

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****A. NOTES TO THE INTERIM FINANCIAL REPORT****A1. Accounting Policies and Methods of Computation**

The interim financial report has been prepared in accordance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2010.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the Annual Financial Statements for the financial year ended 31 July 2010 except for the adoption of the following new and revised FRSS, Amendments to FRSS, Issues Committee Interpretations ("IC Int."), Amendments to IC Int. and Technical Releases ("TR") that are effective for the current financial year ending 31 July 2011:-

-FRS 1	First-time Adoption of Financial Reporting Standards (Revised 2010)
-FRS 3	Business Combinations (Revised 2010)
-FRS 4	Insurance Contracts
-FRS 7	Financial Instruments : Disclosures
-FRS 101	Presentation of Financial Statements (Revised 2009)
-FRS 123	Borrowing Costs
-FRS 127	Consolidated and Separate Financial Statements (Revised 2010)
-FRS 139	Financial Instruments : Recognition and Measurement
-IC Int. 9	Reassessment of Embedded Derivatives
-IC Int. 10	Interim Financial Reporting and Impairment
-IC Int. 11	FRS 2 - Group and Treasury Share Transactions
-IC Int. 12	Service Concession Arrangements
-IC Int. 13	Customer Loyalty Programmes
-IC Int. 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
-IC Int. 15	Agreements for the Construction of Real Estate
-IC Int. 16	Hedges of a Net Investment in a Foreign Operation
-IC Int. 17	Distributions of Non-cash Assets to Owners

-Amendments 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

-Amendments to FRS 2 Share based Payment - Vesting Conditions and Cancellations

-Amendments to FRS 5 Non-current Assets Held for Sale and Discontinued Operations

-Amendments to FRS 132 Financial Instruments : Presentation

-Amendments to FRS 138 Intangible Assets

-Amendments to FRS 139 Financial Instruments : Recognition and Measurement, FRS 7 Financial Instruments : Disclosures and IC Int. 9 Reassessment of Embedded Derivatives

-Amendments to FRSS contained in the document entitled "Improvements to FRSS (2009)"

-Amendments to IC Int. 9 Reassessment of Embedded Derivatives

-TR 1-3 Presentation of Financial Statements of Islamic Financial Institutions

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

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The adoption of the above new and revised FRSs, Amendments to FRSs, IC Int., Amendments to IC Int. and TR will have no significant financial impact on the financial statements of the Group except for those discussed below:-

*FRS 101: Presentation of Financial Statements (Revised 2009)*

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of Balance Sheet, Income Statement, Statement Of Changes In Equity, Cash Flow Statement and Notes To The Financial Statements. The adoption of the revised FRS 101, the components of the financial statements presented will replace by "Statement Of Financial Position", "Statement Of Comprehensive Income", "Statement Of Changes In Equity", "Statement Of Cash Flows" and "Notes To The Financial Statements" respectively.

The total comprehensive income is presented as one line item in the Statement Of Changes In Equity and the comparative information has been presented in order to confirm with the revised standard. This standard only affects the presentation aspects and will have no significant financial impact to the Group.

*Amendments to FRSs: Improvement to FRSs (2009) – FRS 117: Leases*

Prior to 1 January 2010, for all leases of land and buildings, if title is not expected to pass to the lessee by the end of the lease term, the lessee normally does not receive substantially all of the risks and rewards incidental to ownership. Hence, all leasehold land held for own use was classified by the Group as operating lease. The amendments to FRS 117 require an entity with existing leases of land and buildings to reassess the classification of land as a finance or operating lease.

The Group has reassessed and determined that the long term leasehold land of the Company which is in substance a finance lease and has reclassified the leasehold land to property, plant and equipment. The Group has adopted the amendments to FRS 117 retrospectively. The adoption had resulted a reclassification from prepaid land lease payment of RM8,472,862 as at 31 July 2010 to property, plant and equipment.

**A2. Audit Report**

The audit report of the preceding Audited Financial Statements of the Company was reported without any qualification.

**A3. Seasonality or Cyclicalities of Operations**

Although it was a traditional low peak trading period, the Group still managed to register higher sale during the quarter under review.

**A4. Unusual Items**

There were no unusual and extraordinary items in the current quarter under review.

**A5. Changes in Estimates**

There were no material changes in the estimates used for the preparation of interim financial report.

**A6. Issuance, Cancellation or Repayments of Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year to-date.

**A7. Dividend paid**

No dividend was paid in the quarter under review.



**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****A8. Segmental Information**

Segmental information is presented in respect of the Group's business segments.

Business segments:

Manufacturing: Manufacturer and dealer of jewellerys, precious stones and gold ornaments

Trading: Suppliers and retailers of gold ornaments, jewellerys and precious stones

Others: Investment holding

	<b>Cumulative Quarter</b>				
	<b>Manufacturing Division RM'000</b>	<b>Trading Division RM'000</b>	<b>Others RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
Revenue	450	691,838	207	-	692,495
Inter-segment Revenue	281,468	236,769	11,519	(529,756)	-
Total Revenue	281,918	928,607	11,726	(529,756)	692,495
Profit before taxation	15,419	53,183	(6,524)	(4,592)	57,486
Profit after taxation	11,564	39,961	(6,627)	(3,260)	41,638

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

The Group did not carry out any valuations on property, plant and equipment in the quarter under review.

The valuation of property, plant and equipment and investment property have been brought forward without amendment from previous Audited Financial Statements.

**A10. Material Events Subsequent To The Financial Period**

On 18 May 2011, the Company announced that it proposes to undertake an Islamic Commercial Papers/ Islamic Medium Term Notes Programme of up to RM150.0 million in nominal value, to be guaranteed by Danajamin Nasional Berhad ("Proposed ICP/MTN Programme"). The Company has mandated Maybank Investment Bank Berhad and RHB Investment Bank Berhad as the Joint Principal Advisers, Joint Lead Arrangers and Joint Managers of the Proposed ICP/MTN Programme.

Pursuant to the above, Danajamin Nasional Berhad will provide a guarantee facility to Poh Kong's payment obligations under the Proposed ICP/MTN Programme.

Save as disclosed, there was no subsequent material event as at the date of this quarterly report.

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

There was no change in the composition of the Group for the current quarter and financial year to date including business combination, acquisition or disposal of subsidiaries and long term investment, restructuring or discontinuing of operations.

**A12. Contingent Liabilities**

The Company has granted additional corporate guarantee in the current quarter and financial year to date. As at 31 July 2011, a total of RM122,185,999 corporate guarantee has been given in support of banking facilities granted to subsidiary companies; a total of RM8,000,000 corporate guarantee has been given to third party in respect of leasing and hire purchase facilities and a total of RM7,474,928 corporate guarantee has been given to third party in respect of operating lease arrangements

Save as disclosed above, there were no changes in contingent liabilities since the last annual reporting date.

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS****B1. Review of Performance**

The Group's revenue for the fourth quarter under review was higher at RM183.115 million as compared to the revenue in the corresponding quarter last year of RM131.906 million; an increase of RM51.209 million. The increase in revenue was partly attributed to the effect from 35th Anniversary promotional activities and the increase in gold price on top of the existing stores registering higher sale. The Group's profit before tax in the current quarter at RM15.352 million was higher as compared to the profit before tax of RM9.609 million in the corresponding quarter last year; an increase of RM5.743 million. The increase in profit before tax was mainly due to the higher sale registered for the current quarter under review.

**B2. Comparison with Preceding Quarter's Results** (4th Quarter FYE 2011 vs 3rd Quarter FYE 2011)

Financial Indicators:	Q4FYE2011	Q3FYE2011	Variance	Variance
	RM('000)	RM('000)	RM('000)	(%)
Revenue	183,115	169,445 #	13,670	8%
Profit before taxation	15,352	12,722 #	2,630	21%
Profit after taxation	12,180	9,049 #	3,131	35%

**B3. Current Year Prospects**

For the current financial year, the Group will continue its drive to build market share by enhancing and differentiating its product offerings to its targeted market segments. Towards this purpose, the Group is actively evaluating various initiatives and opportunities to attract new customers through the introduction of new product designs and enhanced customer service.

The Board of Directors remains positive on the performance of the Group for the financial year ending 31 July 2012.

**B4. Profit Forecast**

Not applicable as the Group did not publish any profit forecast.

**B5. Taxation**

	Individual Quarter		Cumulative Quarter	
	Quarter Ended 31.7.2011	Quarter Ended 31.7.2010	Period Ended 31.7.2011	Period Ended 31.7.2010 (Audited)
	RM'000	RM'000	RM'000	RM'000
Income taxation	3,155	1,820	15,831	12,025
Deferred taxation	17	-	17	257
	<u>3,172</u>	<u>1,820</u>	<u>15,848</u>	<u>12,282</u>

The effective tax rate for the cumulative quarter was higher than the statutory tax rate due principally to certain expenses disallowed for tax purposes.

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

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**B6. Disposal of Unquoted Investments and/or Properties**

There was no disposal of unquoted investments or properties for the current quarter and financial year to date.

**B7. Quoted Securities**

a. There were no purchases or disposals of quoted securities for the current quarter and financial year to date.

b. There were no investments in quoted securities for the current quarter and financial year to date.

**B8. Status of Corporate Proposals Announced**

There were no corporate proposals announced for the current quarter and financial year to date.

**B9. Borrowings and Debt Securities**

The Group's borrowings as at 31 July 2011 are as follows:-

	<b>RM'000</b>
<b><i>Short-term Borrowings</i></b>	
<b><i>- Secured</i></b>	
Bank overdraft	15,282
Hire purchase and lease creditors	4,206
Other bank borrowings	55,516
	<u>75,004</u>
<b><i>- Unsecured</i></b>	
Commercial Papers ("CP")	20,000
Murabahah Medium Term Notes ("MTN")	30,000
	<u>125,004</u>
<b><i>Long-term Borrowings</i></b>	
<b><i>- Secured</i></b>	
Hire purchase and lease creditors	3,494
Term loans	21,511
	<u>25,005</u>
<b><i>- Unsecured</i></b>	
Advance from Ultimate Holding Company	15,000
	<u>40,005</u>
<b>Total</b>	<u>165,009</u>

**B10. Off Balance Sheet Financial Instruments**

Save as disclosed in Note A10, there was no financial instrument with off balance sheet risk as at the date of this quarterly report and financial year to date.

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****B11. Realised and Unrealised Profits or Losses Disclosure**

This disclosure is prepared pursuant to the directive of Bursa Malaysia Securities Berhad and in accordance with the Guidance on Special Matter No.1- Determination of Realised and Unrealised Profits or Losses, as issued by the Malaysia Institute of Accountants.

	<b>Period Ended 31.7.2011 (RM'000)</b>	<b>Period Ended 30.4.2011 (RM'000)</b>
Total retained earnings of the Company and its subsidiaries:		
- Realised	266,763	255,698
- Unrealised	17,767	15,343
	<u>284,530</u>	<u>271,041</u>
- Less: Consolidated adjustments	(147,497)	(146,188)
Total group retained earnings as per consolidated accounts	<u>137,033</u>	<u>124,853</u>

The comparative figures are not required in the first financial year of complying with the Realised and Unrealised Profits or Losses Disclosure.

**B12. Material Litigation**

There was no material litigation as at the date of this quarterly report and the financial year to date.

**B13. Dividend**

The Board of Directors recommend a first and final single tier exempt dividend of 1.40 sen per ordinary share of RM0.50 each in respect of the financial year ended 31 July 2010 (2009 : 1.40 sen single tier exempt per ordinary share of RM0.50 each). The proposed dividend will be subject to shareholders' approval at the forthcoming Annual General Meeting to be held on a date to be announced later. The date of book closure of the Record of Depositors for determining dividend entitlements and the date of payment will be announced at a later date. Based on the outstanding issued and paid-up capital as at 31 July 2011 of 410,351,752 ordinary shares of RM0.50 each, the final dividend amounts to RM5,744,925 (2010 : RM5,744,925 net dividend was paid on 9 March 2011). Such dividend, if approved by shareholders will be accounted for in the shareholders' equity as an appropriation of retained earnings in the financial year ending 31 July 2012.

**B14. Earnings Per Share**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Quarter Ended 31.7.2011</b>	<b>Quarter Ended 31.7.2010</b>	<b>Period Ended 31.7.2011</b>	<b>Period Ended 31.7.2010 (Audited)</b>
Net profit after taxation for basic earnings per share (RM'000)	12,180	7,789	41,638	32,517
Weighted average number of ordinary shares in issue ('000)	410,352	410,352	410,352	410,352
Basic earnings per share (sen)	<u>2.97</u>	<u>1.90</u>	<u>10.15</u>	<u>7.92</u>

**BY ORDER OF THE BOARD****DATO' CHOON YEE SEIONG**

Executive Chairman / Group Managing Director

30 September 2011

Petaling Jaya

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>QUARTER ENDED 31.7.2011</b>	<b>QUARTER ENDED 31.7.2010</b>	<b>PERIOD ENDED 31.7.2011 (Unaudited)</b>	<b>PERIOD ENDED 31.7.2010 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	183,115	131,906	692,495	561,244
Other operating income	554	1,007	1,736	1,894
Operating expenses	(165,805)	(120,676)	(626,654)	(508,253)
Profit from operations	17,864	12,237	67,577	54,885
Finance costs	(2,512)	(2,628)	(10,091)	(10,086)
Profit before taxation	15,352	9,609	57,486	44,799
Taxation	(3,172)	(1,820)	(15,848)	(12,282)
Profit after taxation	12,180	7,789	41,638	32,517
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	12,180	7,789	41,638	32,517
Attributable to:--				
Equity owners of the Company	12,180	7,789	41,638	32,517
Non-controlling Interests	-	-	-	-
	12,180	7,789	41,638	32,517
Earnings per share attributable to equity owners of the Company				
- basic (sen)	2.97	1.90	10.15	7.92

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2010)



**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>AS AT 31.7.2011 (Unaudited) RM'000</b>	<b>AS AT 31.7.2010 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	88,371	87,874
Investment property	240	240
Other investments	528	533
Goodwill	1,485	1,485
Deferred tax assets	122	122
	<b>90,746</b>	<b>90,254</b>
<b>CURRENT ASSETS</b>		
Inventories	443,780	383,614
Trade receivables	1,504	1,136
Non-trade receivables	10,480	10,389
Tax assets	4,566	4,615
Fixed deposits with licensed banks	5,093	5,000
Cash and bank balances	18,551	14,633
	<b>483,974</b>	<b>419,387</b>
<b>TOTAL ASSETS</b>	<b>574,720</b>	<b>509,641</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	205,176	205,176
Reserves	141,254	105,361
<b>TOTAL EQUITY</b>	<b>346,430</b>	<b>310,537</b>
<b>NON-CURRENT LIABILITIES</b>		
Advance from Ultimate Holding Company	15,000	15,000
Long-term borrowings	25,005	58,025
Deferred tax liabilities	5,980	5,963
	<b>45,985</b>	<b>78,988</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	28,873	19,996
Non-trade payables	23,212	16,420
Amount due to directors (Note 1)	2,864	2,034
Short-term borrowings	125,004	77,601
Provision for taxation	2,352	4,065
	<b>182,305</b>	<b>120,116</b>
<b>TOTAL LIABILITIES</b>	<b>228,290</b>	<b>199,104</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>574,720</b>	<b>509,641</b>
Net assets per share attributable to ordinary equity owners of the Company (RM)	0.84	0.76

**Note 1: Amount due to directors consists of directors' fee and directors' other emoluments.**

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2010)

## QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	<b>CUMULATIVE QUARTER</b>	
	<b>PERIOD</b>	<b>PERIOD</b>
	<b>ENDED</b>	<b>ENDED</b>
	<b>31.7.2011</b>	<b>31.7.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
	<i>(Unaudited)</i>	<i>(Audited)</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	57,486	44,799
Adjustments for:		
Depreciation of property, plant and equipment	8,578	8,530
Gain on disposal of property, plant and equipment	(595)	(230)
Loss on disposal of property, plant and equipment	66	11
Property, plant and equipment written off	1,134	771
Loss on disposal of subsidiary company	-	313
Impairment loss of property, plant and equipment	433	-
Short-term accumulating compensated absences	92	24
Customers' deposits	(110)	(189)
Dividend income	(317)	-
Inventories loss	143	569
Bad debts written off	-	96
Deposit written off	42	-
Allowance for doubtful debts	45	68
Reversal of allowance for doubtful debts	(3)	(279)
Interest income	(127)	(126)
Interest expense	10,091	10,086
Operating profit before working capital changes	76,958#	64,443
Inventories	(60,309)	(27,456)
Trade receivables	(410)	(1,083)
Non-trade receivables	(133)	651
Trade payables	8,877	3,815
Non-trade payables	6,810	3,378
Amount due to directors	830	(1,613)
Net cash generated from operations	32,623 #	42,135
Tax refunded	411	272
Tax paid	(17,908)	(13,116)
Net cash generated from operating activities	15,126	29,291
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	34	126
Fixed deposits pledged	-	(72)
Dividend received	317	-
Non-controlling interests on disposal of a subsidiary company	-	3,286
Proceeds from disposal of property, plant and equipment	769	496
Purchase of leasehold land	-	(1,133)
Purchase of property, plant and equipment	(5,206)	(6,754)
Net cash used in investing activities	(4,086)#	(4,051)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(10,091)	(10,086)
Net loan raised / (repaid)	13,685	(16,621)
Dividend paid	(5,745)	(5,745)
Repayment to lease creditors	(4,407)	(5,808)
Repayment to hire purchase creditors	(1,559)	(1,917)
Net cash used in financing activities	(8,117)#	(40,177)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	2,923 #	(14,937)
<b>OPENING CASH AND CASH EQUIVALENTS</b>	347	15,284
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	3,270 #	347
<b>Cash and cash equivalents comprise the following:</b>		
Fixed deposit with licensed banks	1	1
Cash and bank balances	18,551	14,634
Bank overdraft	(15,282)	(14,288)
	3,270 #	347

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2010)

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 JULY 2011****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<b>Share Capital</b>	<b><u>Non-distributable Capital Reserve</u></b>	<b><u>Distributable Retained Earnings</u></b>	<b>Total to Owners of the Company RM'000</b>	<b>Non-Controlling Interests  RM'000</b>	<b>Total Equity  RM'000</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>			
<b>At 1 August 2009</b>	205,176	4,221	74,368	<b>283,765</b>	<b>3,490</b>	<b>287,255</b>
Profit for the period	-	-	32,517	<b>32,517</b>	-	<b>32,517</b>
Disposal of interest in a subsidiary company	-	-	-	-	<b>(3,490)</b>	<b>(3,490)</b>
Dividends	-	-	(5,745)	<b>(5,745)</b>	-	<b>(5,745)</b>
<b>At 31 July 2010</b>	<b>205,176</b>	<b>4,221</b>	<b>101,140</b>	<b>310,537</b>	<b>-</b>	<b>310,537</b>
<b>At 1 August 2010</b>	205,176	4,221	101,140	<b>310,537</b>	-	<b>310,537</b>
Profit for the period	-	-	41,638	<b>41,638</b>	-	<b>41,638</b>
Dividends	-	-	(5,745)	<b>(5,745)</b>	-	<b>(5,745)</b>
<b>At 31 July 2011</b>	<b>205,176</b>	<b>4,221</b>	<b>137,033</b>	<b>346,430</b>	<b>-</b>	<b>346,430</b>

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 July 2010)