempt dividend of 2.50 sen per ordinary share, amounting to RM1,649,475 in respect of the previous financial year.

The directors now recommend the payment of a single tier final tax-exempt dividend of 3.50 sen per ordinary share amounting to RM2,309,265 in respect of the financial year under review, subject to the approval of the shareholders at the forthcoming Annual General Meeting.

Reserves And Provisions

All material transfers to or from reserves or provisions during the financial year are disclosed in the financial statements.

Issues Of Shares And Debentures

During the financial year,

(a) there were no changes in the authorised and issued and paid up share capital of the Company; and

(b) there were no issues of debentures by the Company.

Options Granted Over Unissued Shares

During the financial year, no options were granted by the Company to any person to take up any unissued shares in the Company.

Bad And Doubtful Debts

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for impairment losses on receivables, and satisfied themselves that there are no known bad debts and that adequate allowance had been made for impairment losses on receivables.

At the date of this report, the directors are not aware of any circumstances that would require the writing off of bad debts, or the making of additional allowance for impairment losses on receivables in the financial statements of the Group and of the Company.

Current Assets

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that any current assets other than debts, which were unlikely to be realised in the ordinary course of business, including their values as shown in the accounting records of the Group and of the Company, have been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements misleading.

Valuation Methods

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

Contingent And Other Liabilities

The contingent liabilities of the Group and of the Company are disclosed in Note 36 to the financial statements. At the date of this report, there does not exist:-

(i) any charge on the assets of the Group and of the Company that has arisen since the end of the financial year which secures the liabilities of any other person; or

(ii) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

No contingent or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations when they fall due.

Change Of Circumstances

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

Items Of An Unusual Nature

The results of the operations of the Group and of the Company during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature other than the effects arising from the change in accounting policies as disclosed in Note 3(a) to the financial statements.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Group and of the Company for the financial year.

Directors

The directors who served since the date of the last report are as follows:-

Datuk Kamaludin Bin Yusoff
Edward Goh Swee Wang
Lim Chin Kai
Lim Hun Swee (Appointed on 26 August 2010)
Muhamad Feasal Bin Yusoff
Yeow Ah Seng @ Yow Ah Seng

Pursuant to Article 120 of the Articles of Association of the Company, Lim Chin Kai and Muhamad Feasal Bin Yusoff retire by rotation at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

Pursuant to Article 106 of the Articles of Association of the Company, Lim Hun Swee retires at the forthcoming annual general meeting and, being eligible, offer himself for re-election.

Directors' Interests

According to the register of directors' shareholdings, the interests of directors holding office at the end of the financial year in shares in the Company and its related corporations during the financial year are as follows:-

	Number Of ordinary Shares Of RM1 Each			
	At 1.1.2010	Bought	Sold	At 31.12.2010
Direct Interest				
Datuk Kamaludin Bin Yusoff	50,000	-	-	50,000
Edward Goh Swee Wang	3,538,407	-	-	3,538,407
Lim Chin Kai	24,000	-	-	24,000
Lim Hun Swee	402,300	7,000,000	-	7,402,300
Yeow Ah Seng @ Yow Ah Seng	1,484,000	-	-	1,484,000
Indirect Interest				
Datuk Kamaludin Bin Yusoff	3,819,380	-	-	3,819,380
Edward Goh Swee Wang	11,085,739	-	-	11,085,739

By virtue of the directors' shareholdings in the shares of the Company, the abovementioned directors are deemed to have an interest in shares in the Company and its related corporations to the extent of the Company's interests, in accordance with Section 6A of the Companies Act 1965.

None of the other directors holding office at the end of the financial year had any interest in shares in the Company or its related corporations during the financial year.

Directors' Benefits

Since the end of the previous financial year, no director has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors as shown in the financial statements, or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest except for any benefits which may be deemed to arise from transactions entered into in the ordinary course of business with companies in which certain directors have substantial financial interests as disclosure in Note 35 to the financial statements.

Neither during nor at the end of the financial year was the Group and the Company a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Auditors

The auditors, Messrs. Crowe Horwath, have expressed their willingness to continue in office.

Signed In Accordance With A Resolution Of The Directors
Dated 27 April 2011

Edward Goh Swee Wang

Yeow Ah Seng @ Yow Ah Seng

Independent Auditors' Report

To The Members Of Johore Tin Berhad

Report on the Financial Statements

We have audited the financial statements of Johore Tin Berhad, which comprise the statements of financial position as at 31 December 2010, and the statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 31 to 83.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with Financial Reporting Standards and the Companies Act 1965 in Malaysia, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Financial Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as of 31 December 2010 and of its financial performance and cash flows for the financial year then ended.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report the following:-

(a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act;

(b) We have considered the financial statements and the auditors' reports of a subsidiary of which we have not acted as auditors, which is indicated in Note 5 to the financial statements;

(c) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes; and

(d) The audit reports on the financial statements of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

Report on Other Legal and Regulatory Requirements (cont'd)

The supplementary information set out in Note 41 to the financial statements on page 84 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Crowe Horwath
Firm No.: AF 1018
Chartered Accountants

Wong Tak Mun
Approval No: 1793/09/12 (J)
Chartered Accountant

27 April 2011

Johor Bahru

Statements Of Financial Position

At 31 December 2010

	Note	The Group 31.12.2010 RM	31.12.2009 RM Restated	01.01.2009 RM Restated	The Company 31.12.2010 RM	31.12.2009 RM
ASSETS						
NON-CURRENT ASSETS						
Investment in subsidiaries	5	-	-	-	69,075,057	69,675,122
Property, plant and equipment	6	41,352,049	45,077,716	47,332,322	5,429	2,820
Prepaid land lease	7	-	-	-	-	-
Amount owing by a subsidiary	8	-	-	-	9,634,701	-
Deferred tax assets		-	-	404,000	-	-
Other investment	9	16,500	16,500	16,500	-	-
		41,368,549	45,094,216	47,752,822	78,715,187	69,677,942
CURRENT ASSETS						
Inventories	10	33,477,169	26,911,443	38,502,441	-	-
Trade receivables	11	34,524,231	32,099,798	37,133,062	-	-
Other receivables, deposits and prepayments	12	1,456,293	1,339,908	966,414	-	-
Amount owing by subsidiaries	8	-	-	-	500,000	10,996,295
Tax recoverable		103,658	1,457,609	1,463,915	103,658	280,039
Cash and bank balances		12,780,837	7,936,978	2,833,964	172,291	305,937
		82,342,188	69,745,736	80,899,796	775,949	11,582,271
TOTAL ASSETS		123,710,737	114,839,952	128,652,618	79,491,136	81,260,213

The annexed notes form an integral part of these financial statements.

Statements Of Financial Position (cont'd)

At 31 December 2010

	Note	The Group 31.12.2010 RM	The Group 31.12.2009 RM Restated	The Group 01.01.2009 RM Restated	The Company 31.12.2010 RM	The Company 31.12.2009 RM
EQUITY AND LIABILITIES						
EQUITY						
Share capital	13	65,979,000	65,979,000	65,979,000	65,979,000	65,979,000
Reserves	14	28,428,381	23,867,041	19,560,301	13,170,412	15,016,485
SHAREHOLDERS' EQUITY		94,407,381	89,846,041	85,539,301	79,149,412	80,995,485
NON-CURRENT LIABILITIES						
Long term borrowings	15	7,897,010	10,017,993	12,710,410	-	-
Retirement benefits	16	334,000	277,053	1,697,479	-	-
Deferred tax liabilities	17	704,000	1,023,000	-	-	-
		8,935,010	11,318,046	14,407,889	-	-
CURRENT LIABILITIES						
Trade payables	18	4,042,520	3,165,379	5,878,062	-	-
Other payables and accruals	19	2,835,216	3,055,886	3,261,865	341,724	264,728
Amount owing to directors	20	388,199	490,601	338,178	-	-
Tax payable		416,161	-	-	-	-
Short term borrowings	21	10,284,927	6,390,863	17,814,595	-	-
Bank overdrafts	24	2,373,281	573,136	1,412,728	-	-
Derivative liabilities	25	28,042	-	-	-	-
		20,368,346	13,675,865	28,705,428	341,724	264,728
TOTAL LIABILITIES		29,303,356	24,993,911	43,113,317	341,724	264,728
TOTAL EQUITY AND LIABILITIES		123,710,737	114,839,952	128,652,618	79,491,136	81,260,213

The annexed notes form an integral part of these financial statements.

Statements Of Comprehensive Income

For The Financial Year Ended 31 December 2010

	Note	The Group 2010 RM	The Group 2009 RM	The Company 2010 RM	The Company 2009 RM
REVENUE	26	95,562,690	107,313,770	1,140,551	3,577,530
OTHER OPERATING INCOME		1,175,487	539,921	-	-
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS		(1,174,234)	99,382	-	-
RAW MATERIALS AND CONSUMABLES USED		(55,582,833)	(70,334,247)	-	-
EMPLOYEE BENEFITS	27	(12,416,246)	(12,737,670)	(409,625)	(360,803)
DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT	6	(3,093,120)	(3,182,456)	(1,090)	(19,073)
FINANCE COSTS		(733,547)	(723,848)	-	-
OTHER OPERATING EXPENSES		(15,187,157)	(12,941,960)	(327,084)	(178,001)
PROFIT BEFORE TAX	28	8,551,040	8,032,892	402,752	3,019,653
TAX (EXPENSE)/INCOME	29	(2,277,654)	(3,067,584)	715	(831,325)
PROFIT AFTER TAX		6,273,386	4,965,308	403,467	2,188,328
OTHER COMPREHENSIVE INCOME, NET OF TAX					
- Fair value changes in investment in subsidiaries		-	-	(600,065)	772,122
- Foreign currency translation		(62,571)	(40,009)	-	-
		(62,571)	(40,009)	(600,065)	772,122
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		6,210,815	4,925,299	(196,598)	2,960,450
PROFIT AFTER TAX ATTRIBUTABLE TO :-					
Owners of the Company		6,273,386	4,965,308	403,467	2,188,328
TOTAL COMPREHENSIVE INCOME :-					
Owners of the Company		6,210,815	4,925,299	(196,598)	2,960,450
Earnings per share					
- basic (sen)	30	9.51	7.53		
- diluted (sen)	30	9.51	7.53		

The annexed notes form an integral part of these financial statements.

Statements Of Changes In Equity
For The Financial Year Ended 31 December 2010

	Note	Share Capital RM	Non-distributable Share Premium RM	Non-distributable Translation Reserve RM	Distributable Retained Profits RM	Total RM
The Group						
Balance at 1.1.2009		65,979,000	5,520,212	(419,948)	14,460,037	85,539,301
Total comprehensive income for the financial year		-	-	(40,009)	4,965,308	4,925,299
Dividend	31	-	-	-	(618,559)	(618,559)
Balance at 31.12.2009/1.1.2010		65,979,000	5,520,212	(459,957)	18,806,786	89,846,041
Total comprehensive income for the financial year		-	-	(62,571)	6,273,386	6,210,815
Dividend	31	-	-	-	(1,649,475)	(1,649,475)
Balance at 31.12.2010		65,979,000	5,520,212	(522,528)	23,430,697	94,407,381

	Note	Share Capital RM	Non-distributable Share Premium RM	Non-distributable Fair Value Reserve RM	Distributable Retained Profits RM	Total RM
The Company						
Balance at 1.1.2009		65,979,000	5,520,212	5,789,584	1,364,798	78,653,594
Total comprehensive income for the financial year		-	-	772,122	2,188,328	2,960,450
Dividend	31	-	-	-	(618,559)	(618,559)
Balance at 31.12.2009/1.1.2010		65,979,000	5,520,212	6,561,706	2,934,567	80,995,485
Total comprehensive income for the financial year		-	-	(600,065)	403,467	(196,598)
Dividend	31	-	-	-	(1,649,475)	(1,649,475)
Balance at 31.12.2010		65,979,000	5,520,212	5,961,641	1,688,559	79,149,412

The annexed notes form an integral part of these financial statements.

Statements Of Cash Flows

For The Financial Year Ended 31 December 2010

	Note	The Group 2010 RM	The Group 2009 RM	The Company 2010 RM	The Company 2009 RM
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES					
Profit before tax		8,551,040	8,032,892	402,752	3,019,653
Adjustments for:-					
Allowance for impairment losses on receivables		1,032,321	-	-	-
Dividends income		-	-	(640,551)	(3,077,530)
Depreciation of property, plant and equipment		3,093,120	3,182,456	1,090	19,073
Gain on disposal of property, plant and equipment		(421,334)	(72,899)	-	-
Gain on foreign exchange - unrealised (trade)		(47,243)	-	-	-
Impairment loss on property, plant and equipment		1,417,755	-	-	-
Interest expenses		733,547	723,848	-	-
Interest income		(8,003)	(10,491)	-	-
Loss on fair values changes in financial instruments		28,042	-	-	-
Loss on foreign exchange - unrealised (non-trade)		21,280	-	-	-
Provision for retirement benefits		72,385	86,012	-	-
Property, plant and equipment written-off		191	1,739	-	-
Reversal of allowance for impairment losses on receivables		(25,719)	(42,855)	-	-
Operating profit/(loss) before working capital changes		14,447,382	11,900,702	(236,709)	(38,804)
(Increase)/Decrease in inventories		(6,565,726)	11,590,998	-	-
(Increase)/Decrease in trade and other receivables		(3,407,987)	4,702,625	-	-
(Increase)/Decrease in amount owing by subsidiaries		-	-	(640,551)	100,000
Increase/(Decrease) in trade and other payables		635,190	(2,918,662)	76,996	14,792
(Decrease)/Increase in amount owing to directors		(102,402)	152,423	-	-
CASH FROM/(FOR) OPERATIONS		5,006,457	25,428,086	(800,264)	75,988
Retirement benefits paid		(15,438)	(1,506,438)	-	-
Tax paid		(1,799,493)	(1,542,229)	(18,000)	(33,134)
Tax refund		880,761	-	195,096	-
NET CASH FROM/(FOR) OPERATING ACTIVITIES		4,072,287	22,379,419	(623,168)	42,854

The annexed notes form an integral part of these financial statements.

Statements Of Cash Flows (cont'd)

For The Financial Year Ended 31 December 2010

	Note	The Group 2010 RM	The Group 2009 RM	The Company 2010 RM	The Company 2009 RM
CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES					
Dividends received		-	-	2,142,696	806,003
Interest received		8,003	10,491	-	-
Proceeds from disposal of property, plant and equipment		972,448	125,875	-	-
Purchase of property, plant and equipment	32	(940,174)	(865,874)	(3,699)	-
NET CASH FROM/(FOR) INVESTING ACTIVITIES		40,277	(729,508)	2,138,997	806,003
CASH FLOWS FOR FINANCING ACTIVITIES					
Dividend paid		(1,649,475)	(618,559)	(1,649,475)	(618,559)
Interest expenses			(733,547)	(723,848)	-
Net drawdown/(repayment) of bankers' acceptances		3,834,000	(11,483,000)	-	-
Repayment of hire purchase obligation		(27,051)	(119,969)	-	-
Repayment of term loans		(2,433,868)	(2,613,181)	-	-
NET CASH FOR FINANCING ACTIVITIES		(1,009,941)	(15,558,557)	(1,649,475)	(618,559)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS		3,102,623	6,091,354	(133,646)	230,298
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		7,363,842	1,421,236	305,937	75,639
Effects of exchange differences		(58,909)	(148,748)	-	-
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	33	10,407,556	7,363,842	172,291	305,937

The annexed notes form an integral part of these financial statements.

1. General Information

The Company is a public company limited by shares and is incorporated under the Companies Act 1965 in Malaysia. The domicile of the Company is Malaysia. The registered office and principal place of business are as follows:-

Registered office	:	Suite 1301, 13th Floor, City Plaza Jalan Tebrau 80300 Johor Bahru Johor
Principal place of business	:	PTD 124298, Jalan Kempas Lama Kampung Seelong Jaya 81300 Skudai Johor

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 27 April 2011.

2. Principal Activities

The Company is principally engaged in the business of investment holding and the provision of management services. The principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

3. Basis Of Preparation

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Financial Reporting Standards ("FRS") and the Companies Act 1965 in Malaysia.

(a) During the current financial year, the Group has adopted the following applicable new accounting standards and interpretations (including the consequential amendments):-

FRSs and IC Interpretations (including the Consequential Amendments)

FRS 7 Financial Instruments: Disclosures

FRS 8 Operating Segments

FRS 101 (Revised) Presentation of Financial Statements

FRS 123 (Revised) Borrowing Costs

FRS 139 Financial Instruments: Recognition and Measurement

3. Basis Of Preparation (cont'd)

(a) During the current financial year, the Group has adopted the following applicable new accounting standards and interpretations (including the consequential amendments):- (cont'd)

FRSs and IC Interpretations (including the Consequential Amendments)

Amendments to FRS 1 and FRS 127: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate

Amendments to FRS 7, FRS 139 and IC Interpretation 9

IC Interpretation 10 Interim Financial Reporting and Impairment

Annual Improvements to FRSs (2009)

The adoption of the above applicable accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Company's financial statements, other than the following:-

(i) FRS 7 requires additional disclosures about the Group's financial instruments. Prior to 1 January 2010, information about financial statements was disclosed in accordance with the requirements of FRS 132 - Financial Instruments: Disclosures and Presentation. FRS 7 requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk, including sensitivity analysis to market risk.

The Group has applied FRS 7 prospectively in accordance with the transitional provisions. Accordingly, the new disclosures have not been applied to the comparatives and are included throughout the Group's financial statements for the current financial year.

(ii) FRS 101 (Revised) introduces the statement of comprehensive income, with all items of income and expense recognised in profit or loss, together with all other items of recognised income and expense recognised directly in equity, either in one single statement, or in two linked statements. The Group has elected to present this statement as one single statement.

The revised standard also separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented in the statement of comprehensive income as other comprehensive income.

In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the classification of items in the statement.

FRS 101 (Revised) also requires the Group to make new disclosures to enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital. This new disclosure is made in Note 39(b) to the financial statements.

Comparative information has been re-presented so that it is in conformity with the requirements of this revised standard.

(iii) The adoption of FRS 139 (including the consequential amendments) has resulted in several changes to accounting policies relating to recognition and measurements of financial instruments.

(aa) Prior to 1 January 2010, advances to other receivables were recorded at cost. With the adoption of FRS 139, these advances are now recognised initially at their fair values, which are estimated by discounting the expected cash flows using the current market interest rate of a loan with similar risk and tenure. Interest income is recognised in profit or loss using the effective interest method.

(bb) Prior to the adoption of FRS 139, all derivative financial instruments were recognized in the financial statements only upon settlement. These instruments do not qualify for hedge accounting and hence, upon adoption of this standard, all derivatives held by the Group as at 1 January 2010 are recognized at their fair values and are classified as financial assets at fair value through profit or loss.

3. Basis Of Preparation (cont'd)

(a) (iii) (cc) Prior to 1 January 2010, allowance for impairment losses on receivables was recognised when it was considered uncollectable. With the adoption of FRS 139, an impairment loss is recognised when there is objective evidence that an impairment loss has been incurred. The amount of loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate.

(dd) Prior to 1 January 2010, inter-company loans or advances were recorded at cost. With the adoption of FRS 139, inter-company loans and advances are now recognised initially at their fair values, which are estimated by discounting the expected cash flows using the current market interest rate of a loan with similar risk and tenure. Subsequent to initial recognition, the loans and advances are measured at amortised cost.

Besides, certain loans or advances of which the settlement is neither planned nor likely to occur in the foreseeable future are, in substance, a part of the Group's net investment in the subsidiaries. These loans and advances are stated at cost less accumulated impairment losses, if any, in the financial statements of the Group.

(iv) The Group has adopted the amendments made to FRS 117 - Leases pursuant to the Annual Improvements to FRSs (2009). The Group has reassessed and determined that the leasehold land of the Group is in substance a finance lease and has been reclassified as property and equipment. This change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendments.

(b) The Group has not applied in advance the following applicable accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
FRS 3 (Revised) Business Combinations	1 July 2010
FRS 124 (Revised) Related Party Disclosures	1 January 2012
FRS 127 (Revised) Consolidated and Separate Financial Statements	1 July 2010
Amendments to FRS 2: Scope of FRS 2 and FRS 3 (Revised)	1 July 2010
Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary	1 July 2010
Amendments to FRS 7: Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 138: Consequential Amendments Arising from FRS 3 (Revised)	1 July 2010
Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement	1 July 2011
Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and FRS 3 (Revised)	1 July 2010
IC Interpretation 4 Determining Whether An Arrangement Contains a Lease	1 January 2011
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17 Distributions of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18 Transfers of Assets from Customers	1 January 2011
IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Annual Improvements to FRSs (2010)	1 January 2011

3. Basis Of Preparation (cont'd)

The above accounting standards and interpretation (including the consequential amendments) will not have material impact on the Group's financial statements except as follows:-

(i) FRS 3 (Revised) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. In addition, all transaction costs, other than share and debts issue costs, will be expensed as incurred. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.

(ii) FRS 127 (Revised) requires accounting for changes in ownership interests by the Group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When the Group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The revised standard also requires all losses attributable to the minority interest to be absorbed by the minority interest instead of by the parent. The Group will apply the major changes of FRS 127 (Revised) prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting its future transactions or arrangements.

4. Significant Accounting Policies

(a) Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated by the directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgements that affect the application of the Group's accounting policies and disclosures, and have a significant risk of causing a material adjustment to the carrying amounts of assets, liabilities, income and expenses are discussed below:-

(i) Depreciation of Property, Plant and Equipment

The estimates of the residual values, useful lives and related depreciation charges for the property, plant and equipment are based on commercial and production factors which could change significantly as a result of technical innovations and competitors' actions in response to the market conditions.

The Group anticipates that the residual values of its property, plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount.

Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

(ii) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group recognises tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provision in the period in which such determination is made.

(iii) Impairment of Non-Financial Assets

When the recoverable amount of an asset is determined based on the estimate of the value-in-use of the cash-generating unit to which the asset is allocated, the Group is required to make an estimate of the expected future cash flows from the cash-generating unit and also to apply a suitable discount rate in order to determine the present value of those cash flows.

4. Significant Accounting Policies (cont'd)

(a) Critical Accounting Estimates and Judgements (cont'd)

(iv) Write down/off of inventories

Reviews are made periodically by management on damaged and obsolete inventories. The Group also adopts the write down policy by marking down the carrying amount of those slow-moving inventories using certain percentages on inventories which are aged more than 3 years. The percentages are derived base on the past historical movement trend of the inventories and judgement of the directors and management.

These reviews require management to consider the future demand for the products, technical assessment and subsequent events. In general, such an evaluation process requires significant judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

(v) Impairment of Trade and Other Receivables

An impairment loss is recognised when there is objective evidence that a financial asset is impaired. Management specifically reviews its loan and receivables financial assets and analyses historical bad debts, customer concentrations, customer creditworthiness, current economic trends and changes in the customer payment terms when making a judgment to evaluate the adequacy of the allowance for impairment losses. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. If the expectation is different from the estimation, such difference will impact the carrying value of receivables.

(vi) Classification of Leasehold Land

The classification of leasehold land as a finance lease or an operating lease requires the use of judgement in determining the extent to which risks and rewards incidental to its ownership lie. Despite the fact that there will be no transfer of ownership by the end of the lease term and that the lease term does not constitute the major part of the indefinite economic life of the land, management considered that the present value of the minimum lease payments approximated to the fair value of the land at the inception of the lease. Accordingly, management judged that the Group has acquired substantially all the risks and rewards incidental to the ownership of the land through a finance lease.

(vii) Fair Values Estimates for Certain Financial Assets and Liabilities

The Group carries certain financial assets and liabilities at fair value, which require extensive use of accounting estimates and judgement. While significant components of fair value measurement were determined using verifiable objective evidence, the amount of changes in fair value would differ if the Group uses different valuation methodologies. Any changes in fair value of these assets and liabilities would affect profit and/or equity.

(b) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries made up to 31 December 2010.

A subsidiary is defined as a company in which the parent company has the power, directly or indirectly, to exercise control over its financial and operating policies so as to obtain benefits from its activities.

4. Significant Accounting Policies (cont'd)

(b) Basis of Consolidation (cont'd)

All subsidiaries are consolidated using the purchase method. Under the purchase method, the results of the subsidiaries acquired or disposed of are included from the date of acquisition or up to the date of disposal. At the date of acquisition, the fair values of the subsidiaries' net assets are determined and these values are reflected in the consolidated financial statements. The cost of acquisition is measured at the aggregate of the fair values, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group in exchange for control of the acquiree, plus any costs directly attributable to the business combination.

Intragroup transactions, balances and unrealised gains on transactions are eliminated; unrealised losses are also eliminated unless cost cannot be recovered. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure consistency of accounting policies with those of the Group.

(c) Functional and Foreign Currencies

(i) Functional and Presentation Currency

The individual financial statements of each entity in the Group are presented in the currency of the primary economic environment in which the entity operates, which is the functional currency.

The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is the Company's functional and presentation currency.

(ii) Transactions and Balances

Transactions in foreign currency are converted into the respective functional currencies on initial recognition, using the exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities at the end of the reporting period are translated at the rates ruling as of that date. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. All exchange differences are recognised in profit or loss.

(iii) Foreign Operations

Assets and liabilities of foreign operations are translated to RM at the rates of exchange ruling at the end of the reporting period. Revenues and expenses of foreign operations are translated at exchange rates ruling at the dates of the transactions. All exchange differences arising from translation are taken directly to other comprehensive income and accumulated in equity under translation reserve. On disposal of a foreign operation, the cumulative amount recognised in other comprehensive income relating to that particular foreign operation is reclassified from equity to profit or loss.

Goodwill and fair value adjustments arising from the acquisition of foreign operations are treated as assets and liabilities of the foreign operations and are recorded in the functional currency of the foreign operations and translated at the closing rate at the end of the reporting period.

4. Significant Accounting Policies (cont'd)

(d) Financial Instruments

Financial instruments are recognised in the statements of financial position when the Group has become a party to the contractual provisions of the instruments.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability are reported as an expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

Financial instruments recognised in the statement of financial position are disclosed in the individual policy statement associated with each item.

(i) Financial Assets

On initial recognition, financial assets are classified as either financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, or available-for-sale financial assets, as appropriate.

- *Financial Assets at Fair Value Through Profit or Loss*

  Financial assets are classified as financial assets at fair value through profit or loss when the financial asset is either held for trading or is designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

  Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. Dividend income from this category of financial assets is recognised in profit or loss when the Company's right to receive payment is established.

- *Held-to-maturity Investments*

  Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the management has the positive intention and ability to hold to maturity. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment loss, with revenue recognised on an effective yield basis.

  As at the end of the reporting period, there were no financial assets classified under this category.

- *Loans and Receivables Financial Assets*

  Trade receivables and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables financial assets. Loans and receivables financial assets are measured at amortised cost using the effective interest method, less any impairment loss. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

4. Significant Accounting Policies (cont'd)

(d) Financial Instruments (cont'd)

(i) Financial Assets (cont'd)

- *Available-for-sale Financial Assets*

  Available-for-sale financial assets are non-derivative financial assets that are designated in this category or are not classified in any of the other categories.

  After initial recognition, available-for-sale financial assets are remeasured to their fair values at the end of each reporting period. Gains and losses arising from changes in fair value are recognised in other comprehensive income and accumulated in the fair value reserve, with the exception of impairment losses. On derecognition, the cumulative gain or loss previously accumulated in the fair value reserve is reclassified from equity into profit or loss.

  Dividends on available-for-sale equity instruments are recognised in profit or loss when the Group's right to receive payments is established.

  Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less accumulated impairment losses, if any.

  As at the end of the reporting period, there were no financial assets classified under this category.

(ii) Financial Liabilities

All financial liabilities are initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are either held for trading or are designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

(iii) Equity Instruments

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from proceeds.

Dividends on ordinary shares are recognised as liabilities when approved for appropriation.

(e) Investments

(i) Investment in Subsidiaries

Investment in subsidiaries are stated at fair value in accordance with FRS139 Financial Instrument: Recognition and Measurement. Gains and losses arising from changes in fair value of the investment are recognised directly in other comprehensive income and accumulated in the fair value reserve. When the investment are disposal of, the fair value reserve is reclassified from equity to profit or loss.

The Group establishes the fair value of investment annually by using discounted future cash flow analysis refined to reflect the issuer's specific circumstances and others, where appropriate.

(ii) Transferable Golf Club Membership

Transferable golf club membership is stated at cost less impairment losses, if any.

4. Significant Accounting Policies (cont'd)

(f) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Freehold land is stated at cost less impairment losses, if any, and is not depreciated.

Depreciation is calculated under the straight-line method to write off the depreciable amount of the assets over their estimated useful lives. Depreciation of an asset does not cease when the asset becomes idle or is retired from active use unless the asset is fully depreciated. The principal annual rates used for this purpose are:-

Leasehold land	over the remaining lease period
Factory buildings	2%
Plant and machinery	10 - 12.5%
Mould, tools and factory equipment	10%
Electrical installations and substation	10%
Motor vehicles	20%
Office equipment, furniture and fittings	10 - 25%
Renovation	10%

The depreciation method, useful life and residual values are reviewed, and adjusted if appropriate, at the end of each reporting period to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of the property, plant and equipment.

Building and machinery under construction represents assets which are not ready for commercial use at the end of the reporting period. Building and machinery under construction are stated at cost, and are depreciated accordingly when the assets are completed and ready for commercial use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when the cost is incurred and it is probable that the future economic benefits associated with the asset will flow to the Group and the cost of the asset can be measured reliably. The carrying amount of parts that are replaced is derecognised. The costs of the day-to-day servicing of plant and equipment are recognised in profit or loss as incurred. Cost also comprises the initial estimate of dismantling and removing the asset and restoring the site on which it is located for which the Group is obligated to incur when the asset is acquired, if applicable.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising from derecognition of the asset is recognised in the profit or loss.

In the previous financial year, a leasehold land that normally had an indefinite economic life and title was not expected to pass to the lessee by the end of the lease term was treated as an operating lease. The payment made on entering into or acquiring a leasehold land that was accounted for as an operating lease represents prepaid lease payments.

During the financial year, the Group adopted the amendments made to FRS 117 - Leases in relation to the classification of lease of land. The Group's leasehold land which in substance is a finance lease has been reclassified as property and equipment and measured as such retrospectively. Leasehold land is amortised over the remaining period of the lease.

4. Significant Accounting Policies (cont'd)

(g) Impairment

(i) Impairment of Financial Assets

All financial assets (other than those categorised at fair value through profit or loss), are assessed at the end of each reporting period whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset.

An impairment loss in respect of held-to-maturity investments and loans and receivables financial assets is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

(ii) Impairment of Non-Financial Assets

The carrying values of assets, other than investment in subsidiaries, financial assets and inventories, are reviewed at the end of each reporting period for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts. The recoverable amount of the assets is the higher of the assets' fair value less cost to sell and their value-in-use, which is measured by reference to discounted future cash flow.

An impairment loss is recognised in profit or loss immediately.

When there is a change in the estimates used to determine the recoverable amount, a subsequent increase in the recoverable amount of an asset is treated as a reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in profit or loss immediately.

(h) Assets Acquired under Hire Purchase

Assets acquired under hire purchase are capitalised in the financial statements and are depreciated in accordance with the policy set out in Note 4(f) above. Each hire purchase payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. Finance charges are recognised in profit or loss over the period of the respective hire purchase agreements.

(i) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on the first-in-first-out basis, and comprises the cost of materials and incidentals incurred in bringing the inventories to their present location and condition. Cost of finished goods and work-in-progress includes cost of materials, labour and an appropriate proportion of production overhead.

Net realisable value represents the estimated selling price less the estimated costs of completion and the estimated costs necessary to make the sale.

Where necessary, write off/down is made for all damaged, obsolete and slow-moving items. The Group writes down its obsolete or slow moving inventories based on assessment of the condition and the future demand for the inventories. These inventories are written down when events or changes in circumstances indicate that the carrying amounts may not be recovered.

4. Significant Accounting Policies (cont'd)

(j) Income Taxes

Income tax for the year comprises current and deferred tax.

Current tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences other than those that arise from goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. The carrying amounts of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transactions either in other comprehensive income or directly in equity and deferred tax arising from a business combination is included in the resulting goodwill or excess of the acquirer's interest in the net fair value of the acquirer's identifiable assets, liabilities and contingent liabilities over the business combination costs.

(k) Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand, bank balances, demand deposits, bank overdrafts and short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

(l) Operating Segmental

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. Any operating segment's operating results are reviewed regularly by the chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

(m) Employee Benefits

(i) Short-term Benefits

Wages, salaries, paid annual leave and sick leave, bonuses and non-monetary benefits are accrued in the period in which the associated services are rendered by employees of the Group.

4. Significant Accounting Policies (cont'd)

(m) Employee Benefits (cont'd)

(ii) Defined Contribution Plans

The Group's contributions to defined contribution plans are recognised in profit or loss in the period to which they relate. Once the contributions have been paid, the Group has no further liability in respect of the defined contribution plans.

(iii) Defined Benefit Plans

The Group's has a non-contributory unfunded retirement benefits scheme for the unionised workers. The retirement benefit provided is based on the terms, which are stated in the agreement signed between the Group and the unionised workers, discounted at the appropriate rate with no actuarial valuation method use.

(n) Related Parties

A party is related to an entity if:-

(i) directly, or indirectly through one or more intermediaries, the party:-

- controls, is controlled by, or is under common control with, the entity (this includes parents, subsidiaries and fellow subsidiaries);
- has an interest in the entity that gives its significant influence over the entity; or
- has joint control over the entity;

(ii) the party is an associate of the entity;

(iii) the party is a joint venture in which the entity is a venturer;

(iv) the party is a member of the key management personnel of the entity or its parent;

(v) the party is a close member of the family of any individual referred in (i) or (iv);

(vi) the party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or

(vii) the party is a post-employment benefit plan for the benefit of employees of the entity, or of any entity that is a related party of the entity.

Close members of the family of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the entity.

(o) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence of one or more uncertain future events not wholly within the control of the Group. It can also be a present obligation arising from past events that is not recognised because it is not probable that outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

A contingent liability is not recognised but is disclosed in the notes to the financial statements. When a change in the probability of an outflow occurs so that the outflow is probable, it will then be recognised as a provision.

4. Significant Accounting Policies (cont'd)

(p) Capitalisation of Borrowing Costs

Interest incurred on borrowings to property, plant and equipment is capitalised during the period activities to plan, develop and construct the assets are undertaken. Capitalisation of borrowing costs ceases when the assets are ready for their intended use or sale.

(q) Revenue Recognition

(i) Sale of Goods

Sales are recognised upon the transfer of risks and rewards of ownership of goods and net of returns and trade discounts.

(ii) Dividend Income

Dividend income from investment is recognised when the right to receive dividend payment is established.

(iii) Management Fee

Management fee is recognised on an accrual basis.

(iv) Interest Income

Interest income is recognised on an accrual basis.

(v) Rental Income

Rental income is recognised on an accrual basis.

5. Investment In Subsidiaries

	The Company	
	2010 RM	2009 RM
Unquoted shares at fair value	69,675,122	68,903,000
Fair value adjustment on investment in subsidiaries	(600,065)	772,122
	69,075,057	69,675,122

5. Investment In Subsidiaries (cont'd)

Details of the subsidiaries are as follows:-

Name of Company	Effective Equity Interest (%) 2010	2009	Country of Incorporation	Principal Activities
Johore Tin Factory Sdn. Bhd. ("JTFSB")	100	100	Malaysia	Manufacturing of various tins, cans and other containers and printing of tinplates
Unican Industries Sdn. Bhd. ("UISB")	100	100	Malaysia	Manufacturing of various tins, cans and other containers
Kluang Tin And Can Factory Sdn. Bhd.	100	100	Malaysia	Manufacturing of various tins, cans and other containers
Subsidiary of Johore Tin Factory Sdn. Bhd.				
PT Medan Johor Tin * (held through JTFSB & UISB)	100	100	Indonesia	Manufacturing of various tins, cans, tinplates and other relevant business

* This subsidiary is audited by other firm of chartered accountants.

6. Property, Plant And Equipment

The Group

Net book value	As Previously Reported At 1.1.2010 RM	Effects of FRS 117 RM	As Restated At 1.1.2010 RM	Additions RM	Reclassification RM	Disposals RM	Written-off/ Impairment RM	Translation Difference RM	Depreciation Charge RM	At 31.12.2010 RM
Freehold land	9,187,158	-	9,187,158	1,730	-	-	-	-	-	9,188,888
Leasehold land	-	281,452	281,452	-	-	-	-	-	(14,302)	267,150
Factory buildings	20,482,655	-	20,482,655	-	-	-	-	-	(460,028)	20,022,627
Plant and machinery	11,139,808	-	11,139,808	215,462	1,506,982	(548,595)	(1,417,755)	(3,517)	(2,082,554)	8,809,831
Mould, tools and factory equipment	418,614	-	418,614	132,290	-	-	-	-	(92,057)	458,847
Motor vehicles	474,099	-	474,099	575,800	-	-	-	-	(207,635)	842,264
Office equipment, furniture and fittings	616,648	-	616,648	31,856	-	(2,519)	(191)	(144)	(98,741)	546,909
Electrical installation and substation	748,487	-	748,487	-	-	-	-	-	(101,448)	647,039
Renovation	221,813	-	221,813	266,536	-	-	-	-	(36,355)	451,994
Capital work-in-progress	1,506,982	-	1,506,982	116,500	(1,506,982)	-	-	-	-	116,500
	44,796,264	281,452	45,077,716	1,340,174	-	(551,114)	(1,417,946)	(3,661)	(3,093,120)	41,352,049

6. Property, Plant And Equipment (cont'd)

The Group

Net book value	As Previously Reported At 1.1.2009 RM	Effects of FRS 117 RM	As Restated At 1.1.2009 RM	Additions RM	Disposals RM	Written-off RM	Translation Difference RM	Depreciation Charge RM	At 31.12.2009 RM
Freehold land	9,184,558	-	9,184,558	2,600	-	-	-	-	9,187,158
Leasehold land	-	295,754	295,754	-	-	-	-	(14,302)	281,452
Factory buildings	20,942,698	-	20,942,698	-	-	-	-	(460,043)	20,482,655
Plant and machinery	12,792,992	-	12,792,992	556,366	(52,875)	(523)	16,595	(2,172,747)	11,139,808
Mould, tools and factory equipment	507,927	-	507,927	12,000	-	-	-	(101,313)	418,614
Motor vehicles	440,141	-	440,141	223,493	(101)	-	-	(189,434)	474,099
Office equipment, furniture and fittings	649,153	-	649,153	87,507	-	(1,216)	96	(118,892)	616,648
Electrical installations and substation	839,263	-	839,263	11,033	-	-	-	(101,809)	748,487
Renovation	225,729	-	225,729	20,000	-	-	-	(23,916)	221,813
Capital work-in-progress	1,454,107	-	1,454,107	52,875	-	-	-	-	1,506,982
	47,036,568	295,754	47,332,322	965,874	(52,976)	(1,739)	16,691	(3,182,456)	45,077,716

6. Property, Plant And Equipment (cont'd)

The Group

At 31.12.2010	At Cost RM	Accumulated Depreciation RM	Impairment RM	Net Book Value RM
Freehold land	9,188,888	-	-	9,188,888
Leasehold land	639,585	(372,435)	-	267,150
Factory buildings	22,595,259	(2,572,632)	-	20,022,627
Plant and machinery	39,465,910	(29,238,324)	(1,417,755)	8,809,831
Mould, tools and factory equipment	2,322,229	(1,863,382)	-	458,847
Motor vehicles	3,278,128	(2,435,864)	-	842,264
Office equipment, furniture and fittings	1,513,549	(966,640)	-	546,909
Electrical installations and substation	1,053,104	(406,065)	-	647,039
Renovation	531,599	(79,605)	-	451,994
Capital work-in-progress	116,500	-	-	116,500
	80,704,751	(37,934,947)	(1,417,755)	41,352,049

At 31.12.2009	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
Freehold land	9,187,158	-	9,187,158
Leasehold land	639,585	(358,133)	281,452
Factory buildings	22,595,259	(2,112,604)	20,482,655
Plant and machinery	38,937,768	(27,797,960)	11,139,808
Mould, tools and factory equipment	2,189,939	(1,771,325)	418,614
Motor vehicles	2,859,653	(2,385,554)	474,099
Office equipment, furniture and fittings	1,447,805	(831,157)	616,648
Electrical installations and substation	1,053,104	(304,617)	748,487
Renovation	265,063	(43,250)	221,813
Capital work-in-progress	1,506,982	-	1,506,982
	80,682,316	(35,604,600)	45,077,716

6. Property, Plant And Equipment (cont'd)

The Company

Net book value	At 1.1.2010 RM	Additions RM	Depreciation Charge RM	At 31.12.2010 RM
Office equipment, furniture and fittings	2,820	3,699	(1,090)	5,429

Net book value	At 1.1.2009 RM	Additions RM	Depreciation Charge RM	At 31.12.2009 RM
Office equipment, furniture and fittings	21,893	-	(19,073)	2,820

At 31.12.2010	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
Office equipment, furniture and fittings	115,786	(110,357)	5,429

At 31.12.2009	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
Office equipment, furniture and fittings	112,087	(109,267)	2,820

Included in the net book value of the property, plant and equipment of the Group are the following assets acquired under hire purchase terms:-

	The Group 2010 RM	The Group 2009 RM
Motor vehicles	686,628	167,170
Plant and machinery	-	359,947
	686,628	527,117

The following assets of the Group at net book value have been pledged to financial institutions for banking facilities as disclosed in Notes 21, 23 and 24 to the financial statements are as follows:-

	The Group 2010 RM	The Group 2009 RM
Freehold land and buildings	27,348,914	27,759,384

7. Prepaid Land Lease

	The Group 2010 RM	The Group 2009 RM
Leasehold land, at cost		
- As previously reported	-	639,585
- Effects of FRS 117	-	(639,585)
As restated	-	-
Accumulated amortisation		
- As previously reported	-	358,133
- Effects of FRS 117	-	(358,133)
As restated	-	-
	-	-

The Group has adopted the amendments made to FRS 117 - Leases during the financial year. The Group has reassessed and determined that the leasehold land of the Group is in substance a finance lease and has been reclassified as property and equipment. This change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendments.

8. Amount Owing By Subsidiaries

	The Company 2010 RM	The Company 2009 RM
Non-current		
Quasi loan		
A subsidiary	9,634,701	-
Current		
Trade related balances		
Subsidiaries	500,000	500,000
Non-trade related balances		
Subsidiaries	-	10,496,295
	500,000	10,996,295
	10,134,701	10,996,295

Quasi loan

Quasi loans represent advances and payments made on behalf of which the settlement is neither planned nor likely to occur in the foreseeable future. This amount, in substance, forms part of the Company's net investment in the subsidiaries. The quasi loan is stated at cost less accumulated impairment losses, if any.

8. Amount Owing By Subsidiaries (cont'd)

Amount owing by subsidiaries

Trade balance arises from trade transactions, while non-trade balance represents advances, both of which are unsecured, interest-free and repayable on demand.

9. Other Investment

	The Group 2010 RM	The Group 2009 RM
Transferable golf club membership, at cost	16,500	16,500

10. Inventories

	The Group 2010 RM	The Group 2009 RM
At cost:-		
Raw materials	20,579,648	15,928,756
Work-in-progress	8,475,048	9,290,406
Finished goods	1,333,405	1,692,281
Goods in transit	3,089,068	-
	33,477,169	26,911,443

None of the inventories were valued at net realisable value, at the balance sheet date.

11. Trade Receivables

	The Group 2010 RM	The Group 2009 RM
Trade receivables	36,015,223	32,584,188
Less : Allowance for impairment losses	(1,490,992)	(484,390)
	34,524,231	32,099,798
Allowance for impairment losses at 1 January	484,390	527,245
Addition for the financial year	1,032,321	-
Written back during the financial year	(25,719)	(42,855)
Allowance for impairment losses at 31 December	1,490,992	484,390

The Group's normal trade credit terms range from 30 to 120 days (2009: 30 to 120 days). Other credit terms are assessed and approved on a case-by-case basis.

12. Other Receivables, Deposits And Prepayments

	The Group 2010 RM	The Group 2009 RM
Other receivables	1,220,962	1,030,534
Deposits	117,256	127,302
Prepayments	118,075	182,072
	1,456,293	1,339,908

13. Share Capital

ORDINARY SHARES OF RM1.00 EACH	The Group And The Company 2010 No. of shares	2009 No. of shares	2010 RM	2009 RM
AUTHORISED	100,000,000	100,000,000	100,000,000	100,000,000
ISSUED AND FULLY PAID-UP	65,979,000	65,979,000	65,979,000	65,979,000

14. Reserves

	The Group 2010 RM	The Group 2009 RM	The Company 2010 RM	The Company 2009 RM
Non-distributable reserves				
- Share premium	5,520,212	5,520,212	5,520,212	5,520,212
- Translation reserve	(522,528)	(459,957)	-	-
- Fair value reserve	-	-	5,961,641	6,561,706
	4,997,684	5,060,255	11,481,853	12,081,918
Distributable reserve				
- Retained profits	23,430,697	18,806,786	1,688,559	2,934,567
	28,428,381	23,867,041	13,170,412	15,016,485

Share premium

The share premium arose from the issuance of shares by way of private placement and public offer net of share issue expenses. The share premium reserve is not distributable by way of dividends and may be utilised in the manner as set out in Section 60(3) of the Companies Act 1965.

Translation reserve

Translation reserve represents the exchange differences arising from the translation of the financial statements of a foreign subsidiary and is not distributable by way of dividends.

14. Reserves (cont'd)

Fair value reserve

The fair value reserve represents the cumulative fair value changes (net of tax, where applicable) of the investment in subsidiaries as disclosed in the accounting policies.

Retained profits

The Group has elected for the irrevocable option for the single tier tax system. Therefore, at the balance sheet date, the Company will be able to distribute dividends out of its entire retained profits under the single tier tax system.

15. Long Term Borrowings

	The Group	
	2010 RM	2009 RM
Hire purchase payables (Note 22)	318,200	71,664
Term loans (Note 23)	7,578,810	9,946,329
	7,897,010	10,017,993

16. Retirement Benefits

	The Group	
	2010 RM	2009 RM
At 1 January	277,053	1,697,479
Addition for the financial year	72,385	86,012
Paid during the financial year	(15,438)	(1,506,438)
At 31 December	334,000	277,053

Retirement benefits represent the Group's obligation in respect of a non-contributory unfunded retirement benefit plan to unionised workers. The amount as at the end of the reporting period approximates the present value of the unfunded obligation.

Key assumptions used for computing the addition for the year are as follows:-

	The Group	
	2010	2009
Discount rate	3.99%	5.55%
Annual salary increment per worker	RM65.00	RM62.40

17. Deferred Tax Liabilities

	The Group 2010 RM	The Group 2009 RM
At 1 January	1,023,000	(404,000)
Recognised in the statements of comprehensive income (Note 29)	(319,000)	1,427,000
At 31 December	704,000	1,023,000

(a) Deferred tax liabilities are attributable to the following items:-

	The Group 2010 RM	The Group 2009 RM
Deferred tax liabilities		
- Accelerated capital allowances	1,929,600	2,414,300
- Other temporary differences	3,400	3,400
Gross deferred tax liabilities	1,933,000	2,417,700
Deferred tax assets		
- Unutilised capital allowances	(169,000)	(339,000)
- Unabsorbed tax losses	(852,000)	(865,000)
- Other temporary differences	(208,000)	(190,700)
Gross deferred tax assets	(1,229,000)	(1,394,700)
Net deferred tax liabilities	704,000	1,023,000

(b) The components and movements of deferred tax liabilities and assets during the year prior to offsetting are as follows:-

	Accelerated capital allowances RM	Other temporary differences RM	Total RM
Deferred tax liabilities			
Balance at 1 January 2010	2,414,300	3,400	2,417,700
Recognised in statements of comprehensive income	(484,700)	-	(484,700)
Balance at 31 December 2010	1,929,600	3,400	1,933,000
Balance at 1 January 2009	1,412,000	10,000	1,422,000
Recognised in statements of comprehensive income	1,002,300	(6,600)	995,700
Balance at 31 December 2009	2,414,300	3,400	2,417,700

17. Deferred Tax Liabilities (cont'd)

(b) The components and movements of deferred tax liabilities and assets during the year prior to offsetting are as follows:- (cont'd)

	Unutilised capital allowances RM	Unabsorbed tax losses RM	Other temporary differences RM	Total RM
Deferred tax assets				
Balance at				
1 January 2010	(339,000)	(865,000)	(190,700)	(1,394,700)
Recognised in statements of comprehensive income	170,000	13,000	(17,300)	165,700
Balance at 31 December 2010	(169,000)	(852,000)	(208,000)	(1,229,000)
Balance at 1 January 2009	(471,000)	(865,000)	(490,000)	(1,826,000)
Recognised in statements of comprehensive income	132,000	-	299,300	431,300
Balance at 31 December 2009	(339,000)	(865,000)	(190,700)	(1,394,700)

18. Trade Payables

The normal trade credit terms granted to the Group range from 30 to 120 days (2009: 30 to 120 days).

19. Other Payables And Accruals

	The Group 2010 RM	The Group 2009 RM	The Company 2010 RM	The Company 2009 RM
Other payables	559,140	533,231	-	-
Accrued expenses	2,143,076	2,464,655	341,724	264,728
Deposits received	133,000	58,000	-	-
	2,835,216	3,055,886	341,724	264,728

20. Amount Owing To Directors

The amount owing to directors is unsecured, interest-free and repayable on demand. The amounts owing are to be settled in cash.

21. Short Term Borrowings

	The Group 2010 RM	The Group 2009 RM
Bankers' acceptances	7,751,000	3,917,000
Hire purchase payables (Note 22)	146,413	20,000
Term loans (Note 23)	2,387,514	2,453,863
	10,284,927	6,390,863

Bankers' acceptances are drawn for a period of up to 180 days (2009: 180 days).

Bankers' acceptances and term loans are secured by way of:-

(i) legal charges over the landed properties of the Group; and

(ii) corporate guarantees from the Company.

22. Hire Purchase Payables

	The Group 2010 RM	The Group 2009 RM
Minimum hire purchase payment		
- not later than one year	166,993	23,256
- later than one year and not later than five years	298,742	83,304
- more than five years	36,792	-
	502,527	106,560
Less : Future finance charges	(37,914)	(14,896)
Present value of hire purchase payables	464,613	91,664

The present value of hire purchase payables is repayable as follows:-

	The Group 2010 RM	The Group 2009 RM
Current		
- not later than one year (Note 21)	146,413	20,000
Non-current		
- later than one year and not later than five years (Note 15)	318,200	71,664
	464,613	91,664

23. Term Loans

	The Group 2010 RM	The Group 2009 RM
Current portion		
- repayable within one year (Note 21)	2,387,514	2,453,863
Non-current portion		
- repayable between one and two years	1,823,993	2,436,619
- repayable between two and five years	1,699,980	3,159,264
- repayable more than five years	4,054,837	4,350,446
Total non-current portion (Note 15)	7,578,810	9,946,329
	9,966,324	12,400,192

The term loans are secured in the same manner as the short term borrowings as disclosed in Note 21 to the financial statements and are repayable as follows:-

Term loan 1 at 3 months COF + 0.75% per annum	Repayable in 28 quarterly instalments of RM250,000, effective from June 2006.
Term loan 2 at BLR - 1.75% per annum	Repayable in 180 monthly instalments of RM59,151, effective from March 2008.
Term loan 3 at COF - 1.00% per annum	Repayable in 60 monthly instalments of RM25,000, effective from March 2007.
Term loan 4 at COF - 1.00% per annum	Repayable in 60 monthly instalments of RM25,000, effective from March 2008.

24. Bank Overdrafts

Bank overdrafts of the Group to a limit of RM3,000,000 (2009: RM1,300,000) are repayable on demand and are secured in the same manner as the short term borrowings as disclosed in Note 21 to the financial statements.

25. Derivative Liabilities

	The Group Contract/ Notional amount 2010 RM	The Group Liabilities 2010 RM
Forward foreign currency contracts	2,709,485	28,042

25. Derivative Liabilities (cont'd)

The Group does not apply hedge accounting.

(a) Forward foreign currency contracts are used to hedge the Group's purchases denominated in United States Dollar (USD) for which firm commitments existed at the end of the reporting period. The settlement dates on forward foreign currency contracts range between 2 to 3 months after the end of the reporting period.

(b) During the financial year, the Group recognised a loss of RM28,042 arising from fair value changes of derivative liabilities. The fair value changes are attributable to changes in foreign exchange spot and forward rate. The method and assumptions applied in determining the fair value of derivative are disclosed in Note 39(d) to the financial statements.

26. Revenue

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Sales of goods	95,562,690	107,313,770	-	-
Dividends income	-	-	640,551	3,077,530
Management fee income	-	-	500,000	500,000
	95,562,690	107,313,770	1,140,551	3,577,530

27. Employee Benefits

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Short term employee benefits	11,456,530	11,773,839	393,230	345,935
Contribution to a defined contribution plan	959,716	963,831	16,395	14,868
	12,416,246	12,737,670	409,625	360,803

Included in employee benefits is key management personnel compensation as disclosed in Note 35(b) to the financial statement.

28. Profit Before Tax

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Profit before tax is arrived at after charging:-				
Allowance for impairment losses on receivables	1,032,321	-	-	-
Audit fee - statutory	72,850	63,350	20,000	15,000
- others	-	5,550	-	-
Directors' remuneration of the Company				
- Directors' fee	254,500	220,500	254,500	220,500
Directors' remuneration of the subsidiaries				
- Directors' fee	40,000	264,530	-	-
- EPF contributions	240,960	243,552	-	-
- other emoluments	1,996,320	2,061,920	-	-
Impairment of property, plant and equipment	1,417,755	-	-	-
Interest expenses	733,547	723,848	-	-
Loss on fair values changes in financial instruments	28,042	-	-	-
Loss on foreign exchange - realised (trade)	549,836	30,781	-	-
Loss on foreign exchange - unrealised (non-trade)	21,280	-	-	-
Property, plant and equipment written-off	191	1,739	-	-
Rental expenses	533,692	564,347	-	-
and after crediting:-				
Dividend income	-	-	640,551	3,077,530
Gain on disposal of property, plant and equipment	421,334	72,899	-	-
Gain on foreign exchange - realised (trade)	-	197,420	-	-
Gain on foreign exchange - unrealised (trade)	47,243	-	-	-
Interest income	8,003	10,491	-	-
Rental income	270,000	180,000	-	-
Reversal of allowance for impairment losses on receivables	25,719	42,855	-	-

29. Tax Expense/(Income)

	The Group		The Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Malaysian income tax				
- Current year	2,598,000	1,519,399	-	781,382
- (Over)/Under provision in prior year	(1,346)	121,185	(715)	49,943
	2,596,654	1,640,584	(715)	831,325
Deferred tax (Note 17)				
- Relating to origination of temporary differences	(266,045)	699,588	-	-
- (Over)/Under provision in prior year	(52,955)	727,412	-	-
	(319,000)	1,427,000	-	-
	2,277,654	3,067,584	(715)	831,325

Subject to the agreement with the tax authorities, at the end of the reporting period, the unabsorbed capital and industrial building allowances and unutilised tax losses of the Group are as follows:-

	2010	2009
	RM	RM
Unabsorbed capital and industrial building allowances	677,000	1,354,000
Unutilised reinvestment allowances	3,195,000	3,195,000
Unutilised tax losses	3,407,000	3,458,000
	7,279,000	8,007,000

29. Tax Expense/(Income) (cont'd)

A reconciliation of the income tax expense applicable to profit before tax at the statutory tax rate to income tax expense at the effective tax rate of the Group and of the Company is as follows:-

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Profit before tax	8,551,040	8,032,892	402,752	3,019,653
Malaysian taxation at statutory rate	2,137,760	2,008,223	100,688	754,913
Tax credit in tax attributable to the dividend income	26,222	-	26,222	-
Tax effects of:-				
Expenses disallowed for tax purposes	377,793	210,764	33,228	26,469
Non-taxable income	(160,593)	-	(160,138)	-
(Over)/Under provision of income tax in prior year	(1,346)	121,185	(715)	49,943
(Over)/Under provision of deferred tax in prior year	(52,995)	727,412	-	-
Others	(49,227)	-	-	-
Tax expense/(income) for the financial year	2,277,654	3,067,584	(715)	831,325

30. Earnings Per Share

	The Group	
	2010 RM	2009 RM
Basic		
Net profit attribute to ordinary shareholders	6,273,386	4,965,308
Number of shares in issue as at 31 December (weighted average)	65,979,000	65,979,000
Basic earnings per share (sen)	9.51	7.53

Diluted earnings per share is equal to the basic earnings per share as there were no potential ordinary shares outstanding in both the previous and current financial years.

31. Dividend

	The Group And The Company 2010 RM	The Group And The Company 2009 RM
Paid:-		
In respect of previous financial year:-		
Final dividend of 1.25 sen per ordinary share less 25% tax	-	618,559
Single tier final tax exempt dividend of 2.50 sen per ordinary share	1,649,475	-

32. Purchase Of Property, Plant And Equipment

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Cost of plant and equipment purchased	1,340,174	965,874	3,699	-
Amount financed through hire purchase	(400,000)	(100,000)	-	-
Cash disbursed for purchase of property, plant and equipment	940,174	865,874	3,699	-

33. Cash And Cash Equivalents

For the purpose of the cash flow statement, cash and cash equivalents comprise the following items:-

	The Group		The Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Cash and bank balances	12,780,837	7,936,978	172,291	305,937
Bank overdrafts	(2,373,281)	(573,136)	-	-
	10,407,556	7,363,842	172,291	305,937

34. Directors' Remuneration

The aggregate amount of emoluments received and receivable by directors of the Group and of the Company during the financial year are as follows:-

	The Group		The Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Non-executive directors				
- fees	223,500	165,000	203,500	145,000
Executive directors				
- fees	71,000	320,030	51,000	75,500
- salaries and bonus	1,896,320	2,061,920	-	-
- defined contribution retirement plan	240,960	243,552	-	-
- retirement benefits	100,000	-	-	-
	2,531,780	2,790,502	254,500	220,500

The details of emoluments for the directors of the Group and of the Company received/receivable for the financial year by category and in bands of RM50,000 are as follows:-

	The Group		The Company	
	2010	2009	2010	2009
Non-executive directors				
Below RM50,000	2	3	1	2
RM50,000 - RM100,000	3	1	3	1
Executive directors				
Below RM50,000	-	-	2	3
RM250,000 - RM300,000	1	1	-	-
RM500,000 - RM550,000	1	-	-	-
RM650,000 - RM700,000	-	1	-	-
RM750,000 - RM800,000	2	-	-	-
RM800,000 - RM850,000	-	1	-	-
RM850,000 - RM900,000	-	1	-	-

35. Related Party Disclosures

(a) The Company had the following transactions with related parties during the financial year:-

	The Company	
	2010	2009
	RM	RM
Subsidiaries		
Dividends receivable	640,551	3,077,530
Management fees receivable	500,000	500,000

	The Group	
	2010	2009
	RM	RM
Director of a subsidiary		
Rental of factory premises paid/payable	16,800	16,800

(b) Compensation of key management personnel

	The Group		The Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Short-term employee benefits	2,067,320	2,381,950	51,000	75,500
Post-employment benefit				
- Defined contribution plan	240,960	243,552	6,630	-
	2,308,280	2,625,502	57,630	75,500

36. Contingent Liabilities

	The Company	
	2010	2009
	RM	RM
Corporate guarantee given to licensed banks for banking facilities granted to subsidiaries	22,800,090	18,721,315

37. Operating Segments

Operating segments are prepared in a manner consistent with the internal reporting provided to the Group Managing Director as its chief operating decision maker in order to allocate resources to segments and to assess their performance. For management purposes, the Group is organised into one business unit and operates in two geographic segments, namely Malaysia and Indonesia.

Assets, liabilities and expenses which are common and cannot be meaningfully allocated to the geographical segments are presented under unallocated items. Unallocated items comprise mainly loans and borrowings and related expenses, corporate assets (primarily the Company's headquarters) and head office expenses.

Transfer prices between geographical segments are at arm's length basis in a manner similar to transactions with third parties.

Geographical Segments

	Malaysia RM	Indonesia RM	Group RM
2010			
Revenue			
External revenue	95,432,749	129,941	95,562,690
Inter-segment revenue	3,196,264	-	3,196,264
Dividend income	640,551	-	640,551
Total revenue	99,269,564	129,941	99,399,505
Eliminations			(3,836,815)
Consolidated revenue			95,562,690
Results			
Segment results	15,121,881	(194,636)	14,927,245
Adjustments and eliminations	(280,551)	(6,464)	(287,015)
Finance costs	(733,547)	-	(733,547)
Income tax expense	(2,277,654)	-	(2,277,654)
	11,830,129	(201,100)	11,629,029
Other material items of income	1,016,877	8,003	1,024,880
Depreciation of property and equipment	(3,068,629)	(24,491)	(3,093,120)
Other material items of expenses	(2,450,267)	-	(2,450,267)
Other non-cash expenses	(100,427)	-	(100,427)
	7,227,683	(217,588)	7,010,095
Unallocated expenses			(736,709)
Consolidated profit after tax			6,273,386

37. Operating Segments (cont'd)

Geographical Segments (cont'd)

	Malaysia RM	Indonesia RM	Group RM
2010			
Assets			
Segment assets	205,058,353	980,774	206,039,127
Eliminations			(82,437,477)
			123,601,650
Unallocated assets			109,087
Consolidated total assets			123,710,737
Liabilities			
Segment liabilities	23,351,146	1,267	23,352,413
Eliminations			(13,351,155)
			10,001,258
Unallocated liabilities			19,302,098
Consolidated total liabilities			29,303,356
Other segment items			
Additions to non-current assets other than financial instruments			
- Property, plant and equipment	1,340,174	-	1,340,174

37. Operating Segments (cont'd)

Geographical Segments (cont'd)

	Malaysia RM	Indonesia RM	Group RM
2009			
Revenue			
External revenue	103,661,142	3,652,628	107,313,770
Inter-segment revenue	6,915,123	-	6,915,123
Dividend income	3,077,530	-	3,077,530
Total revenue	113,653,795	3,652,628	117,306,423
Eliminations			(9,992,653)
Consolidated revenue			107,313,770
Results			
Segment results	14,946,795	(182,857)	14,763,938
Adjustments and eliminations	(2,583,412)	(5,020)	(2,588,432)
Finance costs	(723,848)	-	(723,848)
Income tax expense	(3,067,584)	-	(3,067,584)
	8,571,951	(187,877)	8,384,074
Other material items of income	379,754	10,491	390,245
Depreciation of property and equipment	(3,157,015)	(25,441)	(3,182,456)
Other material items of expenses	(1,739)	-	(1,739)
Other non-cash expenses	(86,012)	-	(86,012)
	5,706,939	(202,827)	5,504,112
Unallocated expenses			(538,804)
Consolidated profit after tax			4,965,308

37. Operating Segments (cont'd)

Geographical Segments (cont'd)

	Malaysia RM	Indonesia RM	Group RM
2009			
Assets			
Segment assets	197,291,827	1,419,417	198,711,244
Eliminations			(85,331,721)
			113,379,523
Unallocated assets			1,460,429
Consolidated total assets			114,839,952
Liabilities			
Segment liabilities	22,193,776	241,162	22,434,938
Eliminations			(14,872,883)
			7,562,055
Unallocated liabilities			17,431,856
Consolidated total liabilities			24,993,911
Other segment items			
Additions to non-current assets other than financial instruments			
- Property, plant and equipment	962,627	3,247	965,874

(a) Other material items of income consist of the following:-

	The Group 2010 RM	The Group 2009 RM
Compensation from customers who cancelled sales order	215,824	-
Gain on disposal of property, plant and equipment	421,334	72,899
Interest income	8,003	10,491
Rental income	354,000	264,000
Reversal of allowance for impairment losses on receivables	25,719	42,855
	1,024,880	390,245

37. Operating Segments (cont'd)

Geographical Segments (cont'd)

(b) Other material items of expenses consist of the following:-

	The Group	
	2010 RM	2009 RM
Allowance for impairment losses on trade receivables	1,032,321	-
Impairment loss on property, plant and equipment	1,417,755	-
Property, plant and equipment written-off	191	1,739
	2,450,267	1,739

(c) Other non-cash expenses consist of the following:-

	The Group	
	2010 RM	2009 RM
Loss on fair values changes in financial instruments	28,042	-
Provision for retirement benefits	72,385	86,012
	100,427	86,012

Major Customers

The Group has two major customers with individual revenue contribution equal to or more than 10% of Group revenue and cumulatively accounting for 39% (2009: 30%) of Group revenue.

38. Foreign Exchange Rates

The principal closing foreign exchange rates used (expressed on the basis of one unit of foreign currency to RM equivalent) for the translation of the foreign currency balances at the end of the reporting period are as follows:-

	The Group	
	2010 RM	2009 RM
100 Indonesia Rupiah	0.0328	0.0342
Singapore Dollar	2.3913	2.4388
United States Dollar	3.0685	3.4270

39. Financial Instruments

The Group's activities are exposed to a variety of market risks (including foreign currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The Group's overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

(a) Financial Risk Management Policies

The Group's policies in respect of the major areas of treasury activity are as follows:-

(i) Market Risk

(i) Foreign Currency Risk

The Group is exposed to foreign currency risk on transactions and balances that are denominated in currencies other than Ringgit Malaysia. The currencies giving rise to this risk are primarily United States Dollar and Singapore Dollar. Foreign currency risk is monitored closely on an ongoing basis to ensure that the net exposure is at an acceptable level. The Group maintains a nature hedge, whenever is possible, by matching the receivables and the payables in the same currency, any unmatched balance will be hedged by the forward foreign currency contracts.

The Group's exposure to foreign currency is as follows:-

	United States Dollar RM	Singapore Dollar RM	Ringgit Malaysia RM	Total RM
The Group				
2010				
Financial assets				
Trade receivables	-	3,701,032	30,823,199	34,524,231
Other receivables, deposits and prepayments	938,752	-	517,541	1,456,293
	938,752	3,701,032	31,340,740	35,980,524
Financial liabilities				
Trade payables	1,392,674	74,706	2,575,140	4,042,520
Other payables and accruals	(1,874)	10,856	2,826,234	2,835,216
	1,390,800	85,562	5,401,374	6,877,736
Currency exposure	(452,048)	3,615,470	-	3,163,422

39. Financial Instruments (cont'd)

(a) Financial Risk Management Policies (cont'd)

(i) Market Risk (cont'd)

(i) Foreign Currency Risk (cont'd)

	United States Dollar RM	Singapore Dollar RM	Ringgit Malaysia RM	Total RM
The Group				
2009				
Financial assets				
Trade receivables	92,533	4,864,692	27,142,573	32,099,798
Financial liabilities				
Trade payables	(86,962)	35,861	3,216,480	3,165,379
Currency exposure	179,495	4,828,831	-	5,008,326

Foreign currency risk sensitivity analysis

The following table details the sensitivity analysis to a reasonably possible change in the foreign currencies as at the end of the reporting period, with all other variables held constant:-

	The Group 2010 Increase/ (Decrease) RM
Effects on profit after tax	
United States Dollar:-	
- strengthened by 10%	(44,519)
- weakened by 10%	44,519
Singapore Dollar:-	
- strengthened by 2%	69,993
- weakened by 2%	(69,993)

39. Financial Instruments (cont'd)

(a) Financial Risk Management Policies (cont'd)

(i) Market Risk (cont'd)

(i) Foreign Currency Risk (cont'd)

Foreign currency risk sensitivity analysis (cont'd)

	The Company 2010 Increase/ (Decrease) RM
Effects on equity	
Indonesia Rupiah:-	
- strengthened by 4%	23,616
- weakened by 4%	(23,616)

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to interest rate risk arising from Group's interest-bearing financial liabilities. The Group's policy is to obtain the most favourable interest rates available.

Information relating to the Group's exposure to the interest rate risk of the financial liabilities is disclosed in Note 39(a)(i)(iii) to the financial statements.

Interest rate risk sensitivity analysis

The following table details the sensitivity analysis to a reasonably possible change in the interest rates as at the end of the reporting period, with all other variables held constant:-

	The Group 2010 Increase/ (Decrease) RM
Effects on profit after tax	
Increase of 100 basis points (bp)	(138,822)
Decrease of 100 bp	138,822

(iii) Equity Price Risk

The Group does not have any quoted investments and hence is not exposed to equity price risk.

39. Financial Instruments (cont'd)

(a) Financial Risk Management Policies (cont'd)

(ii) Credit Risk

The Group's exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade and other receivables. The Group manages its exposure to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of the trade and other receivables as appropriate. The main components of this allowance are a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. Impairment is estimated by management based on prior experience and the current economic environment.

Credit risk concentration profile

The Group's major concentration of credit risk relates to the amounts owing by three (3) major customers which constituted approximately 54% of its trade receivables as at the end of the reporting period.

The carrying amount of trade receivables represent the Group maximum exposure to credit risk in relation to financial assets. No other financial assets carry a significant exposure to credit risk.

The exposure of credit risk for trade receivables by geographical region is as follows:-

	The Group	
	2010 RM	2009 RM
Singapore	3,701,032	4,864,692
United States	-	92,533
Malaysia	30,823,199	27,142,573
	34,524,231	32,099,798

Ageing analysis

The ageing analysis of the Group's trade receivables as at 31 December 2010 is as follows:-

	Gross Amount RM	Individual Impairment RM	Carrying Value RM
2010			
Not past due	16,917,147	-	16,917,147
Past due:			
- less than 3 months	12,094,403	-	12,094,403
- 3 to 6 months	3,427,787	-	3,427,787
- over 6 months	3,575,885	(1,490,991)	2,084,894
	36,015,222	(1,490,991)	34,524,231

39. Financial Instruments (cont'd)

(a) Financial Risk Management Policies (cont'd)

(ii) Credit Risk (cont'd)

At the end of the reporting period, trade receivables that are individually impaired were those in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancement.

No collective impairment allowance is provided as based on the past records the irrecoverable amounts from the sale of goods, is very insignificant.

Trade receivables that are past due but not impaired

The Group believes that no impairment allowance is necessary in respect of these trade receivables. They are substantially companies with good collection track record and no recent history of default.

Trade receivables that are neither past due nor impaired

A significant portion of trade receivables that are neither past due nor impaired are regular customers that have been transacting with the Group. The Group uses ageing analysis to monitor the credit quality of the trade receivables.

(iii) Liquidity and Cash Flow Risks

Liquidity risk arises mainly from general funding and business activities. The Group practices prudent risk management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

The following table sets out the maturity profile of the financial liabilities as at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates, or if floating, based on the rates at the end of the reporting period):-

	Interest Rate %	Carrying Amount RM	Contractual Undiscounted Cash Flows RM	Within 1 Year RM	1 – 5 Years RM	Over 5 Years RM
2010						
Trade payables	-	4,042,520	4,042,520	4,042,520	-	-
Other payables and accruals	-	2,835,216	2,835,216	2,835,216	-	-
Amount due to directors	-	388,199	388,199	388,199	-	-
Hire purchases	4.94 to 6.10	464,613	502,527	166,993	335,534	-
Term loan	3.11 to 4.55	9,966,324	12,431,251	2,800,919	4,543,346	5,086,986
Banker's acceptance	3.33 to 4.50	7,751,000	7,751,000	7,751,000	-	-
Bank overdraft	7.30	2,373,281	2,373,281	2,373,281	-	-
		27,821,153	30,323,994	20,358,128	4,878,880	5,086,986

39. Financial Instruments (cont'd)

(a) Financial Risk Management Policies (cont'd)

(iii) Liquidity and Cash Flow Risks (cont'd)

The following table sets out the maturity profile of the financial liabilities as at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates, or if floating, based on the rates at the end of the reporting period):- (cont'd)

	Interest Rate %	Carrying Amount RM	Contractual Undiscounted Cash Flows RM	Within 1 Year RM	1 – 5 Years RM	Over 5 Years RM
2009						
Trade payables	-	3,165,379	3,165,379	3,165,379	-	-
Other payables and accruals	-	3,055,886	3,055,886	3,055,886	-	-
Amount due to directors	-	490,601	490,601	490,601	-	-
Hire purchases	6.10	91,664	106,560	23,256	83,304	-
Term loan	3.11 to 5.80	12,400,192	15,308,152	2,888,446	6,622,908	5,796,798
Banker's acceptance	2.25 to 3.23	3,917,000	3,917,000	3,917,000	-	-
Bank overdraft	7.00	573,136	573,136	573,136	-	-
		23,693,858	26,616,714	14,113,704	6,706,212	5,796,798

(b) Capital Risk Management

The Group manages its capital by maintaining an optimal capital structure so as to support its businesses and maximise shareholders value. To achieve this objective, the Group may make adjustments to the capital structure in view of changes in economic conditions, such as adjusting the amount of dividend payment, returning of capital to shareholders or issuing new shares.

The Group manages its capital based on debt-to-equity ratio. The debt-to-equity ratio is calculated as net debt divided by total equity. Net debt is calculated as borrowings plus trade and other payables, amount owing to directors and bank borrowings less cash and cash equivalents.

39. Financial Instruments (cont'd)

(b) Capital Risk Management (cont'd)

The debt-to-equity ratio of the Group as at the end of the reporting period was as follows:-

	The Group	
	2010 RM	2009 RM
Borrowings		
-long term	7,897,010	10,017,993
-short term	10,284,927	6,390,863
Bank overdraft	2,373,281	573,136
Trade payables	4,042,520	3,165,379
Other payables and accruals	2,835,216	3,055,886
Amount owing to directors	388,199	490,601
	27,821,153	23,693,858
Less: Cash and bank balances	(12,780,837)	(7,936,978)
Net debt	15,040,316	15,756,880
Total equity	94,407,381	89,846,041
Debt-to-equity ratio	15.93%	17.54%

(c) Classification of Financial Instruments

	The Group 2010 RM	The Company 2010 RM
Financial Assets		
Loans and receivables financial assets		
Trade receivables	34,524,231	-
Other receivables, deposits and prepayments	1,456,293	-
Cash and bank balances	12,780,837	172,291
	48,761,361	172,291

39. Financial Instruments (cont'd)

(c) Classification of Financial Instruments (cont'd)

	The Group 2010 RM	The Company 2010 RM
Financial Liabilities		
Other financial liabilities		
Trade payables	4,042,520	-
Other payables and accruals	2,835,216	341,724
Amount owing to directors	388,199	-
Borrowings	18,181,937	-
Bank overdraft	2,373,281	-
	27,821,153	341,724
Fair value through profit and loss		
Derivative liabilities	28,042	-

(d) Fair Values of Financial Instruments

The carrying amounts of the financial assets and financial liabilities reported in the financial statements approximated their fair values except for the following:-

	The Group			
	2010		2009	
	Carrying Amount RM	Fair Value RM	Carrying Amount RM	Fair Value RM
Hire purchase payables	464,613	481,661	91,664	98,571
	464,613	481,661	91,664	98,571

The following summarises the methods used to determine the fair values of the financial instruments:-

(i) The financial assets and financial liabilities maturing within the next 12 months approximated their fair values due to the relatively short-term maturity of the financial instruments.

(ii) The fair value of hire purchase payables is determined by discounting the relevant cash flows using current interest rates for similar instruments as at the end of the reporting period.

(iii) The carrying amounts of the term loans approximated their fair values as these instruments bear interest at variable rates.

(iv) The fair value of forward foreign currency contracts is estimated by discounting the difference between the contractual forward price and the current forward price for the residual maturity of the contract using a risk-free interest rate.

39. Financial Instruments (cont'd)

(d) Fair Values of Financial Instruments (cont'd)

The interest rate used to discount estimated cash flows, where applicable, is as follows:-

	The Group	
	2010	2009
	%	%
Hire purchase payables	2.60 to 3.40	3.40

40. Comparative Figures

The following comparative figures have been reclassified to conform with the presentation of the current financial year:-

	The Group	
	As Restated RM	As Previously Reported RM
Statement of Financial Position (extract):-		
NON-CURRENT ASSETS		
Property, plant and equipment	45,077,716	44,796,264
Prepaid land lease	-	281,452
CURRENT ASSETS		
Trade receivables	32,099,798	32,080,333
Other receivables, deposits and prepayments	1,339,908	1,126,163
CURRENT LIABILITIES		
Trade payables	3,165,379	2,951,634
Other payables and accruals	3,055,886	3,527,022
Amount owing to directors	490,601	-
Statement of Cash Flows (extract):-		
Operating profit before working capital changes		
Decrease in trade and other receivables	4,702,625	4,935,835
Decrease in trade and other payables	(2,918,662)	(3,157,235)

41. Supplementary Information – Disclosure Of Realised And Unrealised Profits

The breakdown of the retained profits of the Group and of the Company as at the end of the reporting period into realised and unrealised profits are presented in accordance with the directive issued by Bursa Malaysia Securities Berhad and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants, as follows:-

	The Group 2010 RM	The Company 2010 RM
Total retained profits/(losses):		
- realised	24,136,776	1,688,559
- unrealised	(706,079)	-
At 31 December	23,430,697	1,688,559

Statement by Directors

We, Edward Goh Swee Wang and Yeow Ah Seng @ Yow Ah Seng, being two of the directors of Johore Tin Berhad, state that, in the opinion of the directors, the financial statements set out on pages 31 to 83 are drawn up in accordance with Financial Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the state of affairs of the Group and of the Company at 31 December 2010 and of their results and cash flows for the financial year ended on that date.

The supplementary information set out in Note 41, which is not part of the financial statements, is prepared in al material respects, in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and the directive of Bursa Malaysia Securities Berhad.

SIGNED IN ACCORDANCE WITH A RESOLUTION OF THE DIRECTORS
Dated 27 April 2011

EDWARD GOH SWEE WANG

YEOW AH SENG @ YOW AH SENG

Statutory Declaration

I, Edward Goh Swee Wang, I/C No.: 631221-01-5769, being the director primarily responsible for the financial management of Johore Tin Berhad, do solemnly and sincerely declare that the financial statements set out on pages 31 to 83 are, to the best of my knowledge and belief, correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declaration Act 1960.

Subscribed and solemnly declared by
Edward Goh Swee Wang, I/C No.: 631221-01-5769,
at Johor Bahru in the state of Johor
on this 27 April 2011

Before me

EDWARD GOH SWEE WANG

RUSLY B. MOHD YUNUS P.I.S (No. J112)
COMMISSIONER FOR OATHS

List of Properties Held

Registered Owner/ Date of Acquisition	Title No./ Address	Description/ Existing Use	Tenure/ Expiry Date of the Lease	Approximate Age of the Building (years)	Land/ Built-up Area (sq. ft.)	Net Book Value as at 31 Dec 2010 (RM)
JTF/ 19.03.1977	HS(D) 7258, Lot TLO 1883 Mukim Bandar Johor Bahru District of Johor Bahru Johor Darul Takzim/ No. 5, Jalan Gagah Larkin Industrial Area 80350 Johor Bahru, Johor	Single-storey detached factory/ Industry	Leasehold - 60 years/ 13 January 2025	31	43,560/ 21,800	156,683
JTF/ 06.06.1988	HS(D) 108311, Lot TLO 1936, Mukim Bandar Johor Bahru, District of Johor Bahru, Johor Darul Takzim/ No. 7, Jalan Gagah Larkin Industrial Area 80350 Johor Bahru, Johor	Single-storey detached factory with a double-storey office annexed/ Industry	Leasehold - 60 years/ 8 January 2028	22	43,560/ 14,582	734,763
UNI/ 10.12.2004	HSD 375445, PTD 124298 Mukim Tebrau, Johor Bahru Johor Darul Takzim/ PTD 124298 Jalan Kempas Lama Kg. Seelong Jaya 81300 Skudai, Johor	Single-storey detached factory/ Industry	Freehold	5	457,380/ 248,533	17,727,475
UNI/ 08.08.2007	GM 2481, Lot 2259 Mukim of Teluk Panglima Garang, District of Kuala Langat, Selangor Darul Ehsan/ Lot 2259, Jalan Helang Off Jalan Kebun Baru Teluk Panglima Garang 42500 Kuala Lumpur	Single-storey detached factory/ Industry	Freehold	13	175,602/ 106,931	9,621,439
UNI/ 26.11.1991	Lot 48, Mukim Pengkalan Raja, Batu 29 ½, District of Pontian, Johor Darul Takzim	Agriculture/ Palm Oil	Freehold	N/A	395,568	469,628
KTC/ 27.12.1982	HS(D) 16323, Lot PTD 23759, Mukim Kluang District of Kluang Johor Darul Takzim/ No. 5, Jalan Masyuri Kawasan Perindustrian Kluang 86000 Kluang, Johor	1 ½-storey detached factory/ Industry	Leasehold - 60 years/ 13 April 2046	24	21,780/ 16,843	409,669

List of Properties Held (cont'd)

Registered Owner/ Date of Acquisition	Title No./ Address	Description/ Existing Use	Tenure/ Expiry Date of the Lease	Approximate Age of the Building (years)	Land/ Built-up Area (sq. ft.)	Net Book Value as at 31 Dec 2010 (RM)
KTC/ 08.01.1996	HS(D) 31714, Lot MLO 42445, Mukim Kluang District of Kluang Johor Darul Takzim/ No. 41, Jalan Lau Kim Teck 86000 Kluang, Johor	1 ½-storey semi-detached factory/ Industry	Freehold	15	5,294/ 3,635	285,708
KTC/ 27.02.1993	GM 8988, Lot 781 Mukim Sri Gading VIII Parit Baru, District of Batu Pahat, Johor Darul Takzim	Agriculture/ Fruits	Freehold	N/A	106,461	73,300

Disclosed in accordance with Appendix 9C, Part A, item 25 of the MMLR of Bursa Securities.

Analysis of Shareholdings

As At 29 April 2011

SHARE CAPITAL

Authorised Share Capital	:	RM100,000,000.00
Issued and Fully Paid-Up Capital	:	RM65,979,000.00
Class of Shares	:	Ordinary Shares of RM1.00 each
Voting Rights	:	One (1) Vote per Ordinary Share
Number of Shareholders	:	1,374

DISTRIBUTION OF SHAREHOLDINGS

	(Malaysia and Foreign - Combined)			
Size of Holdings	**No. of Holders**	**% of Holders**	**No. of Shares**	**% of Shares**
Less than 100	10	0.728	417	0.001
101 to 1,000	74	5.385	51,567	0.078
1,001 to 10,000	914	66.521	3,942,176	5.975
10,001 to 100,000	328	23.872	9,757,862	14.789
100,001 to 3,298,950 (*)	42	3.057	17,374,397	26.333
3,298,951 and above (**)	6	0.437	34,852,581	52.824
TOTAL	1,374	100.000	65,979,000	100.000

* Less than 5% of Issued Shares

** 5% and above of Issued Shares

LIST OF THIRTY (30) LARGEST SHAREHOLDERS

No.	Name of Shareholders	No. of Shares	% of Shares
1	GOH MIA KWONG	9,309,243	14.109
2	AMSEC NOMINEES (ASING) SDN BHD - CHUA TAI BOON (CAI DAWEN)	7,756,298	11.756
3	A.A. ANTHONY NOMINEES (TEMPATAN) SDN BHD - ANGKASA AMAN SDN BHD	5,061,257	7.671
4	RHB CAPITAL NOMINEES (ASING) SDN BHD - LIM HUN SWEE	4,850,000	7.351
5	GENTING PERWIRA SDN BHD	3,787,880	5.741
6	EDWARD GOH SWEE WANG	3,318,357	5.029
7	CITIGROUP NOMINEES (ASING) SDN BHD - EXEMPT AN FOR OCBC SECURITIES PRIVATE LIMITED (CLIENT A/C-NR)	2,203,600	3.340
8	ALLIANCEGROUP NOMINEES (ASING) SDN BHD - LIM HUN SWEE	1,902,300	2.883
9	NG YIK TOON @ NG YIK KOON	1,422,500	2.156
10	YEOW AH SENG @ YOW AH SENG	1,329,500	2.015

LIST OF THIRTY (30) LARGEST SHAREHOLDERS (cont'd)

No.	Name of Shareholders	No. of Shares	% of Shares
11	LISA GOH LI LING	1,227,000	1.860
12	VERSALITE SDN BHD	870,000	1.319
13	SIA YOCK HUA	825,469	1.251
14	LIM HUN SWEE	650,000	0.985
15	GOH MIA KWONG	549,496	0.833
16	LOW LIANG POH	500,000	0.758
17	SDS FOOD MANUFACTURING SDN BHD	390,000	0.591
18	AMSEC NOMINEES (TEMPATAN) SDN BHD - CHONG LYE BENG	358,000	0.543
19	OSK NOMINEES (TEMPATAN) SDN BHD - TAN GAIK SUAN	338,700	0.513
20	TAN BOON KAIT	308,292	0.467
21	LIM HUNG PUAN	267,500	0.405
22	RHB CAPITAL NOMINEES (TEMPATAN) SDN BHD - NG YIK TOON @ NG YIK KOON	263,300	0.399
23	CHONG LEE FONG	250,000	0.379
24	GAN AH HUAT	230,000	0.349
25	EDWARD GOH SWEE WANG	220,050	0.334
26	JAMES CHU PAU FUNG	217,000	0.329
27	SEAH TIN KIM	216,700	0.328
28	LIM LEE CHOK	201,000	0.304
29	CIMSEC NOMINEES (ASING) SDN BHD - EXEMPT AN FOR CIMB SECURITIES (SINGAPORE) PTE LTD (RETAIL CLIENTS)	200,000	0.303
30	RAYMOND LOKE YEW WENG	190,000	0.288
	TOTAL	**49,213,442**	**74.589**

Analysis of Shareholdings (cont'd)

As At 29 April 2011

LIST OF SUBSTANTIAL SHAREHOLDERS

		Direct Interest		Deemed Interest	
No.	Name of Shareholders	No. of Shares	% of Shares	No. of Shares	% of Shares
1	GOH MIA KWONG	9,858,739	14.942	4,765,407	7.223
2	AMSEC NOMINEES (ASING) SDN BHD				
	- CHUA TAI BOON (CAI DAWEN)	7,756,298	11.756	-	-
3	LIM HUN SWEE	7,402,300	11.219	-	-
4	A.A. ANTHONY (TEMPATAN) SDN BHD				
	- ANGKASA AMAN SDN BHD	5,061,257	7.671	-	-
5	GENTING PERWIRA SDN BHD	3,787,880	5.741	-	-
6	EDWARD GOH SWEE WANG	3,538,407	5.363	11,085,739	16.802
7	DATUK KAMALUDIN BIN YUSOFF	50,000	0.076	3,819,380	5.789
8	DATIN FAWZIAH BINTI HUSSEIN SAZALLY	31,500	0.048	3,837,880	5.817

LIST OF DIRECTORS' SHAREHOLDINGS

		Direct Interest		Deemed Interest	
No.	Name of Directors	No. of Shares	% of Shares	No. of Shares	% of Shares
1	DATUK KAMALUDIN BIN YUSOFF	50,000	0.076	3,819,380	5.789
2	EDWARD GOH SWEE WANG	3,538,407	5.363	11,085,739	16.802
3	YEOW AH SENG @ YOW AH SENG	1,484,000	2.249	-	-
4	LIM CHIN KAI	24,000	0.036	-	-
5	MUHAMAD FEASAL BIN YUSOFF	-	-	-	-
6	LIM HUN SWEE	7,402,300	11.219	-	-

Disclosed in accordance with Appendix 9C, Part A, item 23 of the MMLR of Bursa Securities.

Proxy Form

I/We ____

of ____

being a member/members of **JOHORE TIN BERHAD,** hereby appoint ____________________________

of ____

or failing him/her ____

of ____

or failing him/her/them, the Chairman of the Meeting as my/our proxy to vote for me/us on my/our behalf at the Tenth Annual General Meeting of the Company to be held at Palm Resort Golf & Country Club, Jalan Persiaran Golf, Off Jalan Jumbo, 81250 Senai, Johor, on Wednesday, 22 June 2011 at 9.30 a.m. and any adjournment thereof.

No.	Agenda			
1.	To receive Audited Financial Statements and Reports			
		Resolution	*For	*Against
2.	To approve a Single Tier Final Dividend of 3.5%	1		
3.	To approve Directors' fees	2		
4.	To re-elect Mr. Lim Hun Swee who retires pursuant to Article 106 of the Company's Articles of Association	3		
5.	To re-elect the following Directors who retire by rotation pursuant to the Company's Articles of Association:			
	i) Mr. Lim Chin Kai (Article 120)	4		
	ii) En. Muhamad Feasal Bin Yusoff (Article 120)	5		
6.	To re-appoint Auditors and to authorise the Board of Directors to fix their remuneration.	6		
7.	To approve the authority pursuant to Section 132D of the Companies Act. 1965.	7		

(* Please indicate with an "X" in the space provided and to show how you wish your vote to be cast. If no specific direction as to voting is given, the proxy will vote or abstain at his/her discretion.)

Dated this ______________ day of ______________ 2011.

No. of Ordinary Shares Held

____

Signature(s)/Common Seal of Shareholder(s)

NOTES:

1. A member of the Company entitled to attend and vote at the meeting may appoint one or more proxies to attend and vote in his/her stead. A proxy may but need not be a member of the Company.

2. Where a member appoints two or more proxies, the appointments shall be invalid unless he/she specifies the proportion of his/her holding to be represented by each proxy.

3. A member of the Company who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, is allowed to appoint at least one (1) proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.

4. The instrument appointing a proxy, in the case of an individual shall be signed by the appointor or his/her attorney duly authorised in writing and in the case of a corporation, either under seal or under the hand of an attorney or an officer duly authorised. If no name is inserted in the space for the name of your proxy, the Chairman of the Meeting will act as your proxy.

5. The instrument appointing a proxy must be deposited at the Registered Office of the Company situated at Suite 1301, 13th Floor, City Plaza, Jalan Tebrau, 80300 Johor Bahru, Johor not less than 48 hours before the time appointed for holding the meeting or any adjournment thereof.

Fold this flap for sealing

Then fold here

AFFIX
STAMP

THE COMPANY SECRETARY
JOHORE TIN BERHAD (COMPANY NO. 532570-V)
SUITE 1301, 13TH FLOOR,
CITY PLAZA, JALAN TEBRAU
80300 JOHOR BAHRU
JOHOR
MALAYSIA

1st fold here

JOHORE TIN BERHAD

COMPANY NO: 532570-V
INCORPORATED IN MALAYSIA