ANNUAL REPORT 2010

PINTARAS JAYA BERHAD

(189900H)

Contents

NOTICE IS HEREBY GIVEN that the Twenty-First Annual General Meeting of the Company will be held at Topas Room, The Saujana Kuala Lumpur, Saujana Resort, Jalan Lapangan Terbang SAAS, 40150 Shah Alam, Selangor Darul Ehsan on Wednesday, 20th October 2010 at 9:30 a.m. for the following purposes:-

AGENDA

1. To table the Audited Financial Statements for the financial year ended 30 June 2010 together with the Reports of the Directors and Auditors thereon.

2. To approve the declaration of a first and final dividend of 15% less tax for the financial year ended 30 June 2010. (Resolution 1)

3. To approve the Directors' fees for the financial year ended 30 June 2010. (Resolution 2)

4. To re-elect the following Directors who retire in accordance with the Company's Articles of Association :-

   i) Dr. Chiu Hong Keong (Article 73) (Resolution 3)
   ii) Mr. Kong Kim Piew (Article 73) (Resolution 4)

5. To re-appoint Messrs PricewaterhouseCoopers as Auditors of the Company and to authorise the Directors to fix their remuneration. (Resolution 5)

Special Business:

6. To consider and, if thought fit, to pass the following Ordinary Resolution with or without modifications:- (Resolution 6)

   Authority To Issue Shares

   "**THAT** subject always to the Companies Act, 1965 and the relevant governmental and/or regulatory authorities, where such approvals shall be necessary, full authority be and is hereby given to the Directors pursuant to Section 132D of the Companies Act, 1965 to issue ordinary shares from the unissued share capital of the Company at any time until the conclusion of the next Annual General Meeting and upon such terms and conditions and for such purposes as the Board of Directors may, in their absolute discretion, deem fit provided that the aggregate number of shares to be issued does not exceed 10% of the issued share capital of the Company for the time being **AND THAT** the Directors be and are also empowered to obtain approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad ("Bursa Securities").

7. To consider and, if thought fit, to pass the following Special Resolution with or without modifications:- (Resolution 7)

   Proposed Amendment To The Articles Of Association Of The Company

   "**THAT** the proposed amendment to the Articles of Association of the Company as contained in Appendix of the Annual Report 2010 be and are hereby approved **AND THAT** the Directors of the Company be and are hereby authorised to assent to any modifications, variations and/or amendments as may be considered necessary to give full effect to the proposed amendment to the Articles of Association of the Company."

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

NOTICE OF DIVIDEND ENTITLEMENT

NOTICE IS ALSO HEREBY GIVEN that subject to the approval of the shareholders, a first and final dividend of 15% less 25% income tax in respect of the financial year ended 30 June 2010 will be paid on 11th January 2011 to shareholders whose names appear on the Record of Depositors at the close of business on 21 December 2010.

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 21 December 2010 in respect of ordinary transfers; and

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

By Order of the Board

LIM MING TOONG (MAICSA 7000281)
SITI SARAH BINTI ABD RAHMAN (MAICSA 7059191)
Company Secretaries

Shah Alam
28 September 2010

Notes:-

(1) A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
(2) To be valid, this form, duly completed must be deposited at the Registered Office at No. 8, Jalan Majistret U1/26, HICOM-Glenmarie Industrial Park, 40150 Shah Alam, Selangor Darul Ehsan not less than forty-eight (48) hours before the time for holding the meeting.
(3) A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting provided that the provisions of Section 149(1)(c) of the Companies Act, 1965 are complied with.
(4) Where a member is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it may 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.
(5) Where a member appoints more than one (1) proxy the appointment shall be invalid unless he specifies the proportion of his holdings to be represented by each proxy.
(6) If the appointor is a corporation, this form must be executed under its Common Seal or under the hand of its attorney.

Explanatory Note on Special Business

(7) Resolution pursuant to Section 132D of the Companies Act, 1965

The Ordinary Resolution 6, if passed, will give powers to the Directors of the Company to issue ordinary shares in the capital of the Company up to an aggregate amount of not exceeding 10% of the issued share capital of the Company for the time being for the purpose of increasing the capacity of current business operations for long term growth and to cater for additional working capital requirements in line with the Company's expansion and diversification plans. This is a renewal of a general mandate. The Company did not utilise the mandate granted in the preceding year's Annual General Meeting.

This authority, unless revoked or varied at a General Meeting, will expire at the next Annual General Meeting of the Company.

(8) Proposed amendment to the Articles of Association of the Company

The Special Resolution 7, if passed, will bring the Articles of Association of the Company in line with the amendments made to the Main Market Listing Requirements of Bursa Securities in relation to eDividend.

DIRECTORS

DR CHIU HONG KEONG
Chairman/Managing Director

KHOO KEOW PIN
Executive Director

KHOO YOK KEE
Executive Director

KOO GIT LOO @ CHIU GIT LOO
Executive Director

KONG KIM PIEW
Independent Non-Executive Director

CHANG CHENG WAH
Independent Non-Executive Director

ARNOLD KWAN POON KEONG
Independent Non-Executive Director

COMPANY SECRETARIES

LIM MING TOONG
SITI SARAH BINTI ABD RAHMAN

REGISTERED OFFICE

NO. 8 JALAN MAJISTRET U1/26
HICOM-GLENMARIE INDUSTRIAL PARK
40150 SHAH ALAM
SELANGOR DARUL EHSAN
TEL : 03-5569 1516
FAX : 03-5569 1517
E-MAIL : pintaras@tm.net.my
WEBSITE : www.pintaras.com.my

REGISTRAR

SYMPHONY SHARE REGISTRARS SDN BHD
LEVEL 6, SYMPHONY HOUSE
BLOCK D13, PUSAT DAGANGAN DANA 1
JALAN PJU 1A/46
47301 PETALING JAYA
SELANGOR DARUL EHSAN
TEL : 03-7841 8000
FAX: 03-7841 8008

PRINCIPAL BANKERS

MALAYAN BANKING BERHAD
OCBC BANK (MALAYSIA) BERHAD

AUDITORS

MESSRS PRICEWATERHOUSECOOPERS
CHARTERED ACCOUNTANTS
10TH FLOOR 1 SENTRAL
JALAN TRAVERS
KUALA LUMPUR SENTRAL
50706 KUALA LUMPUR

STOCK EXCHANGE LISTING

MAIN MARKET OF BURSA MALAYSIA SECURITIES BERHAD

DR CHIU HONG KEONG

Dr Chiu Hong Keong, a Malaysian, aged 55 is the founder member of Pintaras Jaya Berhad ("Pintaras Jaya") and was appointed as the Managing Director of the Company since 23 November 1989 and elected as the Chairman of the Board on 18 October 1994. He is a member of the Risk Management Committee. He graduated with a Bachelor of Civil Engineering degree (1st Class Honours) from the University of Auckland, New Zealand in 1977 and obtained his Doctorate of Philosophy degree in Engineering from Monash University, Australia in 1982. He worked as a Geotechnical Engineer with the Victorian Country Roads Board of Australia for a brief stint before returning to Malaysia to join Pilecon Engineering Bhd in 1982 as a Geotechnical Engineer. In 1983, he joined Ho Hup Construction Company Sdn Bhd from 1984 until 1989. He holds a total of 45,777,798 shares (direct and indirect) in Pintaras Jaya and is deemed to have an interest in the shares of the subsidiary companies to the extent held by Pintaras Jaya. He is the spouse of Madam Khoo Yok Kee, an Executive Director and a deemed major shareholder of Pintaras Jaya and the brother of Mr Koo Git Loo @ Chiu Git Loo, an Executive Director of Pintaras Jaya.

KHOO KEOW PIN

Ir Khoo Keow Pin, a Malaysian, aged 53 is an Executive Director of Pintaras Jaya. He was appointed to the Board on 14 December 1989. He is a member of the Risk Management Committee. He graduated with a Bachelor of Science degree in Civil Engineering from Cheng-Kung University, Taiwan in 1980 and obtained his Master in Geotechnical Engineering degree from the University of Toronto, Canada in 1983. He worked for Kemas Konsult Consulting Engineers as a Geotechnical Engineer from 1983 to 1984 and later for Ho Hup Construction Company Sdn Bhd from 1984 to 1989. He has extensive experience in the design and construction of piling and foundation works for bridges, multi-storey buildings and housing projects. He holds a total of 5,041,652 shares directly in Pintaras Jaya and is deemed to have an interest in the shares of the subsidiary companies to the extent held by Pintaras Jaya. He has no family relationship with any Director and/or major shareholder of Pintaras Jaya.

KHOO YOK KEE

Madam Khoo Yok Kee, a Malaysian, aged 50 is an Executive Director of Pintaras Jaya. She was appointed to the Board on 18 March 1991. She serves as the Chairperson of the Risk Management Committee. She graduated with a Bachelor of Economics (Accounting) degree from Monash University, Australia in 1982. She obtained her Master of Business Administration from Southern Cross University, Australia in 2000. She is a Fellow of CPA Australia and a member of the Malaysian Institute of Accountants as well as the Malaysian Association of Company Secretaries. She has more than twenty years of experience in accounting, marketing, finance, administration and corporate affairs. She holds a total of 45,777,798 shares (direct and indirect) in Pintaras Jaya and is deemed to have an interest in the shares of the subsidiary companies to the extent held by Pintaras Jaya. She is the spouse of Dr Chiu Hong Keong, the Managing Director and a major shareholder of Pintaras Jaya and the sister-in-law to Mr Koo Git Loo @ Chiu Git Loo, an Executive Director of Pintaras Jaya.

KOO GIT LOO @ CHIU GIT LOO

Ir Koo Git Loo @ Chiu Git Loo, a Malaysian, aged 62 is also a founder member of Pintaras Jaya. He resigned on 18 March 1991 and was re-appointed as an Executive Director of the Company on 30 October 1993. He is a member of the Risk Management Committee. He graduated with a Bachelor of Engineering degree from the University of Malaya in 1973. He has more than twenty-nine years of experience in civil engineering works. He joined The Drainage and Irrigation Department in Selangor in 1973 and subsequently joined the private sector. He is a director in several private companies. He holds a total of 8,400 shares directly in Pintaras Jaya and is deemed to have an interest in the shares of the subsidiary companies to the extent held by Pintaras Jaya. He is the brother of Dr Chiu Hong Keong, the Managing Director and a major shareholder of Pintaras Jaya and the brother-in-law to Madam Khoo Yok Kee, an Executive Director and a deemed major shareholder of Pintaras Jaya.

KONG KIM PIEW

Ir Kong Kim Piew, a Malaysian, aged 57 is an Independent Non-Executive Director of Pintaras Jaya. He was appointed to the Board on 28 October 1994. He serves as the Chairman of the Audit Committee and is a member of the Remuneration and Nomination Committees. He graduated with a Bachelor of Engineering (Honours) degree from the University of Malaya in 1978. He is presently a Director of Perunding Hashim & NEH Sdn Bhd and is involved extensively in civil and structural engineering consultancy services in both the private and public sectors. He does not hold any securities, direct or indirect, in Pintaras Jaya or any of its subsidiaries. He has no family relationship with any Director and/or major shareholder of Pintaras Jaya.

CHANG CHENG WAH

Ir Chang Cheng Wah, a Malaysian, aged 53 is an Independent Non-Executive Director of Pintaras Jaya. He was appointed to the Board on 28 October 1994. He serves as the Chairman of the Remuneration and Nomination Committees and is a member of the Audit Committee. He graduated with a Bachelor of Science in Civil Engineering (Honours) degree from the University of Newcastle Upon-Tyne, United Kingdom in 1980. He was attached to Arup Jururunding Sdn Bhd for 8 years. He joined Zainuddin Radzi & Rakan-Rakan in 1989 as a partner where he headed the Civil and Structural engineering works department of the firm. Presently, he is the managing director of Perunding ACE Sdn Bhd. He does not hold any securities, direct or indirect, in Pintaras Jaya or any of its subsidiaries. He has no family relationship with any Director and/or major shareholder of Pintaras Jaya.

ARNOLD KWAN POON KEONG

Mr. Arnold Kwan Poon Keong, a Malaysian, aged 49 is an Independent Non-Executive Director of Pintaras Jaya. He was appointed to the Board on 3 November 2008. He is a member of the Audit Committee. He is a Fellow of the Association of Chartered Certified Accountants (FCCA) UK. He has more than 20 years of experience in the financial services industry, having worked with both local and international financial institutions in various capacities. He has experience in risks management, corporate finance, capital markets, wealth management services and private banking. He has also set up and managed investment banking, financial risk analytics, corporate and commercial banking departments for international banks in Malaysia. He is presently a corporate advisor to some private companies. He does not hold any securities, direct or indirect, in Pintaras Jaya or any of its subsidiaries. He has no family relationship with any Director and/or major shareholder of Pintaras Jaya.

GENERAL INFORMATION

All the Directors do not hold any other directorships of public companies.

None of the Directors have any conflict of interest with Pintaras Jaya.

None of the Directors have had convictions for any offences within the past ten years.

All the Directors attended the four Board Meetings of Pintaras Jaya held for the financial year ended 30 June 2010.

The Board of Pintaras Jaya Berhad ("PJB") is committed to the principles of corporate governance in the Malaysian Code on Corporate Governance ("Code"). It applies good corporate governance by having in place processes and structure to direct and manage the business and affairs of PJB as a fundamental part of discharging its responsibility to protect and enhance shareholder value.

The Board is pleased to provide the following which explains how the Company and the Group have set out to ensure the application of the principles and best practices of the Code and the extent of compliance with the Code as required under the Main Market Listing Requirements.

THE BOARD OF DIRECTORS

The Board continues to retain full and effective control over the Group's activities and direction. One of its main functions is to ensure that appropriate and efficient systems and processes are implemented to manage the Group's financial and operational risks. Towards this end, the Board is assisted by a team of capable and experienced management personnel in the daily operations of the Group.

Board Structure and Procedures

The current composition of the Board comprises 4 Executive Directors and 3 Independent Non-Executive Directors. They have a vast range of experience and knowledge in the areas of business, engineering and finance. The Independent Non-Executive Directors do not form part of the management and are not connected with major shareholders. They exercise their unbiased independent judgement freely and do not have any business or other relationships that could interfere with their duties. Board balance is achieved with the contribution of the Independent Non-Executive Directors and the fair representation of the shareholders' interests. Brief profiles of the Directors are set out on pages 5 & 6 of this Annual Report.

The Board is responsible for the control and management of the PJB Group. The Directors meet at least 4 times a year with additional meetings convened when necessary. During the financial year, four Board Meetings were held. Details of attendance of each Director are as follows:-

Directors	No. of Meetings Attended
Dr Chiu Hong Keong	4/4
Khoo Keow Pin	4/4
Khoo Yok Kee	4/4
Koo Git Loo @ Chiu Git Loo	4/4
Kong Kim Piew	4/4
Chang Cheng Wah	4/4
Arnold Kwan Poon Keong	4/4

The Board continues to be mindful of the combined roles of the Chairman and Managing Director currently held by Dr Chiu Hong Keong. In the best interest of the Group, this combined role is maintained as the valuable knowledge of the business operations contributed by Dr Chiu is essential to the effective management of the Group.

Any concern can be conveyed to anyone of the Directors as they exercise their responsibilities collectively. Hence, the need to appoint a senior Independent Non-Executive Director to address concerns relating to the Group does not arise. The Company's website is freely accessible to the public at www.pintaras.com.my and the Directors welcome feedback channelled through the website.

Board Committees

Four Board Committees were established to assist the Board to effectively discharge its fiduciary duties. They comprise the Audit, Risk Management, Remuneration and Nomination Committees. All these committees have written terms of reference that clearly outline their objectives, functions and authority.

Supply of Information

All Directors have access to the services of the Company Secretaries should they wish to seek any information or advice. Additionally, they may solicit for independent advice, if necessary, at the Company's expense.

Dissemination of information for Board Meetings is by way of Board papers which contain management and financial information and other matters to be discussed. The Board members are also notified of material issues affecting the performance of the Group and new developments within the Group. The Company Secretaries are responsible for ensuring compliance to applicable rules and regulations as well as Board Meeting procedures.

Appointments to the Board / Board Committees

The Nomination Committee is responsible for making recommendations for any appointments to the Board/Board Committees. Its members annually review the mix of skills and experience which the Directors contribute to the Board. The Committee also assists the Board in reviewing other qualities of the existing Board members including the core competencies of the Non-Executive Directors.

Directors' Training

All Directors have successfully completed the Mandatory Accreditation Programme. The Directors are mindful that they shall receive appropriate training which may be required from time to time to keep them abreast with the current developments of the industry as well as the new statutory and regulatory requirements.

During the year under review, the Directors have attended various trainings as set out below to enhance their knowledge and expertise:

Title of training	
Main Market Listing Requirements	July 2009
Construction Industry Development Board Malaysia (CIDB Malaysia): The 15th AsiaConstruct Conference 2009	October 2009
The 2010 Budget Seminar	November 2009
CR Overview & Identifying CR Risks & Opportunity for Companies	November 2009
Effective Performance Assessment & Evaluation	November 2009
Economic Outlook 2010 – Be Alert and Agile	January 2010
Goods and Service Tax (GST) Master Class	January 2010
Updates of 2010 New & Revised FRSs, Amendments and IC Interpretations for Accountants	March 2010
Understanding and Preparing for Goods & Services Tax (GST) in Malaysia	March 2010
Talk on Quality Assessment System in Construction (QLASSIC)	March 2010
Activate Asia : India in Focus	April 2010
IIS 2010 Powering Ahead : Strategies for the New Economy	May 2010
Mid-year Global Economic Outlook 2010	June 2010
Difficult choices – the next phase of recovery	June 2010

In compliance with the Main Market Listing Requirements, the Board will continuously identify relevant training programmes for its members to ensure that they are updated with appropriate professional training to further enhance their professionalism in discharging their fiduciary duties to the Company.

Re-election of Directors

The Company's Articles of Association provide for all Directors to submit themselves for re-election at least once in every 3 years. The Directors who are seeking for re-election at the forthcoming Twenty-First Annual General Meeting ("AGM") are Dr Chiu Hong Keong and Mr Kong Kim Piew. Their particulars are set out in the Profile of Directors on pages 5 & 6 of this Annual Report.

DIRECTORS' REMUNERATION

To attract and retain individuals of sufficiently high calibre at the Board level, the remuneration for Executive Directors is linked partly to the performance of the Group while the level of remuneration of Non-Executive Directors reflects the experience and level of responsibility undertaken. Following guidelines by the Code, the Company has in place a fairly structured reward system for its Board members.

The Remuneration Committee remains responsible for recommending the individual Directors' level of remuneration. The interested Directors abstain from discussing their own remuneration packages.

In disclosing the Directors' remuneration, the Board views it sufficiently transparent with details of the remuneration of the Directors of the Company provided as follows :

Components of remuneration	Executive Directors	Non-Executive Directors
Salaries (RM)	1,024,800	-
EPF (RM)	157,536	-
Fees (RM)	-	60,000
Bonuses (RM)	243,000	-
Benefits-in-kind (RM)	21,800	-
Total (RM)	1,447,136	60,000

Number of Directors whose remuneration falls into the following bands :

Range of remuneration	Number of Directors	
	Executive	Non-Executive
Up to RM50,000	1	3
RM350,001 to RM400,000	1	-
RM400,001 to RM450,000	1	-
RM600,001 to RM650,000	1	-

SHAREHOLDERS

Dialogue Between Company and Investors

The primary channels through which information is disseminated to the shareholders are annual reports and financial statements, quarterly announcements of financial results and other announcements. All the above are easily accessible through the official website of the Bursa Malaysia Securities Berhad.

During the year, the Managing Director and the Executive Director had met with institutional investors, fund managers and analysts to brief and keep them updated on the performance, business expansion plans and other matters related to shareholders' interest. By this, the Board aims to keep the shareholders and the general public abreast on the Group's performance and development as well as maintain good investor relations.

The Company's website has links to its announcements on financial results and annual reports. It also serves as a platform for the public to provide their feedback and to know more about the Group's business.

The AGM

Shareholders enjoy direct interaction with the Board at the Company's AGM, where they are encouraged to present any questions or concerns regarding the operations, financial performance and major developments of the Group.

ACCOUNTABILITY AND AUDIT

Financial Reporting

The Board aims to provide and present a balanced and meaningful assessment of the Group's financial performance and prospects at the end of the financial year mainly through the quarterly announcements, annual financial statements and the Chairman's Statement in the annual reports. The Board is assisted by the Audit Committee to oversee the Group's financial reporting process and its quality.

Statement of Directors' Responsibility

The Directors are required by the Companies Act, 1965 to prepare financial statements, which give a true and fair view of the state of affairs, results and cash flow of the Group and of the Company for the financial year under review.

In this respect, the Directors acknowledge their responsibility in ensuring that proper accounting records are kept for the purpose of disclosing with reasonable accuracy, the financial position of the Group and of the Company.

Internal Control

The Board recognizes its responsibility for the Group's system of internal controls comprising financial, operational and compliance controls as well as risk management. The system, by its nature, can only provide reasonable but not absolute assurance against material misstatement or loss and is designed to manage rather than eliminate the risk of failure to achieve business objectives.

The Statement on Internal Control furnished on page 11 provides an overview of the state of internal control within the Group.

Relationship With External Auditors

The company maintains an appropriate relationship with the external auditors through the Audit Committee. An Audit Committee report and its terms of reference, detailing its role in relation to the external auditors are set out on pages 13 to 14 of this Annual Report.

Corporate Social Responsibility

The company recognises it has obligations to protect and contribute positively to the needs of a range of stakeholders in the community and environment in which it operates. Towards this end, it has adopted a Code Of Conduct to guide its employees and to create awareness in support of its Corporate Social Responsibility initiatives. The Code includes guides to appropriate workplace and marketplace behaviour. Employee health and well-being is constantly looked after through the effective and stringent implementation of good Occupational Safety and Health practices in all its business operations. The Code also enunciates the company's approach to supporting community and environmental programmes. The Company is dedicated to meeting or exceeding the regulatory requirements that govern its activities and will continually look to applying environmentally friendly technologies. The Group has made consistent donations to various charities nationwide such as The Monfort Boys Town, The Malaysian Association for the Blind, The Shepherd's Centre Foundation and Hospis Malaysia to help the needy and to elevate the standard of living and the quality of life of communities.

This statement is made in accordance with the resolution of the Board of Directors dated 26th August 2010.

STATEMENT ON INTERNAL CONTROL

The Board acknowledges its responsibility of maintaining a good system of internal controls covering not only financial controls but also operational and compliance controls as well as risks assessments. This system was designed to enable the Group to meet its business objectives and to minimise rather than eliminate risks while protecting its assets and safeguarding the shareholders' investment.

The internal audit function which reports to the Audit Committee was set up in January 2009 to monitor the effectiveness of the existing internal control systems of the Group. During the financial year under review, the internal audit function was outsourced to a professional service firm which undertook independent and systematic reviews of internal controls so as to provide the Audit Committee with independent and objective feedback and reports to ensure that the internal control systems continue to operate satisfactorily and effectively. The internal auditors recommend actions to ensure that proper controls are in place for the key operational areas and regular follow-ups are made to ensure the actions are implemented. The Board with the assistance of the Audit Committee and the Risk Management Committee reviews the effectiveness of the Group's system of internal control on a continuous basis.

While it is the principal responsibility of the Board to identify key risks and ensure the implementation of appropriate systems to manage risks, it is assisted by the various committees put in place to address the different risks inherent to the Group's construction and manufacturing divisions. The Audit and Risk Management Committees have continued to provide significant assistance in this respect.

The Group's organisational structure is divided into the construction and manufacturing divisions to provide a more relevant framework in which to manage the different risks. This enhances communication and clearly defines the line of authority as well as to facilitate reporting. The duties and responsibilities of designated employees are also communicated to them at the point of employment. As an additional measure, the Executive Directors are involved directly in the management of operational and financial controls. This practice provides close monitoring and ensure effective supervision over the operating subsidiaries. In addition, the Executive Directors and senior management exercise direct supervision by visiting the project sites and factory floors regularly.

As the major driver of internal control, the Risk Management Committee supervises the overall management of the principal areas of risk. This Committee consists of Board members and senior management personnel from the various departments in the Group. The construction division's Operations Meetings and the manufacturing division's Management Meetings are held regularly and their findings were reported to the Risk Management Committee who then reports directly to the Board. In this way, the risks faced at the operational level are conveyed to the Board who possesses the authority to review, form and implement mechanisms of control. Thus, the Board remains well informed and able to effectively manage the control environment in the Group.

Written policies and procedures are present in the form of the Group's Operations Manual and the Pintaras Group Integrated Risk Management Framework. They serve as guidelines for best work practices and provide tools to identify and manage risks. A Risk Register is maintained to record the key risks and their respective control measures and it is updated as and when new risks are identified.

For the financial year under review, the Board is satisfied that the current internal control system was reasonably effective in managing the Group's risks. Nevertheless, the Board continues to assess the need to employ suitable measures to enhance the Group's control environment.

1. **BOARD MEETINGS**

   There were four Board Meetings held during the financial year.

2. **UTILISATION OF PROCEEDS**

   No proceeds were raised by the Company from any corporate proposals during the financial year.

3. **SHARE BUYBACKS**

   During the financial year, there were no share buybacks by the Company.

4. **OPTIONS, WARRANTS OR CONVERTIBLE SECURITIES**

   No options, warrants or convertible securities were exercised by the Company in the financial year.

5. **DEPOSITORY RECEIPT PROGRAMME**

   During the financial year, the Company did not sponsor any depository receipt programme.

6. **IMPOSITION OF SANCTIONS/PENALTIES**

   There were no sanctions and/or penalties imposed on the Company and its subsidiaries, directors or management by the relevant regulatory bodies.

7. **NON-AUDIT FEES**

   Non-audit fees paid to the external auditors by the Company during the financial year amounted to RM8,500 being services rendered in relation to the review of the Directors' Statement on Internal Control.

8. **PROFIT ESTIMATE, FORECAST OR PROJECTION**

   There was no variance between the results for the financial year and the unaudited results previously announced. The Company did not release any profit estimate, forecast or projection for the financial year.

9. **PROFIT GUARANTEES**

   During the year, there was no profit guarantee given by the Company and all its subsidiaries.

10. **MATERIAL CONTRACTS**

    During the year, there were no material contracts entered into by the Company and its subsidiaries which involve directors' and major shareholders' interests.

11. **CONTRACTS RELATING TO LOAN**

    There were no contracts relating to loan by the Company and its subsidiaries in respect of item 10.

12. **REVALUATION OF LANDED PROPERTIES**

    The Company does not have a revaluation policy on its landed properties.

(A) MEMBERS OF THE AUDIT COMMITTEE

During the year, the Audit Committee comprised the following directors :-

Kong Kim Piew - Chairman
(Independent Non-Executive Director)

Chang Cheng Wah
(Independent Non-Executive Director)

Arnold Kwan Poon Keong
(Independent Non-Executive Director)

(B) TERMS OF REFERENCE

AUTHORITY

The Committee is authorised by the Board to investigate any activity within its terms of reference. It is authorised to seek any information it requires from any employee and all employees are directed to co-operate with any request made by the Committee.

The Committee is authorised by the Board to seek external legal or other professional assistance if it considers necessary.

FUNCTIONS

The functions of the Committee shall be :-

a) to review
   (i) with the external auditors, the audit plan;
   (ii) with the external auditors, their evaluation of the system of internal accounting controls;
   (iii) with the external auditors, their audit report;
   (iv) the assistance given by the Company's officers to the external auditors;
   (v) the adequacy of the scope, functions, competency and resources of the internal audit function and that it has the necessary authority to carry out its work;
   (vi) the internal audit programme, processes, the results of the internal audit programme, processes or investigation undertaken and whether or not appropriate action is taken on the recommendations of the internal audit function;
   (vii) the quarterly results and year end financial statements prior to the approval by the Board, focusing particularly on :
   - changes in or implementation of major accounting policy changes;
   - significant and unusual events; and
   - compliance with accounting standards and other legal requirements;

   and
   (viii) any related party transactions that may arise within the Company or the Group.

b) to consider the nomination of a person or persons as external auditors, the audit fees and any question on resignation or dismissal.

c) to promptly report to Bursa Malaysia Securities Berhad on any matter reported by it to the Board of the Company which has not been satisfactorily resolved resulting in a breach of the Main Market Listing Requirements.

d) to verify that the allocation of options pursuant to the Pintaras Jaya Employee Share Option Scheme as being in compliance with the criteria of allocation under the said Scheme.

e) to carry out any functions as may be agreed to by the Committee and the Board.

MEETINGS

The Committee will meet at least four times a year and such additional meetings as the Chairman shall decide in order to fulfill its duties. The external auditors may request a meeting if they consider that one is necessary.

The quorum for each meeting shall be two members and the majority of members present must be Independent Non-Executive Directors.

The Finance Manager, or any other authorised Officers and a representative of the external auditors shall normally attend meetings. Other Board members shall also have the right of attendance upon the invitation of the Committee. If necessary, the Committee shall meet with the external auditors, the internal auditors or both, without executive Board members and employees present.

The Secretary to the Committee shall be the Company Secretary or any other person appointed by the Committee.

The Secretary shall be responsible, in conjunction with the Chairman, for drawing up the agenda and circulating it to the Committee members prior to each meeting. The Secretary will also be responsible for keeping the minutes of the meetings of the Committee, and circulating to the Committee members and to other members of the Board.

(C) ACTIVITIES

During the financial year, four Audit Committee Meetings were held and the details of attendance of the Audit Committee Members are as follows :-

Audit Committee Members	No. of Meetings Attended
Kong Kim Piew	4/4
Chang Cheng Wah	4/4
Arnold Kwan Poon Keong	4/4

During the financial year, the Audit Committee met with the external auditors twice. Private meetings were also held with the external auditors without executive Board members and employees present on both occasions.

A summary of the activities of the Audit Committee in discharging its functions and duties included a review of the following :-

(i) the audit plan of the external auditors;
(ii) the external auditors' reports in relation to audit, accounting and internal control issues arising from the audit and updates of the developments on accounting standards issued by the Malaysian Accounting Standards Board;
(iii) the Quarterly Reports prior to the Board of Directors' approval and announcement;
(iv) the internal audit plan;
(v) the major findings on internal audit reports and management's response; and
(vi) related party transactions.

(D) INTERNAL AUDIT FUNCTION

An internal audit function has been set up to undertake regular reviews of the Group's system of controls, policies and procedures, implementation and operation. The primary objective of the internal audit function is to provide assurance on the adequacy and effectiveness of the risk, control and governance framework of the Group by bringing an independent, systematic and disciplined approach to anticipating potential risk exposures over key business processes within the Group.

During the year, the Group appointed a professional service firm to assist the Board and the Audit Committee in carrying out the function. The internal auditors report directly to the Audit Committee who reviews and approves the annual internal audit plan.

During the year, the internal audit function performed various internal audit activities in accordance to the plan to ascertain the adequacy of the internal control systems and make recommendations for improvement where weaknesses exist. Audit reports were issued together with recommendations which were then passed to the management for management's response and action.

The cost incurred in managing the internal audit function in respect of the financial year was RM15,000.

On behalf of the Board of Directors, it is with pleasure that I present the Annual Report of the Group and the Company for the financial year ("FY") ended 30 June 2010.

REVIEW OF RESULTS

The Group recorded a pre-tax profit of RM26.0 million and profit after tax of RM20.7 million. These results are approximately 55% and 80% higher than those achieved in the preceding FY. Construction activities contributed about RM12.5 million to pre-tax profit whilst manufacturing activities contributed about RM6.4 million. This compares with corresponding figures of RM14.6 million and RM5.0 million respectively for FY 2009. These represent a decrease of about 14% of the profit for our construction business but an increase of about 28% of the profit from manufacturing. It should be noted that profits from construction would have been much lower if not for contributions from the finalisation of accounts of some previously completed projects.

At the company level, profit before tax was RM12.3 million and profit after tax was RM10.0 million. These gains were mainly from equipment rentals, investment and dividend incomes.

DIVIDENDS

Subject to the approval of shareholders at the forthcoming Annual General Meeting, the Board of Directors has recommended a first and final dividend of 15 sen gross per share, less tax at 25% amounting to RM9,007,200.

REVIEW OF OPERATIONS

The Group achieved a revenue of RM105.7 million which is a decrease of about 19% compared to the last FY. Construction activities contributed about 62% to group revenue at RM65.5 million. The effects of the global financial crisis ("GFC") hit us hard and though we were initially encouraged by the early signs of recovery this was quickly tempered by the weakness of the recovery. Tendering activities were reasonably strong but project awards and starts were and remain sporadic. In the meantime, we focused more on our equipment repair, maintenance and tool fabrication activities.

Revenue from our metal can business was marginally down at RM36.3 million mainly due to lower selling prices as a result of lower tin plate cost. However, margins improved as the remaining impact of higher inventory costs from the preceding FY were substantially absorbed. The plastic packaging business performed better with revenue increasing slightly and losses significantly reduced.

CORPORATE AND BUSINESS DEVELOPMENTS

There were no new corporate or significant business developments in FY 2010.

OUTLOOK

At this juncture, it appears that we have a tenuous economic recovery and an uncertain future in America, Europe and Japan. It appears that this situation may persist for some years to come. Financial and currency markets are very volatile. The only beacon of strong sustainable growth is from China, India, Brazil and the emerging countries as they transform their economies to rely more on domestic consumption. For us, we see a slow first half for the current FY but expect the second half to be significantly better. If the planned LRT and MRT projects in the Klang Valley were to be implemented, we are confident calendar years 2011 and 2012 will be very robust. We are also optimistic that the 10th Malaysia Plan (2011-2015) will also provide growth to the construction industry. In preparation, we are intending to acquire additional plant and equipment and fabricate tools to expand our capacity. Issues remain with human resource development and it is indeed a paradoxical situation whereby in a weak economic situation, we find difficulties in recruiting unskilled, skilled and professional personnel and experience tremendous upward wage pressures. This will be a challenging factor for us in FY2011. Revenue and profit wise FY 2011 may not be better than FY 2010 but we are well positioned to excel in FY 2012.

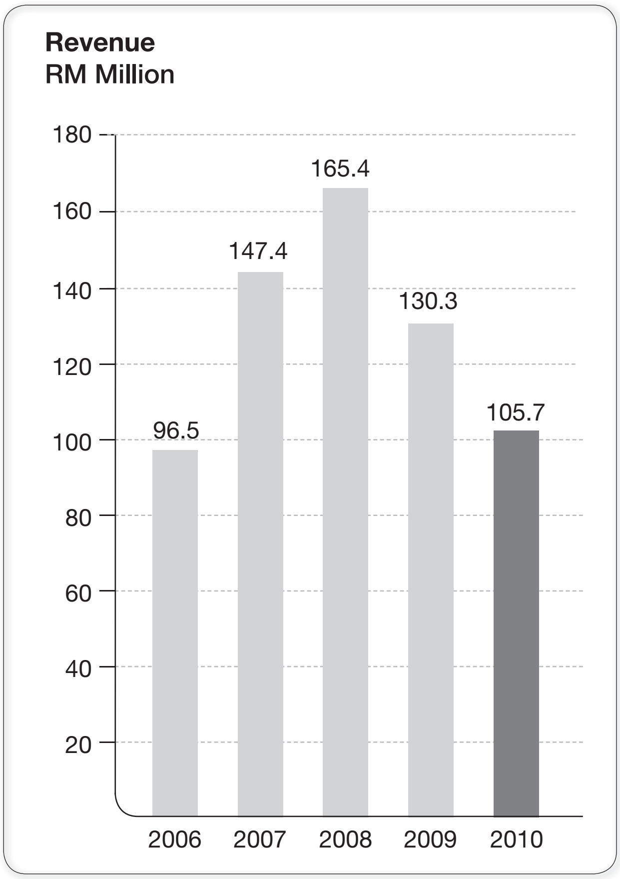
ACKNOWLEDGEMENT

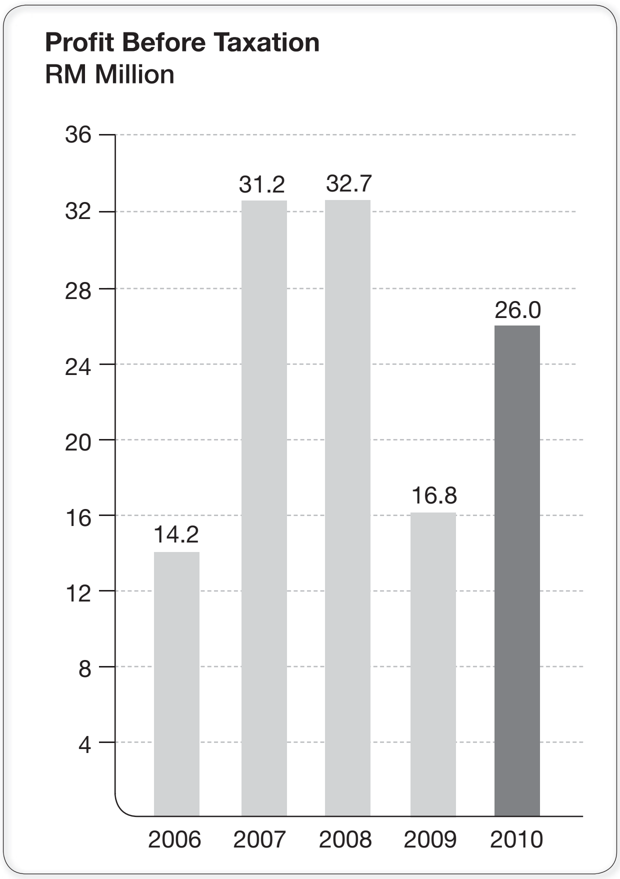
On behalf of the Board of Directors, I wish to express our appreciation and gratitude to our shareholders, clients, suppliers, sub-contractors, bankers and business associates for their continued support and co-operation during the year.

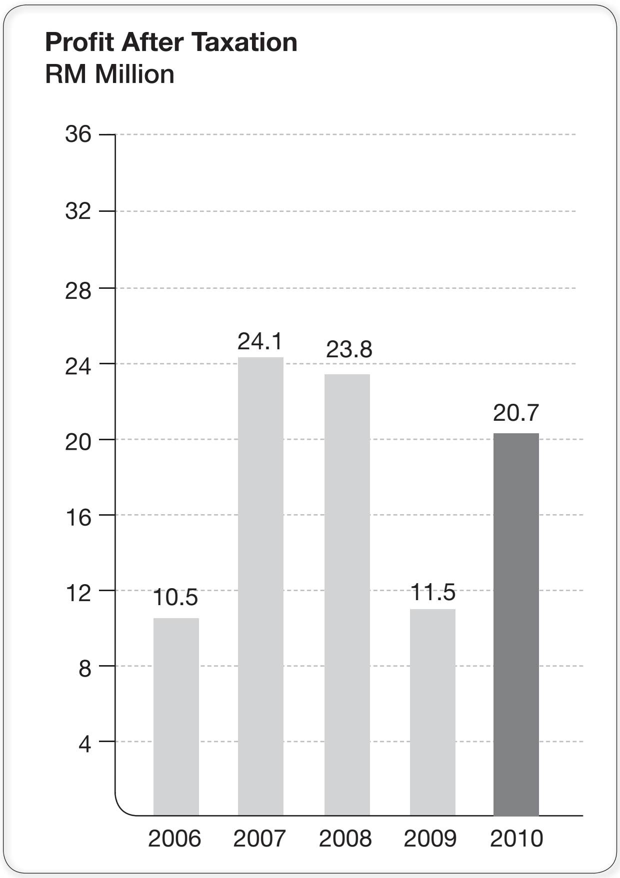
I also wish to record our deep appreciation to our loyal and dedicated employees for their continued hardwork and commitment to the Group.

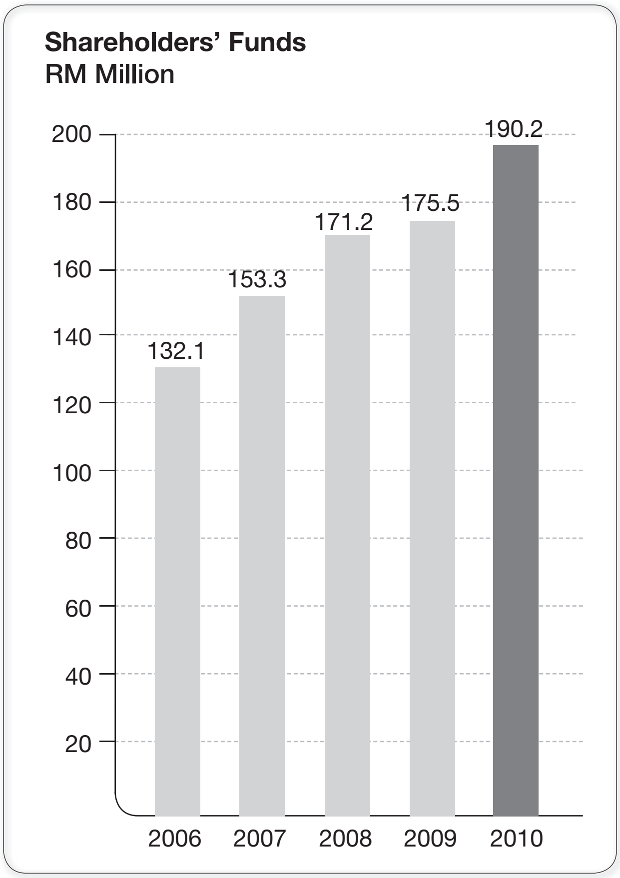
DR CHIU HONG KEONG
Chairman/Managing Director
September 2010

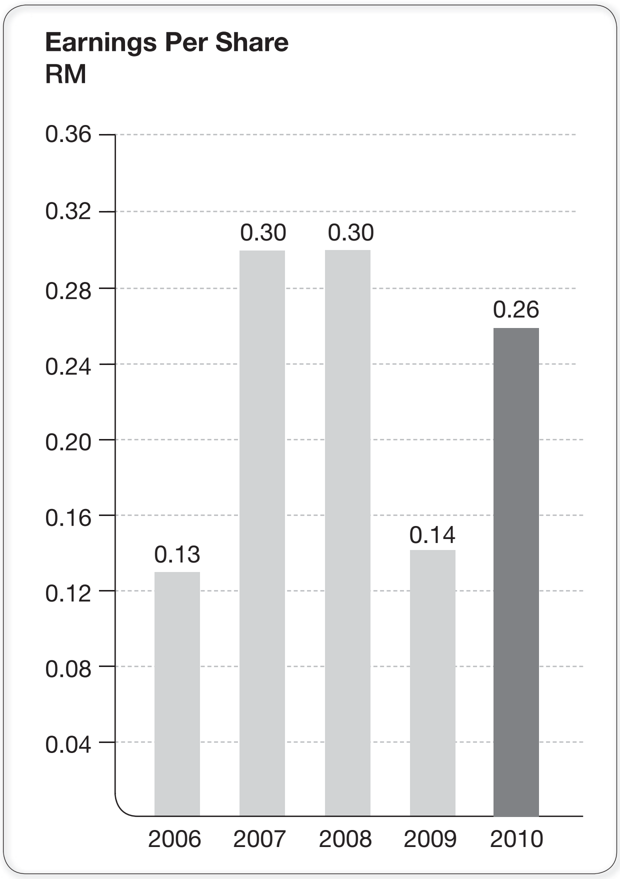
	2010 RM'000	2009 RM'000	2008 RM'000	2007 RM'000	2006 RM'000
Revenue	105,731	130,295	165,431	147,436	96,462
Profit before taxation	26,048	16,788	32,652	31,151	14,226
Profit after taxation	20,738	11,470	23,822	24,089	10,535
Paid-up Capital	80,064	80,064	80,064	80,064	80,064
Shareholders' funds	190,230	175,497	171,233	153,336	132,128
Total assets	214,664	214,755	213,857	185,327	157,845
Earnings per share (RM)	0.26	0.14	0.30	0.30	0.13
Net tangible assets per share (RM)	2.38	2.19	2.14	1.92	1.65
Gross dividend rate (%)	10	12	10	5	5

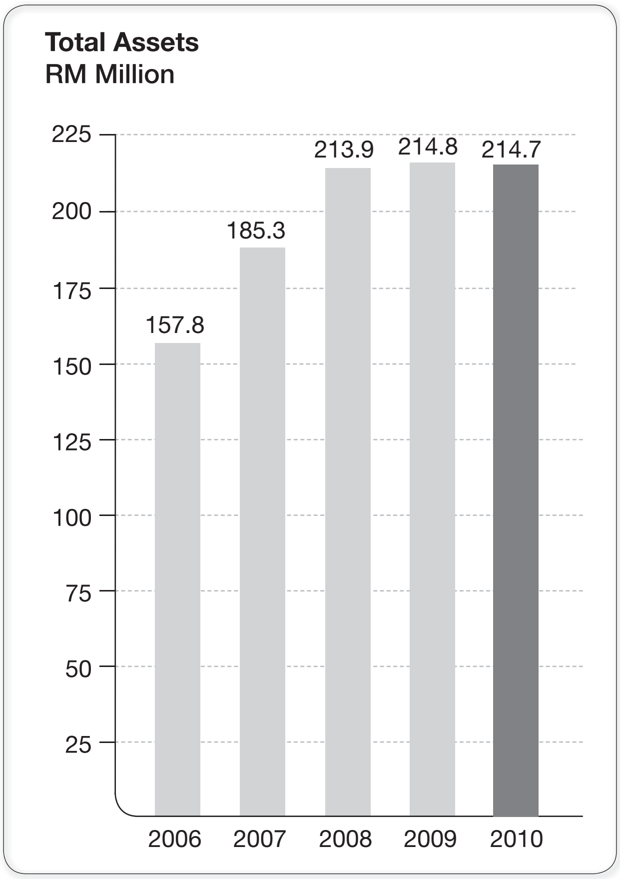





Profit After Taxation
RM Million
36
32
28
24
20
16
12
8
4
10.5
24.1
23.8
11.5
20.7
2006
2007
2008
2009
2010


Shareholders' Funds
RM Million
200
180
160
140
120
100
80
60
40
20
132.1
153.3
171.2
175.5
190.2
2006
2007
2008
2009
2010


Earnings Per Share
RM
0.36
0.32
0.28
0.24
0.20
0.16
0.12
0.08
0.04
0.13
0.30
0.30
0.14
0.26
2006
2007
2008
2009
2010


Total Assets
RM Million
225
200
175
150
125
100
75
50
25
157.8
185.3
213.9
214.8
214.7
2006
2007
2008
2009
2010

Financial Statements

The Directors hereby submit their report together with the audited financial statements of the Group and Company for the financial year ended 30 June 2010.

PRINCIPAL ACTIVITIES

The principal activities of the Company consist of investment holding and undertaking of piling contracts, civil engineering and building construction works and rental of plant and machinery. There have been no significant changes in the nature of these activities during the financial year.

The principal activities of the subsidiary companies are set out in Note 14 to the financial statements. There have been no significant changes in the nature of the subsidiary companies' activities during the financial year.

FINANCIAL RESULTS

	Group RM	Company RM
Profit attributable to equity holders	20,737,719	9,978,407

DIVIDENDS

The dividends paid by the Company since 30 June 2009 were as follows:

In respect of the financial year ended 30 June 2009 as shown in the Directors' Report for that financial year:

	RM
First and final dividend of 10 sen per share on 80,064,000 ordinary shares, less income tax of 25%, paid on 12 January 2010	6,004,800

The Directors now recommend the payment of a final gross dividend of 15 sen per share on 80,064,000 ordinary shares, less income tax of 25%, amounting to 9,007,200 which is subject to the approval of members at the forthcoming Annual General Meeting of the Company.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves and provisions during the financial year other than as disclosed in the financial statements.

DIRECTORS

The Directors who have held office during the period since the date of the last report are as follows:

Dr Chiu Hong Keong
Khoo Keow Pin
Khoo Yok Kee
Koo Git Loo @ Chiu Git Loo
Kong Kim Piew
Chang Cheng Wah
Arnold Kwan Poon Keong

In accordance with Article 73 of the Company's Articles of Association, Dr Chiu Hong Keong and Kong Kim Piew retire by rotation at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

DIRECTORS' BENEFITS

During and at the end of the financial year, no arrangements subsisted to which the Company is a party, being arrangements with the object or objects of enabling Directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than benefits disclosed in Note 9 to the financial statements) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

DIRECTORS' INTERESTS

According to the register of Directors' shareholdings, particulars of interests of Directors who held office at the end of the financial year in shares in the Company are as follows:

	Number of ordinary shares of RM1.00 each			
	At 1.7.2009	Acquired	Disposed	At 30.6.2010
Direct interests				
Dr Chiu Hong Keong	11,407,860	-	-	11,407,860
Khoo Keow Pin	5,041,652	-	-	5,041,652
Khoo Yok Kee	5,212,880	-	-	5,212,880
Koo Git Loo @ Chiu Git Loo	8,400	-	-	8,400

By virtue of their interests in the Company, the above Directors are deemed to have an interest in the shares of the subsidiary companies to the extent held by the Company.

	Number of ordinary shares of RM1.00 each			
	At 1.7.2009	Acquired	Disposed	At 30.6.2010
Indirect interests				
Dr Chiu Hong Keong*	29,016,158	140,900	-	29,157,058
Khoo Yok Kee*	29,016,158	140,900	-	29,157,058

* Deemed interest by virtue of their interest pursuant to Section 6A of the Companies Act, 1965.

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

STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS

Before the income statements and balance sheets of the Group and Company were made out, the Directors took reasonable steps:

(a) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and

(b) to ensure that any current assets, other than debts, which were unlikely to realise in the ordinary course of business their values as shown in the accounting records of the Group and Company had 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:

(a) which would render the amounts written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and Company inadequate to any substantial extent; or

(b) which would render the values attributed to current assets in the financial statements of the Group and Company misleading; or

(c) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and Company misleading or inappropriate.

STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS (CONTINUED)

No contingent or other liability 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 affect the ability of the Group or the Company to meet their obligations when they fall due.

At the date of this report, there does not exist:

(a) any charge on the assets of the Group or Company which has arisen since the end of the financial year which secures the liability of any other person; or

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

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 which would render any amount stated in the financial statements misleading.

In the opinion of the Directors,

(a) the results of the Group's and Company's operations during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature; and

(b) 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 to affect substantially the results of the operations of the Group and Company for the financial year in which this report is made.

CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and listed on the Main Market of the Bursa Malaysia Securities Berhad.

The number of employees in the Group and the Company at the end of the financial year was 256 (2009: 287) and 12 (2009: 15) respectively.

The address of the registered office and principal place of business of the Company is as follows:

No. 8, Jalan Majistret U1/26,
HICOM-Glenmarie Industrial Park,
40150 Shah Alam,
Selangor Darul Ehsan.

AUDITORS

The auditors, PricewaterhouseCoopers, have expressed their willingness to continue in office.

In accordance with a resolution of the Board of Directors dated 8 September 2010.

DR CHIU HONG KEONG	**KHOO KEOW PIN**
DIRECTOR	**DIRECTOR**

Shah Alam

INCOME STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
REVENUE	5	105,731,346	130,294,707	14,843,625	18,883,750
COST OF SALES		(83,794,094)	(107,739,142)	(5,167,642)	(4,605,121)
GROSS PROFIT		21,937,252	22,555,565	9,675,983	14,278,629
OTHER OPERATING INCOME		9,161,519	4,002,429	5,351,861	1,935,310
ADMINISTRATIVE EXPENSES		(2,521,588)	(2,069,176)	(690,314)	(422,898)
OTHER OPERATING EXPENSES		(2,382,104)	(7,701,353)	(2,066,710)	(6,854,176)
FINANCE COST	6	(40)	(117)	-	(5)
SHARE OF RESULTS OF ASSOCIATE COMPANY		(146,741)	658	-	-
PROFIT BEFORE TAXATION	7	26,048,298	16,788,006	12,270,820	8,936,860
TAXATION - Company and subsidiaries	10	(5,310,579)	(5,318,274)	(2,292,413)	(3,517,950)
NET PROFIT FOR THE FINANCIAL YEAR		20,737,719	11,469,732	9,978,407	5,418,910
PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		20,737,719	11,469,732	9,978,407	5,418,910
EARNINGS PER SHARE (SEN) - Basic	11	25.9	14.3		
DIVIDENDS PER SHARE (SEN)	12	10	12		

The notes set out on pages 28 to 60 form an integral part of these financial statements.

BALANCE SHEETS

AS AT 30 JUNE 2010

	Note	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
ASSETS					
NON CURRENT ASSETS					
Property, plant and equipment	13	49,734,969	51,945,994	35,011,211	36,177,439
Investments in subsidiary companies	14	-	-	7,222,404	7,438,884
Investment in an associate	15	99,536	246,277	-	-
Investment properties	16	299,460	300,000	150,000	150,000
		50,133,965	52,492,271	42,383,615	43,766,323
CURRENT ASSETS					
Amounts due from customers on contracts	17	984,649	262,065	-	-
Inventories	18	13,747,277	12,066,498	-	-
Tax recoverable		1,333,983	1,407,673	1,162,871	544,449
Receivables	19	51,039,057	53,542,266	2,244,964	606,611
Amounts due from subsidiary companies	20	-	-	3,301,600	12,556,107
Amount due from an associate	21	93,576	93,552	-	-
Short term investments	22	27,294,165	24,984,599	21,845,492	18,116,252
Short term deposits	23	61,069,049	66,050,209	45,708,869	47,403,190
Cash and bank balances	23	8,968,208	3,856,345	6,884,101	2,158,748
		164,529,964	162,263,207	81,147,897	81,385,357
TOTAL ASSETS		214,663,929	214,755,478	123,531,512	125,151,680
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the Company					
CAPITAL AND RESERVES					
Share capital	24	80,064,000	80,064,000	80,064,000	80,064,000
Share premium		3,485,518	3,485,518	3,485,518	3,485,518
Retained earnings	25	106,680,674	91,947,755	34,544,363	30,570,756
Total equity		190,230,192	175,497,273	118,093,881	114,120,274
NON CURRENT LIABILITY					
Deferred tax liabilities	26	5,240,385	4,850,427	4,419,701	4,124,252
CURRENT LIABILITIES					
Amounts due to customers on contracts	17	1,727,470	2,738,674	-	-
Payables	27	16,003,694	30,977,009	950,891	6,907,154
Amounts due to subsidiary company	20	-	-	67,039	-
Taxation		1,462,188	692,095	-	-
		19,193,352	34,407,778	1,017,930	6,907,154
Total liabilities		24,433,737	39,258,205	5,437,631	11,031,406
TOTAL EQUITY AND LIABILITIES		214,663,929	214,755,478	123,531,512	125,151,680

The notes set out on pages 28 to 60 form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

		← Attributable to equity holders of the Company →				
		Issued and fully paid ordinary shares of RM1.00 each				
	Note	Number of shares	Nominal value RM	Share premium RM	Retained earnings RM	Total equity RM
Group						
At 1 July 2009		80,064,000	80,064,000	3,485,518	91,947,755	175,497,273
Net profit for the financial year		-	-	-	20,737,719	20,737,719
Dividend for the financial year ended 30 June 2009	12	-	-	-	(6,004,800)	(6,004,800)
At 30 June 2010		80,064,000	80,064,000	3,485,518	106,680,674	190,230,192
At 1 July 2008		80,064,000	80,064,000	3,485,518	87,683,783	171,233,301
Net profit for the financial year		-	-	-	11,469,732	11,469,732
Dividend for the financial year ended 30 June 2008	12	-	-	-	(7,205,760)	(7,205,760)
At 30 June 2009		80,064,000	80,064,000	3,485,518	91,947,755	175,497,273

The notes set out on pages 28 to 60 form an integral part of these financial statements.

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Issued and fully paid ordinary shares of RM1.00 each Number of shares	Nominal value RM	Non-distributable Share premium RM	Distributable Retained earnings RM	Total equity RM
Company						
At 1 July 2009		80,064,000	80,064,000	3,485,518	30,570,756	114,120,274
Net profit for the financial year		-	-	-	9,978,407	9,978,407
Dividend for the financial year ended 30 June 2009	12	-	-	-	(6,004,800)	(6,004,800)
At 30 June 2010		80,064,000	80,064,000	3,485,518	34,544,363	118,093,881
At 1 July 2008		80,064,000	80,064,000	3,485,518	32,357,606	115,907,124
Net profit for the financial year		-	-	-	5,418,910	5,418,910
Dividend for the financial year ended 30 June 2008	12	-	-	-	(7,205,760)	(7,205,760)
At 30 June 2009		80,064,000	80,064,000	3,485,518	30,570,756	114,120,274

The notes set out on pages 28 to 60 form an integral part of these financial statements.

CASH FLOW STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
CASH FLOW FROM OPERATING ACTIVITIES					
Net profit for the financial year		20,737,719	11,469,732	9,978,407	5,418,910
Adjustments for:					
Depreciation of property, plant and equipment		6,656,009	6,284,827	5,276,230	4,722,381
Gain on disposal of property, plant and equipment		(40,010)	(219,405)	(31,000)	(217,000)
Property, plant and equipment written off		1,032	1,659	-	-
Depreciation of investment properties		9,200	9,201	5,352	5,352
Reversal of impairment loss of investment properties		(8,660)	(9,201)	(5,352)	(5,352)
(Gain)/loss on disposal of marketable securities		(5,571,470)	7,074,368	(3,723,383)	6,969,666
Net unrealised loss on foreign exchange		27,606	203,183	32,356	186,876
Allowance/(reversal) for diminution in value of marketable securities		37,800	(2,491,391)	37,800	(2,491,391)
Impairment losses of investment in subsidiary companies		-	-	216,478	649,085
Interest income		(1,291,038)	(1,512,618)	(896,188)	(1,097,834)
Interest expense		40	117	-	5
Dividend income		(783,356)	(715,815)	(8,637,403)	(7,573,347)
Taxation		5,310,579	5,318,274	2,292,413	3,517,950
Share of results of associate company		146,741	(658)	-	-
		25,232,192	25,412,273	4,545,710	10,085,301
Changes in working capital:					
Net amounts due to customers on contracts		(1,733,788)	(5,823,225)	-	-
Inventories		(1,680,778)	(1,013,525)	-	-
Receivables		4,147,053	22,211,625	(1,682,269)	172,732
Payables		(10,371,801)	(3,875,759)	69,637	(187,273)
Balances with an associate		(24)	445,137	-	-
Balances with subsidiary companies		-	-	705,102	5,892,641
Cash from operations		15,592,854	37,356,526	3,638,180	15,963,401
Tax paid		(4,272,790)	(5,736,219)	(531,252)	(1,265,834)
Tax refund		305,010	131,145	-	11,944
Interest income received		1,222,337	1,546,915	845,059	1,139,989
Interest expense paid		(40)	(117)	-	(5)
Net cash flow from operating activities		12,847,371	33,298,250	3,951,987	15,849,495

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010 (CONTINUED)

	Note	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
CASH FLOW FROM INVESTING ACTIVITIES					
Purchase of property, plant and equipment		(10,137,479)	(1,580,994)	(9,800,275)	(1,338,750)
Proceeds from disposal of property, plant and equipment		80,550	236,120	70,350	217,000
Purchase of marketable securities		(34,570,821)	(33,992,338)	(29,301,857)	(26,165,750)
Proceeds from disposal of marketable securities		37,348,456	29,705,542	29,057,535	25,078,984
Proceeds from strike off of investment in subsidiary		-	-	2	-
Dividend income received		661,554	1,141,222	6,540,526	5,744,632
Net repayments from subsidiary companies		-	-	8,616,443	2,633,200
Net cash flow (used in)/from investing activities		(6,617,740)	(4,490,448)	5,182,724	6,169,316
CASH FLOW FROM FINANCING ACTIVITY					
Dividends paid		(6,004,800)	(7,205,760)	(6,004,800)	(7,205,760)
Net cash used in financing activity		(6,004,800)	(7,205,760)	(6,004,800)	(7,205,760)
NET INCREASE IN CASH AND CASH EQUIVALENTS		224,831	21,602,042	3,129,911	14,813,051
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		69,906,554	48,507,695	49,561,938	34,935,763
CURRENCY TRANSLATION DIFFERENCES		(94,128)	(203,183)	(98,879)	(186,876)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	23	70,037,257	69,906,554	52,592,970	49,561,938

The notes set out on pages 28 to 60 form an integral part of these financial statements.

1 GENERAL INFORMATION

The principal activities of the Company consist of investment holding and undertaking of piling contracts, civil engineering and building construction works and rental of plant and machinery.

There have been no significant changes in the nature of these activities during the financial year.

The principal activities of the subsidiary companies are set out in Note 14 to the financial statements.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unless otherwise stated, the following accounting policies have been applied consistently in dealing with items that are considered material in relation to the financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

The financial statements of the Group and Company have been prepared in accordance with the provisions of the Companies Act, 1965 and Financial Reporting Standards, the Malaysian Accounting Standards Board's ("MASB") Approved Accounting Standards in Malaysia for Entities Other than Private Entities.

The financial statements have been prepared under the historical cost convention except as disclosed in this summary of significant accounting policies.

The preparation of financial statements in conformity with Financial Reporting Standards requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. It also requires Directors to exercise their judgment in the process of applying the Group's accounting policies. Although these estimates and judgment are based on the Directors' best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 4 to the financial statements.

(i) <u>Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and Company and are effective</u>

The new accounting standard effective for the Group financial year ended 30 June 2010 is as follows:

- FRS 8 Operating Segments (effective for annual period beginning on or after 1 July 2009) replaces FRS 114_{2004} Segment Reporting. The new standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The improvement to FRS 8 (effective from 1 January 2010) clarifies that entities that do not provide information about segment assets will no longer need to report this information. Prior year comparatives must be restated. There are no changes to the classification of segment information arising from the adoption of this standard.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Company but not yet effective

The new and revised standards, and interpretations that are applicable to the Group and the Company, but which the Group and the Company has not early adopted, are as follows:

- The revised FRS 3 Business combinations (effective prospectively from 1 July 2010). The revised standard continues to apply the acquisition method to business combinations, with some significant changes. For example, all payments to purchase a business are to be recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently re-measured through the income statement. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair vale or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs should be expensed. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. This standard is not expected to have any material impact to the Group and the Company.

- The revised FRS 101 Presentation of Financial Statements (effective from 1 January 2010) prohibits the presentation of items of income and expenses (that is, 'non-owner changes in equity') in the statement of changes in equity. 'Non-owner changes in equity' are to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). Where entities restate or reclassify comparative information, they will be required to present a restated balance sheet as at the beginning comparative period in addition to the current requirement to present balance sheets at the end of the current period and comparative period. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. This revised FRS does not have any impact on the financial statements of the Group and of the Company.

- The revised FRS 127 Consolidated and separate financial statements (effective prospectively from 1 July 2010) requires the effects of all transactions with non-controlling interests to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is re-measured to fair value, and a gain or loss is recognised in profit or loss. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. This standard is not expected to have any material impact to the Group and the Company.

- FRS 139 Financial Instruments: Recognition and Measurement (effective from 1 January 2010) establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. Hedge accounting is permitted under strict circumstances. Amendments to FRS 139 provide further guidance on eligible hedged items. The amendment provides guidance for two situations. On the designation of a one-sided risk in a hedged item, the amendment concludes that a purchased option designated in its entirety as the hedging instrument of a one-sided risk will not be perfectly effective. The designation of inflation as a hedged risk or portion is not permitted unless in particular situations. The improvement to FRS 139 clarifies that the scope exemption in FRS 139 only applies to forward contracts but not options for business combinations that are firmly committed to being completed within a reasonable timeframe. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. The Group and the Company has applied the transitional provision in the standard which exempt entities from disclosing the possible impact arising from the initial application of the standard on the financial statements of the Group and the Company.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Company but not yet effective (continued)

The new and revised standards, and interpretations that are applicable to the Group and the Company, but which the Group and the Company has not early adopted, are as follows: (continued)

- FRS 7 Financial Instruments: Disclosures (effective from 1 January 2010) provides information to users of financial statements about an entity's exposure to risks and how the entity manages those risks. The improvement FRS 7 clarifies that entities must not present total interest income and expense as a net amount within finance costs on the face of the income statement. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. The Group and the Company has applied the transitional provision in the standard which exempt entities from disclosing the possible impact arising from the initial application of the standard on the financial statements of the Group and the Company.

- Amendments to FRS 7 Financial Instruments: Disclosures and FRS 1 First-time Adoption of Financial Reporting Standards (effective from 1 January 2011) requires enhanced disclosures about fair value measurement and liquidity risk. In particular, the amendment requires disclosure of fair value measurements by level of a fair value measurement hierarchy. The Group and the Company will apply this standard from financial year beginning on 1 July 2011. This standard is not expected to have any material impact to the Group and the Company.

- The amendment to FRS 1 First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate (effective from 1 January 2010) allows first-time adopters to use a deemed cost of either fair value or the carrying amount under previous accounting practice to measure the initial cost of investments in subsidiaries, jointly controlled entities and associates in the separate financial statements. The amendment also removes the definition of the cost method from FRS 127 and requires investors to present dividends as income in the separate financial statements. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. This standard is not expected to have any material impact to the Group and the Company.

- IC Interpretation 9 Reassessment of Embedded Derivatives (effective for annual period beginning on or after 1 January 2010). IC Interpretation 9 requires an entity to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative when the entity first becomes a party to the contract. Subsequent reassessment is prohibited unless there is a change in the terms of the contract that significantly modifies the cash flows that otherwise would be required under the contract, in which case reassessment is required. The improvement to IC Interpretation 9 (effective 1 July 2010) clarifies that this interpretation does not apply to embedded derivatives in contracts acquired in a business combination, businesses under common control or the formation of a joint venture.

  The Group and the Company will apply this standard from financial year beginning on 1 July 2010. The standard is not expected to have any material impact to the Group and the Company.

- IC Interpretation 10 Interim Financial Reporting and Impairment (effective for annual period beginning on or after 1 January 2010). IC Interpretation 10 prohibits the impairment losses recognised in an interim period on goodwill and investments in equity instruments and in financial assets carried at cost to be reversed at a subsequent balance sheet date. The Group and the Company will apply this standard from financial year beginning on 1 July 2010. This standard is not expected to have any material impact to the Group and the Company.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Company but not yet effective (continued)

The following amendments are part of the MASB improvements projects:

- FRS 5 Non-current assets held for sale and discontinued operations

  - Improvement effective from 1 January 2010 clarifies that FRS 5 disclosures apply to non-current assets or disposal groups that are classified as held for sale and discontinued operations.
  - Improvement effective from 1 July 2010 clarifies that all of a subsidiary's assets and liabilities are classified as held for sale if a partial disposal sale plan results in loss of control. Relevant disclosure should be made for this subsidiary if the definition of a discontinued operation is met.
  - The amendment is not expected to have any material impact to the Group and the Company.

- FRS 107 Statement of Cash Flows (effective from 1 January 2010) clarifies that only expenditure resulting in a recognised asset can be categorised as a cash flow from investing activities. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 110 Events After the Balance Sheet Date (effective from 1 January 2010) reinforces existing guidance that a dividend declared after the reporting date is not a liability of an entity at that date given that there is no obligation at that time. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 116 Property, Plant and Equipments (consequential amendment to FRS 107 Statement of Cash Flows) (effective from 1 January 2010) requires entities whose ordinary activities comprise of renting and subsequently selling assets to present proceeds from the sale of those assets as revenue and should transfer the carrying amount of the asset to inventories when the asset becomes held for sale. A consequential amendment to FRS 107 states that cash flows arising from purchase, rental and sale of those assets are classified as cash flows from operating activities. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 117 Leases (effective from 1 January 2010) clarifies that the default classification of the land element in a land and building lease is no longer an operating lease. As a result, leases of land should be classified as either finance or operating, using the general principles of FRS 117. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 118 Revenue (effective from 1 January 2010) provides more guidance when determining whether an entity is acting as a 'principal' or as an 'agent'. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 119 Employee Benefits (effective from 1 January 2010) clarifies that a plan amendment that results in a change in the extent to which benefit promises are affected by future salary increases is a curtailment, while an amendment that change benefits attributable to past service gives rise to a negative past service cost if it results in a reduction in the present value of the defined benefit obligation. The definition of return on plan assets has been amended to state that plan administration costs are deducted in the calculation of return on plan assets only to the extent that such costs have been excluded from measurement of the defined benefit obligation. The amendment is not expected to have any material impact to the Group and the Company.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Company but not yet effective (continued)

The following amendments are part of the MASB improvements projects: (continued)

- FRS 120 Accounting for government grants (effective from 1 January 2010) clarifies that the benefit of a below market rate government loan is accounted for in accordance with FRS 120. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 127 Consolidated & separate financial statements (effective from 1 January 2010) clarifies that where an investment in a subsidiary that is accounted for under FRS 139 is classified as held for sale under FRS 5, FRS 139 would continue to be applied. The amendment will not have an impact on the Group and the Company's operations because it is the Group's policy for an investment in subsidiary to be recorded at cost in the standalone accounts of each entity.

- FRS 128 Investments in Associates (effective from 1 January 2010) clarifies that an investment in an associate is treated as a single asset for impairment testing purposes. Reversals of impairment are recorded as an adjustment to the carrying amount of the investment to the extent that the recoverable amount of the associate increases. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 128 Investments in Associates and FRS 131 Interests in Joint Ventures (consequential amendments to FRS 132 Financial Instruments: Presentation and FRS 7 Financial Instruments: Disclosure) (effective from 1 January 2010) clarify that where an investment in associate or joint venture is accounted for in accordance with FRS 139, only certain, rather than all disclosure requirements in FRS 128 or FRS 131 need to be made in addition to disclosures required by FRS 132 and FRS 7. The amendment is not expected to have any material impact to the Group and the Company.

- FRS 132 Financial instruments: Presentation (effective from 1 January 2010) removes the transitional provision that exempted entities from applying the component part classification for a compound instrument issued before 1 January 2003. Upon adoption of FRS 139, entities are required to classify the compound financial instruments into its liability and equity elements.

- FRS 134 Interim Financial Reporting (effective from 1 January 2010) clarifies that basis and diluted earnings per share ("EPS") must be presented in an interim report only in the case when the entity is required to disclose EPS in its annual report. The amendment is not expected to have any material impact to the Group and the Company.

- Amendment (effective from 1 March 2010) on classification of rights issues addresses accounting for rights issues that are denominated in a currency other than the functional currency of the issuer. Provided certain conditions are met, such rights are now classified as equity instruments instead of as derivative liabilities, regardless of the currency in which the exercise price is denominated.

- FRS 136 Impairment of Assets (effective from 1 January 2010) clarifies that the largest cash-generating unit (or group of units) to which goodwill should be allocated for the purposes of impairment testing is an operating segment before the aggregation of segments with similar economic characteristics. The improvement also clarifies that where fair value less costs to sell is calculated on the basis of discounted cash flows, disclosures equivalent to those for value in use should be made. The amendment is not expected to have any material impact to the Group and the Company.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards, amendments to published standards and interpretations to existing standards that are applicable to the Group and the Company but not yet effective (continued)

The following amendments are part of the MASB improvements projects: (continued)

- The following standards will be effective for annual period beginning on or after 1 January 2010. The Combined Entity will apply these standards from financial year beginning on 1 July 2010. The Group and the Company has applied the transitional provision in the respective standards which exempts entities from disclosing the possible impact arising from the initial application of the standard on the financial statements of the Group and the Company.

  -Amendments and improvements to FRS 7 Financial Instruments: Disclosure
  -Amendments to FRS 139 on Eligible Hedged Items
  -Improvements to FRS 139 Financial Instruments: Recognition and Measurement
  -Improvements to IC Interpretation 9 Reassessment of Embedded Derivates

(iii) Standards, amendments to published standards and interpretations to existing standards that are not yet effective and not relevant for the Group and Company

- FRS 4 Insurance Contracts (effective from 1 January 2010)
- FRS 123 Borrowing Costs (effective from 1 January 2010)
- FRS 138 Intangible Assets (effective from 1 January 2010)
- Amendments to FRS 2 Share-based Payments (effective from 1 January 2010).
- Amendment to FRS 1 First-time Adoption of Financial Reporting Standards
- Amendment to FRS 1 Additional exemptions for the first time adopters (effective from 1 January 2011).
- Amendment to FRS 2 Group cash-settled share based payment transactions (effective from 1 January 2011).
- IC Interpretation 4 Determining whether an arrangement contains a Lease (effective from 1 January 2011).
- IC Interpretation 11 FRS 2 Group and Treasury Share Transactions (effective from 1 January 2010).
- IC Interpretation 12 Service Concession Arrangements (effective from 1 July 2010).
- IC Interpretation 13 Customer loyalty programmes (effective from 1 July 2010).
- IC Interpretation 14 FRS 119 The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction (effective from 1 July 2010).
- IC Interpretation 15 Agreements for Construction of Real Estates (effective from 1 July 2010).
- IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation (effective from 1 July 2010).
- IC Interpretation 17 Distribution of Non-Cash Assets to Owners (effective from 1 July 2010).
- IC Interpretation 18 Transfers of Assets from customers (effective from 1 January 2011).

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Economic entities in the Group

(i) Subsidiary companies

Subsidiary companies are those companies in which the Group has power to exercise control over the financial and operating policies so as to obtain benefits from their activities. Subsidiary companies are consolidated from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases.

Under the purchase method of accounting, the results of subsidiary companies acquired or disposed of are included from the date of acquisition up to the date of disposal. At the date of acquisition, the fair values of the subsidiary companies' net assets are determined and these values are reflected in the consolidated financial statements. The excess of the cost of acquisition over the fair value of the Group's share of the subsidiary companies' identifiable net assets at the date of acquisition is reflected as goodwill. The excess of the fair value of the Group's share of the subsidiary companies' identifiable net assets over the cost of acquisition at the date of acquisition is recognised immediately in the income statement.

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

Where an indication of impairment exists, the carrying amount of the asset is assessed and written down immediately to its recoverable amount.

The gain or loss on disposal of a subsidiary company is the difference between the net disposal proceeds and the Group's share of the subsidiary company's net assets as of the date of disposal, including the cumulative amount of any exchange differences that relate to that subsidiary company which were previously recognised in equity, and is recognised in the Consolidated Income Statements.

(ii) Associates

Associates are enterprises in which the Group exercises significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the associates but not control over those policies. Investments in associates are accounted for in the consolidated financial statements by the equity method of accounting.

Equity accounting involves recognising in the income statement the Group's share of the results of associates for the financial year. The Group's investments in associates are carried in the balance sheet at an amount that reflects its share of the net assets of the associates and includes goodwill (net of accumulated amortisation) on acquisition. Equity accounting is discontinued when the carrying amount of the investment in an associate reaches zero, unless the Group has incurred obligations or guaranteed obligations in respect of the associate.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates; unrealised losses are also eliminated unless the transaction provides evidence on impairment of the asset transferred. Where necessary, in applying the equity method, adjustments are made to the financial statements of associates to ensure consistency of accounting policies with those of the Group.

Where an indication of impairment exists, the carrying amount of the asset is assessed and written down immediately to its recoverable amount. The accounting policy on Impairment of Assets is set out on Note 2(g).

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Revenue recognition

(i) Construction contracts

Revenue from construction contracts is recognised based on the percentage of completion method as described in Note 2(i).

(ii) Sale of goods

Revenue from the sale of goods is based on the value invoiced to customers during the financial year less returns and is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

(iii) Rental of machinery

Revenue from rental of machinery are recognised upon performance of services rendered and acceptance of services rendered by customers.

(iv) Dividend

Dividend income is recognised when the Group's and the Company's right to receive payment is established.

(v) Interest income

Interest income is recognised on a time proportion basis taking into account the principal outstanding and the effective rate over the period to maturity, when it is determined that such income will accrue to the Group and the Company.

(d) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance expenses are charged to the income statement during the financial year in which they are incurred.

Freehold land is not depreciated as it has an infinite life. Other property, plant and equipment are depreciated on a straight line basis to write off the cost of the assets to their residual values over their estimated useful lives, at the following rates:

Freehold building	2%
Plant and machinery	10% - 20%
Motor vehicles	20%
Site equipment	10% - 20%
Site office and workshop	10% - 40%
Office equipment	10% - 40%
Furniture and fittings	10%
Office renovation	10%

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Property, plant and equipment (continued)

Work in progress is not depreciated. Depreciation on assets under construction commences when the assets are ready for their intended use. Upon completion, the related costs will be transferred to the respective categories of assets.

Residual values and useful lives of assets are reviewed and adjusted if appropriate, at each balance sheet date.

At each balance sheet date, the Group assesses whether there is any indication of impairment. If such indications exist, an analysis is performed to assess whether the carrying amount of the asset is fully recoverable. A write down is made if the carrying amount exceeds the recoverable amount. See accounting policy Note 2(g) on impairment of assets.

Gains and losses on disposals are determined by comparing proceeds with carrying amount and are included in profit/(loss) before taxation.

(e) Investments

Investments in subsidiary companies and associates are stated at cost. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

Marketable securities (within current assets) are carried at the lower of cost and market value, determined on an aggregate portfolio basis. Cost is derived on a weighted average basis. Market value is calculated by reference to stock exchange quoted selling prices at the close of business on the balance sheet date. Increases or decreases in the carrying amount of marketable securities are credited or charged to the income statement.

On disposal of investment, the difference between net disposal proceeds and its carrying amount is charged/credited to the income statement. For marketable securities carried on a portfolio basis at the lower of cost and market value, the gain or loss on disposal should be calculated based on cost.

(f) Investment properties

Investment properties, comprising principally land and buildings, are held for long term rental yields or for capital appreciation or both, and are not occupied by the Group or the Company.

Investment properties are stated at cost less any accumulated depreciation and accumulated impairment losses. Freehold land is not depreciated. Buildings are depreciated on a straight line basis to write off the cost of the buildings to their residual values over their estimated useful lives of 50 years.

At each balance sheet date, the Directors assess whether there is any indication of impairment. If such indication exists, an analysis is performed to assess whether the carrying amount of the asset is fully recoverable. A write down is made if the carrying amount exceeds the recoverable amount. See accounting policy Note 2(g) on impairment of assets.

On disposal of an investment property, the difference between the net disposal proceeds and the carrying amount is charged or credited to the income statement.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Impairment of assets

Property, plant and equipment and other non-current assets are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. The value in use is the net present value of the projected cash flows derived from the asset discounted at the appropriate discount rate. For the purposes of assessing impairment, assets are grouped at the lowest level for which there is separately identifiable cash flows.

The impairment loss is charged to the income statement and any subsequent increase in recoverable amount is recognised in the income statement to the extent of the amount originally charged as impairment loss.

(h) Inventories and properties acquired for resale

(i) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis. Work-in-progress and finished goods comprise raw materials, direct labour, other direct charges and related production overheads, but excludes interest expense. Net realisable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

(ii) Properties acquired for resale

Properties acquired for resale are stated at the lower of cost and net realisable value. Cost is determined on a specific identification basis. Properties acquired for resale purposes comprise land, direct building costs and other related development costs.

(i) Construction contracts

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that it is probable will be recoverable and contract costs are recognised as expenses when incurred.

When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs are recognised over the period of the contract as revenue and expenses respectively. The Group uses the percentage of completion method to determine the appropriate amount of revenue and costs to recognise in a given period; the stage of completion is measured by reference to the proportion that contract costs incurred for work performed to date bear to the estimated total costs for the contract. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

The aggregate of the costs incurred and the profit or loss recognised on each contract is compared against the progress billings up to the financial year end. Where costs incurred and recognised profits (less recognised losses) exceed progress billings, the balance is shown as 'Amounts due from customers on contracts'. Where progress billings exceed costs incurred plus recognised profits (less recognised losses), the balance is shown as 'Amounts due to customers on contracts'.

(j) Receivables

Trade and other receivables are carried at anticipated realisable values. Specific allowances are made for doubtful debts, which have been individually reviewed and identified by the Directors as bad or doubtful. Bad debts are written off when identified.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Payables

Payables are stated at cost which is the fair values of the consideration to be paid in the future for goods and services received.

(l) Taxation

Current tax expense is determined according to the Malaysian tax jurisdiction in which the Company operates.

Deferred taxation is recognised in full, using the liability method, on temporary differences arising between the amounts attributed to assets and liabilities for tax purposes and their carrying amounts in the financial statements.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences or unused tax losses can be utilised.

Deferred tax is determined using tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realised or deferred tax liability is settled.

(m) Foreign currencies

(i) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The financial statements are presented in Ringgit Malaysia, which is the Company's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions in the Group and the Company are accounted for at exchange rates prevailing at the transaction dates. Foreign currency monetary assets and liabilities are translated at exchange rates prevailing at the balance sheet date. Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are included in the income statement.

(n) Employee benefits

(i) Short term employee benefits

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

(ii) Defined contribution plans

The Group's and the Company's contributions to a defined contribution plan namely the Employees Provident Fund are charged to the income statement in the financial year to which they relate. Once the contributions have been paid, the Group and the Company has no further obligations.

(o) Cash and cash equivalents

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(p) Financial instruments

(i) Description

A financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of an other enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or another financial assets from another enterprise, a contractual right to exchange financial instruments with another enterprise under conditions that are potentially favourable, or an equity instrument of another enterprise.

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or to exchange financial instruments with another enterprise under conditions that are potentially unfavourable.

(ii) Financial instruments recognised on the balance sheet

The particular recognition method adopted for financial instruments recognised on the balance sheet is disclosed in the individual accounting policy statements associated with each item.

(iii) Financial instruments not recognised on the balance sheet

The Group and the Company enters into foreign currency forward contracts to protect the Group and the Company from movements in exchange rates by establishing the rate at which a foreign currency asset or liability will be settled.

Exchange gains or losses on contracts are recognised when settled at which time they are included in the measurement of the transaction hedged.

(iv) Fair value estimation for disclosure purposes

In assessing the fair value of financial instruments, the Group and the Company uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date.

The fair value of investment properties is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset.

The fair value of marketable securities is based on quoted market prices at the balance sheet date.

The face values for financial assets (less any estimated credit adjustments) and liabilities with a maturity of less than one year except for marketable securities are assumed to approximate their fair values.

(q) Segmental information

Segment reporting is presented for enhanced assessment of the Group's risks and returns as each business or geographical segment is subject to risks and returns that are different from the other business or geographical segments.

Segment revenue, expenses, assets and liabilities are those amounts resulting from the operating activities of a segment that are directly attributable to the segment and the relevant portion that can be allocated on a reasonable basis to the segment.

Segment revenue, expenses, assets and liabilities are determined before intragroup balances and intragroup transactions are eliminated as part of the consolidation process.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(r) Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources will be required to settle the obligation, and when a reliable estimate of the amount can be made. Where the Group expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. When the effect of the time value of money is material, the amount of provision is the present value of the expenditure expected to be required to settle the obligation. Provisions are not recognised for future operating losses.

(i) Onerous contracts

The Group recognises a provision for onerous contracts when the expected benefits to be derived from a contract are less than the unavoidable costs of meeting the obligations under the contract or estimated costs of exiting the contract.

3 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's financial risk management policy seek to ensure that adequate financial resources are available for the development of the Group's business whilst managing its interest rate risk, foreign currency exchange risk, credit risk and liquidity and cash flow risk. The Group operates within clearly defined guidelines that are approved by the Board and the Group's policy is not to engage in speculative transactions. Financial risk management is carried out through risk reviews, internal control systems and insurance programme.

(i) Interest rate and market risk

The Group's income and operating cash flows are substantially independent of changes in market interest rates. Surplus funds are placed with licensed financial institutions to generate interest income to the Group pending other investment opportunities. The Group monitors the performance of the fund managers closely and is aware of the guidelines that these managers practice in their management of the Group's surplus funds.

(ii) Foreign currency exchange risk

The Group incurs foreign currency risk on sales and purchases that are denominated in a currency other than Ringgit Malaysia. The Group hedges a portion of foreign trade payables denominated in foreign currency when the need arises. All foreign exchange contracts are for the purpose of hedging to protect the Group from foreign currency fluctuations and the Group is not allowed to trade other than for the purposes of hedging.

(iii) Credit risk

Credit risk, or the risk of counterparties defaulting, is controlled by the application of credit approvals, limits and monitoring procedures. Credit risk is minimised and monitored by strictly limiting the Group's associations to business partners with high creditworthiness. Trade receivables are monitored on an ongoing basis through the Group's management reporting procedures.

(iv) Liquidity and cash flow risk

The Group's policy on liquidity risk management is to maintain sufficient cash and funding through adequate amounts of committed credit facilities and credit lines for working capital requirements.

3 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(v) Government grants

Government grants are recognised in the income statement on a systematic basis over the periods in which the Group recognises as expenses the related cost for which the grants are intended to compensate.

(i) Capital grants

Government grants relating to capital expenditure are deferred or recognised in the income statement over the period necessary to match them with the costs they are intended to compensate. Government grants relating to the purchase of plant and equipment are included in current liabilities as deferred income or are credited to the income statement on a straight line basis over the expected lives of the related assets.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Group's results and financial position are tested for sensitivity to changes in the underlying parameters. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below:

(a) Construction contracts

The Group recognises contract profits based on percentage of completion method. The stage of completion is measured by reference to the contract costs incurred to date to the estimated total costs for the contract.

Significant judgment is required in determining the estimated total contract costs, and hence the stage of completion as well as the recoverability of the contract. In making the judgment, the Group relied on past experience and work of specialist.

The Group also make significant judgements and estimates upon physical completion of projects including variation orders, mainly in respect of estimating provisional deduction for progress billings. Any changes in any of the components may have significant impact on the financial position of the Group.

(b) Income taxes

Significant judgment is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the financial year in which such determination is made.

5 REVENUE

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Construction contracts	65,413,359	89,026,130	-	-
Sale of goods	40,217,987	41,268,577	-	-
Dividend income from subsidiary company (gross)	-	-	8,000,000	7,000,000
Income from rental of machinery	100,000	-	6,843,625	11,883,750
	105,731,346	130,294,707	14,843,625	18,883,750

6 FINANCE COST

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Interest expense:				
- Bank overdraft	40	117	-	5

7 PROFIT BEFORE TAXATION

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Profit before taxation is arrived at after charging:				
Auditors’ remuneration	101,850	103,850	32,000	32,000
Allowance for bad and doubtful debts:				
- advances to subsidiary companies	-	-	28,180	-
- others	191,994	350,762	188,819	-
Bad debts written off	4,470	32	-	-
Depreciation of				
- property, plant and equipment	6,656,009	6,284,827	5,276,230	4,722,381
- investment properties	9,200	9,201	5,352	5,352
Property, plant and equipment written off	1,032	1,659	-	-
Inventories written off	264,082	324,478	-	-
Write down in value of inventories	-	13,981	-	-
Staff costs (including remuneration of Executive Directors) (Note 8)	11,403,232	10,961,909	2,263,275	2,021,672
Loss on disposal of marketable securities	-	7,074,368	-	6,969,666
Allowance for diminution in value of marketable securities	37,800	-	37,800	-
Rental of accommodation	64,810	52,540	-	-
Rental of factory	264,000	276,500	-	-
Impairment losses of investment in subsidiary companies	-	-	216,478	649,085
Net realised loss on foreign exchange	-	123,860	-	56,010
Net unrealised loss on foreign exchange	27,606	203,183	32,356	186,876
Sub-contractor costs	5,716,776	4,360,737	-	-
Direct construction materials	25,591,846	32,958,368	-	-
Raw materials consumed	24,352,930	26,664,567	-	-

7 PROFIT BEFORE TAXATION (CONTINUED)

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
and after crediting:				
Dividend income from marketable securities (gross)	783,356	715,815	637,403	573,347
Gain on disposal of property, plant and equipment	40,010	219,405	31,000	217,000
Gain on disposal of marketable securities	5,571,470	-	3,723,383	-
Interest income	1,291,038	1,512,618	896,188	1,097,834
Net realised gain on foreign exchange	1,257	-	-	-
Reversal of impairment loss of investment properties	8,660	9,201	5,352	5,352
Reversal of allowance for diminution in value of marketable securities	-	2,491,391	-	2,491,391
Reversal of allowance for bad and doubtful debts	343,025	38,805	-	-

Construction contract cost of the Group recognised as an expense during the financial year amounted to RM50,596,600 (2009: RM72,005,992). Cost of inventories of the Group recognised as an expense during the financial year amounted to RM33,197,494 (2009: RM35,733,150). Included in cost of sales of the Group and Company is depreciation expense amounting to RM6,430,431 (2009: RM6,054,899) and RM5,167,642 (2009: RM4,605,121) respectively.

8 STAFF COSTS

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Wages, salaries and bonuses	10,111,732	9,759,464	2,021,622	1,806,552
Defined contribution plan	1,026,807	980,340	235,612	209,547
Other employee benefits	264,693	222,105	6,041	5,573
	11,403,232	10,961,909	2,263,275	2,021,672

9 DIRECTORS' REMUNERATION (INCLUDING REMUNERATION OF EXECUTIVE DIRECTORS)

	Group		Company	
	2010 RM	2009 RM	2010 RM	2009 RM
Executive Directors:				
- salaries	1,024,800	993,600	844,800	813,600
- bonuses	243,000	243,000	207,000	207,000
- defined contribution plan	157,536	153,792	126,216	122,472
- benefits-in-kind	21,800	21,800	21,800	21,800
Non-Executive Directors:				
- fees	45,000	40,000	45,000	40,000
	1,492,136	1,452,192	1,244,816	1,204,872

9 DIRECTORS' REMUNERATION (INCLUDING REMUNERATION OF EXECUTIVE DIRECTORS) (CONTINUED)

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Directors of the subsidiary companies:				
Executive Directors of a subsidiary company:				
- salaries	206,880	203,280	-	-
- bonuses	52,140	56,000	-	-
- defined contribution plan	38,853	38,892	-	-
- benefits-in-kind	4,800	4,800	-	-
	302,673	302,972	-	-
	1,794,809	1,755,164	1,244,816	1,204,872
Total (excluding benefits-in-kind)	1,768,209	1,728,564	1,223,016	1,183,072

10 TAXATION

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Current taxation				
- Company and subsidiaries	4,897,353	3,792,055	2,308,181	2,543,440
- Under/(over) provision in respect of prior years	23,268	50,902	(311,217)	2,038
	4,920,621	3,842,957	1,996,964	2,545,478
Deferred taxation (Note 26)	389,958	1,475,317	295,449	972,472
	5,310,579	5,318,274	2,292,413	3,517,950

The explanation of the relationship between tax expense and profit before taxation differs from the statutory tax rate of 25% (2009: 25%) is reconciled as follows:

	Group		Company	
	2010	2009	2010	2009
	%	%	%	%
Statutory income tax rate	25.0	25.0	25.0	25.0
Tax effects of:				
- change in tax rate	-	0.3	-	-
- income not subject to tax	(5.7)	(0.7)	(8.2)	(1.1)
- expenses not deductible for tax purposes	0.6	7.4	1.6	15.5
- under/(over) provision of tax in prior years	0.1	0.3	0.3	-
- utilisation of previously unrecognised deferred tax assets	-	(0.6)	-	-
- deferred tax assets not recognised	0.4	-	-	-
Average effective tax rate	20.4	31.7	18.7	39.4

11 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the Group's profit attributable to equity holders by the weighted average number of ordinary shares in issue during the financial year.

	Group 2010	Group 2009
Profit attributable to equity holders of the Company (RM)	20,737,719	11,469,732
Weighted average number of ordinary shares in issue	80,064,000	80,064,000
Basic earnings per share (sen)	25.9	14.3

The Group does not have in issue any financial instruments or other contracts that may entitle its holder to ordinary shares and therefore dilute its basic earnings per share.

12 DIVIDENDS

	Group and Company			
	2010		2009	
	Gross per share sen	Amount of dividend net of tax RM	Gross per share sen	Amount of dividend net of tax RM
Final dividends on ordinary shares less income tax at 25% (2009: 25%) for the financial year ended:				
- 30 June 2009	10	6,004,800	-	-
- 30 June 2008	-	-	12	7,205,760
	10	6,004,800	12	7,205,760

At the forthcoming Annual General Meeting, a final gross dividend in respect of financial year ended 30 June 2010 of 15 sen per share (2009: 10 sen per share) less income tax of 25%, amounting to RM9,007,200 (2009: RM6,004,800) will be proposed for shareholders' approval. These financial statements do not reflect this proposed final dividend which will be accrued as a liability in the financial year ending 30 June 2011 when approved by shareholders.

13 PROPERTY, PLANT AND EQUIPMENT

Group	Freehold land RM	Freehold building RM	Plant and machinery RM	Motor vehicles RM	Site equipment RM	Site office and workshop RM	Office equipment RM	Furniture and fittings RM	Office renovation RM	Total RM
Net book value										
At 1 July 2009	11,810,114	7,973,019	30,567,185	884,760	364,496	103,957	142,511	31,808	68,144	51,945,994
Additions	-	-	4,172,866	158,615	9,200	-	145,335	540	-	4,486,556
Disposals	-	-	(20,000)	(19,350)	-	-	(1,190)	-	-	(40,540)
Write off	-	-	(226)	-	-	-	(806)	-	-	(1,032)
Depreciation charge	-	(191,920)	(6,016,075)	(176,564)	(139,512)	(21,256)	(75,205)	(5,488)	(29,989)	(6,656,009)
At 30 June 2010	11,810,114	7,781,099	28,703,750	847,461	234,184	82,701	210,645	26,860	38,155	49,734,969
At 30 June 2010										
Cost	11,810,114	10,689,443	107,906,920	3,353,960	4,075,709	251,477	1,252,726	152,269	391,375	139,883,993
Accumulated depreciation	-	(2,908,344)	(79,203,170)	(2,506,499)	(3,841,525)	(168,776)	(1,042,081)	(125,409)	(353,220)	(90,149,024)
Net book value	11,810,114	7,781,099	28,703,750	847,461	234,184	82,701	210,645	26,860	38,155	49,734,969

Group	Freehold land RM	Freehold building RM	Plant and machinery RM	Motor vehicles RM	Site equipment RM	Site office and workshop RM	Office equipment RM	Furniture and fittings RM	Office renovation RM	Total RM
Net book value										
At 1 July 2008	11,810,114	8,164,939	28,645,692	1,060,190	528,527	120,469	152,913	25,403	81,940	50,590,187
Additions	-	-	7,514,609	39,057	14,500	5,180	57,197	12,265	16,200	7,659,008
Disposals	-	-	(5,508)	(8,340)	-	-	(2,867)	-	-	(16,715)
Write off	-	-	(958)	-	-	-	(701)	-	-	(1,659)
Depreciation charge	-	(191,920)	(5,586,650)	(206,147)	(178,531)	(21,692)	(64,031)	(5,860)	(29,996)	(6,284,827)
At 30 June 2009	11,810,114	7,973,019	30,567,185	884,760	364,496	103,957	142,511	31,808	68,144	51,945,994
At 30 June 2009										
Cost	11,810,114	10,689,443	103,886,963	3,437,794	4,066,509	251,477	1,200,810	151,729	391,375	135,886,214
Accumulated depreciation	-	(2,716,424)	(73,319,778)	(2,553,034)	(3,702,013)	(147,520)	(1,058,299)	(119,921)	(323,231)	(83,940,220)
Net book value	11,810,114	7,973,019	30,567,185	884,760	364,496	103,957	142,511	31,808	68,144	51,945,994

13 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

	Freehold land RM	Freehold building RM	Plant and machinery RM	Motor vehicles RM	Site equipment RM	Site office and workshop RM	Office equipment RM	Furniture and fittings RM	Office renovation RM	Total RM
Company										
Net book value										
At 1 July 2009	5,668,774	3,180,522	27,126,078	167,185	-	3,453	988	-	30,439	36,177,439
Additions	-	-	4,123,619	-	-	-	25,733	-	-	4,149,352
Disposals	-	-	(20,000)	(19,350)	-	-	-	-	-	(39,350)
Depreciation charge	-	(82,570)	(5,165,570)	(13,788)	-	(2,072)	(7,378)	-	(4,852)	(5,276,230)
At 30 June 2010	5,668,774	3,097,952	26,064,127	134,047	-	1,381	19,343	-	25,587	35,011,211
At 30 June 2010										
Cost	5,668,774	4,128,461	81,311,875	1,277,044	1,884,542	57,471	116,265	53,354	75,168	94,572,954
Accumulated depreciation	-	(1,030,509)	(55,247,748)	(1,142,997)	(1,884,542)	(56,090)	(96,922)	(53,354)	(49,581)	(59,561,743)
Net book value	5,668,774	3,097,952	26,064,127	134,047	-	1,381	19,343	-	25,587	35,011,211
Company										
Net book value										
At 1 July 2008	5,668,774	3,263,092	24,334,088	196,279	-	-	1,284	440	19,099	33,483,056
Additions	-	-	7,395,384	-	-	5,180	-	-	16,200	7,416,764
Depreciation charge	-	(82,570)	(4,603,394)	(29,094)	-	(1,727)	(296)	(440)	(4,860)	(4,722,381)
At 30 June 2009	5,668,774	3,180,522	27,126,078	167,185	-	3,453	988	-	30,439	36,177,439
At 30 June 2009										
Cost	5,668,774	4,128,461	77,284,256	1,420,881	1,884,542	57,471	100,142	53,354	75,168	90,673,049
Accumulated depreciation	-	(947,939)	(50,158,178)	(1,253,696)	(1,884,542)	(54,018)	(99,154)	(53,354)	(44,729)	(54,495,610)
Net book value	5,668,774	3,180,522	27,126,078	167,185	-	3,453	988	-	30,439	36,177,439

14 INVESTMENTS IN SUBSIDIARY COMPANIES

	Company 2010 RM	Company 2009 RM
Unquoted shares, at cost	8,877,333	8,877,335
Less: Accumulated impairment losses	(1,654,929)	(1,438,451)
	7,222,404	7,438,884

The subsidiary companies, all of which are incorporated in Malaysia, are as follows:

Name of company	Principal activities	Percentage of equity interest 2010 %	Percentage of equity interest 2009 %
Pintaras Geotechnics Sdn. Bhd.	Geotechnical and foundation engineering services	100	100
Pintaras Megah Sdn. Bhd.	Civil engineering and building superstructure contractor	100	100
Corplast Packaging Industries Sdn. Bhd.	Manufacturing of corrugated plastic sheets	100	100
Pintaras Prima Sdn. Bhd.	Investment holding and provision of management services	100	100
Pintaras Development Sdn. Bhd.	Property investment and development	100	100
Readycast Concrete Industries Sdn. Bhd.	Dormant, manufacturing of pre-cast concrete piles and concrete related products	100	100
Pintaras (East Malaysia) Sdn. Bhd.	Dormant, foundation and civil engineering contractor	100	100
Pintaras Piling Sdn. Bhd.	Dormant, driven pile contractor	100	100
Solidprop Sdn. Bhd.	Dormant, property investment	100	100
Pintaras Equipment Sdn. Bhd.	Struck off during the financial year	-	100
Subsidiary companies of Pintaras Geotechnics Sdn. Bhd.			
System Micro-Piling Sdn. Bhd.	Specialised geotechnical contractor	100	100
E-Wall Sdn. Bhd.	Manufacturing and installation of segmental pre-cast concrete retaining walls	100	100

14 INVESTMENTS IN SUBSIDIARY COMPANIES (CONTINUED)

Name of company	Principal activities	Percentage of equity interest 2010 %	2009 %
Subsidiary company of Pintaras Development Sdn. Bhd.			
SMPP Development Sdn. Bhd.	Property developer	100	100
Subsidiary company of Pintaras Prima Sdn. Bhd.			
Prima Packaging Sdn. Bhd.	Manufacturing of metal containers	100	100
Subsidiary company of Corplast Packaging Industries Sdn. Bhd.			
Corplast Sales and Services Sdn. Bhd	Struck off during the financial year	-	100

15 INVESTMENT IN AN ASSOCIATE

	Group 2010 RM	2009 RM
Share of net assets of associate	99,536	246,277

The Group's share of the assets and liabilities of the associate is as follows:

	2010 RM	2009 RM
Current assets	147,795	294,303
Current liabilities	(48,259)	(48,026)
Net assets	99,536	246,277

The Group's share of the revenue and expenses of the associate is as follows:

	2010 RM	2009 RM
Revenue	-	-
Other (expenses)/income	(146,741)	1,039
(Loss)/profit before taxation	(146,741)	1,039
Taxation	-	(381)
Net (loss)/profit for the financial year	(146,741)	658

15 INVESTMENT IN AN ASSOCIATE (CONTINUED)

The details of the associate are as follows:

Name	Country of incorporation	Group's effective interest 2010 %	Group's effective interest 2009 %
Pintaras-Hasrat Sdn Bhd	Malaysia	50	50

The principal activities of the associate consist of building contracting works, civil engineering and specialising in reinforced concrete and foundation. There has been no changes in these activities during the financial year.

16 INVESTMENT PROPERTIES

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Cost				
At start and end of the financial year	460,037	460,037	267,600	267,600
Accumulated depreciation				
At start of the financial year	103,353	94,152	64,224	58,872
Depreciation charge	9,200	9,201	5,352	5,352
At end of the financial year	112,553	103,353	69,576	64,224
Accumulated impairment losses				
At start of the financial year	56,684	65,885	53,376	58,728
Reversal of impairment losses	(8,660)	(9,201)	(5,352)	(5,352)
At end of the financial year	48,024	56,684	48,024	53,376
Net book value				
At 30 June	299,460	300,000	150,000	150,000
Fair value	300,000	300,000	150,000	150,000

The fair value of properties was based on valuations by independent professionally qualified valuers. Valuations were based on current prices in an active market for all properties.

Direct operating expenses of investment properties that do not generate rental income of the Group and Company during the period amounted to RM9,346 (2009: 9,356) and RM3,847 (2009: RM3,840) respectively.

17 AMOUNTS DUE FROM/(TO) CUSTOMERS ON CONTRACTS

	Group 2010 RM	Group 2009 RM
Aggregate costs to date	26,795,560	73,671,938
Attributable profit	6,189,460	5,500,661
Provision for foreseeable losses	-	(565,800)
	32,985,020	78,606,799
Progress billings	(33,727,841)	(81,083,408)
	(742,821)	(2,476,609)
Amounts due from customers on contracts	984,649	262,065
Amounts due to customers on contracts	(1,727,470)	(2,738,674)
	(742,821)	(2,476,609)

18 INVENTORIES

	Group 2010 RM	Group 2009 RM
Raw materials	9,520,190	7,656,613
Work-in-progress	1,436,149	1,531,543
Finished goods	2,040,188	2,127,592
Properties acquired held for resale	750,750	750,750
	13,747,277	12,066,498

19 RECEIVABLES

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Trade receivables	38,255,105	42,424,850	-	-
Retention sum on contracts	13,132,190	15,158,784	-	-
Less: Allowance for bad and doubtful debts	(4,659,043)	(5,008,612)	-	-
	46,728,252	52,575,022	-	-
Other receivables	1,994,264	480,501	285,950	434,867
Less: Allowance for bad and doubtful debts	(188,819)	-	(188,819)	-
	1,805,445	480,501	97,131	434,867
Advance payment	15,430	-	-	-
Deposits	2,198,527	185,448	1,977,000	11,140
Prepayments	291,403	301,295	170,833	160,604
	4,310,805	967,244	2,244,964	606,611
Total	51,039,057	53,542,266	2,244,964	606,611

19 RECEIVABLES (CONTINUED)

The currency exposure profile of receivables excluding prepayments is as follows:

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
- Ringgit Malaysia	48,640,306	53,023,552	129,921	446,007
- US Dollar	22,009	7,534	-	-
- Singapore Dollar	141,129	209,885	-	-
- Euro	1,944,210	-	1,944,210	-
	50,747,654	53,240,971	2,074,131	446,007

The Group's normal credit terms for trade receivables range from payment in advance to 120 days (2009: payment in advance to 120 days).

The Group's top five customers make up 48% (2009: 57%) of the Group's trade receivables. Management believe that no additional credit risk beyond amounts allowed for collection losses is inherent in the Group's trade receivables as the Directors are of the view that the credit risk is minimal in view of the stability and historical settlement of the receivables from these customers. Apart from this, the Group has no significant concentration of credit risk that may arise from exposure to a single customer or to groups of customers.

20 AMOUNTS DUE FROM/(TO) SUBSIDIARY COMPANIES

The amounts due from/(to) subsidiary companies are unsecured, interest free and have no fixed terms of repayment.

All amounts due from/(to) subsidiary companies are denominated in Ringgit Malaysia.

21 AMOUNT DUE FROM AN ASSOCIATE

The amount due from an associate is in respect of trading transactions and advances, and is unsecured, interest free and has no fixed terms of repayment.

The amount due from an associate company is denominated in Ringgit Malaysia.

22 SHORT TERM INVESTMENTS

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Marketable securities				
- shares of corporations quoted in Malaysia	18,374,587	18,272,248	14,646,789	13,535,252
- shares of corporations quoted outside Malaysia	8,919,578	6,712,351	7,198,703	4,581,000
	27,294,165	24,984,599	21,845,492	18,116,252
Market value				
Marketable securities				
- shares of corporations quoted in Malaysia	23,442,983	20,173,369	18,365,981	14,637,151
- shares of corporations quoted outside Malaysia	10,008,350	7,012,224	7,727,870	4,674,957

22 SHORT TERM INVESTMENTS (CONTINUED)

The currency exposure profile of short term investments is as follows:

	Group		Company	
	2010	**2009**	**2010**	**2009**
	RM	**RM**	**RM**	**RM**
- Ringgit Malaysia	18,374,587	18,272,248	14,646,789	13,535,252
- Hong Kong Dollar	3,119,981	2,893,593	2,179,582	1,919,283
- Singapore Dollar	2,862,962	994,502	2,348,997	755,828
- Philippine Peso	1,091,201	300,923	1,091,201	300,923
- Thai Baht	-	159,758	-	159,758
- Indonesia Rupiah	1,845,434	2,363,575	1,578,923	1,445,208
	27,294,165	24,984,599	21,845,492	18,116,252

23 CASH AND CASH EQUIVALENTS

	Group		Company	
	2010	**2009**	**2010**	**2009**
	RM	**RM**	**RM**	**RM**
Short term deposits held by Group and Company:				
- with licensed banks	44,313,196	41,697,056	34,444,539	28,192,964
- with other financial institutions	6,222,010	16,117,861	3,155,487	11,644,934
Short term deposits held by fund managers:				
- with licensed banks	8,180,724	5,592,606	5,755,724	4,922,606
- with other financial institution	2,353,119	2,642,686	2,353,119	2,642,686
Cash and bank balances	8,968,208	3,856,345	6,884,101	2,158,748
	70,037,257	69,906,554	52,592,970	49,561,938

The weighted average effective interest rates per annum of short term deposits at the balance sheet date are as follows:

	Group		Company	
	2010	**2009**	**2010**	**2009**
	%	**%**	**%**	**%**
Short term deposits	2.44	2.06	2.45	2.05

Short term deposits of the Group and Company have an average maturity of 60 days (2009: 30 days).

23 CASH AND CASH EQUIVALENTS (CONTINUED)

The currency exposure profile of cash and cash equivalents is as follows:

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
- Ringgit Malaysia	61,927,719	68,572,027	45,967,475	48,244,207
- Euro	1,999,643	-	1,999,643	-
- Hong Kong Dollar	215,471	279,322	182,505	273,963
- Singapore Dollar	3,451,570	483,302	2,063,427	483,295
- Philippine Peso	642,720	117,365	642,720	117,365
- Thai Baht	1,107,351	202,162	1,107,351	202,162
- Indonesian Rupiah	626,239	239,293	624,073	234,636
- US Dollar	7,183	13,083	5,776	6,310
- Australian Dollar	59,361	-	-	-
	70,037,257	69,906,554	52,592,970	49,561,938

24 SHARE CAPITAL

	Group and Company	
	2010	2009
	RM	RM
Authorised:		
100,000,000 ordinary shares of RM1.00 each	100,000,000	100,000,000
Issued and fully paid:		
80,064,000 ordinary shares of RM1.00 each	80,064,000	80,064,000

25 RETAINED EARNINGS

Under the single-tier system which came into effect from the year of assessment 2008, companies are not required to have tax credits under Section 108 of the Income Tax Act, 1967 for dividend payment purposes. Dividends paid under this system are tax exempt in the hand of shareholders.

Companies with Section 108 credits as at 31 December 2007 may continue to frank dividends until the Section 108 credits are exhausted or 31 December 2013, whichever is earlier, unless they opt to disregard the Section 108 credits to pay single-tier dividends under the special transitional provisions of the Finance Act 2007.

As at 30 June 2010, subject to agreement with the tax authorities, the Company has sufficient Section 108 tax credit to frank approximately RM18,275,000 (2009: RM24,280,000) of the retained earnings of the Company as franked dividend. The extent of retained earnings not covered at 30 June 2010 amounted to approximately RM16,269,000 (2009: RM6,291,000). The Company has exempt account of approximately RM6,606,000 (2009: RM6,445,000) at 30 June 2010 to pay out as exempt dividend.

26 DEFERRED TAXATION

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 taxes relate to the same tax authority. The following amounts, determined after appropriate offsetting, are shown in the balance sheet:

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Deferred tax liabilities				
At start of financial year	4,850,427	3,375,110	4,124,252	3,151,780
Charged/(credited) to income statement (Note 10):				
- property, plant and equipment	(114,979)	1,032,069	295,449	972,472
- unutilised tax credits	363,487	(226,518)	-	-
- provisions	141,450	669,766	-	-
	389,958	1,475,317	295,449	972,472
At end of financial year	5,240,385	4,850,427	4,419,701	4,124,252
Subject to income tax				
Deferred tax liabilities (before offsetting)				
- property, plant and equipment	5,240,385	5,355,364	4,419,701	4,124,252
Offsetting	-	(504,937)	-	-
Deferred tax liabilities (after offsetting)	5,240,385	4,850,427	4,419,701	4,124,252
Deferred tax assets (before offsetting)				
- unutilised tax credits	-	(363,487)	-	-
- provisions	-	(141,450)	-	-
	-	(504,937)	-	-
Offsetting	-	504,937	-	-
Deferred tax assets (after offsetting)	-	-	-	-

The amount of deductible temporary differences and unused tax losses (both of which have no expiry date) for which no deferred tax assets are recognised in the balance sheet are as follows:

	Group	
	2010	2009
	RM	RM
Deductible temporary differences	86,804	86,318
Tax losses	10,916,580	10,673,927

No deferred tax assets are recognised in respect of the above as it is not probable that taxable profit will be available against which they can be utilised.

27 PAYABLES

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Trade payables	12,809,528	21,625,125	-	-
Other payables and accruals	3,194,166	9,351,884	950,891	6,907,154
	16,003,694	30,977,009	950,891	6,907,154

The currency exposure profile of payables is as follows:

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
- Ringgit Malaysia	15,118,038	24,704,506	488,840	829,140
- US Dollar	280,672	64,059	-	-
- Singapore Dollar	320,778	130,430	184,202	-
- Euro	284,206	6,078,014	277,849	6,078,014
	16,003,694	30,977,009	950,891	6,907,154

The normal credit terms granted to the Group and Company range from 0 to 90 days (2009: 0 to 90 days).

28 CAPITAL COMMITMENTS

	Group 2010 RM	Group 2009 RM	Company 2010 RM	Company 2009 RM
Authorised and contracted:				
Commitments for the purchase of property, plant and equipment	653,466	1,485,240	213,331	1,485,240

29 SIGNIFICANT RELATED PARTY DISCLOSURES

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions. The related party transactions described below were carried out on terms and conditions negotiated between the Group and the related party.

	Company 2010 RM	Company 2009 RM
(a) Significant transactions with related parties		
(i) Plant and machinery rental income from subsidiary companies:		
Pintaras Geotechnics Sdn Bhd	6,733,625	11,883,750
System-Micro Pilling Sdn Bhd	10,000	-

29 SIGNIFICANT RELATED PARTY DISCLOSURES (CONTINUED)

	Company 2010 RM	Company 2009 RM
(ii) Gross dividend income from subsidiary company:		
Pintaras Geotechnics Sdn Bhd	8,000,000	7,000,000
(iii) Advances to subsidiaries:		
Pintaras Geotechnics Sdn. Bhd.	-	2,050,000
Corplast Packaging Industries Sdn. Bhd.	350,000	820,000
Prima Packaging Sdn. Bhd.	-	1,300,000
(iv) Advances from subsidiaries:		
Pintaras Geotechnics Sdn. Bhd.	3,000,000	-
(v) Repayment of advance from subsidiaries:		
Pintaras Prima Sdn. Bhd.	8,032,843	2,486,500
Pintaras Geotechnics Sdn. Bhd.	-	2,050,000
Corplast Packaging Industries Sdn. Bhd.	940,000	970,000
Prima Packaging Sdn. Bhd.	-	1,300,000
(vi) Repayment of advance to subsidiaries:		
Pintaras Geotechnics Sdn. Bhd.	3,000,000	-

	Company 2010 RM	Company 2009 RM
(b) Significant balances with related parties		
(i) Amount due from subsidiaries		
Pintaras Geotechnics Sdn. Bhd.	506,235	1,114,712
Pintaras Prima Sdn. Bhd.	1,487,000	9,523,533
SMPP Development Sdn. Bhd.	608,365	608,365
Corplast Packaging Industries Sdn. Bhd.	700,000	1,290,000

(c) Compensation of key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any Director of the Group.

The aggregate amount of remuneration received/receivable by key management personnel (including Executive Directors) of the Group and Company for the financial year are as disclosed in Note 9 to the financial statements.

30 SEGMENTAL INFORMATION

The Group's operations comprise the following business segments:

(i) Piling, civil engineering and construction works
(ii) Manufacturing
(iii) Others

(a) Business segments

	Piling, civil engineering and construction works RM	Manufacturing RM	Others RM	Group RM
2010				
Revenue				
External revenue	65,513,359	40,217,987	-	105,731,346
Results				
Segment results	12,483,817	6,379,340	(22,190)	18,840,967
Unallocated income				7,645,863
Unallocated costs				(291,751)
Finance cost				(40)
Share of results of associate company	(146,741)	-	-	(146,741)
Profit before taxation				26,048,298
Taxation				(5,310,579)
Net profit for the financial year				20,737,719
Net assets				
Segment assets	71,873,077	40,887,580	926,662	113,687,319
Investment in an associate				99,536
Unallocated assets				100,877,074
Total assets				214,663,929
Segment liabilities	13,222,562	4,336,170	10,824	17,569,556
Unallocated liabilities				6,864,181
Total liabilities				24,433,737
Other information				
Capital expenditure	4,333,262	153,294	-	4,486,556
Depreciation of property, plant and equipment	5,492,885	1,080,554	82,570	6,656,009

30 SEGMENTAL INFORMATION (CONTINUED)

(a) Business segments (Continued)

	Piling, civil engineering and construction works RM	Manufacturing RM	Others RM	Group RM
2009				
Revenue				
External revenue	89,026,130	41,093,577	175,000	130,294,707
Results				
Segment results	14,579,392	5,003,188	(15,626)	19,566,954
Unallocated income				2,228,434
Unallocated costs				(5,007,923)
Finance cost				(117)
Share of results of associate company	658	-	-	658
Profit before taxation				16,788,006
Taxation				(5,318,274)
Net profit for the financial year				11,469,732
Net assets				
Segment assets	74,215,706	39,751,888	928,249	114,895,843
Investment in an associate				246,277
Unallocated assets				99,613,358
Total assets				214,755,478
Segment liabilities	30,856,328	2,133,597	11,109	33,001,034
Unallocated liabilities				6,257,171
Total liabilities				39,258,205
Other information				
Capital expenditure	7,486,979	172,029	-	7,659,008
Depreciation of property, plant and equipment	4,994,749	1,207,508	82,570	6,284,827

Unallocated income includes interest income, dividend income and gain on disposal of marketable securities. Unallocated costs represent corporate expenses and allowance for diminution in value of marketable securities. Unallocated assets include marketable securities, short term deposits and freehold land and buildings used for head office purposes. Unallocated liabilities include taxation and deferred taxation.

Capital expenditure comprises additions to property, plant and equipment (Note 13).

30 SEGMENTAL INFORMATION (CONTINUED)

(b) Geographical segment

Segmental reporting by geographical area is not presented as the Group's activities are all carried out in Malaysia.

31 FAIR VALUES

The carrying amounts of financial assets and liabilities of the Group and Company as at the balance sheet date approximated their fair values except those set out in the respective notes to the financial statements.

32 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 8 September 2010.

STATEMENT BY DIRECTORS

PURSUANT TO SECTION 169(15) OF THE COMPANIES ACT, 1965

We, Dr Chiu Hong Keong and Khoo Keow Pin, being two of the Directors of Pintaras Jaya Berhad, state that, in the opinion of the Directors, the financial statements set out on pages 22 to 60 are drawn up so as to give a true and fair view of the state of affairs of the Group and of the Company as at 30 June 2010 and of the results and cash flows of the Group and of the Company for the financial year ended on that date in accordance with the MASB Approved Accounting Standards in Malaysia for Entities Other than Private Entities and the provisions of the Companies Act, 1965.

In accordance with a resolution of the Board of Directors dated 8 September 2010.

DR CHIU HONG KEONG
DIRECTOR

Shah Alam

KHOO KEOW PIN
DIRECTOR

Shah Alam

STATUTORY DECLARATION

PURSUANT TO SECTION 169(16) OF THE COMPANIES ACT, 1965

I, Khoo Yok Kee, the Director primarily responsible for the financial management of Pintaras Jaya Berhad, do solemnly and sincerely declare that the financial statements set out on pages 22 to 60 are, in my opinion, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act 1960.

KHOO YOK KEE

Subscribed and solemnly declared by the abovenamed Khoo Yok Kee at Petaling Jaya in Malaysia on 8 September 2010, before me.

SOONG FOONG CHEE
NO. B. 158
COMMISSIONER FOR OATHS
Petaling Jaya

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PINTARAS JAYA BERHAD (Company No. 189900-H) (Incorporated in Malaysia)

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of Pintaras Jaya Berhad, which comprise the balance sheets as at 30 June 2010 of the Group and of the Company, and the income statements, statements of changes in equity and cash flow statements of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 22 to 60.

Directors' Responsibility for the Financial Statements

The Directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with MASB Approved Accounting Standards in Malaysia for Entities Other than Private Entities and the Companies Act,1965. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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 judgment, 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 entity's preparation and fair presentation of the financial statements 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 entity'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 MASB Approved Accounting Standards in Malaysia for Entities Other than Private Entities and the Companies Act,1965 so as to give a true and fair view of the financial position of the Group and of the Company as of 30 June 2010 and of their 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 have been properly kept in accordance with the provisions of the Act.

(b) 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.

(c) Our 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.

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.

PRICEWATERHOUSECOOPERS
(No. AF: 1146)
Chartered Accountants

YEE WAI YIN
(No. 2081/08/10 (J))
Chartered Accountant

Kuala Lumpur
8 September 2010

ANALYSIS OF SHAREHOLDINGS

AS AT 26TH AUGUST 2010

Authorised Share Capital	:	RM100,000,000
Issued and Paid-up Share Capital	:	RM80,064,000
Class of Share	:	Ordinary share of RM1.00 each
Voting Rights	:	1 vote per ordinary share
Number of Shareholders	:	2,052

SUBSTANTIAL SHAREHOLDERS

The following are the substantial shareholders of the Company according to the Register of Substantial Shareholders :

	Direct Interest		Indirect Interest	
Name of Shareholders	**No. of Shares**	**%**	**No. of Shares**	**%**
Pintaras Bina Sdn Bhd	29,157,058	36.42	-	-
Dr Chiu Hong Keong	11,407,860	14.25	34,369,938(1)	42.93
Khoo Yok Kee	5,212,880	6.51	40,564,918(2)	50.67
Khoo Keow Pin	5,041,652	6.30	-	-

Notes:-

(1) Deemed interest through his shareholding in Pintaras Bina Sdn Bhd and interest held by his spouse, Mdm KhooYok Kee in Pintaras Jaya Berhad

(2) Deemed interest through her shareholding in Pintaras Bina Sdn Bhd and interest held by her spouse, Dr Chiu Hong Keong in Pintaras Jaya Berhad

DIRECTORS' SHAREHOLDINGS

	Direct Interest		Indirect Interest	
Name of Directors	**No. of Shares**	**%**	**No. of Shares**	**%**
Dr Chiu Hong Keong	11,407,860	14.25	34,369,938(1)	42.93
Khoo Keow Pin	5,041,652	6.30	-	-
Khoo Yok Kee	5,212,880	6.51	40,564,918(2)	50.67
Koo Git Loo @ Chiu Git Loo	8,400	0.01	-	-
Kong Kim Piew	-	-	-	-
Chang Cheng Wah	-	-	-	-
Arnold Kwan Poon Keong	-	-	-	-

Notes:-

(1) Deemed interest through his shareholding in Pintaras Bina Sdn Bhd and interest held by his spouse, Mdm KhooYok Kee in Pintaras Jaya Berhad

(2) Deemed interest through her shareholding in Pintaras Bina Sdn Bhd and interest held by her spouse, Dr Chiu Hong Keong in Pintaras Jaya Berhad

DISTRIBUTION OF SHAREHOLDINGS

Size of Shareholdings	**No. of Shareholders**	**%**	**No. of Shares**	**%**
Less than 100	27	1.32	870	0.00
100 to 1,000	293	14.28	226,240	0.28
1,001 to 10,000	1,353	65.94	5,805,900	7.25
10,001 to 100,000	342	16.66	9,606,640	12.00
100,001 to less than 5% of issued shares	33	1.61	13,604,900	16.99
5% and above of issued shares	4	0.19	50,819,450	63.48
	2,052	100.00	80,064,000	100.00

ANALYSIS OF SHAREHOLDINGS

AS AT 26TH AUGUST 2010

THIRTY LARGEST SHAREHOLDERS
(as shown in the Record of Depositors)

	Name of Shareholders	No. of Shares	%
1	Pintaras Bina Sdn Bhd	29,157,058	36.42
2	Chiu Hong Keong	11,407,860	14.25
3	Khoo Yok Kee	5,212,880	6.51
4	Khoo Keow Pin	5,041,652	6.30
5	Alliancegroup Nominees (Tempatan) Sdn Bhd *(Pheim Asset Management Sdn Bhd for Employees Provident Fund)*	2,939,500	3.67
6	Chua Hock Chin	1,791,200	2.24
7	HSBC Nominees (Tempatan) Sdn Bhd *(HSBC (M) Trustee Bhd for Singular Asia Flexible Fund (5758-401))*	1,063,600	1.33
8	Amsec Nominees (Tempatan) Sdn Bhd *(Tan Chee Sing)*	710,600	0.89
9	Soo Jian Yeu	616,400	0.77
10	Cartaban Nominees (Tempatan) Sdn Bhd *(AXA Affin General Insurance Berhad)*	600,000	0.75
11	HSBC Nominees (Asing) Sdn Bhd *(Exempt AN for HSBC Private Bank (Suisse) S.A.(Spore TST ACCL))*	499,600	0.62
12	Tan Jin Tuan	463,000	0.58
13	Teh Chor Tik	450,000	0.56
14	Tan Jin Tuan	429,000	0.54
15	Dynaquest Sdn Berhad	350,000	0.44
16	Sow Tiap	270,000	0.34
17	Fong Ting Wong	270,000	0.34
18	Chan Sok Leun @ Chan Wai Kim	253,400	0.32
19	Tan Chee Sing	236,000	0.29
20	General Technology Sdn Bhd	224,400	0.28
21	Yeo Khee Huat	217,600	0.27
22	Chong Ik Poh	216,000	0.27
23	Yap Ming Po	204,600	0.26
24	HLG Nominee (Tempatan) Sdn Bhd *(Pledged securities account for Wong Sue Yin (CCTS))*	180,300	0.23
25	HSBC Nominees (Asing) Sdn Bhd *(HSBC-FS for Asean Emerging Companies Growth Fund Ltd)*	179,100	0.22
26	Low Yit Ho	142,200	0.18
27	Peter Chong @ Ch'ng Kok Cheng	140,600	0.18
28	Denver Corporation Sdn Bhd	131,000	0.16
29	Kam Lai Yong	126,100	0.16
30	CIMSEC Nominees (Tempatan) Sdn Bhd *(Pledged securities account for Tan Tuan Phin (Jalan Dedap-CL)*	121,200	0.15
	TOTAL	**63,644,850**	**79.52**

LIST OF PROPERTIES

AS AT 30 JUNE 2010

Location	Tenure	Description / Existing Use	Age Of Buildings (Years)	Approx. Area (Sq. m.)	Net Book Value at 30.06.2010 RM'000	Date of Acquisition
H.S.(D) 80039 P.T. No. 14351 Mukim Damansara Daerah Petaling Negeri Selangor	Freehold	Land with Factory cum Office Premises (Factory cum Office Building)	18	19,983	10,824	20.12.1991
Lot 46 Seksyen U1 Glenmarie Industrial Estate Mukim of Damansara District of Klang Selangor Darul Ehsan	Freehold	Land with Office Premises (Office Warehouse)	13	4,249	4,633	05.08.1994
Lot 6100 Mukim of Kapar District of Klang Selangor Darul Ehsan	Freehold	Industrial Land (Store and Casting Yard)	-	40,468	4,134	16.03.1995
H.S.(D) 248312 PTD 67291 Mukim of Tebrau Johor	Freehold	Industrial Land (For Future Development)	-	2,461	455	28.03.1991
H.S.(D) 248325 PTD 67304 Mukim of Tebrau Johor	Freehold	Hawker Centre (Vacant)	12	1,355	146	28.03.1991
PT 12207 Unit No. A1.05.05 Genting View Resort Kempas Apartment Genting Highlands Pahang Darul Makmur	Freehold	3-Bedroom Apartment (Vacant)	17	99	150	29.01.1997
No. 2-2 Arab-Malaysian Business Centre Jalan Tuanku Munawir 70000 Seremban Negeri Sembilan	Freehold	Business Complex Shop/Office (Vacant)	12	105	149	17.05.1999
1-2-17 Block Ixora 1 Jalan S2 G3 Garden Avenue Seremban 2 70300 Seremban Negeri Sembilan	Freehold	Apartment (Vacant)	8	74	50	08.10.2001
1-2-19 Block Ixora 1 Jalan S2 G3 Garden Avenue Seremban 2 70300 Seremban Negeri Sembilan	Freehold	Apartment (Vacant)	8	74	50	08.10.2001
2-2-05 Block Ixora 2 Jalan S2 G3 Garden Avenue Seremban 2 70300 Seremban Negeri Sembilan	Freehold	Apartment (Vacant)	8	74	50	24.12.2001

DETAILS OF THE PROPOSED AMENDMENT TO THE ARTICLES OF ASSOCIATION OF THE COMPANY

The existing Article 120 of the Articles of Association of the Company be deleted in its entirely and substituted thereof with new article where details as follows:-

EXISTING ARTICLE	PROPOSED NEW ARTICLE
Dividend to be posted to members Unless otherwise directed, any dividend or bonus may be paid by cheque or warrant sent by ordinary post to the registered address of that one whose name appears in the Record of Depositors on the specific date determined by the Directors in accordance with the relevant authorities for the time being in force and the Company shall not be responsible for any loss arising therefrom.	**eDividend** **Any Dividend, interest, or other money payable in cash in respect of shares may be paid by cheque or warrant sent through the post directed to the registered address of the holder or paid via electronic transfer of remittance to the account provided by the holder who is named on the Register of Members and/or Record of Depositors. Every such cheque or warrant or electronic transfer of remittance shall be made payable to the order of the person to whom it is sent or remitted, and the payment of any such cheque or warrant or electronic transfer of remittance shall operate as a good discharge to the Company in respect of the dividend, interest or other money payable in cash represented thereby notwithstanding that it may subsequently appear that the same has been stolen or that the endorsement thereon, or the instruction for the electronic transfer of remittance, has been forged. Every such cheque or warrant or electronic transfer of remittance shall be sent or remitted at the risk of the person entitled to the money thereby represented.**

PINTARAS JAYA BERHAD (189900-H)
(Incorporated in Malaysia)

PROXY FORM

*I/We .... NRIC No ....
(Full Name in Capital Letters)

of ....
(Address)

being a member(s) of PINTARAS JAYA BERHAD hereby appoint ....

.... NRIC No. ....
(Full name in Capital Letters)

of ....
(Address)

*and/or failing him/her, ...NRIC No ....
(Full name in Capital Letters)

of ....
(Address)

as *my/our proxy to vote for *me/us on *my/our behalf at the Twenty-First Annual General Meeting of Pintaras Jaya Berhad to be held at Topas Room, The Saujana Kuala Lumpur, Saujana Resort, Jalan Lapangan Terbang SAAS, 40150 Shah Alam, Selangor Darul Ehsan on Wednesday, 20th October 2010 at 9:30 a.m. and at any adjournment thereof.

The proportion of *my/our holding to be represented by *my/our proxies (maximum 2 only) are as follows :-
(The next paragraph should be completed only when two proxies are appointed)

*First Proxy (1) .... %

*Second Proxy (2) .... %

Number of shares held :

No.	Resolutions	FOR	AGAINST
ORDINARY BUSINESS			
1.	To approve the declaration of a first and final dividend of 15% less tax.		
2.	To approve the Directors' fees.		
3.	To re-elect Dr Chiu Hong Keong as Director.		
4.	To re-elect Mr. Kong Kim Piew as Director.		
5.	To re-appoint Messrs PricewaterhouseCoopers as Auditors and to authorise the Directors to fix their remuneration.		
SPECIAL BUSINESS			
6.	Authority to issue shares.		
7.	Proposed Amendment to the Articles of Association of the Company.		

Please indicate with (X) 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 2010

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

(Delete where inapplicable)*

Notes :-

(1) A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
(2) To be valid, this form, duly completed must be deposited at the Registered Office at No. 8, Jalan Majistret U1/26, HICOM-Glenmarie Industrial Park, 40150 Shah Alam, Selangor Darul Ehsan not less than forty-eight (48) hours before the time for holding the meeting.
(3) A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting provided that the provisions of Section 149(1)(c) of the Companies Act, 1965 are complied with.
(4) Where a member is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it may 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.
(5) Where a member appoints more than one (1) proxy the appointment shall be invalid unless he specifies the proportion of his holdings to be represented by each proxy.
(6) If the appointor is a corporation, this form must be executed under its Common Seal or under the hand of its attorney.

FOLD THIS FLAP FOR SEALING

FOLD HERE

Stamp

PINTARAS JAYA BERHAD (189900-H)
NO. 8 JALAN MAJISTRET U1/26
HICOM-GLENMARIE INDUSTRIAL PARK
40150 SHAH ALAM
SELANGOR DARUL EHSAN

FOLD HERE