

Condensed Consolidated Statement of Comprehensive Income for the Period Ended 30 April 2011

		3 months ended	
	Note	30.04.2011 RM'000	30.04.2010 RM'000
Revenue	4	30,735	32,475
Direct operating expenses		(22,000)	(22,476)
Gross profit		8,735	9,999
Other operating income		1,538	569
Operating expenses		(5,459)	(6,776)
Profit from operations		4,814	3,792
Finance costs		(368)	(297)
Share of profits of associates		396	376
Profit before tax		4,842	3,871
Income tax expense	19	(1,770)	(1,074)
Profit for the period attributable to the equity holders of the Company		3,072	2,797
Other comprehensive income, net of tax:			
Net gain from translation of foreign operations		1,914	131
Total comprehensive income for the period attributable to the equity holders of the Company		4,986	2,928
Earnings per share attributable to equity holders of the Company (sen):			
Basic/diluted, for profit for the period	28	1.4	1.2

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position As At 30 April 2011

	Note	As at 30.04.2011 RM'000	(Audited) As at 31.01.2011 RM'000
ASSETS			
Non-current assets			
Property, plant & equipment		56,537	56,064
Intangible assets		478	496
Investments in unquoted shares of associates		18,702	18,069
Investments in unquoted debentures of associate		6,548	6,404
Deferred tax asset		1,603	1,722
		<u>83,868</u>	<u>82,755</u>
Current assets			
Inventories		39,697	39,814
Trade and other receivables		44,458	41,604
Marketable securities	22	5,589	4,547
Cash and bank balances		57,918	61,714
		<u>147,662</u>	<u>147,679</u>
TOTAL ASSETS		<u>231,530</u>	<u>230,434</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital	8	112,652	112,650
Share premium		2,092	2,091
Other reserves		10,637	8,723
Retained earnings		43,118	40,046
Total equity		<u>168,499</u>	<u>163,510</u>
Non-current liabilities			
Borrowings	24	10,858	11,570
Deferred tax liabilities		1,815	1,845
		<u>12,673</u>	<u>13,415</u>
Current Liabilities			
Borrowings	24	22,412	16,674
Trade and other payables		27,446	36,009
Current tax payable		500	826
		<u>50,358</u>	<u>53,509</u>
Total liabilities		<u>63,031</u>	<u>66,924</u>
TOTAL EQUITY AND LIABILITIES		<u>231,530</u>	<u>230,434</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity for the Period Ended 30 April 2011

	Attributable to owners of the Company						
	Equity attributable to owners of the parent, total RM'000	Non-Distributable Share Capital RM'000	Distributable Share Premium RM'000	Retained Earnings RM'000	Other reserves, total RM'000	Non-Distributable Asset Revaluation Reserve - Freehold Land RM'000	Foreign Currency Translation Reserves RM'000
At 1 February 2010	148,116	112,610	2,065	22,004	11,437	11,508	(71)
Total comprehensive income	22,085	-	-	24,799	(2,714)	-	(2,714)
Transactions with owners							
Dividends	(6,757)	-	-	(6,757)	-	-	-
Issue of ordinary shares pursuant to employee share option scheme	66	40	26	-	-	-	-
At 31 January 2011	163,510	112,650	2,091	40,046	8,723	11,508	(2,785)
At 1 February 2011	163,510	112,650	2,091	40,046	8,723	11,508	(2,785)
Total comprehensive income	4,986	-	-	3,072	1,914	-	1,914
Transactions with owners							
Dividends	-	-	-	-	-	-	-
Issue of ordinary shares pursuant to employee share option scheme	3	2	1	-	-	-	-
At 30 April 2011	168,499	112,652	2,092	43,118	10,637	11,508	(871)

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Cash Flows for the Period Ended 30 April 2011

	3 months ended	
	30.04.2011 RM' 000	30.04.2010 RM' 000
Net cash used in operating activities	(9,336)	(3,433)
Net cash (used in)/ generated from investing activities	(815)	339
Net cash (used in)/ generated from financing activities	<u>4,790</u>	<u>(3,231)</u>
Net decrease in cash & cash equivalents	(5,361)	(6,325)
Effect of exchange rate changes	1,322	(4,277)
Cash & cash equivalents at beginning of the year	59,345	62,206
Cash & cash equivalents at end of the year *	<u>55,306</u>	<u>51,604</u>

* Cash and cash equivalents comprise the following as at the end of the current quarter:-

	As at 30.04.2011 RM'000	As at 30.04.2010 RM'000
Cash and bank balances	57,918	52,674
Bank overdrafts	<u>(2,612)</u>	<u>(1,070)</u>
Total cash and cash equivalents	<u>55,306</u>	<u>51,604</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 January 2011 and the accompanying explanatory notes attached to the interim financial statements.



Part A – Explanatory Notes Pursuant to Financial Reporting Standard 134

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 January 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2011.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 January 2011 except for the adoption of the following new/revised FRS, Amendments to FRS and Issues Committee (“IC”) interpretations that are effective for financial year beginning 1 February 2011.

On 1 February 2011, the Group adopted the following FRSs:-

FRSs, Amendments to FRSs and Interpretations

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (revised)
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 2	Share based Payment
Amendments to FRS 2	Share based Payment - Group Cash settled Share based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 132	Classification of Rights Issues
Amendments to FRS 138	Intangible Assets
IC Interpretation 4	Determining Whether An Arrangement contains a Lease
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

Except for the changes in accounting policies arising from the adoption of the revised FRS 3 and the amendments to FRS 127 as well as the new disclosures required under the Amendments to FRS 7, the directors expect that the adoption of the other standards and interpretations above will have no material impact on the financial statements in the period of initial application. The nature of the impending changes in accounting policy on adoption of the revised FRS 3 and the amendments to FRS 127 are described below.

Revised FRS 3 Business Combinations and Amendments to FRS 127 Consolidated and Separate Financial Statements



The revised standards are effective for annual periods beginning on or after 1 July 2010. The revised FRS 3 introduces a number of changes in the accounting for business combinations occurring after 1 July 2010. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results. The Amendments to FRS 127 require that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Therefore, such transactions will no longer give rise to goodwill, nor will they give rise to a gain or loss. Furthermore, the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary.

Other consequential amendments have been made to FRS 107 Statement of Cash Flows, FRS 112 Income Taxes, FRS 121 The Effects of Changes in Foreign Exchange Rates, FRS 128 Investments in Associates and FRS 131 Interests in Joint Ventures. The changes from revised FRS 3 and Amendments to FRS 127 will affect future acquisitions or loss of control and transactions with non-controlling interests. Adoption of the above standards and interpretations did not have any effect on the financial performance or position of the Group

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 January 2011 was not qualified.

4. Segmental Information

The Group is organised on a worldwide basis into two major geographical segments, namely Malaysia and Overseas.

	3 months ended	
	30.04.2011	30.04.2010
	RM'000	RM'000
Segment Revenue		
Malaysia	27,580	29,582
Overseas	3,155	2,893
Total revenue	<u>30,735</u>	<u>32,475</u>
Segment Results		
Malaysia	1,544	2,195
Overseas	1,528	733
Total results	<u>3,072</u>	<u>2,928</u>

5. Unusual Items Due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flow during the current quarter.

6. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter's results.

7. Seasonality or Cyclical Factors

The Group's performance was not affected by any significant seasonal or cyclical factors.



8. Debt and Equity Securities

During the period, 3,000 new ordinary shares of RM0.50 each were issued pursuant to the exercise of option shares under the Employee Share Option Scheme of the Company as below:

<u>Date</u>	<u>Number of Ordinary Shares</u>
9 March 2011	3,000

Save for the above, there were no other issuances, cancellations, repurchases, resale and repayments of debts and equity securities during the current quarter.

9. Changes in Composition of the Group

There are no material changes in the composition of the Group during the current quarter.

10. Discontinued Operations

No major operations were discontinued during the current quarter.

11. Capital Commitments

There were capital commitments of RM 6 million for plant and equipment as at the end of the current quarter.

12. Changes in Contingent Liabilities and Contingent Assets

The Group does not have any material contingent liabilities or contingent assets.

13. Subsequent Events

There were no material events subsequent to the end of the current quarter.

14. Related Party Disclosures

The Group had the following transactions with related parties during the period:

	3 months ended	
	30.04.2011	30.04.2010
	RM'000	RM'000
Related companies: *		
Purchase of tiles	63	-
Purchase of air tickets	14	30
Professional and share registration charges	23	19
Associates:		
Sale of products	4,566	4,744
	4,566	4,744

* Related companies are three companies within the Johan Holdings Berhad group.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

15. Performance Review

The Group's revenue for the current quarter of RM30.735 million was 5% lower than the corresponding period. The Group's profit before tax of RM4.842 million was 25% higher than the corresponding period. The revenue was lower due to lower sale of meter products and strengthening of Ringgit Malaysia. The better results during the current quarter were due to higher profit contribution from project related works and other operating income.

16. Variation of Results Against Preceding Quarter

Group Results	Current quarter ended 31.01.2011	Preceding quarter ended 31.10.2010	Difference
	RM'000	RM'000	%
Revenue	30,735	47,924	-36
Profit before tax	4,842	11,803	-59

The Group's revenue for the current quarter of RM30.735 million was 36% lower than the preceding quarter, and the profit before tax for the current quarter of RM4.842 million was 59% lower than the preceding quarter. The lower revenue and profit was attributed to lower sale of meters and project related works.

17. Prospects

The Group will continue to capitalise on the opportunities arising from the bold initiatives taken by the Malaysian Government to stimulate the economy which will benefit the private sector. This will augur well for the Group and the Board is optimistic of its prospects.

18. Profit Forecast or Profit Guarantee

Not applicable.

19. Income Tax Expense

	3 months ended	
	30.04.2011	30.04.2010
	RM'000	RM'000
Current tax:		
Malaysian income tax	569	701
Foreign tax	1,201	373
Total income tax expense	<u>1,770</u>	<u>1,074</u>

The effective tax rate for the current period was higher than the statutory tax rate principally due to the withholding taxes on dividend declared by a foreign subsidiary.

20. Retained Earnings

	As at 30.04.2011 RM'000	As at 31.01.2011 RM'000
Total accumulated losses of the Company and its subsidiaries		
Realised	(90,777)	(94,115)
Unrealised	2,535	2,545
	<u>(88,242)</u>	<u>(91,570)</u>
Total share of retained profits from associated companies		
Realised	18,685	15,762
Unrealised	(396)	(263)
	<u>(69,953)</u>	<u>(76,071)</u>
Consolidated adjustments	113,071	116,117
Total group retained earnings as per consolidated accounts	<u>43,118</u>	<u>40,046</u>

21. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties in the current quarter.

22. Marketable Securities

Details of purchases and disposals of quoted securities are as follows:

	3 months ended	
	30.04.2011 RM'000	30.04.2010 RM'000
Purchase consideration	678	337
Sales proceeds	498	1,065
Gain on disposal	<u>43</u>	<u>6</u>

Details of investments in quoted securities:

	As at 30.04.2011 RM'000	As at 31.01.2011 RM'000
Marketable securities:-		
At cost	5,435	4,225
At book value	<u>5,589</u>	<u>4,547</u>
At market value	<u>5,589</u>	<u>4,547</u>

23. Corporate Proposals

There were no corporate proposals that have not been completed.



24. Borrowings

	As at 30.04.2011 RM'000	As at 31.01.2011 RM'000
Short Term Borrowings:-		
Bank overdrafts	2,612	2,369
Revolving credits	8,000	3,000
Bankers acceptances	9,130	8,679
Term loans	2,400	2,400
Hire purchase and finance lease liabilities	270	226
	22,412	16,674
Long Term Borrowings:-		
Term loans	10,456	11,056
Hire purchase and finance lease liabilities	402	514
	10,858	11,570
Total Borrowings	33,270	28,244

All borrowings are denominated in Ringgit Malaysia and secured against a landed property of the Group.

25. Off Balance Sheet Financial Instruments

The Group does not have any off balance sheet financial instruments.

26. Changes in Material Litigation

There are no changes to the status of the material litigations since the last quarterly results announced by the Company on 11 March 2011.

27. Dividend Paid/ Payable

There was no dividend paid during the current quarter.

Subject to the shareholders' approval at the forthcoming Annual General Meeting ("AGM"), the Directors have on 11 March 2011 recommended a final gross dividend of RM0.03 less 25% tax per share for the financial year ended 31 January 2011 (FY2010 : RM0.02 less 25% tax). If approved at the AGM, the total gross dividend (interim and final) declared for the financial year ended 31 January 2011 will be RM0.05 per share. In Ringgit Malaysia term, the total net dividend for the financial year ended 31 January 2011 will be RM8.448 million (FY 2010: RM6.685 million), an increase of 26.4%.

28. Earnings per Share

Basic earnings per share amount is calculated by dividing profit for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

a) Basic.

	3 months ended	
	30.04.2011	30.04.2010
Profit attributable to ordinary equity holders of the Company (RM'000)	3,072	2,797
Number of ordinary shares in issue ('000)	225,300	225,219
Weighted average number of ordinary shares issued pursuant to conversion of Employee Share Option Scheme ('000)	2	7
Weighted average number of ordinary shares in issue and issuable ('000)	225,302	225,226
Earnings per share attributable to equity holders of the Company (sen):		
Basic, for profit for the year	1.4	1.2

b) Diluted

	3 months ended	
	30.04.2011	30.04.2010
Profit attributable to ordinary equity holders of the Company (RM'000)	3,072	2,797
Weighted average number of ordinary shares in issue and issuable ('000)	225,302	225,226
Effects of dilution ('000)		
- share options	80	115
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	225,382	225,341
Earnings per share attributable to equity holders of the Company (sen):		
Diluted, for profit for the year	1.4	1.2

By Order of the Board
Teh Yong Fah
Company Secretary
29 June 2011