



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	2006 Current quarter ended 31 Dec RM'000	2005 Comparative quarter ended 31 Dec (Restated) RM'000	2006 12 months Cumulative to date RM'000	2005 12 months Cumulative to date (Restated) RM'000
Revenue	88,326	85,827	356,758	329,037
Other income	2,834	1,396	4,459	3,720
Operating expenses	(79,445)	(87,714)	(317,618)	(307,188)
Finance costs	(699)	(542)	(1,954)	(1,622)
Profit / (loss) before taxation	11,016	(1,033)	41,645	23,947
Taxation	(2,864)	(160)	(9,221)	(6,731)
Profit / (loss) for the period	8,152	(1,193)	32,424	17,216
Attributable to:				
Equity holders of the parent	8,152	(1,156)	32,424	16,593
Minority interest	-	(37)	-	623
	8,152	(1,193)	32,424	17,216
Earnings per share (EPS):				
a) Basic (sen)	7.70	(1.11)	30.92	15.99
b) Diluted (sen)	-	(1.10)	-	15.78

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2005)



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

CONDENSED CONSOLIDATED BALANCE SHEET

	As at 31 Dec 2006 RM'000	As at 31 Dec 2005 (Restated) RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	103,673	86,988
Investment property	259	262
Investments held for sale	170	5,797
Deferred tax asset	72	-
Goodwill on consolidation	1,382	1,382
	<hr/>	<hr/>
	105,556	94,429
Current Assets		
<i>Inventories</i>	157,757	123,300
<i>Trade and other receivables</i>	138,285	111,878
<i>Tax recoverable</i>	4,669	4,990
<i>Cash and bank balances</i>	4,834	7,341
	<hr/>	<hr/>
	305,545	247,509
	<hr/>	<hr/>
TOTAL ASSETS	411,101	341,938
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	109,903	107,499
Reserves attributable to capital	19,698	19,306
Retained profit	184,713	156,828
	<hr/>	<hr/>
	314,314	283,633
Option reserves attributable to potential shareholders	-	-
Total Equity	<hr/>	<hr/>
	314,314	283,633
Non-current liabilities		
<i>Long-term bank borrowings</i>	3,929	14,996
<i>Deferred tax</i>	10,357	7,978
<i>Long-term provisions</i>	355	375
Total non-current liabilities	<hr/>	<hr/>
	14,641	23,349



**INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER
ENDED 31 DECEMBER 2006**

CONDENSED CONSOLIDATED BALANCE SHEET

	As at 31 Dec 2006 RM'000	As at 31 Dec 2005 (Restated) RM'000
Current liabilities		
<i>Trade and other payables</i>	22,897	17,628
<i>Short-term borrowings</i>	45,842	8,757
<i>Current portion of long-term loans</i>	11,992	8,571
<i>Current tax payable</i>	1,415	-
Total current liabilities	<u>82,146</u>	<u>34,956</u>
TOTAL LIABILITIES	96,787	58,305
TOTAL EQUITY AND LIABILITIES	<u><u>411,101</u></u>	<u><u>341,938</u></u>
Net Tangible Assets Per Share (RM)	2.95	2.72
Net Assets Per Share (RM)	2.96	2.73

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2005)



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

	Year ended 31 Dec 2006 RM ' 000	Year ended 31 Dec 2005 RM ' 000
Net Profit before tax	41,645	23,947
Adjustments for non-cash flow:-		
Non-cash items	2,479	15,085
Non-operating items	1,794	1,085
Operating Profit Before Changes In Working Capital	45,918	40,117
Changes In Working Capital :		
Net Change in Current Assets	(60,407)	51,801
Net Change in Current Liabilities	4,763	(2,189)
Income Tax Paid & Others	(5,191)	(13,155)
Net Cash From / (Used In) Operating Activities	(14,917)	76,574
Investing Activities :		
Equity Investments	476	1,039
Other Investments	(15,622)	(57,406)
Net Cash Used In Investing Activities	(15,146)	(56,367)
Financing Activities :		
Bank Borrowings	29,764	(7,720)
Issue of shares	2,887	2,325
Others	(6,632)	(9,842)
Net Cash From / (Used In) Financing Activities	26,019	(15,237)
Net Change in Cash & Cash Equivalents	(4,044)	4,970
Cash & Cash Equivalents at beginning of year	7,315	2,345
Cash & Cash Equivalents at end of year	3,271	7,315

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2005)



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2006

	Attributable to equity holders of the parent							Minority interest	Option reserve	Total equity
	Share Capital	Share Premium	Reserve on Consolidation	General Reserve	Treasury Shares	Retained profit	Sub-total			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000			
Balance as at 31 December 2005	107,499	23,585	1,366	1,186	(5,465)	155,462	283,633	-	-	283,633
Changes in accounting policies:										
- Share based payment	-	-	-	-	-	-	-	-	-	-
- Reserves arising from consolidation	-	-	(1,366)	-	-	1,366	-	-	-	-
Restated balance as at 1 January 2006	107,499	23,585	-	1,186	(5,465)	156,828	283,633	-	-	283,633
Changes in equity for the year ended 31 December 2006										
Profit for the year	-	-	-	-	-	32,424	32,424	-	-	32,424
Total recognised income and expense for the year	-	-	-	-	-	32,424	32,424	-	-	32,424
Dividend distributed to equity holders	-	-	-	-	-	(4,539)	(4,539)	-	-	(4,539)
Issue of shares	2,404	483	-	-	-	-	2,887	-	-	2,887
Issue of equity share options	-	47	-	-	-	-	47	-	-	47
Shares repurchased	-	-	-	-	(138)	-	(138)	-	-	(138)
Balance as at 31 December 2006	109,903	24,115	-	1,186	(5,603)	184,713	314,314	-	-	314,314

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2005

	Attributable to equity holders of the parent							Minority interest	Option reserve	Total equity
	Share Capital	Share Premium	Reserve on Consolidation	General Reserve	Treasury Shares	Retained profit	Sub-total			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000			
Balance as at 1 January 2005	105,593	23,166	1,366	1,186	(4,021)	145,645	272,935	8,544	-	281,479
Profit for the period	-	-	-	-	-	16,593	16,593	623	-	17,216
Total recognised income and expense for the year	-	-	-	-	-	16,593	16,593	623	-	17,216
Dividend distributed to equity holders	-	-	-	-	-	(6,776)	(6,776)	-	-	(6,776)
Issue of shares	1,906	419	-	-	-	-	2,325	-	-	2,325
Issue of equity share options	-	-	-	-	-	-	-	-	-	-
Shares repurchased	-	-	-	-	(1,444)	-	(1,444)	-	-	(1,444)
Acquisition of remaining interest in subsidiary	-	-	-	-	-	-	-	(9,167)	-	(9,167)
Changes in accounting policies:										
- Share based payment	-	-	-	-	-	-	-	-	-	-
- Reserves arising from consolidation	-	-	(1,366)	-	-	1,366	-	-	-	-
Balance as at 31 December 2005	107,499	23,585	-	1,186	(5,465)	156,828	283,633	-	-	283,633

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2005)



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

EXPLANATORY NOTES : (AS PER FRS 134 - PARAGRAPH 16)

A1 Accounting Policies and methods of computation

The interim financial report has been prepared in accordance with FRS 134, "Interim Financial Reporting" and Chapter 9 part K of the Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Malaysia). The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2005. The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2005, except for the adoption of the 18 new and revised Financial Reporting Standards (FRS) applicable for annual financial periods beginning on or after 1 January 2006.

The adoption of new and revised FRSs which resulted in changes in accounting policies and methods of computation are as follows :

a) *Share-based payment (FRS 2)*

FRS 2 requires the recognition of share-based payments transactions in the financial statements. With the adoption of FRS 2 the compensation expense relating to share options is recognised in the Income Statement over the vesting periods of the grants with a corresponding increase in equity. The transitional provisions of the Standard require FRS 2 to apply to all options granted from 1 January 2005 and which had not been vested at 1 January 2006. The change in accounting policy resulted in a charge of RM16,982 to the Income Statement in the current quarter and RM46,980 for the financial year to date. There are no restatement of the comparative amount as at 31 December 2005 as the Employees Share Option Scheme had expired on 25 November 2006 and all lapsed options would have been reclassified from option reserve to retained profits

b) *Reserve on consolidation (FRS 3)*

FRS 3 requires negative goodwill to be immediately recognised in the Income Statement and prohibits any recognition of negative goodwill in the Balance Sheet. FRS 3 also requires negative goodwill which had arisen in prior years to be adjusted to the opening retained profits. In prior years, the Group has reflected negative goodwill as reserves on consolidation under Equity. In accordance with the transitional provisions, the carrying amount of the reserves on consolidation amounting to RM1.366 million at 1 January 2006 has been adjusted to the opening retained profits. The restatement of the comparative amount as at 31 December 2005 are summarised in d(iii) and d(v).

c) *Investment property (FRS 140)*

FRS 140 requires land and / or buildings (completed properties) held to earn rental and / or for capital appreciation to be accounted for as Investment Property. The Group has reclassified such properties which were previously presented as part of Property, Plant and Equipment to Investment Property. The investment properties are measured using the cost model and their values will be carried at cost less accumulated depreciation. Other than the reclassification from Property, Plant and Equipment to Investment Property of RM261,881, the change in accounting policy does not affect the results of the Company and of the Group for the financial year. The restatement of the comparative amount as at 31 December 2005 are summarised in d(i) and d(ii).

d) *Restatement of comparative amounts*

The adoption of new and revised FRSs has resulted in the restatement of the comparative amounts as at 31 December 2005 of the following :

	As previously reported RM'000	Effects of restatement RM'000	As restated RM'000
i) Investment Property	-	262	262
ii) Property, Plant and Equipment	87,250	(262)	86,988
iii) Reserve on consolidation	1,366	(1,366)	-
iv) Option Reserve	-	-	-
v) Retained profits	155,462	1,366	156,828

A2 Report of Auditors

The preceding annual financial statements of the Group were reported on without any qualification.



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

EXPLANATORY NOTES : (AS PER FRS 134 - PARAGRAPH 16)

A3 Seasonality or Cyclicity of Operations

The level of business activities usually varies with the festivals at the end and beginning of each year subject to the level of underlying demand and prices prevailing.

A4 Unusual items

There were no material items of an unusual nature and amount for the current quarter and year to date.

A5 Material Changes in estimates of amounts reported

There were no material changes in the estimates used in the current quarter compared to the estimates used in the previous financial year, which have a material effect in the current quarter or the financial year to date.

A6 Changes in Debt and Equity Securities

Details of share buy-back for the current financial year to date.

	<i>No. of shares purchased</i>	<i>Average Purchase price (RM)</i>	<i>Total consideration paid (RM)</i>	<i>Treasury shares No. of shares retained</i>
<i>Opening balance at 01-01-2006</i>	3,565,500	1.53	5,464,525	3,565,500
February	1,000	1.46	1,464	1,000
April	1,000	1.64	1,635	1,000
May	16,100	1.59	25,632	16,100
August	6,000	1.56	9,332	6,000
November	60,000	1.68	100,639	60,000
Total as at 31-12-2006	3,649,600	1.54	5,603,227	3,649,600

None of the Treasury Shares has been resold or redistributed as share dividends during the current financial year. There were no issues of debt or equity securities except for 2,222,000 shares, 80,000 shares, 77,000 and 25,000 shares of RM1 each issued at RM1.20, RM1.05, RM1.29 and RM1.49 per share respectively under the Employees Share Option Scheme (ESOS) for the current financial year to date.

A7 Dividend

The final ordinary dividend of 6 sen per share less 28% tax amounting to RM4,539,087 in respect of year ended 31 December 2005 was paid on 18 August 2006.

A8 Segmental Reporting

Segmental analysis for the current financial year ended 31 December 2006 are as follows:-

By Business Segments :	Trading	Manufacturing	Total
	RM' 000	RM' 000	RM' 000
Revenue	234,938	121,820	356,758
Results			
Segment results	20,580	22,975	43,555
Unallocated corporate income			44
Finance cost			(1,954)
Profit before tax			41,645

Segmental analysis for the previous financial year ended 31 December 2005 are as follows:-

By Business Segments :	Trading	Manufacturing	Total
	RM' 000	RM' 000	RM' 000
Revenue	217,169	111,868	329,037
Results			
Segment results	11,057	13,672	24,729
Unallocated corporate income			840
Finance cost			(1,622)
Profit before tax			23,947



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

EXPLANATORY NOTES : (AS PER FRS 134 - PARAGRAPH 16)

A9 Valuation of Property, Plant and Equipment

The Group did not carry out any revaluations on its property, plant and equipment in the financial year to date. The value of property, plant and equipment have been brought forward, without amendment from the previous annual financial statements.

A10 Material Events

There were no material subsequent events that have not been reflected in the financial statements for the period at the date of issue of the quarterly report.

A11 Changes in Composition of the Group

There were no changes in composition of the Group for the current financial year to date.

A12 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets at the date of issue of the quarterly report.

A13 Capital Commitment

Capital Commitment as at 8 February 2006, being a date not earlier than 7 days from the issue of this quarterly reports are as follows:

	RM '000
Capital expenditure :	
Contracted but not provided for	12,063
Approved but not contracted for	6,504
	<u>18,567</u>

A14 Reversal of write down of inventories

During the quarter, a net write down of RM492,102 was made against inventory cost for which net realisable values had fallen below their respective cost. For the financial year to date, the increases in net realisable values of some previously written down inventories of the Group resulted in a net reversal of RM517,554.

A15 Impairment of assets

During the quarter, the directors have recognised an impairment loss amounting to RM37,028 for Property, Plant and Equipment of the Group and the company which have become technologically obsolete.



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

EXPLANATORY NOTES : (AS PER LISTING REQUIREMENTS OF BURSA MALAYSIA - PART A OF APPENDIX 9B)

B1 Review of the Performance of the Company and its Principal Subsidiaries

Turnover recorded for the financial year was RM356.76 million, an increase of 8.42% compared to RM329.04 million in the previous year. In 2006, demand improved in anticipation of the recovery of local steel prices after the decline in prices in 2005. Profit before tax for the financial year increased by 73.91% to RM41.65 million from RM23.95 million. However, the previous year's profit was after providing for writedown of RM13.40 million against inventory cost.

B2 Material changes in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter

Turnover decreased by 4.57% in the fourth quarter to RM88.33 million from RM92.56 million in the immediate preceding quarter due to festive holidays resulting in fewer working days. Profit before tax decreased slightly by 2.14% to RM11.02 million from RM11.26 million in the immediate preceding quarter.

B3 Prospects for the current financial year

The expected commencement of construction and infrastructure projects under the Ninth Malaysian Plan in the current financial year will increase demand for the Group's products. Progress of the second phase of factory expansion plans is on schedule and will further increase product range on completion. This will also contribute towards better performance in 2007. Therefore, the prospects for the current financial year is expected to be good.

B4 (a) Variance of Actual Profit After Tax and Minority Interest

Not applicable

(b) Shortfall in Profit Guarantee

Not applicable

B5 Taxation

	Current Quarter 31-12-2006 RM' 000	Financial Year to date 31-12-2006 RM' 000
Estimated tax payable	1,430	6,899
Deferred taxation	1,395	2,364
	<u>2,825</u>	<u>9,263</u>
Under / (Over) provision in prior year	39	(42)
Net provision for taxation	<u>2,864</u>	<u>9,221</u>

The effective tax rate for the current quarter and financial year to date is lower than the statutory tax rate mainly due to utilisation of reinvestment allowances by the Group.

B6 Profit/(Losses) On Sale of Unquoted Investments and/or Properties

There is a gain of RM17,671 and RM31,218 due to the disposal of unit trusts during the quarter and financial year to date respectively. Apart from the above, there are no other disposals of unquoted investments and / or properties during the quarter and financial year to date.



INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

EXPLANATORY NOTES : (AS PER LISTING REQUIREMENTS OF BURSA MALAYSIA - PART A OF APPENDIX 9B)

B7 Purchases or Disposal of Quoted Securities

(a)		Current Quarter 31-12-2006 RM' 000	Financial Year to date 31-12-2006 RM' 000
	Total purchase consideration	-	-
	Total sale proceeds	450	450
	Total gain / (loss) on disposals	(74)	(74)
(b)	Investments as at 31 December 2006		RM'000
	At Cost		269
	At Book Value		170
	At Market Price		170

B8 (a) Status of Corporate Proposals announced but not completed

There were no corporate proposals at the date of issue of the quarterly report.

(b) Status of utilisation of proceeds raised from any corporate proposal

Not applicable.

B9 Group Borrowings and Debt Securities

Details of Group's borrowings as at 31 December 2006 are as follows:-

(a)	Short term borrowings		RM' 000	
	USD Trade loan	(USD 6,227,098)	21,949	Unsecured
	Bankers acceptance		22,330	Unsecured
	Bank overdraft		1,563	Unsecured
	Fixed Term Loan			
	- Amount due within 12 months	(USD 3,402,000)	11,992	Unsecured
			<u>57,834</u>	
(b)	Long term borrowings			
	Fixed Term Loan			
	- Non current portion	(USD 1,115,000)	3,929	Unsecured
	Total Borrowings		<u>61,763</u>	

The Group has no debt securities as at 31 Dec 2006.

B10 Summary of Off Balance Sheet Financial Instruments by type and maturity profile

As at 8 February 2007, being a date not earlier than 7 days from the issue of this quarterly report, the foreign exchange currency contracts which have been entered into by the Group to hedge its foreign currency purchases are as follows :

Currency	Contract Amount in foreign currency	Date of Contracts	Maturity period of Contracts	Equivalent Amount in RM	Equivalent Amount in USD
Japanese Yen (Yen)	85,680,000 Yen	29.03.2006	02.04.2007 - 13.04.2007	2,780,659	0
Taiwan Dollar (TWD)	30,300,000 TWD	18.07.2006	16.01.07 - 12.03.2007	0	941,786
US Dollar (USD)	3,383,178 USD	07.12.06 - 03.01.2007	05.01.2007 - 26.03.07	11,895,164	0

The above contracts were executed with creditworthy financial institutions and hence the likelihood of non performance is remote.



**INTERIM REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH FINANCIAL QUARTER
ENDED 31 DECEMBER 2006**

**EXPLANATORY NOTES : (AS PER LISTING REQUIREMENTS OF BURSA MALAYSIA - PART A OF APPENDIX
9B)**

B11 Changes in Material Litigation (including status of any pending material litigation)

Kent Engineering Works Sdn Bhd (KEW), a debtor of Taik Bee Hardware Sdn Bhd ("TBH") which is a subsidiary company of Choo Bee Metal Industries Berhad, filed a suit for defamation on 7 March 2000 against TBH for an amount of RM10 million claiming that the drawdown of a bank guarantee provided by KEW in favour of TBH was defamatory to KEW. In response, TBH has filed a writ of summons on defence with the High Court of Malaya on 24 April 2000 against the defamation suit and for the recovery of a debt amounting to RM118,092.

The lawyers advising TBH on the above matter, opined that it is highly unlikely that the litigant will be able to prove libel as TBH has a complete defence in justification.

The trial dates has been fixed by the Court to be on 13 and 14 March 2007.

B12 Dividend

- a) i) A final ordinary dividend have been recommended.
- ii) Amount per share for final ordinary dividend is 8 sen less 27% tax.
- iii) Previous year ended 31 December 2005 : 6 sen less 28% tax.
- iv) Date payable : To be decided
- v) Entitlement date : To be decided

- b) Total dividend proposed for the current financial year ended 31 December 2006 of final ordinary dividend of 8% less 27% tax have not been accrued as a liability in compliance with FRS 110, "Events after Balance Sheet Date".

B13 Earnings Per Share (EPS)

		3 months ended		12 months ended		
		31-12-2006	31-12-2005	31-12-2006	31-12-2005	
Basic earnings per share						
(a)	Net profit for the year	(RM '000)	8,152	(1,156)	32,424	16,593
	Weighted average number of ordinary shares in issue	(' 000)	105,885	104,130	104,861	103,790
	Basic earnings per share	(sen)	7.70	(1.11)	30.92	15.99
Diluted earnings per share						
(b)	Net profit for the year	(RM '000)	-	(1,156)	-	16,593
	Weighted average number of ordinary shares in issue	(' 000)	-	104,130	-	103,790
	Adjustment for share options	(' 000)	-	1,043	-	1,351
	Weighted average number of ordinary shares for diluted earnings per share	(' 000)	-	105,173	-	105,141
	Diluted earnings per share	(sen)	-	(1.10)	-	15.78