GOLDIS BERHAD
(515802-U)

annual report 2008

WE INVEST IN ENTREPRENEURS WHO GROW OUR COMPANIES

GOLDIS BERHAD (515802-U) ANNUAL REPORT **2008**

CONTENTS

CHAIRMAN'S LETTER TO SHAREHOLDERS

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the Annual Report for the financial year ended 31 January 2008.

OVERVIEW

The financial year 2007 ending January 2008 was generally a better year for the Goldis Group of companies. The Asian economies were strong for the first three quarters of the year and the inflationary pressures were not felt till the last part of the year. However, with the fallout of the subprime mortgage market in October 2007 and with the hindsight that Asia is not insulated from the decline of the Western economies, 2007 may be the last year for sometime before we see the world economies growing at 4% and the Asian economies growing at 8% again.

Both Hoepharma and Macrokiosk managed to turn around from loss positions in 2006 to make small profits in 2007. Both implemented strategies during 2007 to reduce reliance on sales of lower margin products and to concentrate on development of higher margin products.

The cash position of the Group remained strong with a gearing of 20% as compared with 7% the year before. During the year, RM55 million was pumped into the building of GTower, an A++ office development along Jalan Tun Razak.

FINANCIAL PERFORMANCE

For the financial year ended 31 January 2008, the Group revenue dropped 19% to RM174.7 million from RM215.3 million the year before. The Group pre-tax profit dropped 50% from RM64.7 million to RM32.2 million. The difference was due to the reduced sale of investments accounted in 2007. Gain on the sale of investments was RM44.7 million in 2006 compared to RM7.8 million in 2007. Due to the nature of private equity investments and the lumpy asset disposals, variances of this kind can be expected from year to year.

PERFORMANCE REVIEW OF OUR INVESTMENTS

IGB CORPORATION BERHAD ("IGB") (a listed real estate conglomerate)

For the financial year ended 31 December 2007, IGB's Group revenue dropped 6% to RM673.9 million from RM719.0 million the year before. Pre-tax profit increased to RM204.2 million from RM202.0 million the year before. The Gardens at Mid Valley City opened its doors to the public on 26 September 2007. Over the course of 2008, 800,000 sq ft of offices, a 5-star Gardens hotel and service apartments will be completed and opened as well. The transformation of IGB from a property developer to a property owner will mean better quality and more consistent earnings for the Group. Having achieved this transformation with its firepower intact will allow the Group to take advantage of opportunities in the real estate cycle downturn in the years ahead.

PRIVATE EQUITY INVESTMENTS IN MALAYSIA

The total investment in private companies in Malaysia as at 31 January 2008 was RM72.2 million compared to RM61.7 million last year.

A review of the performance of our main investee companies are as follows:

HOEPharma Holdings Sdn Bhd ("Hoepharma") (a dermatological and healthcare company)

Hoepharma Group recorded a revenue of RM60.3 million, an increase of 6% from RM57.1 million last year. The Group has decided to write off all the losses incurred in its foray into the European market. With the appointment of new distributors and the launch of higher margin products, the business of Hoepharma has stabilized.

The Group achieved a turnaround from a loss of RM6.2 million last year to a profit of RM1.8 million for this financial year. We expect this turnaround to continue into financial year 2008.

Macro Kiosk Berhad ("Macrokiosk") (a mobile data communications technology provider)

Although Macrokiosk Group revenue dropped 11% from RM40.7 million the year before to RM36.1 million this financial year, the company achieved a turnaround from a loss of RM6.6 million to a profit of RM0.6 million. Launches of new products and the opening of new markets continue to eat into the margins as the expenses remain high for the year. As the company is competing in a fast changing technological environment, it has to reinvent itself constantly or lose out to more entrepreneurial groups.

Macro Lynx Sdn Bhd ("Macrolynx") (a broadband solutions and service provider)

Macrolynx Group revenue has increased 113% from RM2.3 million to RM4.9 million. However, it continues to make a loss of RM1.0 million for the financial year 2008.

Steps have been taken during the year to improve the broadband quality to our customers by strengthening the infrastructure through collaborative joint ventures, hiring of key technical personnel and replacing and purchasing new equipment. By working with developers to develop ICT infrastructure for new buildings, the company has broadened its business base for future revenue streams.

Protech Yu (Asia) Sdn Bhd (an aquaculture company)

Our latest venture continues to require drip feeding as the company made a loss of RM2.6 million from RM2.1 million the year before.

The company is currently developing its first eco-aquaculture park in Kuala Kubu Baru. We expect the first farm to be ready by the last quarter of 2008. This will enable the company to supply the Klang valley with live and chilled fish under the brand "OM3".

PRIVATE EQUITY INVESTMENTS IN CHINA

The total investment in China as at 31 January 2008 was RM61.8 million compared to RM76.3 million the previous year.

Revenue for GoldChina Group was higher at RM71.4 million compared to RM68.7 million the year before. The pre-tax profit decreased 43% to RM0.8 million from RM1.4 million the year before. The drop in profit was attributable to the shut down by its subsidiary of one of its production lines for upgrading works. The margins were also squeezed in the last quarter due to an increase in waste paper prices.

During the year 2007, one of our BOT (Build, Operate and Transfer) sewage plants in Ganyu, Jiangsu Province was commissioned and the second BOT in Dajijia, Shangdong Province has been completed in early 2008 and is now under going commissioning and testing.

CHAIRMAN'S LETTER TO SHAREHOLDERS

PROPERTY INVESTMENT

GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd) ("GTower") (an A++ office building along Jalan Tun Razak)

During the year, the foundation works was completed and the 'topping up' of the main structure of the tower is expected by June 2008. As at 31 January 2008, RM55 million has been added to the value of the asset.

GTower will be Malaysia's first GRADE A office building that is also Green and Smart. This A++ building will offer tenants a 24/7 working environment with low energy features supported by a high speed fibre broadband infrastructure and intelligent building management system.

The expected completion date of the building is March 2009 and we expect the first tenants later in the year.

AWARDS AND RECOGNITIONS

Macrokiosk

- 2007 Enterprise 50 Award
- 2007 Frost & Sullivan Malaysia Telecoms Awards

OUR PEOPLE

For the financial year under review, the number of employees for the Group has increased to 957 from 901 last year.

PROSPECTS

2008 will be a promising year for the Goldis Group. The Group will continue to rely on the growth of its existing investments as well as developing new income streams for the future.

DIVIDEND

The Board is pleased to recommend a first and final dividend of 2.25 sen per share tax exempt amounting to RM7.3 million in respect of the financial year ended 31 January 2008, which is subject to the shareholders' approval at the forthcoming Annual General Meeting of the Company.

ACKNOWLEDGEMENT AND APPRECIATION

I wish to take this opportunity to express my sincere gratitude to the members of the Board of Directors for their professionalism and dedicated contribution to steer the Group towards excellence. My special thanks also goes to the management team and staff members for their continued contributions and commitment towards the Group. Finally, I also wish to extend our thanks to our valuable shareholders, customers, business associates, investors as well as banking institutions and relevant authorities for their continued support, guidance and confidence in Goldis Group.

TAN LEI CHENG (MS)
Chairman & CEO

主席献词

致敬爱的的股东们

我谨此代表董事局欣然为大家呈献截止2008年1月31日的财政年度之常年报告。

概述

对於金诗集团，截至2008年1月31日的财政年度整体上来说是一个不错的丰收年。在首3个季度，亚洲地区的经济表现相常强稳，而通膨压力也只有在去年最后一个季度才开始浮现。仅管如此，随著美国次贷危机於2007年10月正式引暴，以及亚洲经济无法幸免的情况下，过了2007年之后，我们可能需要好一段时间才能再度看到全球经济以4%及亚洲经济以8%的速率成长。

Hoepharma和Macrokiosk都能从2006年的亏损中扭转过来，并於2007年缔造小幅的盈利。这两家公司於2007年采取了一些策略，减低它們对低赚幅產品銷售的倚赖，同時專注於开发高赚幅產品。

虽然净负债从前一年的7%上揚至20%，集团的现金流量依然強穩。在本财政年度中，集团將5500万令吉注入在兴建中的GTower，一幢位於惹兰敦拉薩的A++办公大楼的发展计划。

财务业绩

在截止2008年1月31日的财政年度，集团营收从前期的2亿1530万令吉下滑19%至1亿7470万令吉。集团税前盈利則从6470万令吉下跌50%至3220万令吉；这主要的原因是2007年投資脫售相对地減少。2006年投資脫售盈利达4470万令吉，而2007年僅有780万令吉。基於私人股本投资的性质以及大宗资产脫售，预料类似的差距在未來的财政年度都可能會出现。

公司投资表现

IGB机构有限公司 ("IGB") (上市地产集团)

在截至2007年12月31日的财政年度，IGB集团营收从前一年的7亿1900万令吉下跌6%至6亿7390万令吉。税前盈利从前期的2亿200万令吉增至2亿420万令吉。谷中城的The Gardens於2007年9月26日正式开张营业。在2008年，总面积达80万平方呎的办公空间、五星级Gardens酒店以及服务公寓將陸续完成並开始投入服務。IGB从一家产业发展公司转型为地产业主，意味着集团將能享有更高品质以及稳建的盈利。成功转型之後，集团也將得以充份把握未來几年地产週期低谷所帶出的投资良机。

在马来西亚的私人股本投资

截至2008年1月31日，集团在马来西亞私人公司的投资总额为7220万令吉，相较於前一年的6170万令吉。

本集团所投资的主要公司表现如下：

HOEPharma控股私人有限公司 ("Hoepharma") (皮肤病学与保健护理公司)

Hoepharma集团取得6030万令吉的营收，较前一年的5710万令吉增长了6%。该集团已决定注销在進军欧洲市场所蒙受的一切亏损。隨著委任新的代理商及推出更高赚幅的产品，Hoepharma的业绩已逐渐稳定下來。

该集团成功扭转了它於去年錄得620万令吉亏损的劣勢，而於本财政年度取得180万令吉的盈利。我們预測它在2008财政年的表现将持续標青。

主席献词

Macro Kiosk有限公司 (“Macrokiosk”) (流动数据通讯技术供应商)

虽然Macrokiosk集团的营收从前一年的4070万令吉下降11%至3610万令吉，不过它却成功地从前一年所錄得的660万令吉亏损扭转过來，而取得60万令吉的盈利。推介新产品以及开发新市场所帶出的高开销，使到集团赚幅持续受限。由於它必须在一个日新月異的科技环境中競爭，它必须不断自我提昇，否则将被其他更具企业野心的同业淘汰。

Macro Lynx私人有限公司 (“Macrolynx”) (宽频方案和服务供应商)

Macrolynx集团的营收从前期的230万令吉剧增113%至490万令吉。仅管如此，它在2008财政年依然还是錄得100万令吉的亏损。

它已於2007年採取适当的步驟通过与其他公司联营、聘僱主要技術人员及更换与添购新的器材，來加強基建並改善其寛频品质。通过与发展商合作为新建筑物开发ICT基建，该公司已成功地擴大其业务基础， 作为未來营收的來源。

宝特余(亚洲)私人有限公司(水产业公司)

这个最新投资项目的业绩表现持续低迷，其亏损额从前一年的210万令吉增至260万令吉。

该公司目前正在新古毛月开发它的首个生態水产园，我們預測它將於2008年第4季投入生产，使公司得以为巴生谷市场提供“OM3”品牌活魚或冷藏魚。

在中国的私人股本投资

截至2008年1月31日集团在中国的投资总额共达6180万令吉，相较於前一年的7630万令吉。

GoldChina集团的营收从前期的6870万令吉揚升至7140万令吉。税前盈利则从140万令吉下跌43%至80万令吉。盈利下滑的主要因素是其附属公司关闭其中一條生产线以作提昇维修。此外最后一个季度的盈利也因为废纸价格上揚而減少。

在2007年，我們其中一座位於江苏省，赣榆的BOT（建造、运营及转移）废水厂正式投入运作，而位於山东省，大季家的第2座BOT厂亦於2008年初完成，目前正進行运作测试。

产业投资

GTower私人有限公司 (前称Goldis Tower私人有限公司) (“GTower”) (位於惹兰敦拉萨的A++办公大楼)

在本财政年度，该办公大楼的地基工程已完成，而大楼主要结构的“蓋顶”仪式預料将於2008年6月進行。截至2008年1月31日，5500万令吉已注入该资产的价值中。

GTower将会是马来西亞第一座兼具环保以及精明特徵的甲级办公大楼。此A++办公大楼将为租戶提供24/7低耗能工作环境，以及高速光纤寬頻基建与精明建筑管理系统。

该大楼预料将於2009年3月竣工，而租戶将於同年较后时迁入办公。

奖项与认可

MACROKIOSK

- 2007年 企业50奖项
- 2007年 Frost & Sullivan大马电讯奖

我们的队伍

在本财政年度中，集团员工人数从前一年的901人增加到957人。

前景展望

2008年对金诗集团来说是令人期待的一年。集团将继续仰赖其现有投资的成长，同时为将来的业务开发更多新的收入来源。

股息

董事局谨此欣然建议在截止2008年1月31日的财政年度派发每股2.25仙的免税股息，总值730万令吉。这项建议必须在公司即将来临的常年会议上获得股東的批准。

鸣谢

本人谨此向董事局成员表示谢意，感谢他們为集团迈向卓越业绩的奋斗中所给予的专业指导和贡献。本人也非常感谢公司管理层和员工们对集团的持续贡献与忠诚。最后，我也要感谢所有的股東、客戶、商业夥伴、投资者以及銀行机构和有关当局所给予的支持、指導以及对金诗集团的信任。

陈丽贞(MS)
主席兼首席执行员

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Chairman &
Chief Executive Officer
Ms Tan Lei Cheng

Senior Independent Non-Executive Director
Datuk Tan Kim Leong

Independent Non-Executive Director
Encik Daud Mah Bin Abdullah

Non-Independent Non-Executive Directors
Ms Pauline Tan Suat Ming
Mr Tan Boon Lee
Encik Harun Bin Hashim Mohd

AUDIT COMMITTEE

Datuk Tan Kim Leong
(Chairman-Independent Director)
Encik Daud Mah Bin Abdullah
(Independent Director)
Mr Tan Boon Lee
(Non-Independent Director)

SECRETARIES

Ms Chow Lai Ping
Mr Leong Kok Chi

REGISTERED OFFICE

Penthouse, Menara Tan & Tan
207 Jalan Tun Razak
50400 Kuala Lumpur
Tel. No. : 603-2163 1111
Fax. No. : 603-2163 7020

REGISTRAR

IGB Corporation Berhad
[Share Registration Department]
Level 32, The Gardens South Tower
Mid Valley City
Lingkaran Syed Putra
59200 Kuala Lumpur
Tel. No. : 603-2289 8989
Fax. No. : 603-2289 8802

PRINCIPAL BANKERS

Public Bank Berhad
Hong Leong Bank Berhad
United Overseas Bank (Malaysia) Berhad
Malayan Banking Berhad
HSBC Bank (Malaysia) Berhad
AmBank (M) Berhad

AUDITORS

PricewaterhouseCoopers

SOLICITORS

Jeyaratnam & Chong

STOCK EXCHANGE LISTING

Bursa Malaysia Securities Berhad
Main Board (May 8, 2002)
Stock Code 5606

DATE OF INCORPORATION

1 June 2000

WEBSITE

www.goldis.com.my

NOTICE OF THE EIGHTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Eighth Annual General Meeting of Goldis Berhad will be held at the Function Room, Ground Floor, Menara Tan & Tan, 207 Jalan Tun Razak, 50400 Kuala Lumpur on Wednesday, 25 June 2008 at 2.30 p.m. for the following purposes:

1. To receive the audited financial statements for the year ended 31 January 2008 together with the Reports of the Directors and Auditors thereon. — Ordinary Resolution 1

2. To approve the payment of Directors' fees of RM95,000 per annum. — Ordinary Resolution 2

3. To declare a first and final dividend of 2.25 sen tax exempt for the financial year ended 31 January 2008. — Ordinary Resolution 3

4. To re-elect the following Directors who retire in accordance with Article 98 of the Articles of Association of the Company:

   (a) Ms Pauline Tan Suat Ming — Ordinary Resolution 4
   (b) Encik Harun Bin Hashim — Ordinary Resolution 5

5. To re-appoint Messrs. PricewaterhouseCoopers as auditors and to authorise the Directors to fix their remuneration. — Ordinary Resolution 6

As Special Business
To consider and if thought fit, to pass the following resolutions as Ordinary Resolutions:

6. **Authority for Directors to Issue Shares** — Ordinary Resolution 7

   That, subject to the Companies Act, 1965 and the Articles of Association of the Company, the Directors be and are hereby authorised, pursuant to Section 132D of the Companies Act, 1965, to allot and issue shares in 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 Directors may, in their absolute discretion deem fit, provided that the aggregate number of shares to be issued does not exceed ten per centum (10%) of the issued and paid-up share capital of the Company for the time being and that the Directors be and are also empowered to obtain the approval for the listing and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad.

7. **Proposed Renewal of Shareholders' Mandate for the Company to Purchase its Own Shares ("Proposed Share Buy-Back")** — Ordinary Resolution 8

   That subject to the provisions under the Companies Act, 1965 ("Act"), the Companies Regulations 1966, the Memorandum and Articles of Association of the Company, the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and the approvals of all relevant authorities (if any), the Company be and is hereby authorised, to the extent permitted by law, to purchase and/or hold such number of its own ordinary shares of RM1.00 each ("Goldis Shares") as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interest of the Company provided that the aggregate number of shares purchased pursuant to this resolution shall not exceed ten per centum (10%) of the total issued and paid-up share capital of the Company at the time of purchase;

   That the maximum amount of funds to be utilised for the purpose of the Proposed Share Buy-Back shall not exceed the Company's aggregate retained profits and/or share premium account;

That authority be and is hereby given to the Directors of the Company to decide at their discretion, as may be permitted and prescribed by the Act and/or any prevailing laws, rules, regulations, orders, guidelines and requirements issued by the relevant authorities for the time being in force to deal with any Goldis Shares so purchased by the Company in the following manner:

(a) to cancel the Goldis Shares so purchased; or

(b) to retain the Goldis Shares so purchased as treasury shares for distribution as dividends to the shareholders of the Company and/or re-sell through Bursa Securities in accordance with the relevant rules of Bursa Securities and/or cancel the Goldis Shares so purchased subsequently; or

(c) to retain part of the Goldis Shares so purchased as treasury shares and cancel the remainder.

That the authority conferred by this resolution will be effective immediately from the passing of this ordinary resolution until:

(a) the conclusion of the next Annual General Meeting of the Company following the Annual General Meeting at which this resolution is passed, at which time the authority would lapse unless renewed by an ordinary resolution, either unconditionally or conditionally; or

(b) the expiration of the period within which the next Annual General Meeting of the Company after that date is required by law to be held; or

(c) the authority is revoked or varied by an ordinary resolution passed by the shareholders of the Company in a general meeting,

whichever occurs first;

And that the Directors of the Company be and are hereby authorised to take such steps to give full effect to the Proposed Share Buy-Back with full power to assent to any conditions, modifications, variations and/or amendments as may be imposed by the relevant authorities and/or to do all such acts and things as the Directors may deem fit and expedient in the best interest of the Company.

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

NOTICE OF DIVIDEND ENTITLEMENT & PAYMENT

NOTICE IS ALSO HEREBY GIVEN THAT a first and final dividend of 2.25 sen tax exempt in respect of the financial year ended 31 January 2008, if approved by shareholders, will be paid on 25 July 2008 to shareholders whose names appear in the Record of Depositors of the Company at the close of business on 2 July 2008.

A Depositor shall qualify for entitlement to the dividend only in respect of:

a. shares transferred into the depositor's securities account before 4.00 p.m. on 2 July 2008 in respect of transfers.

b. shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

By Order of The Board

Chow Lai Ping
(MAICSA 0829388)

Leong Kok Chi
(MICPA 2918)
Company Secretaries

Kuala Lumpur
3 June 2008

Notes:

1. *A member entitled to attend and vote at the meeting may appoint a proxy, who need not be a member, to vote in his stead and the provision of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.*

2. *The instrument appointing a proxy shall be in writing under the hand of the appointer or of his attorney duly authorized in writing or if the appointer is a corporation, either under its common seal or under the hand of a duly authorized officer or attorney.*

3. *The Proxy Form shall be deposited at the Registered Office of the Company, Penthouse, Menara Tan & Tan, 207 Jalan Tun Razak, 50400 Kuala Lumpur, not less than forty-eight (48) hours before the time appointed for holding the meeting.*

Explanatory Notes on Special Business

1. The proposed Ordinary Resolution 7, if passed, will empower the Directors to issue shares in the Company up to an amount not exceeding in total ten per centum (10%) of the issued share capital of the Company for the time being, for such purposes as the Directors consider would be in the interest of the Company in order to avoid any delay and costs involved in convening a general meeting to approve such an issue of shares. This authority, unless revoked or varied at a general meeting, will expire at the next Annual General Meeting of the Company.

2. The proposed Ordinary Resolution 8, if passed, will renew the shareholders' mandate for the share buy-back by the Company and will empower the Company to purchase and/or hold up to ten percentum (10%) of the issued and paid-up share capital of the Company. This authority will, unless revoked or varied by the Company at a General Meeting, expire at the next Annual General Meeting. Further information on the Proposed Share Buy-Back is set out in the Statement to Shareholders dated 3 June 2008, which is despatched together with the Company's Annual Report 2008.

STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING

Pursuant to Paragraph 8.28 (2) of the Listing Requirements of Bursa Malaysia Securities Berhad

The details of interests in the securities held by the Directors standing for re-election in the Company and its subsidiaries are:

The Company

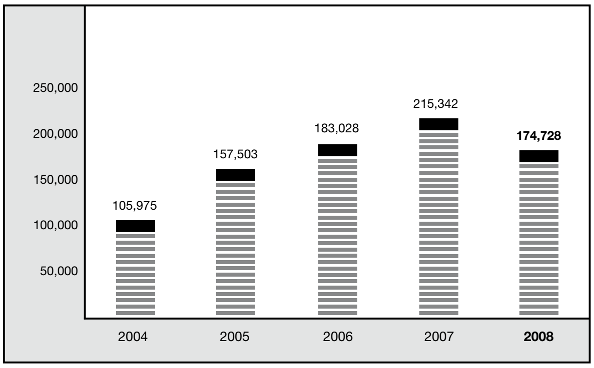
	Ordinary Shares of RM1.00 each				Options over Ordinary Shares of RM1.00 each
	Direct	**%**	**Indirect**	**%**	**Number of Options**
Pauline Tan Suat Ming	270,833	0.09	89,662,735	27.73	100,000
Harun Bin Hashim Mohd	-	-	-	-	-

GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd)

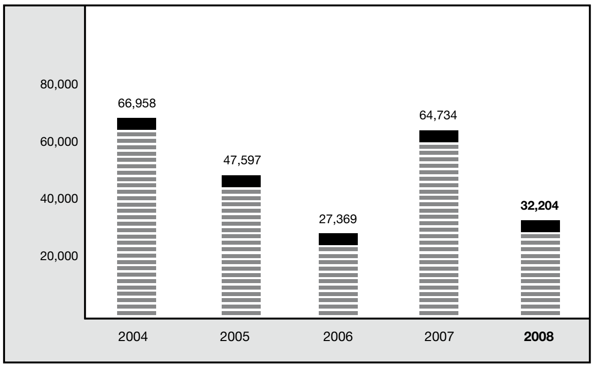
	Number of irredeemable convertible non-cumulative preference shares ("ICPS") with a par value of RM0.05 each at an issue price of RM1.00 each	
	Direct	**%**
Pauline Tan Suat Ming	2,500,000	3.57
Harun Bin Hashim Mohd	-	-

Further details on the Directors standing for re-election at the Eighth Annual General Meeting are set out in their respective profiles which appear in the Directors' Profiles on pages 15 and 16 of this Annual Report.

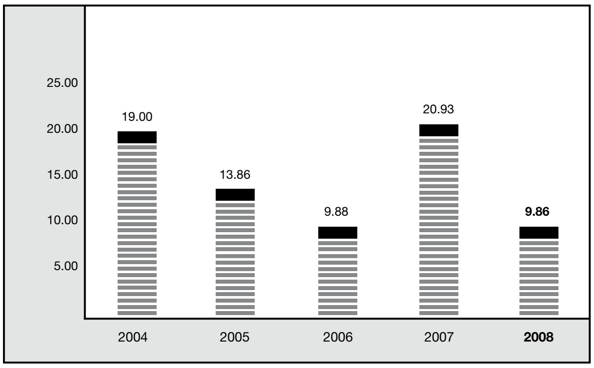
FIVE-YEAR PERFORMANCE HIGHLIGHTS



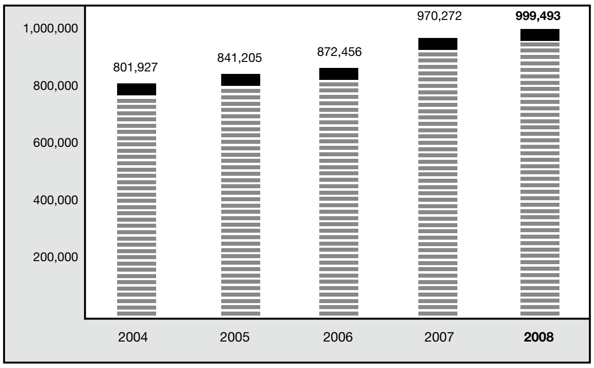
Revenue (RM'000)



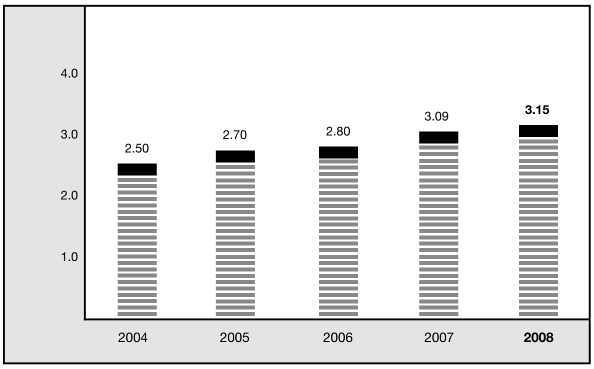
Pre-tax Profits (RM'000)



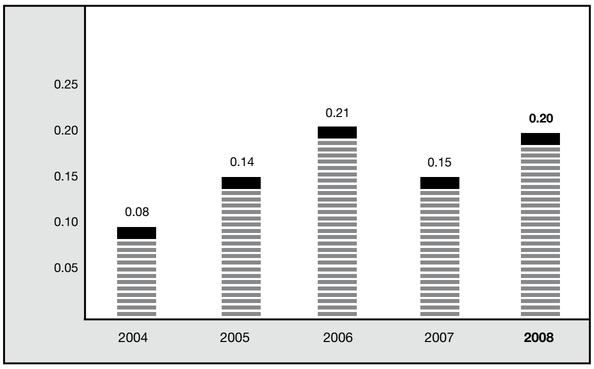
Earnings Per Share (sen)



Shareholders' Fund (RM'000)



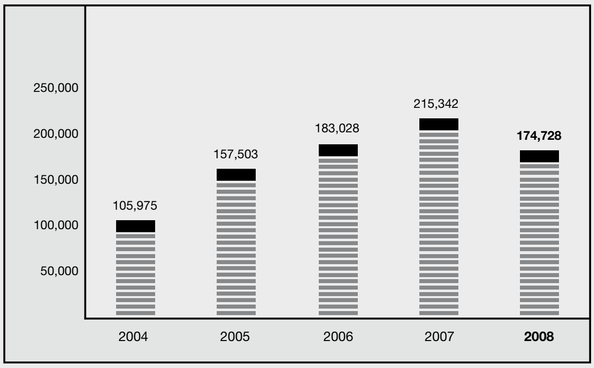
Net Assets Per Share (RM)



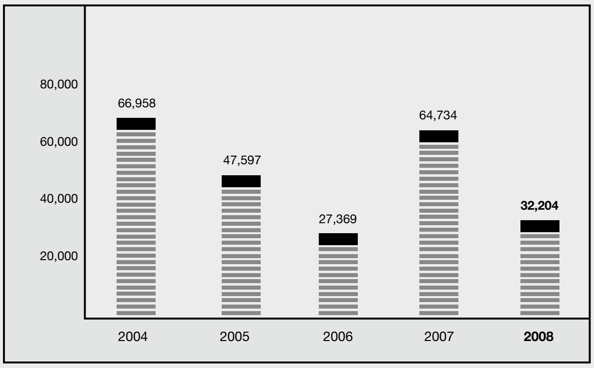
Debt to Equity

Financial year ended 31 January	2004 RM'000	2005 RM'000	2006 RM'000	2007 RM'000	2008 RM'000
Financial Results					
Revenue	105,975	157,503	183,028	215,342	174,728
EBITDA	74,205	56,821	38,927	77,812	47,869
Pre-tax Profits	66,958	47,597	27,369	64,734	32,204
Net Profits	60,930	44,448	34,462	65,415	31,947
Key Balance Sheet Data					
Share Capital	320,633	320,633	320,943	321,049	323,334
Shareholders' Fund	801,927	841,205	872,456	970,272	999,493
Net Assets	812,217	857,024	890,752	991,473	1,018,944
Borrowings	67,310	120,806	185,359	146,127	194,999
Key Financial Ratios					
Earnings Per Share (sen)	19.00	13.86	9.88	20.93	9.86
Dividends Per Share (sen)	2.00	2.50	2.50	2.00	2.25
Net Assets Per Share (RM)	2.50	2.70	2.80	3.09	3.15
Debt to Equity	0.08	0.14	0.21	0.15	0.20

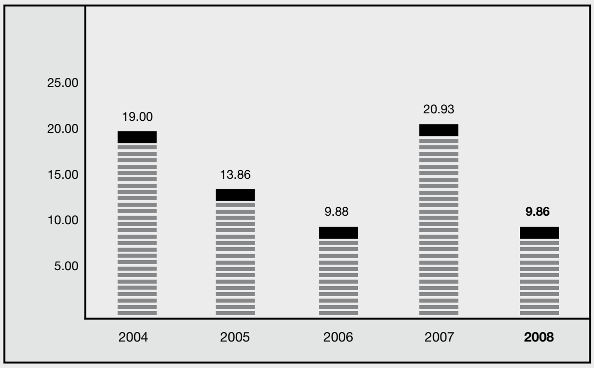
5年表现焦点



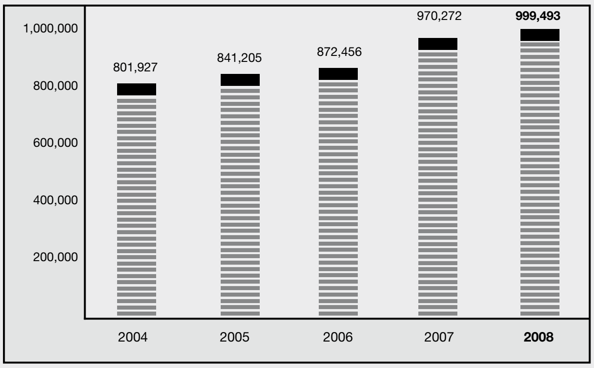
营收 (RM'000)



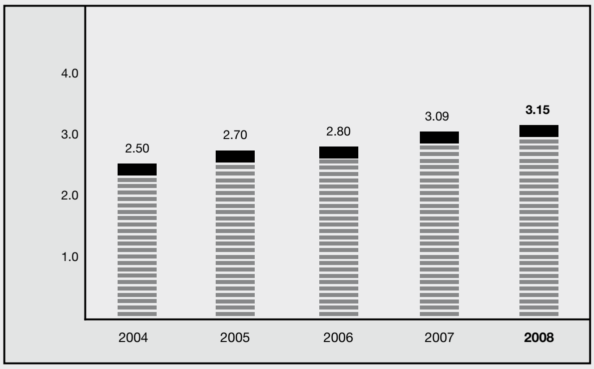
税前盈利 (RM'000)



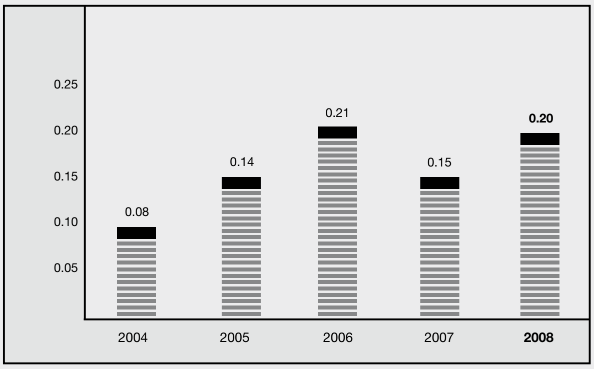
每股收益 (sen)



股东基金 (RM'000)



每股资产净额 (RM)



债务对权益比率

财政年度截至1月31日	2004 RM'000	2005 RM'000	2006 RM'000	2007 RM'000	2008 RM'000
财务表现					
营收	105,975	157,503	183,028	215,342	174,728
EBITDA	74,205	56,821	38,927	77,812	47,869
税前盈利	66,958	47,597	27,369	64,734	32,204
净盈利	60,930	44,448	34,462	65,415	31,947
主要资产负债表数据					
股本	320,633	320,633	320,943	321,049	323,334
股东基金	801,927	841,205	872,456	970,272	999,493
净资产	812,217	857,024	890,752	991,473	1,018,944
借贷	67,310	120,806	185,359	146,127	194,999
主要财务比率					
每股收益（分）	19.00	13.86	9.88	20.93	9.86
每股股息（分）	2.00	2.50	2.50	2.00	2.25
每股资产净额 (令吉)	2.50	2.70	2.80	3.09	3.15
债务对权益比率	0.08	0.14	0.21	0.15	0.20

PROFILE OF BOARD OF DIRECTORS

TAN LEI CHENG
(Non-Independent Executive Chairman & Chief Executive Officer)

Tan Lei Cheng, aged 51, a Malaysian, was appointed a director of Goldis Berhad ("Company") on 20 September 2000. Ms Tan was appointed Executive Chairman and Chief Executive Officer ("CEO") of the Company on 6 May 2002. She was the CEO of Tan & Tan Developments Berhad ("Tan & Tan") a property development company, from March 1995 to August 2003. Tan & Tan is a public company listed on Bursa Malaysia Securities Berhad until Goldis Berhad took over its listing on 8 May 2002, following the completion of the merger between the Company, Tan & Tan and IGB Corporation Berhad. She is the prime mover in identifying and developing projects that are in the growth industries sector. She has 28 years of experience in the property industry and the corporate sector. She holds a Bachelor of Commerce from the University of Melbourne, Australia, and a Bachelor of Law from King's College, London (LLB Hons). She is also a member of Lincoln's Inn and was admitted to the English Bar in 1983. She is a member of the World Presidents' Organisation, Malaysia Chapter. She is also a Board member of Kuala Lumpur Business Club. She is a director of IGB Corporation Berhad, KrisAssets Holdings Berhad, Macro Kiosk Berhad and Dato' Tan Chin Nam Foundation.

She is a member of the Nomination, Remuneration and ESOS Committees.

She is a sister of Tan Boon Lee, a director of the Company. She is also a sister of Tan Boon Seng, who is a major shareholder of Goldis Berhad. She is a cousin of Pauline Tan Suat Ming, Robert Tan Chung Meng and Tony Tan @ Choon Keat, who are major shareholders.

She has no conflict of interest with the Company and has no conviction for offences within the past 10 years.

DATUK TAN KIM LEONG@ TAN CHONG MIN, J.P.
(Senior Independent Non-Executive Director)

Datuk Tan Kim Leong @ Tan Chong Min, aged 68, a Malaysian, was appointed to the Board of the Company on 11 January 2002. Datuk Tan is the Executive Chairman of BDO Binder. He holds professional memberships in the Malaysian Institute of Accountants and the Malaysian Institute of Certified Public Accountants. He is also a Fellow member of the Institute of Chartered Accountants, Australia and the Malaysian Institute of Chartered Secretaries and Administrators.

Other directorships in public companies include Amoy Canning Corporation (Malaya) Berhad, RHB Capital Berhad, KL Industrial Services Berhad and MCIS Zurich Insurance Berhad.

He is the Senior Independent Director, Chairman of the Audit Committee and a member of the Nomination, Remuneration and ESOS Committees.

He has no conflict of interest with the Company and has no conviction for offences within the past 10 years. He is not related to any members of the board nor major shareholders.

PAULINE TAN SUAT MING
(Non-Independent Non-Executive Director)

Pauline Tan Suat Ming, aged 62, a Malaysian, was appointed a director of the Company on 7 January 2002. Ms Pauline Tan holds a Bachelor of Science (Honours) in Biochemistry from University of Sussex, England and is also a Fellow of the Institute of Chartered Secretaries and Administrators. She worked as a chemist in Malayan Sugar Manufacturing Co Berhad from 1969 to 1972. She joined Tan Kim Yeow Sdn Bhd as an Executive Director in 1976 and joined Wah Seong Group of Companies in 1983. She is a director of Wah Seong Corporation Berhad, IGB Corporation Berhad and Yayasan Wah Seong.

Ms Pauline Tan is the Chairman of the Nomination Committee and a member of the Remuneration Committee. She is a cousin of Tan Lei Cheng and Tan Boon Lee, directors of the Company and a cousin of Tan Boon Seng who is a major shareholder of the Company. She is a sister of Tony Tan @ Choon Keat and Robert Tan Chung Meng who are major shareholders.

She has no conflict of interest with the Company and has no conviction for offences within the past 10 years.

PROFILE OF BOARD OF DIRECTORS

TAN BOON LEE
(Non-Independent Non-Executive Director)

Tan Boon Lee, aged 44, a Malaysian, was appointed a director of the Company on 11 January 2002. Mr Tan holds a Bachelor of Economics from Monash University, Australia and a Masters in Business Administration from Cranfield School of Management, United Kingdom. He has 22 years of experience in the property and hotel industry, giving management and technical assistance to hotel and hospitality projects in Malaysia and Asia. He is a director of IGB Corporation Berhad, KrisAssets Holdings Berhad, Macro Kiosk Berhad and Dato' Tan Chin Nam Foundation.

He is a member of the Audit, Nomination, Remuneration and ESOS Committees.

He is a brother of Tan Lei Cheng, a director of the Company. He is also a brother of Tan Boon Seng who is a major shareholder of Goldis Berhad. He is a cousin of Pauline Tan Suat Ming, Robert Tan Chung Meng and Tony Tan @ Choon Keat, who are major shareholders.

He has no conflict of interest with the Company and has no conviction for offences within the past 10 years.

DAUD MAH BIN ABDULLAH @ MAH SIEW WHYE
(Independent Non-Executive Director)

Daud Mah Bin Abdullah @ Mah Siew Whye, aged 46, a Malaysian, was appointed a director of the Company on 15 January 2003. He holds a Bachelor of Science (Econs) degree from the London School of Economics and Political Science and a Masters in Business Administration majoring in Finance from Wharton School, University of Pennsylvania. He is a member of the Institute of Chartered Accountants of England and Wales, and of the Malaysian Institute of Accountants.

His working experience commenced with Coopers & Lybrand, London from 1984-1989. After completing his Masters in Business Administration in 1992, he returned to Malaysia to join The Boston Consulting Group. He left The Boston Consulting Group in 1995 and set up a boutique fund management company called Kumpulan Sentiasa Cemerlang Sdn Bhd. He is presently the CEO of KSC Capital Berhad, a unit trust management company, which is a wholly-owned subsidiary of Kumpulan Sentiasa Cemerlang Sdn Bhd.

He is a member of the Audit and Nomination Committees and the Chairman of the Remuneration and ESOS Committees.

He has no conflict of interest with the Company and has no conviction for offences within the past 10 years. He is not related to any members of the board nor major shareholders.

HARUN BIN HASHIM MOHD
(Non-Independent Non-Executive Director)

Harun Bin Hashim Mohd, aged 58, a Malaysian, was appointed to the Board of the Company on 14 December 2004 and is a representative of Permodalan Nasional Berhad.

He holds a Master of Arts in Public Policy and Administration (Economics) from the University of Wisconsin, United States of America and a Bachelor of Arts (Economics) from the University of Malaya.

He started off his career with the Ministry of Agriculture in 1972 for two years. Thereafter he joined the Economics Planning Unit of the Prime Minister's Department in 1974, whereby he held various senior positions in several divisions and sections. He left the Department in 1993 to join Perbadanan Usahawan Nasional Berhad where he held the position of General Manager of the Human Resource and Entrepreneur Development Division for two years. He is currently the Executive Director of Gunung Kabel Sdn Bhd.

Other than as disclosed, he has no conflict of interest with the Company and he has no conviction for offences within the past 10 years. He is not related to any members of the board or major shareholders.

STATEMENT OF CORPORATE GOVERNANCE

The Board of Directors remain fully committed to achieve and maintain good corporate governance and will continue to enhance its role in improving governance practices effectively to safeguard the best interests of shareholders and other stakeholders.

The following paragraph sets out the manner in which the Group has applied the Principles of Corporate Governance and the extent of compliance with the best practices of the Malaysian Code on Corporate Governance ("the Code").

THE BOARD

(i) Board Balance

The Group realizes the establishment of an active, dynamic and independent Board is paramount in improving corporate governance practices. The size of the Board, comprising six (6) members is appropriate, made up of one (1) Executive Director and five (5) Non-Executive Directors of whom two (2) are Independent Directors, fulfilling the prescribed requirements for one-third (1/3) of the membership of the Board to be Independent Board Members. The Chief Executive Officer ("CEO") is the sole Executive Director. Together, the Directors with their wide experiences in both the public and private sectors and diverse academic backgrounds provide a collective range of experience, skills and expertise which is vital for the successful performance of the Board and direction for the Group. A brief profile of each Director is presented in the Profile of the Board of Directors.

Due to the size and the business nature of the Company, the positions of the Chairman and the CEO of the Company are held by the same person. The CEO has overall responsibilities over the development of corporate objectives, operational units, organizational effectiveness and implementation of Board policies and decisions. The function of the Chairman that is currently held by the CEO is to ensure the orderly conduct and working of the Board, the management of the business and the implementation of such policies and strategies as approved by the Board. The Board has the overall responsibility for corporate governance, strategic direction, effective monitoring of management, reviewing the adequacy and integrity of the Company's internal control systems, identifying principal risks and ensuring the implementation of appropriate systems to manage risks, succession planning and overseeing the investment and business of the Group.

The Board has appointed Datuk Tan Kim Leong as the Senior Independent Non-Executive Director to whom any concerns pertaining to the Group may be conveyed.

The presence of Independent Non-Executive Directors is essential in providing unbiased and independent views, advice and judgements as well as safeguarding the interests of the Group, shareholders and other stakeholders. They also serve as a check and balance to carry sufficient weight in Board decisions. They are independent of management and the major shareholders.

The Board has reserved for itself powers in respect of significant areas in the Group's business including major investment decisions, strategic plans, approval of major capital expenditure and acquisition and disposal of business segments.

(ii) Board Meetings and Supply of Information

The Board meets every quarter and additional meetings are convened as necessary. The meetings are held on a scheduled basis that is determined in advance upon consultation with the Chairman. This would enable the Directors to plan their other appointment dates in order to facilitate their attendance at the Board meetings. Senior management officers are invited when necessary, to attend the Board meetings to update the Directors on their respective business portfolios and to brief the Directors on proposals submitted for the Board's consideration. The agenda for each Board meeting and the papers are circulated to the Directors for their perusal before the Board meetings for decision making. Minutes of the Board meetings record the Board deliberations, in terms of the issues discussed, and the conclusions in discharging the Board duties and responsibilities.

During the financial year under review, the Board met four times and the attendance record for each Director is as follows:

Name of Director	Total Meetings Attended	Percentage of Attendance (%)
Ms Tan Lei Cheng	4/4	100
Datuk Tan Kim Leong	4/4	100
Encik Daud Mah bin Abdullah	4/4	100
Ms Pauline Tan Suat Ming	4/4	100
Mr Tan Boon Lee	4/4	100
Encik Harun bin Hashim Mohd	3/4	75

The Board is supplied with all necessary information to enable it to effectively discharge its responsibilities. Any additional information requested by the Directors is promptly provided.

Procedures are in place for Directors, in discharging their duties, to seek independent professional advice where necessary at the Company's expense in order to fulfill their duties and specific responsibilities. In addition, all Directors have access to the advice and services of the Company Secretaries.

(iii) Appointment and Re-election of Directors

In accordance with the Company's Articles of Association, all Directors retire from office at least once in every three years and offer themselves for re-election. The election of each Director is voted on separately. The Executive Director also rank for re-election by rotation. The re-election of Directors ensures that shareholders have a regular opportunity to reassess the composition of the Board.

(iv) Directors' Remuneration

(a) Level and Make-up of Remuneration

The objective of the Company's policy on Directors' remuneration is to attract and retain the Directors of the calibre needed to run the Group successfully. In the case of Executive Directors, the component parts of the remuneration are structured so as to link rewards to corporate and individual performance. In the case of Non-Executive Directors, the level of remuneration reflects the experience and level of responsibilities undertaken by the particular Non-Executive Director concerned.

(b) Remuneration Procedure

The Remuneration Committee recommends to the Board the framework of the CEO's remuneration and the remuneration package in all its forms, drawing from outside advice where necessary. However, the determination of remuneration packages of all Directors is a matter of the Board as a whole.

The Non-Executive Directors are paid annual fees which are approved annually by the shareholders. The Directors are also reimbursed reasonable expenses incurred by them in the course of carrying out their duties on behalf of the Company.

Individual Directors do not participate in the discussion and decision of their own remuneration.

(c) Remuneration Package

Aggregate remuneration of Directors categorised into appropriate components for the financial year ended 31 January 2008 is as follows:

Category of Directors	Fees RM	Salary RM	Bonus RM	Benefits-in-kind RM	Total RM
Executive Director	10,000	* 663,168	82,269	7,800	763,237
Non-Executive Directors	85,000	-	-	-	85,000

* *The salary is inclusive of statutory employer's contribution to Employees Provident Fund.*

The aggregate remuneration of Directors analysed into bands for the financial year ended 31 January 2008 is as follows:

Range of Remuneration	Executive Director	Non-Executive Directors
Below RM50,000	-	5
RM50,001 – RM100,000	-	-
RM100,001 – RM150,000	-	-
RM150,001 – RM400,000	-	-
RM400,001 – RM600,000	-	-
RM600,001 – RM650,000	-	-
RM650,001 – RM700,000	-	-
RM700,001 – RM750,000	-	-
RM750,001 – RM800,000	1	-

(v) Directors' Training

Every Director of the Company undergoes continuous training to equip himself/herself to effectively discharge his/ her duties as a Director. All the Directors have attended the Mandatory Accreditation Programme conducted in accordance with the Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements.

Following the repeal of Practice Note 15 on Continuing Education Programme prescribed by Bursa Malaysia, the Board has assumed the onus of determining or overseeing the training needs of their Directors on a continuous basis. Directors are encouraged to attend various training programmes to ensure that they are kept abreast on various issues facing the changing business environment within which the Group operates. All the Directors have attended development and training programmes in 2007 which aid in the discharge of their responsibilities as directors of public listed companies. Mr Tan Boon Lee had attended a training course on "Valuation Analytics and Methodologies" whilst the other Directors had attended a talk on "Update on regulatory developments in the Malaysian capital market", amongst others.

THE BOARD COMMITTEES

The Board delegates certain responsibilities to Board Committees, namely the Audit Committee, Nomination Committee, Remuneration Committee and ESOS Committee. All committees have written terms of reference and report to the Board on their proceedings and deliberations.

(i) Audit Committee

Please refer to pages 26 to 28 of this Annual Report.

(ii) Nomination Committee

The Nomination Committee's primary function is to consider and propose new nominees on the Board based on their skills, knowledge, expertise, experience, professionalism and integrity. The Nomination Committee also assess Directors on an on-going basis and propose re-election of Directors seeking re-election at the Annual General Meeting. The actual decision as to who shall be nominated is the responsibility of the full Board after considering the recommendations of the Nomination Committee.

The Nomination Committee undertakes an annual review of the required mix of skills and experience and other qualities, including core competencies which non-executive Directors need to bring to the Board, performance of the Board as a whole, individual Directors and Board Committees. All assessments and evaluations carried out by the Nomination Committee in the discharge of all its functions are documented.

Meetings of the Nomination Committee are held as and when required and at least once a year. The Nomination Committee met once during the financial year.

The Nomination Committee is chaired by Ms Pauline Tan Suat Ming.

(iii) Remuneration Committee

The Remuneration Committee's primary function is to set the policy framework and recommend to the Board the remuneration packages and benefits extended to the Directors, drawing from outside advice where necessary. The determination of the remuneration package for Directors is a matter of the Board as a whole. The Director concerned abstains from deliberations and voting on decisions in respect of his/her individual remuneration package.

Meetings of the Remuneration Committee are held as and when required and at least once a year. The Remuneration Committee met once during the financial year.

The Remuneration Committee is chaired by Encik Daud Mah bin Abdullah.

(iv) ESOS Committee

The ESOS Committee's primary function is to administer the Employees' Share Option Scheme in accordance with the Bye-Laws.

The ESOS Committee is chaired by Encik Daud Mah bin Abdullah.

RELATIONSHIP WITH SHAREHOLDERS

The Board recognises the importance of maintaining effective communication with shareholders, stakeholders and the public on all material business matters affecting the Company. In addition to the announcements on quarterly results and other corporate news, press releases and announcements for public dissemination are made periodically to capture any significant corporate event or product launch that would be of interest to investors and members of the public.

The company website at http://www.goldis.com.my provides an easy and convenient avenue for shareholders and investors to gain access to the Group's press releases and other corporate information.

Announcements to Bursa Malaysia on corporate news, quarterly results and annual report, that contain current and historical information, are accessible to shareholders through Bursa Malaysia's website at http://www.bursamalaysia.com.

An important forum for communication and dialogue with shareholders is the Annual General Meeting ("AGM") where shareholders and investors are informed of the current developments with opportunities and time for shareholders to raise questions. The external auditors attend AGM upon invitation and are available to answer shareholders' questions, where appropriate. The Annual Report, which contains the financial and operational review of the Group's business, corporate information, financial statements and information on the Audit Committee and the Board of Directors, is sent to all shareholders on a timely basis.

ACCOUNTABILITY AND AUDIT

(i) Financial Reporting

The Directors are responsible for ensuring that financial statements are drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia. In presenting the financial statements, the Company used appropriate accounting policies which are consistently applied and supported by reasonable and prudent judgements and estimates. The Directors also ensure that the financial statements present a fair and understandable assessment of the Company's position and prospects. Quarterly financial statements were reviewed by the Audit Committee and approved by the Board prior to the release to Bursa Malaysia and Securities Commission.

(ii) Internal Control

The Board has overall responsibility for maintaining a sound system of internal control and risk management to safeguard shareholders' investment and the Group's assets. The Statement of Internal Control is set out on page 25 of this Annual Report providing an overview of the state of internal control within the Group.

(iii) Relationship with the Auditors

The Board has established a formal and transparent professional relationship with the Group's auditors through the Audit Committee. The Audit Committee has been accorded the power to communicate directly with both the external auditors and the internal auditors.

ADDITIONAL COMPLIANCE INFORMATION

Share Buy-Back

The Company had on 27 June 2007 obtained its shareholders' approval at the Annual General Meeting to buy back shares of the Company. However, the Company has not conducted any share buy back for the financial year ended 31 January 2008.

Employees' Share Option Scheme ("ESOS")

During the financial year ended 31 January 2008, 2,285,000 options were exercised pursuant to the ESOS which was approved by the shareholders at the Extraordinary General Meeting held on 21 December 2001.

Non-Audit Fees

Non-audit fees amounting to RM60,564 were paid to the external auditors for the services rendered in connection with the audit for the financial year ended 31 January 2008.

Material contracts

Other than disclosed in Note 39 of the Financial Statements, there were no other material contracts entered into by the Company and/or its subsidiaries which involves Directors' or major shareholders' interests either still subsisting at the end of the financial year 31 January 2008 or which were entered into since the end of the previous financial year.

This statement was made in accordance with the resolution of the Board of Directors passed on 26 March 2008.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are responsible for ensuring that the financial statements give a true and fair view of the state of affairs of the Group and Company as at 31 January 2008 and of the results and cash flows of the Group and Company for the financial year ended on that date.

The Directors are pleased to announce that in preparing the financial statements for the financial year ended 31 January 2008, the Group has:

- ensured compliance with applicable approved accounting standards in Malaysia and the provisions of the Companies Act, 1965;
- adopted and consistently applied appropriate accounting policies; and
- made judgements and estimates that are prudent and reasonable.

The Directors are also responsible for ensuring that the Group and Company keep proper accounting records. In addition, the Directors have overall responsibilities for the proper safeguarding of the assets of the Group and Company and taking such reasonable steps for the prevention and detection of fraud and other irregularities.

This statement was made in accordance with the resolution of the Board of Directors passed on 26 March 2008.

CORPORATE SOCIAL RESPONSIBILITY STATEMENT

At Goldis Group, we believe Corporate Social Responsibility is the continuing commitment by business to behave ethically and contribute to economic development while improving the quality of life of the workforce as well as that of the local community and society at large. We are committed to applying these principles of good corporate citizenship in our business to minimize harm, maximize benefit and be accountable and responsive to our stakeholders.

WORKPLACE

The Group considers its people as key assets and treats all staff with dignity, fairness and respect. The Group fosters a conducive working environment that encourages all employees to develop and perform to their fullest potential, consistent with a commitment to human rights in our workplace.

We believe training and development is important in developing and upgrading skills, knowledge and attitudes to ensure optimal performance. The year under review saw the Group investing RM255,581.81 on training and development programmes to ensure employee proficiency and competency.

We also seek to balance our commitment to our people. Several activities were organised throughout the year to create social balance and maintain harmony and build better rapport such as social gatherings, company trips, team building activities and mid yearly reviews.

Health and safety is another key concern. We strive to maintain a safe and healthy working environment for all our employees. Preventive actions are taken to mitigate risks such as allocating First Aid Kit boxes in office premises and allowing employees to participate in fire evacuation drills conducted by the building management annually. Our pharmaceuticals arm, Hoepharma Group is active in sending its employees to attend training to promote safety awareness and accident free environment such as Management of Environmental Hazardous Substances, Fire and Safety Training, Emergency Responses and Preparedness and Safety Acts.

COMMUNITY

As a caring and responsible corporate citizen, the Group has continued its efforts in the areas of education, graduate employment and social welfare.

Education

Under the education platform, the Group continues to contribute to a scholarship program initiated by Dato' Tan Chin Nam Foundation. The Foundation awards scholarships to needy and deserving students who exhibit motivation, initiative and exceptional performance in the fields of Engineering, Business, Management and Bio Science. Hoepharma Group also offers scholarships to deserving undergraduates in local public universities to pursue higher education in the field of Pharmacy.

Graduate Employment

Apart from scholarships, the Group offers these students, upon graduation, employment opportunities and mentorship with continuous advice, guidance and support. Hoepharma Group provides industry practical experience for Pharmacy undergraduates through training attachment. Career talks are also organized for Pharmacy undergraduates on career opportunities available to them upon graduation. The Group realizes that these initiatives do not only enhance the human capital of the Group by providing high calibre professionals but also helps the Government in reducing unemployment.

CORPORATE SOCIAL RESPONSIBILITY STATEMENT

Social Welfare

In fulfilling its responsibilities to the community it operates in, the Goldis Group has contributed to various charitable events. A donation of RM30,000 was made by Goldis Berhad to the Malaysian Thalassaemia Fund in aid of Thalassaemia sufferers. Macro Kiosk Berhad ("Macrokiosk"), our subsidiary, in support of the MAA MEDIcare Kidney Charity Fund, purchased a cinema hall for the premiership of the movie 'Pirates of the Carribean 3: At World's End'. The charity fund was formed in 1994 to provide dialysis treatment subsidies to end stage renal failure patients in Malaysia. Macrokiosk also supported the blood donation campaign organized by Lions and Leo Club of Petaling Jaya Metro by providing free sms technological service and back-up. Its subsidiary, Eluxion Media (M) Sdn Bhd, supported the Nation Care Charity Show held on 17 November 2007 for the less fortunate children, the beneficiary being the Spastic Children Association of Selangor and Federal Territory.

ENVIRONMENT

The Group recognizes the importance of environmental conservation to future generations and is committed to ensure that the Group's businesses are conducted in ways that protect and preserve the environment.

As a manufacturer of pharmaceutical and cosmeceutical products, Hoepharma Group has measures in place to minimize the manufacturing impact on the environment through pollution prevention, control of emissions, the efficient use of natural resources and recycling of waste.

With the demand for quality water growing, the Group is proud of its investment in water and waste water treatment system in China undertaken by its subsidiary, Crest Spring Pte Ltd. This investment is in line with our vision to supply quality water for domestic, commercial and industrial use through technologically sound solutions and innovation.

Our subsidiary, Tianjin Manax Natural Fibre Thin Film Co Ltd, a paper manufacturing company in China also contributes to the environment by reducing the number of trees being cut, by using domestic waste paper instead of wood pulp from trees as raw material in its paper manufacturing process. It operates one of the most environmentally friendly and productive plant in China due to its ability to achieve near zero waste water discharge by allowing waste water to be recycled back into the production process.

We realize that fish is one of the few commodities in the world having a fast growing market but rapid diminishing supply as three billion people continue to rely on fish for protein. Given the huge potential business opportunity, another subsidiary, Protech Yu (Asia) Sdn Bhd, embarked on organically grown fish using a land based controlled aquaculture system. Besides investment opportunities, the Group contribute to saving the environment as 'for every fish cultivated, we can save one fish in the ocean'. The system is environmentally friendly as the water used is recycled and the tanks are not overcrowded so as to reduce stress on the fish. Our controlled aquaculture system will also ensure that our fish are healthy and free from contamination such as mercury or other heavy metals and antibiotics. Our commitment - 'Healthier Fish, Healthier You'.

MARKETPLACE

The Goldis Group will adhere to the highest ethical standards, knowing that the quality of our products, the integrity of our brands and the dedication of our people build trust and strengthen relationships. We will serve the people who enjoy our brands through innovation, superb customer service and respect for the unique customs and cultures in the communities where we do business.

This statement was made in accordance with the resolution of the Board of Directors passed on 26 March 2008.

STATEMENT OF INTERNAL CONTROL

The Board is responsible for the Group's system of internal control and for reviewing its adequacy and integrity. Its review covers financial, operational and compliance controls and risk management. The system of internal control is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can only provide reasonable and not absolute assurance against material errors, misstatement, losses or fraud.

For joint ventures and associated companies, its respective management has an existing monitoring function to assist them in ensuring the system of internal control is functioning as intended. The Management of Goldis Berhad believes that the system of internal control of these companies is adequate through regular performance reviews.

RISK MANAGEMENT

The Board recognises that risk management is an integral part of the system of internal control and good management practice that strengthens the business planning processes.

There is an on-going and systematic risk management process undertaken by Management to identify, assess and evaluate principal risks and to ensure that appropriate risk treatments are in place to mitigate those risks affecting the achievement of the Group's business objectives.

Management reports regularly on the management of risks to the Chairman/Group Chief Executive Officer, whose main role is to assess, on behalf of the Board, the key risks inherent in the business and the system of controls necessary to manage such risks. Any significant changes in the business and the external environment which may result in significant risks will be reported to the Audit Committee and Board accordingly.

OTHER KEY ELEMENTS OF INTERNAL CONTROL SYSTEM

The other key elements of the Group's internal control system include:

Clearly defined lines of responsibility and delegated authority
The Group has an organisational structure which clearly defines the responsibilities and reporting lines including relevant authorisation levels.

Management Meetings
The Chairman/Group Chief Executive Officer meets periodically with the Group's departmental heads to share information, monitor the progress of various business units, and to deliberate and decide upon operational matters, and with the respective business unit Chief Executive Officer to review the business unit financial performance, business development, management and corporate issues.

Budget
The Annual Budgets are prepared by each operating company in the Group and are submitted to the Board for approval. It provides the Board with comparative information to assess and monitor performance of the Group.

Internal Audit
The Group Internal Audit Department reports directly to the Audit Committee of the Group functionally to preserve the independence of the function. The internal audit work is focused on areas of priority as identified by risk analysis in accordance with its annual audit plan as approved by the Audit Committee.

Best Practices in Internal Control
An internal control best practice has been established for key areas and has been distributed to each subsidiary for adoption. Each subsidiary will review and ensure that the internal control best practices are incorporated into their existing Standard Operating Procedures.

Information and Communication
The Management Information Systems provide the Board with relevant and timely reports for monitoring the financial performance and the business operation of the Group.

MONITORING

The Board reviews the effectiveness of the system of internal control of the Group at periodic Board meetings and the system of internal control will continue to be reviewed, enhanced and updated in line with the changes in the operating environment.

The Board is pleased to report that there were no material internal control system failures nor have any of the reported weaknesses resulted in material losses or contingencies during the financial year.

This statement was made in accordance with the resolution of the Board of Directors passed on 26 March 2008.

AUDIT COMMITTEE REPORT

The Board is pleased to issue the following report on the Audit Committee and its activities during the financial year ended 31 January 2008.

MEMBERS AND MEETINGS

Name	Membership status	Meeting Attended	% of Attendance
Datuk Tan Kim Leong (Chairman)	Senior Independent Non-Executive Director	4/4	100
Daud Mah bin Abdullah	Independent Non-Executive Director	4/4	100
Tan Boon Lee *(Resigned on 28 March 2007 & Re-appointed on 1 October 2007)*	Non-Independent Non-Executive Director	2/2	100
Tan Lei Cheng *(Appointed on 28 March 2007 & Resigned on 1 October 2007)*	Non-Independent Executive Director	2/2	100

TERMS OF REFERENCE OF THE AUDIT COMMITTEE

A Objectives

The primary objectives of the Audit Committee are:

(1) To ensure transparency, integrity and accountability of the Group's activities so as to safeguard the rights and interests of the shareholders.

(2) To provide assistance to the Board in discharging its responsibilities relating to the Group's management of principal risks, internal control, financial reporting and compliance with the statutory and legal requirements.

(3) To maintain regularly scheduled meetings, a direct line of communication between the Board, senior management, internal and external auditors.

B Membership

The Audit Committee shall be appointed by the Board from amongst its directors and shall consist of not less than three (3) members, a majority of whom shall be independent directors. All members of the Audit Committee should be non-executive directors. If membership for any reason falls below three (3) members, the Board shall within three (3) months of that event, appoint such number of new members as may be required to fulfil the minimum requirement.

(1) The members of the Audit Committee shall elect a chairman from among their number who shall be an independent director.

(2) No alternate director shall be appointed to the Audit Committee.

(3) All members should be financially literate and at least one member of the Audit Committee:
   (a) must be a member of the Malaysian Institute of Accountants ("MIA"); or
   (b) if he is not a member of the MIA, he must have at least three (3) years of working experience and have passed the examination specified in Part I of the 1st Schedule of the Accountants Act, 1967; or he must be a member of one of the Associations of Accountants specified in Part II of the said Schedule; or
   (c) has a degree/masters/doctorate in accounting or finance and at least three years' post qualification experience in accounting or finance; or
   (d) at least seven (7) years of experience being a chief financial officer of a corporation or having the function of being primarily responsible for the management of the financial affairs of a corporation.

The Board must review the term of office and performance of the Audit Committee and each of the members at least once every three years to determine whether the Audit Committee and members have carried out their duties in accordance with the terms of reference.

C Authority

The Audit Committee is authorised by the Board to:

(1) Investigate any activity within its terms of reference.

(2) Seek any information it requires from any employee and all employees are directed to co-operate with any request made by the Audit Committee.

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

The Audit Committee shall have direct access to the internal and external auditors, who in turn, have access at all times to the Chairman of the Audit Committee. The Audit Committee should meet with the external auditors without any executive board members present at least twice a year.

D Functions

The functions of the Audit Committee are:

(1) To review and discuss the following with the external auditors:
 (a) their audit plan;
 (b) their evaluation of the internal control system;
 (c) their audit report;
 (d) the assistance given by the employees of the Company to them;

(2) To review the following in respect of internal auditors:
 (a) the adequacy of the scope and plan, functions and resources of the internal audit function and that it has the necessary authority to carry out its works;
 (b) the internal audit programme, processes and results of the internal audit programme, processes or investigation undertaken and ensure that appropriate actions are taken on the recommendations of the internal audit function;
 (c) the effectiveness of the internal control system;
 (d) the major findings of internal audit and management's response;
 (e) the appraisal or assessment of the performance of members of the internal audit function;

(3) To review the quarterly results and year end financial statements, prior to the submission to the Board for their approval, focusing particularly on:
 (a) going concern assumptions;
 (b) changes in or implementation of major accounting policy changes;
 (c) significant and unusual events; and
 (d) compliance with accounting standards and other legal requirements;

(4) To review any related party transaction and conflict of interest situation that may arise within the Company or Group, including any transaction, procedure or course of conduct that raises questions of management integrity;

(5) To consider and recommend the nomination and appointment, the audit fee and any questions of resignation, dismissal or re-appointment of the external auditors; and

(6) Such other functions as may be agreed to by the Audit Committee and the Board.

E Meetings and Minutes

Meetings shall be held not less than four (4) times a year. The external auditors may request for a meeting and shall have the right to appear and be heard at any meeting of the Audit Committee. The Audit Committee Chairman shall convene a meeting whenever any member of the Audit Committee requests for a meeting. Written notice of the meeting together with the agenda shall be given to the members of the Audit Committee and the external auditors, where applicable.

The Chairman of the Audit Committee should engage on a continuous basis with senior management, such as the Chairman, Chief Executive Officer, the Chief Financial Officer, the Head of Internal Audit and the external auditors in order to be kept informed of matters affecting the Company.

Members may, if they think fit, confer by radio, telephone, closed circuit television or other electronic means of audio or audio-visual communication and a resolution or decision passed by such a conference will, despite the fact that the members are not present together in one place at the time of the conference, be deemed to have been passed at the Audit Committee Meeting held on the day on which and at the time at which the conference was held. Any meeting held in such manner shall be deemed to be held at such place as shall be agreed upon by the members attending the meeting provided that at least one (1) member present at the meeting was at such place for the duration of the meeting.

The quorum for a meeting shall be two (2) provided always that the majority of members present must be independent directors and any decision shall be by a simple majority. The Audit Committee Chairman shall not have a casting vote.

The Chief Financial Officer, the Head of Internal Audit and a representative of the External Auditors should normally attend meetings. Other Board members and employees may attend meetings upon the invitation of the Audit Committee.

The Company Secretary shall be the Secretary of the Audit Committee and shall circulate the minutes of meeting of the Audit Committee to all members of the Board.

ACTIVITIES UNDERTAKEN BY THE AUDIT COMMITTEE

The Audit Committee has discharged its duties as set out in its Terms of Reference. The major areas reviewed by the Audit Committee during the financial year ended 31 January 2008 were as follows:

(a) Reviewed the audit plan, audit strategy and scope of work of the external auditors;
(b) Reviewed and approved the internal audit plan and work of the internal auditors;
(c) Reviewed the audited financial statements and recommended the same to the Board for approval;
(d) Reviewed the quarterly financial results for announcement to Bursa Malaysia Securities Berhad and recommended the same to the Board for approval;
(e) Reviewed the adequacy and integrity of the internal control system;
(f) Reviewed the risk management programme to safeguard the companies' assets; and
(g) Reviewed the related party transactions entered into by the Group.

EMPLOYEES' SHARE OPTION SCHEME

The Audit Committee has reviewed and verified that the allocations of options granted during the financial year under the Company's Scheme were made in accordance with the criteria as set out in the Bye-Laws and which were approved by the Employees' Share Option Scheme Committee.

INTERNAL AUDIT FUNCTION

The Group has an in-house Internal Audit Department and the Head of the Group Internal Audit Department reports and assists the Audit Committee in obtaining sufficient assurance of regular review and/or appraisal of the effectiveness of the system of internal control within the Group. The Head of Group Internal Audit Department is responsible for the regular review and/or appraisal of the effectiveness of the risk management, internal control and governance processes within the Group. Internal audit costs amounting to RM159,933.33 were incurred for the internal audit function for the financial year ended 31 January 2008.

The Group Internal Audit Department also play its consultative roles by reviewing and recommending improvements to the internal control, risk management and governance processes, where appropriate. The Audit Committee has full access to the Internal Auditors and receives regular reports on its audit works and activities.

GOLDIS BERHAD (515802-U) ANNUAL REPORT **2008**

REPORTS AND FINANCIAL STATEMENTS

DIRECTORS' REPORT
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

The Directors are pleased to submit their report to the members together with the audited financial statements of the Group and of the Company for the financial year ended 31 January 2008.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and the provision of management services.

The principal activities of the Group's subsidiaries are investment holding, manufacturing of pharmaceuticals products, information and communication technology services, paper manufacturing, provision of engineering services for water treatment plants and related services and aquaculture.

The Group's associates are principally involved in investment holding, property investment and development.

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

FINANCIAL RESULTS

	Group RM	Company RM
Net profit for the financial year	31,947,353	4,499,949
Attributable to:		
Equity holders of the Company	31,844,813	4,499,949
Minority interests	102,540	-
Net profit for the financial year	31,947,353	4,499,949

DIVIDENDS

The dividends on ordinary shares paid or declared by the Company since 31 January 2007 were as follows:

	RM
In respect of the financial year ended 31 January 2007, first and final dividend of 0.5 sen per share, less income tax of 26% and tax exempt dividend of 1.5 sen per share, paid on 27 July 2007:	
- As shown in the Directors' report of that year, dividends on 321,048,830 ordinary shares	6,003,613
- Dividends on additional 2,118,000 ordinary shares issued subsequent to 31 January 2007 up to the date of book closure on 4 July 2007 due to the exercise of employees' share options	39,607
	6,043,220

The Directors now recommend the payment of a first and final tax exempt dividend of 2.25 sen per share on 323,333,830 ordinary shares, amounting to RM7,275,011 which, subject to the approval of members at the forthcoming Annual General Meeting of the Company, will be paid on 25 July 2008 to shareholders registered on the Company's Register of Members at the close of business on 2 July 2008.

RESERVES AND PROVISIONS

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

SHARE CAPITAL

During the financial year, the Company increased its issued and paid-up ordinary share capital from RM321,048,830 to RM323,333,830 by way of the issuance of 2,285,000 ordinary shares of RM1.00 each pursuant to the exercise of the Employees' Share Option Scheme ("ESOS") at exercise prices ranging from RM1.00 to RM2.18 per option. The premium arising from the exercise of ESOS of RM330,450 has been credited to the Share Premium.

The new ordinary shares rank pari passu in all respects with the existing ordinary shares of the Company.

EMPLOYEES' SHARE OPTION SCHEME

The Company's Employees' Share Option Scheme ("ESOS") was approved by the shareholders at the Extraordinary General Meeting held on 21 December 2001 and became effective on 20 May 2002, for a period of five years, expired on 19 May 2007, in accordance with the ESOS Bye-Laws.

The Company's ESOS Committee and the Board of Directors have approved an extension of the ESOS for a further period of five (5) years from 20 May 2007 to 19 May 2012, to allow for additional time for the eligible employees and directors to exercise the remaining unexercised options and to continue to motivate and reward existing employees of the Company.

The extended ESOS is implemented in accordance with the terms of the amended Bye-Laws of the Company which was approved at the Extraordinary General Meeting on 22 June 2005. On that date, the Directors were authorised to offer and grant options to the following Non-Executive Directors:

Datuk Tan Kim Leong @ Tan Chong Min
Pauline Tan Suat Ming
Tan Boon Lee
Daud Mah bin Abdullah @ Mah Siew Whye

Details of the ESOS are set out in Note 34 to the financial statements.

The Company has been granted exemption by the Companies Commission of Malaysia vide their letter dated 3 March 2008 from having to disclose the list of option holders and their holdings pursuant to Section 169(11) of the Companies Act, 1965, except for information of employees who were granted 250,000 options and above.

No employee of the Company and its subsidiaries has been granted 250,000 options and above under the ESOS during the financial year.

DIRECTORS

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

Tan Lei Cheng
Datuk Tan Kim Leong @ Tan Chong Min
Pauline Tan Suat Ming
Tan Boon Lee
Daud Mah bin Abdullah @ Mah Siew Whye
Harun bin Hashim Mohd

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, other than the Company's Employees' Share Option Scheme (see Note 9 to the financial statements).

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than Directors' remuneration 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 IN SHARES

According to the Register of Directors' Shareholdings, particulars of interests of Directors who held office at the end of the financial year in shares and options over ordinary shares in the Company and its related corporations are as follows:

	Number of ordinary shares of RM1.00 each			
	At 1.2.2007	**Additions**	**Disposals**	**At 31.1.2008**
Direct shareholdings in the Company				
Tan Lei Cheng	2,245,907	900,000	-	3,145,907
Tan Boon Lee	2,036,657	250,000	(250,000)	2,036,657
Pauline Tan Suat Ming	120,833	100,000	-	220,833
Datuk Tan Kim Leong @ Tan Chong Min	-	150,000	(50,000)	100,000
Daud Mah bin Abdullah @ Mah Siew Whye	-	150,000	(30,000)	120,000
Indirect shareholdings in the Company				
Tan Lei Cheng	-	1,941,586	-	1,941,586
Pauline Tan Suat Ming	89,662,735	7,000	-	89,669,735

Tan Lei Cheng is deemed to have an interest in the shares in the Company by virtue of her shareholdings in Dasar Mutiara (M) Sdn Bhd pursuant to Section 6A of the Companies Act, 1965, and by virtue of her daughter, Chong Chui Fern's shareholdings in the Company pursuant to Section 122A of the Companies Act, 1965.

Pauline Tan Suat Ming is deemed to have an interest in the shares in the Company by virtue of her shareholdings in Tan Kim Yeow Sdn Bhd pursuant to Section 6A of the Companies Act, 1965.

	Number of options over ordinary shares of RM1.00 each			
	At 1.2.2007	**Granted**	**Exercised**	**At 31.1.2008**
Share options in the Company				
Tan Lei Cheng	2,200,000	-	(900,000)	1,300,000
Tan Boon Lee	250,000	-	(250,000)	-
Pauline Tan Suat Ming	250,000	-	(100,000)	150,000
Datuk Tan Kim Leong @ Tan Chong Min	250,000	-	(150,000)	100,000
Daud Mah bin Abdullah @ Mah Siew Whye	250,000	-	(150,000)	100,000

	Number of rights to subscribe for irredeemable convertible non-cumulative preference shares ("ICPS") with a par value of RM0.05 each at an issue price of RM1.00 each			
	At 1.2.2007	**Granted**	**Exercised**	**At 31.1.2008**
Rights in a subsidiary, GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd)				
Tan Lei Cheng	-	2,000,000	-	2,000,000
Tan Boon Lee	-	3,000,000	-	3,000,000
Pauline Tan Suat Ming	-	2,500,000	-	2,500,000

None of the other Directors in office at the end of the financial year held any interest in shares, options over ordinary shares, and rights to subscribe for ICPS in the Company or its related corporations during the financial year.

STATUTORY INFORMATION ON THE FINANCIAL STATEMENTS

Before the income statements and balance sheets 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 of the 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 of the 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 of the Company misleading; or

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

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 of 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 of the 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 of the 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 of the 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 or of the Company for the financial year in which this report is made.

SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

On 12 December 2007, the proposed issuance of 70 million Irredeemable Convertible Non-Cumulative Preference Shares ("ICPS") with a par value of RM0.05 each, at an issue price of RM1.00 each to the subscribers by GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd), a wholly-owned subsidiary of the Company, was approved by the shareholders at the Extraordinary General Meeting of the Company.

The purpose of the issuance of ICPS is to part finance the construction of GTower, a property investment project undertaken by GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd).

As at the balance sheet date, no ICPS has been exercised by any subscribers.

SIGNIFICANT EVENTS AFTER BALANCE SHEET DATE

a) The Group had on 27 February 2008, entered into an agreement ("the Agreement") with IGM Asia (Holdings) Limited ("IGM Asia"), IGM Mobile (Asia) Limited ("IGM Mobile") (IGM Asia and IGM Mobile to be collectively known as "the Vendors"), IGM Mobile (Guangzhou) Limited ("IGMGZ"), IGM Mobile (China) Limited ("IGMC") and IGM Mobile (Asia Pacific) Limited ("IGMAP") for the acquisition of the following companies and assignment of an agreement for a total cash consideration of RM3,550,000:

   (i) acquisition of the entire issued share capital comprising 1 ordinary share of HK$1.00 each in IGMC from IGM Asia;
   (ii) acquisition of the entire equity interests in the registered capital of IGMGZ from IGM Mobile; and
   (iii) assignment of a commercial agreement with Companhia de Telecomunicacoes de Macau S.A.R.L ("CTM") from IGMAP.

   The completion of the acquisition is conditional upon the fulfillment of the conditions precedent.

(b) On 11 March 2008, 70 million Irredeemable Convertible Non-Cumulative Preference Shares ("ICPS") with a par value of RM0.05 each, at an issue price of RM1.00 each, issued by GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd), a wholly-owned subsidiary of the Company, have been subscribed and paid up to RM0.50 each. As a result, GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd) received cash amounting to RM35 million.

AUDITORS

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

Signed in accordance with a resolution of the Board of Directors dated 9 May 2008.

TAN LEI CHENG
DIRECTOR

TAN BOON LEE
DIRECTOR

INCOME STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

	Note	Group 2008 RM	Group 2007 RM (Restated)	Company 2008 RM	Company 2007 RM
Revenue	7	174,727,500	215,341,814	10,101,645	53,346,158
Cost of sales		(117,632,200)	(115,486,075)	-	-
Gross profit		57,095,300	99,855,739	10,101,645	53,346,158
Other operating income		16,482,814	5,130,140	447,132	584,085
Selling and distribution expenses		(29,888,072)	(41,945,392)	-	(133,900)
Administrative expenses		(41,173,324)	(32,929,912)	(5,711,179)	(4,169,812)
Other operating expenses		(2,409,382)	(1,616,335)	(762,782)	-
Profit from operations	8	107,336	28,494,240	4,074,816	49,626,531
Finance costs	11	(7,101,673)	(8,163,276)	-	(584,477)
Share of results of an associate		39,293,254	42,317,701	-	-
Share of results of a jointly-controlled entity		(95,235)	2,084,867	-	-
Profit before taxation		32,203,682	64,733,532	4,074,816	49,042,054
Taxation	12	(256,329)	681,584	425,133	(990,021)
Net profit for the financial year		31,947,353	65,415,116	4,499,949	48,052,033
Attributable to:					
Equity holders of the Company		31,844,813	67,178,437	4,499,949	48,052,033
Minority interests		102,540	(1,763,321)	-	-
Net profit for the financial year		31,947,353	65,415,116	4,499,949	48,052,033

	Note	Group 2008	Group 2007
Earnings per share attributable to ordinary equity holders of the Company			
- basic (sen)	13	9.86	20.93
- diluted (sen)	13	9.84	20.89
Dividends per share recognised as distribution to ordinary equity holders of the Company	14	2.25	2.00

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

BALANCE SHEETS

AS AT 31 JANUARY 2008

	Note	Group 2008 RM	Group 2007 RM (Restated)	Company 2008 RM	Company 2007 RM
Non-Current Assets					
Property, plant and equipment	15	230,111,106	156,496,313	239,152	230,755
Prepaid leasehold rentals	16	11,850,917	4,216,521	-	-
Intangible assets	17	9,372,427	2,028,458	-	-
Subsidiaries	18	-	-	44,909,029	44,519,695
Associates	19	824,158,560	802,195,583	594,851,458	595,734,137
Jointly-controlled entity	20	-	(608,755)	-	-
Unquoted investments	21	247,500	1,900,104	-	-
Trade receivable	27	5,480,229	-	-	-
Deferred tax assets	22	3,238,982	3,629,081	-	-
		1,084,459,721	969,857,305	639,999,639	640,484,587
Current Assets					
Assets held-for-sale	23	6,872,376	-	-	-
Inventories	24	15,673,769	14,025,601	-	-
Quoted investments	21	61,333	61,333	-	-
Amounts owing from subsidiaries	25	-	-	97,133,626	115,854,432
Amount owing from an associate	26	35,542	38,614	35,542	38,614
Trade and other receivables	27	93,698,822	172,078,155	1,102,814	22,642
Tax recoverable		2,862,725	4,913,974	1,219,658	2,491,304
Deposits, cash and bank balances	29	75,281,482	26,519,575	22,949,062	2,551,589
		194,486,049	217,637,252	122,440,702	120,958,581
Less: Current Liabilities					
Trade and other payables	30	50,737,080	45,554,942	290,563	468,550
Deferred revenue	31	902,376	669,769	-	-
Current tax liabilities		469,141	460,965	-	-
Hire-purchase and finance lease payables	32	1,251,663	342,983	-	-
Interest-bearing bank borrowings	33	184,957,894	146,127,011	-	-
		238,318,154	193,155,670	290,563	468,550
Net Current (Liabilities)/Assets		(43,832,105)	24,481,582	122,150,139	120,490,031
Less: Non-Current Liabilities					
Deferred tax liabilities	22	132,312	87,596	-	-
Hire-purchase and finance lease payables	32	1,264,413	252,809	-	-
Interest-bearing bank borrowings	33	10,040,873	-	-	-
		11,437,598	340,405	-	-
Deferred revenue	31	10,245,915	2,525,600	-	-
		1,018,944,103	991,472,882	762,149,778	760,974,618
Capital And Reserves Attributable To Equity Holders Of The Company					
Share capital	34	323,333,830	321,048,830	323,333,830	321,048,830
Share premium	35	385,717,362	385,386,912	385,717,362	385,386,912
Exchange fluctuation reserve		(586,751)	(1,287,096)	-	-
Capital reserve		2,343,241	2,343,241	-	-
Share option reserve		1,307,219	1,204,238	1,197,429	1,094,448
Retained earnings	36	287,377,699	261,576,106	51,901,157	53,444,428
		999,492,600	970,272,231	762,149,778	760,974,618
Minority interests		19,451,503	21,200,651	-	-
Total equity		1,018,944,103	991,472,882	762,149,778	760,974,618

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

Group	Note	Attributable to equity holders of the Company								
		Share capital RM	Share premium RM	Exchange fluctuation reserves RM	Capital reserve RM	Share option reserve RM	Retained earnings RM	Total RM	Minority interests RM	Total equity RM
At 1 February 2007		321,048,830	385,386,912	(1,287,096)	2,343,241	1,204,238	261,576,106	970,272,231	21,200,651	991,472,882
Currency translation differences		-	-	700,345	-	-	-	700,345	(55,835)	644,510
Net profit for the financial year		-	-	-	-	-	31,844,813	31,844,813	102,540	31,947,353
Total recognised income and expense for the financial year		-	-	700,345	-	-	31,844,813	32,545,158	46,705	32,591,863
Issuance of shares arising from exercise of ESOS	34	2,285,000	330,450	-	-	-	-	2,615,450	-	2,615,450
Options granted to employees of the Group		-	-	-	-	102,981	-	102,981	-	102,981
Arising from acquisition of a subsidiary		-	-	-	-	-	-	-	(1,795,853)	(1,795,853)
Final dividends paid for the financial year ended 31 January 2007	14	-	-	-	-	-	(6,043,220)	(6,043,220)	-	(6,043,220)
At 31 January 2008		323,333,830	385,717,362	(586,751)	2,343,241	1,307,219	287,377,699	999,492,600	19,451,503	1,018,944,103

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

Group	Note	Share capital RM	Share premium RM	Exchange fluctuation reserves RM	Capital reserve RM	Share option reserve RM	Retained earnings RM	Total RM	Minority interests RM	Total equity RM
		Attributable to equity holders of the Company								
At 1 February 2006		320,942,830	385,368,892	(2,781,006)	2,343,241	945,168	201,073,488	907,892,613	18,296,093	926,188,706
Currency translation differences		-	-	1,493,910	-	-	-	1,493,910	313,829	1,807,739
Net profit for the financial year		-	-	-	-	-	67,178,437	67,178,437	(1,763,321)	65,415,116
Total recognised income and expense for the financial year		-	-	1,493,910	-	-	67,178,437	68,672,347	(1,449,492)	67,222,855
Issuance of shares arising from exercise of ESOS	34	106,000	18,020	-	-	-	-	124,020	-	124,020
Options granted to employees of the Group		-	-	-	-	259,070	-	259,070	-	259,070
Arising from acquisition of subsidiaries		-	-	-	-	-	-	-	4,354,050	4,354,050
Final dividends paid for the financial year ended 31 January 2006	14	-	-	-	-	-	(6,675,819)	(6,675,819)	-	(6,675,819)
At 31 January 2007		321,048,830	385,386,912	(1,287,096)	2,343,241	1,204,238	261,576,106	970,272,231	21,200,651	991,472,882

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

Company	Note	Non-distributable			Distributable	
		Share capital RM	Share premium RM	Share option reserve RM	Retained earnings RM	Total RM
At 1 February 2007		321,048,830	385,386,912	1,094,448	53,444,428	760,974,618
Net profit for the financial year		-	-	-	4,499,949	4,499,949
Issuance of shares arising from exercise of ESOS	34	2,285,000	330,450	-	-	2,615,450
Options granted to employees of the Company		-	-	102,981	-	102,981
Dividends paid for the financial year ended 31 January 2007	14	-	-	-	(6,043,220)	(6,043,220)
At 31 January 2008		323,333,830	385,717,362	1,197,429	51,901,157	762,149,778
At 1 February 2006		320,942,830	385,368,892	854,308	12,068,214	719,234,244
Net profit for the financial year		-	-	-	48,052,033	48,052,033
Issuance of shares arising from exercise of ESOS	34	106,000	18,020	-	-	124,020
Options granted to employees of the Company		-	-	240,140	-	240,140
Dividends paid for the financial year ended 31 January 2006	14	-	-	-	(6,675,819)	(6,675,819)
At 31 January 2007		321,048,830	385,386,912	1,094,448	53,444,428	760,974,618

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

CASH FLOW STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

	Note	Group 2008 RM	Group 2007 RM (Restated)	Company 2008 RM	Company 2007 RM
Operating Activities					
Cash receipts from customers		176,862,139	192,686,009	-	-
Cash paid to suppliers and employees		(174,254,853)	(182,405,769)	(4,509,707)	(3,507,111)
Cash generated from/(used in) operations		2,607,286	10,280,240	(4,509,707)	(3,507,111)
Dividends received		9,902,995	10,040,988	9,210,105	9,334,479
Interests received		1,213,446	499,939	302,235	407,946
Interests paid		(9,328,198)	(9,446,935)	-	(584,477)
Income tax refunded		2,492,054	-	1,696,779	-
Taxation paid		(254,143)	(487,061)	-	-
Net cash flow from operating activities		6,633,440	10,887,171	6,699,412	5,650,837
Investing Activities					
Dividend received		369,810	-	-	-
Subscription of shares in new subsidiaries		(1,000,000)	-	(1,000,000)	-
Acquisition of subsidiaries		(345,982)	4,705	(100,100)	-
Acquisition of shares from minority in a subsidiary		(2,020,333)	-	-	-
Additional investments in:					
- Subsidiaries		-	-	-	(523,305)
- Associate		-	(659,554)	-	(159,554)
Subscription of Redeemable Cumulative Unsecured Loan Stocks in a subsidiary		-	-	-	(5,000,000)
Proceeds from:					
- Disposal of subsidiaries		72,086,636	-	105,510	-
- Disposal of an associate		14,490	-	14,490	-
- Disposal of a jointly-controlled entity		1	-	-	-
- Disposal of investments		-	55,264,667	-	51,258,887
- Shares issued to minority		-	4,354,050	-	-
Purchase of prepaid leasehold rentals		(8,000,662)	(599,099)	-	-
Property, plant and equipment					
- Additions		(77,522,919)	(49,772,215)	(85,965)	(43,024)
- Disposals		744,435	100,228	500	-
Development expenses paid		(266,543)	(1,053,408)	-	-
Acquisition of license		-	(300,000)	-	-
Acquisition of technological know-how		(728,700)	-	-	-
Net advances/(repayments to)from subsidiaries		-	-	18,188,476	(26,667,847)
Advances from an associate		2,920	3,302	2,920	3,302
Net cash flow (used in)/from investing activities		(16,666,847)	7,342,676	17,125,831	18,868,459
Financing Activities					
Proceeds from issue of shares		2,615,450	124,020	2,615,450	124,020
Proceeds from/(repayment of) bank borrowings (net)		55,991,522	(45,470,705)	-	(40,000,000)
Government grants received		9,236,972	-	-	-
Deposits pledged as securities for bank borrowings		(7,566,468)	(4,374,332)	-	-
Payments of hire-purchase and finance lease liabilities		(1,231,466)	(449,923)	-	-
Dividends paid by the Company		(6,043,220)	(6,675,819)	(6,043,220)	(6,675,819)
Net cash flow from/(used in) financing activities		53,002,790	(56,846,759)	(3,427,770)	(46,551,799)
Net increase/(decrease) in cash and cash equivalents during the financial year		42,969,383	(38,616,912)	20,397,473	(22,032,503)
Currency translation differences		(4,390)	1,956,056	-	-
Cash and cash equivalents at the beginning of the financial year		18,300,288	54,961,144	2,551,589	24,584,092
Cash and cash equivalents at the end of the financial year	29	61,265,281	18,300,288	22,949,062	2,551,589

The accounting policies on pages 41 to 54 and the notes on pages 55 to 98 form an integral part of these financial statements.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

The following accounting policies have been applied consistently in dealing with items which 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 of the Company have been prepared in accordance with the provisions of the Companies Act, 1965 and Financial Reporting Standards, the Malaysian Accounting Standards Board ("MASB") Approved Accounting Standards in Malaysia for Entities Other than Private Entities.

The financial statements have been prepared under the historical cost convention unless otherwise indicated in this summary of significant accounting policies.

The preparation of financial statements in conformity with the MASB Approved Accounting Standards in Malaysia for Entities Other than Private Entities 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 judgement in the process of applying the Company's accounting policies. Although these estimates and judgement are based on the Directors' best knowledge of current events and actions, actual results may differ from those estimates.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3 to the financial statements.

(a) Standards, amendments to published standards and interpretations that are effective

The new accounting standards effective for the Group's and for the Company's financial period beginning on or after 1 February 2007 are as follows:

- FRS 6 — "Exploration for and Evaluation of Mineral Resources"
- FRS 117 — "Leases"
- FRS 124 — "Related Party Disclosures"
- Amendment to FRS 119_{2004} — Employee Benefits - Actuarial Gains and Losses, Group Plans and Disclosures

All changes in accounting policies have been made in accordance with the transition provisions in the respective standards and amendments to published standards.

FRS 6 is not relevant to the Group's and the Company's operations as the Group and the Company do not carry out exploration for and evaluation of mineral resources business. The amendment to FRS 119_{2004} is not relevant to the Group and the Company as the Group and the Company do not have any defined benefit plan.

A summary of the impact of the adoption of FRS 117 on the financial statements of the Group and of the Company is set out in Note 41 to the financial statements.

The adoption of FRS 124 has no significant impact on the financial statements of the Group and of the Company, other than the identification of related parties and some related party disclosures. The significant related party disclosures are set out in Note 39 to the financial statements.

A BASIS OF PREPARATION (CONTINUED)

(b) Standards, amendments to published standards and interpretations to existing standards that are not yet effective and have not been early adopted

The new standards, amendments to published standards and interpretations that are mandatory for the Group's and for the Company's financial periods beginning on or after 1 February 2008 or later periods, but which the Group and the Company have not early adopted, are as follows:

- FRS 111 "Construction contracts" (effective for accounting periods beginning on or after 1 July 2007) have no significant changes compared to the original standard. The Group and the Company will apply this standard from financial year beginning on 1 February 2008.

- FRS 120 "Accounting for Government Grants and Disclosure of Government Assistance" (effective for accounting periods beginning on or after 1 July 2007). This revised standard allows the alternative treatment of recording non-monetary government grant at nominal amount on initial recognition. The Group and the Company will apply this standard from financial year beginning on 1 February 2008.

- FRS 112 "Income Taxes" (effective for accounting periods beginning on or after 1 July 2007). This revised standard removes the requirements that prohibit recognition of deferred tax on unutilised reinvestment allowances or other allowances in excess of capital allowances. The Group and the Company will apply this standard from financial year beginning on 1 February 2008.

- Other revised standards (effective for accounting periods beginning on or after 1 July 2007) that have no significant changes compared to the original standards:

  - FRS 107 "Cash Flow Statements"
  - FRS 118 "Revenue"
  - FRS 137 "Provisions, Contingent liabilities and Contingent Assets"

  The Group and the Company will apply these standards from financial year beginning on 1 February 2008.

- Amendment to FRS 121 "The Effects of Changes in Foreign Exchange Rates – Net Investment in a Foreign Operation" (effective for accounting periods beginning on or after 1 July 2007). This amendment requires exchange differences on monetary items that form part of the net investment in a foreign operation to be recognised in equity instead of in profit or loss regardless of the currency in which these items are denominated in. The Group and the Company will apply this amendment from financial year beginning on 1 February 2008.

- FRS 134 "Interim Financial Reporting" (effective for accounting periods beginning on or after 1 July 2007). The Group will apply this standard from financial year beginning on 1 February 2008.

- FRS 139 "Financial Instruments: Recognition and Measurement" (effective date yet to be determined by Malaysian Accounting Standards Board). This new standard establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. Hedge accounting is permitted only under strict circumstances. The Group and the Company will apply this standard when it becomes effective.

- IC Interpretation 1 "Changes in Existing Decommissioning, Restoration and Similar Liabilities" (effective for accounting periods beginning on or after 1 July 2007). This interpretation deals with changes in the estimated timing or amount of the outflow of resources required to settle the obligation, or a change in the discount rate. The Group and the Company will apply this IC Interpretation from financial year beginning on 1 February 2008.

A BASIS OF PREPARATION (CONTINUED)

(b) Standards, amendments to published standards and interpretations to existing standards that are not yet effective and have not been early adopted (continued)

- IC Interpretation 8 "Scope of FRS 2" (effective for accounting periods beginning on or after 1 July 2007). This interpretation clarifies that FRS 2 "Share-based Payment" applies even in the absence of specifically identifiable goods and services. The Group and the Company will apply this amendment from financial year beginning on 1 February 2008.

With the exception of FRS 139, the above standards, amendments to published standards and interpretations to existing standards are not anticipated to have any significant impact on the financial position of the Group and the Company in the year of initial application. As allowed under the transitional provision of FRS 139, the Group and the Company are exempted from having to disclose the possible impact of the application of this standard on the financial statements of the Group and the Company in the year of initial application.

(c) Interpretations to existing standards that are not yet effective and are not relevant to the Group and the Company

- IC Interpretation 2 "Members' Shares in Co-operative Entities and Similar Instruments" (effective for accounting periods beginning on or after 1 July 2007). This interpretation deals with liability or equity classification of financial instruments which give the holder the right to request redemption, but subject to limits on whether it will be redeemed. IC 2 is not relevant to the Group's and to the Company's operations as the Group and the Company do not have co-operative entities and related instruments.

- IC Interpretation 5 "Rights to Interests arising from Decommission, Restoration and Environmental Rehabilitation Funds" (effective for accounting periods beginning on or after 1 July 2007). This interpretation deals with accounting by a contributor for its interests arising from decommissioning funds. IC 5 is not relevant to the Group's and the Company's operations as the Group and the Company do not have rehabilitation funds.

- IC Interpretation 6 "Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment" (effective for accounting periods beginning on or after 1 July 2007). This interpretation provides guidance on the recognition, in the financial statements of the producers, of liabilities for waste management under the European Union Directive in respect of sales of historical household equipment. IC 6 is not relevant to the Group's and to the Company's operations as the Group and the Company are not involved in waste management operations.

- IC Interpretation 7 "Applying the Restatement Approach under FRS-129 Financial Reporting in Hyperinflationary Economies" (effective for accounting periods beginning on or after 1 July 2007). This interpretation provides guidance on how to apply the requirements of FRS 129 in a reporting period in which an entity identifies the existence of hyperinflation in the economy of its functional currency, when that economy was not hyperinflationary in the prior period. IC 7 is not relevant to the Group and to the Company as the Group and the Company do not operate in a hyperinflationary economy.

B ECONOMIC ENTITIES IN THE GROUP

(a) Subsidiaries

Subsidiaries are those corporations, partnerships or other entities (including special purpose entities) in which the Group has power to exercise control over the financial and operating policies so as to obtain benefits from their activities, generally accompanying a shareholding of more than one half of the voting rights.

The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. In assessing whether potential voting rights contribute to control, the Group examines all facts and circumstances (including the terms of exercise of the potential voting rights and any other contractual arrangements whether considered individually or in combination) that affect potential voting rights.

B ECONOMIC ENTITIES IN THE GROUP (CONTINUED)

(a) Subsidiaries (continued)

Subsidiaries are consolidated using the purchase method of accounting. Under the purchase method of accounting, subsidiaries are fully consolidated from the date on which control is transferred to the Group and are de-consolidated from the date that control ceases. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the date of acquisition, irrespective of the extent of any minority interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired at the date of acquisition is reflected as goodwill (see accounting policy E(a) on goodwill). If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the income statement.

Where more than one exchange transaction is involved, any adjustment to the fair values of the subsidiary's identifiable assets, liabilities and contingent liabilities relating to previously held interests of the Group is accounted for as a revaluation.

Minority interest represents that portion of the profit or loss and net assets of a subsidiary attributable to equity interests that are not owned, directly or indirectly through subsidiaries, by the Company. It is measured at the minorities' share of the fair value of the subsidiaries' identifiable assets and liabilities at the date of acquisition and the minorities' share of changes in the subsidiaries' equity since that date.

All inter-company transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated but considered an impairment indicator of the asset transferred. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure consistency of accounting policies with those of the Group.

The gain or loss on disposal of a subsidiary, which is the difference between net disposal proceeds and the Group's share of its net assets as of the date of disposal, including the cumulative amount of any exchange differences that relate to the subsidiary, is recognised in the consolidated income statement.

(b) Transactions with minority interests

The Group applies a policy of treating transactions with minority interests as transactions with parties external to the Group. Disposals to minority interests result in gains and losses for the Group that are recorded in the income statement. Purchases from minority interests result in goodwill, being the difference between any consideration paid and the relevant share of the carrying value of net assets of the subsidiary acquired.

(c) Associates

Associates are those corporations, partnerships or other entities in which the Group exercises significant influence, but which it does not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Significant influence is the power to participate in the financial and operating policy decisions of the associates but not the power to exercise control over those policies.

Investments in associates are accounted for using the equity method of accounting and are initially recognised at cost. The Group's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss (see accounting policy E(a) on goodwill).

The Group's share of its associates' post-acquisition profits or losses is recognised in the income statement, and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group's interest is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate.

B ECONOMIC ENTITIES IN THE GROUP (CONTINUED)

(c) Associates (continued)

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.

Dilution gains and losses in associates are recognised in the income statement.

For incremental interest in an associate, the date of acquisition is the purchase date at each stage and goodwill is calculated at each purchase date based on the fair value of assets and liabilities identified. There is no "step up to fair value" of net assets of the previously acquired stake and the share of profits and equity movements for the previously acquired stake is recorded directly through equity.

(d) Jointly-controlled entities

Jointly-controlled entities are corporations, partnerships, or other entities in which there is contractually agreed sharing of control by the Group with one or more parties where the strategic financial and operating decisions relating to the entities require unanimous consent of the parties sharing control.

The Group's interest in jointly-controlled entities is accounted for in the consolidated financial statements using the equity method of accounting. Equity accounting involves recognising the Group's share of the post-acquisition results of jointly-controlled entities in the income statement and its share of post-acquisition movements of reserves in reserves. The cumulative post-acquisition movements are adjusted against the cost of the investment and include goodwill on acquisition (net of accumulated impairment loss).

Unrealised gains on transactions between the Group and its jointly-controlled entities are eliminated to the extent of the Group's interest in the jointly-controlled entities; unrealised losses are also eliminated unless the transaction provides evidence on impairment of the assets transferred.

The Group recognises the portion of gains or losses on the sale of assets by the Group to the joint venture that is attributable to the other venturers. The Group does not recognise its share of profits or losses from the joint venture that result from the purchase of assets by the Group from the joint venture until it resells the assets to an independent party. However, a loss on the transaction is recognised immediately if the loss provides evidence of a reduction in the net realisable value of current assets or an impairment loss.

Where necessary, adjustments have been made to the financial statements of jointly-controlled entities to ensure consistency of accounting policies with the Group.

C PROPERTY, PLANT AND EQUIPMENT

All property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses except for freehold land and capital work-in-progress which are not depreciated. Freehold land is not depreciated as it has an infinite life. Depreciation on capital work-in-progress commences when the assets are ready for their intended use.

Cost includes expenditure that is directly attributable to the acquisition of the asset. 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 cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

C PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Depreciation on assets under construction commences where the assets are ready for their intended use. 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, as summarised below:

Buildings	20 to 50 years
Plant and machinery	8.33 years
Hatchery	8 years
Furniture, fixtures, fittings and equipment	5 to 12.5 years
Motor vehicles	5 to 6.25 years
Gymnasium and electrical equipment	5 years
Renovation	5 to 10 years

The residual values and useful lives of property, plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet date. The effects of any revision of the residual values and useful lives are included in the income statement for the financial year in which the changes arise.

At each balance sheet date, the Group assesses whether there is any indication of impairment. Where an indication of impairment exists, the carrying value of the asset is assessed and written down immediately to its recoverable amount (see accounting policy G on impairment of assets).

Gains and losses on disposals are determined by comparing proceeds with carrying amounts and are included in the income statement.

D PREPAID LEASEHOLD RENTALS

The Directors have applied the transitional provisions of FRS 117 “Leases” for the lease of land previously recognised as property within property, plant and equipment.

Where the Group and the Company had previously classified a lease of land as finance lease and had recognised the amount of the prepaid leasehold rentals as property within property, plant and equipment, the Group and the Company will treat the lease as an operating lease with the unamortised carrying amount being classified as prepaid leasehold rentals.

Where the Group and the Company had previously revalued the leasehold rentals, the Group and the Company will retain the unamortised revalued amount as the surrogate carrying amount of lease rentals, which is amortised over the lease term.

Prepaid leasehold rentals is amortised over the remaining period of the respective leases.

E INTANGIBLE ASSETS

(a) Goodwill

Goodwill represents the excess of the cost of acquisition of subsidiaries, associates and jointly-controlled entities over the fair value of the Group’s share of the identifiable net assets at the date of acquisition.

Goodwill on acquisition of subsidiaries is included in the balance sheet as intangible assets. Goodwill is tested annually for impairment and is carried at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit from the synergies of the business combination in which the goodwill arose. The Group allocates goodwill to each business segment in each country in which it operates. See accounting policy G on impairment of assets.

Goodwill on acquisitions of jointly-controlled entities and associates is included in investments in jointly-controlled entities and associates, respectively. Such goodwill is tested for impairment as part of the overall balance.

E INTANGIBLE ASSETS (CONTINUED)

(b) Research and development

Research expenditure is recognised as an expense when incurred. Costs incurred on development projects (relating to the design and testing of new or improved products) are recognised as intangible assets when the following criteria are fulfilled:

(i) It is technically feasible to complete the intangible asset so that it will be available for use or sale;
(ii) It can be demonstrated that the intangible asset will generate probable future economic benefits;
(iii) Adequate technical, financial and other resources to complete the development and to use or sell the intangible asset are available; and
(iv) The expenditure attributable to the intangible asset during its development can be reliably measured.

Other development expenditures that do not meet these criteria are recognised as an expense when incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period. Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use on a straight-line basis over its useful life, not exceeding five years.

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. See accounting policy G on impairment of assets.

(c) Licenses, rights and technological know-how

Acquired licenses, rights and technological know-how are shown at cost. Licenses, rights and technological know-how have a finite useful life and are carried at cost less accumulated amortisation. Amortisation is calculated using the straight-line method to allocate the cost of the acquired licenses, rights and technological know-how over their estimated useful lives, as summarised below:

Licenses and technological know-how	50 years
Rights to operate as a mobile gateway provider	10 years

F INVESTMENTS

Investments in subsidiaries, associates and jointly-controlled entities are stated at cost less accumulated impairment losses. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. See accounting policy G on impairment of assets.

Long term investments are stated at cost, unless in the opinion of the Directors, there is a decline other than temporary in the value of such investments. Where there has been a decline other than temporary in the value of investment, such a decline is recognised as an expense in the period in which the decline is identified.

Short term investments in marketable securities are carried at the lower of cost and market value, determined on an aggregate portfolio basis by category of investments. Cost is derived at on the 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/decreases in the carrying value of marketable securities are credited/charged to the income statement.

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

G IMPAIRMENT OF ASSETS

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. An impairment loss is recognised for the amount by which the carrying value 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. For the purposes of assessing impairment, assets are grouped at the lowest level for which there are separately identifiable cash flows (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

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

H NON-CURRENT ASSETS HELD FOR SALE

Non-current assets are classified as assets held for sale and are stated at the lower of carrying amount and fair value less costs to sell if their carrying amount is recovered principally through a sale transaction rather than through continuing use.

I INVENTORIES

Inventories are stated at the lower of cost and net realisable value.

Cost is determined using the first-in-first-out method. The cost of finished goods and work-in-progress comprises raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity).

Net realisable value is the estimate of the selling price in the ordinary course of business, less the cost of completion and applicable variable selling expenses.

J TRADE RECEIVABLES

Trade receivables are carried at invoice amount less an allowance for doubtful debts. An allowance is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. Bad debts are written off in the financial year when it is established that they are irrecoverable.

K AMOUNTS DUE FROM/(TO) CUSTOMERS ON CONSTRUCTION CONTRACTS

Where the amounts of construction contract costs incurred plus recognised profits (less recognised losses) exceed progress billings, the net balance is shown as amounts due from customers on construction contracts. Where the progress billings exceed the sum of construction contract costs incurred and recognised profits (less recognised losses), the net balance is shown as amounts due to customers on construction contracts.

L CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statements, cash and cash equivalents comprise cash in hand, deposits held at call with banks, other short term, highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are included within borrowings in current liabilities on the balance sheet.

M BORROWINGS

(a) Classification

Borrowings are initially recognised based on the proceeds received, net of transaction costs incurred. In subsequent periods, borrowings are stated at amortised cost using the effective yield method; any difference between proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

M BORROWINGS (CONTINUED)

(b) Capitalisation of borrowing cost

Interest cost on borrowings to finance the construction of property, plant and equipment during the period that is required to complete and prepare the asset for its intended use are capitalised as part of the cost of the asset.

All other borrowing costs are charged to the income statement.

N HIRE-PURCHASE AND FINANCE LEASES

(a) Finance leases

Leases of property, plant and equipment where the Group assumes substantially all the benefits and risks of ownership are classified as finance leases.

Finance leases are capitalised at the lower of the fair value of the leased assets or the estimated present value of the underlying lease payments at the date of inception. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the lease principal outstanding. The corresponding rental obligations, net of finance charges, are included in payables. The interest element of the finance charge is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Property, plant and equipment acquired under finance lease contracts is depreciated over the useful life of the asset in accordance with the annual depreciation set out in accounting policy C. If there is no reasonable certainty that the ownership will be transferred to the Group, the asset is depreciated over the shorter of the lease term and its useful life.

(b) Operating leases

Leases of assets where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the income statement over the lease period.

O INCOME TAXES

Current tax expense is determined according to the tax laws of each jurisdiction in which the Group operates and includes all taxes based upon the taxable profits, including withholding taxes payable by a foreign subsidiary, associate or jointly-controlled entity on distributions of retained earnings to companies in the Group.

Deferred tax 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. However, deferred tax is not accounted for if it arises from the initial recognition of an asset or liability in a transaction other than a business combination that, at the time of the transaction, affects neither accounting nor taxable profit or loss.

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

Deferred tax is recognised on temporary differences arising on investments in subsidiaries, associates and jointly-controlled entities, except where the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax is measured using the tax rates (or tax laws) that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date.

O INCOME TAXES (CONTINUED)

Deferred tax is recognised in the income statement, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also charged or credited directly to equity, or when it arises from a business combination that is an acquisition, in which case, the deferred tax is included in the resulting goodwill.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset and the Group intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

P EMPLOYEE BENEFITS

(a) Short term employee benefits

The Group recognises a liability and an expense for bonuses based on a formula that takes into consideration the profit attributable to the equity holders of the Company after certain adjustments. The Group recognises a provision where there is a contractual obligation or where there is a past practice that has created a constructive obligation.

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

(b) Post-employment benefits - Defined contribution plans

A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to the employee service in the current and prior periods.

The Group's contribution to defined contribution plans, including the national defined contribution plan, the Employees' Provident Fund ("EPF") are charged to the income statement in the financial year to which they relate. Once the contributions have been paid, the Group has no further payment obligations. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(c) Share-based compensation

The Group operates an equity-settled, share-based compensation plan for the employees (including Directors) of the Group. Employee services received in exchange for the grant of the share options is recognised as an expense in the income statement over the vesting periods of the grant with a corresponding increase in equity.

The total amount to be expensed over the vesting period is determined by reference to the fair value of the share options granted, excluding the impact of any non-market vesting conditions. Non-market vesting conditions are included in the assumptions about the number of options that are expected to vest. At each balance sheet date, the Group revises its estimates of the number of share options that are expected to vest. It recognises the impact of the revision of original estimates, if any, in the income statement, with a corresponding adjustment to equity.

The proceeds received net of any directly attributable transaction costs are credited to share capital (nominal value) and share premium when the options are exercised.

The Group has taken advantage of the transitional provision of FRS 2 in respect of equity instruments granted after 31 December 2004 and not vested as at 1 February 2007.

(d) Termination benefits

Termination benefits are payable whenever an employee's employment is terminated before the normal retirement date or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Group recognises termination benefits when it is demonstrably committed to either terminate the employment of current employees according to a detailed formal plan without the possibility of withdrawal or to provide termination benefits as a result of an offer made to encourage voluntary redundancy.

Q SHARE CAPITAL

(a) Classification

Ordinary shares are classified as equity. Other shares are classified as equity and/or liability according to the economic substance of the particular instrument.

(b) Share issue costs

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

(c) Dividends

Dividends on ordinary shares are recognised as liabilities when declared before the balance sheet date. A dividend declared after the balance sheet date, but before the financial statements are authorised for issue, is not recognised as a liability at the balance sheet date.

R CONTINGENT LIABILITIES

The Group does not recognise a contingent liability but discloses its existence in the financial statements. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in the extremely rare circumstance where there is a liability that cannot be recognised because it cannot be measured reliably.

In the acquisition of subsidiaries by the Group under a business combination, the contingent liabilities assumed are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest.

The Group recognises separately the contingent liabilities of the acquirees as part of allocating the cost of a business combination where their fair values can be measured reliably. Where the fair values cannot be measured reliably, the resulting effect will be reflected in the goodwill arising from the acquisitions and the information about the contingent liabilities acquired are disclosed in the notes to the financial statements.

Subsequent to the initial recognition, the Group measures the contingent liabilities that are recognised separately at the date of acquisition at the higher of the amount that would be recognised in accordance with the provisions of FRS 137_{2004} and the amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with FRS 118_{2004}.

S REVENUE RECOGNITION

(a) Investment income

Dividend income is recognised when the Group's right to receive payment is established. 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. Income arising from the disposal of investments is taken to the income statement upon disposal of investment.

(b) Income from sale of goods and services rendered

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Group's activities. Revenue from sales of goods and services are recognised upon delivery of products and customer acceptance, if any, or performance of services, net of sales taxes, returns and discounts, and after eliminating sales within the Group.

The Group recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Group and specific criteria have been met.

S REVENUE RECOGNITION (CONTINUED)

(c) Construction contracts

A construction contract is a contract specifically negotiated for the construction of an asset or a combination of assets that are closely interrelated or interdependent in terms of their design, technology and functions or their ultimate purpose or use.

When the outcome of a construction contract can be estimated reliably, contract revenue and costs are recognised as revenue and expenses respectively by reference to the stage of completion of the contract activity at the balance sheet date. The stage of completion is measured by reference to the contract costs incurred to-date to the estimated total costs for the contract. Cost incurred during the financial year in connection with future activity on a contract are excluded from costs incurred to date when determining the stage of completion of a contract. Such costs are shown as amounts due from/(to) customers on construction contracts within trade and other receivables on the balance sheet unless it is not probable that such contract costs are recoverable from the customers, in which case, such costs are recognised as an expense immediately.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract cost incurred that are likely to be recoverable.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Contract revenue comprises the initial amount of revenue agreed in the contract and variations in the contract work and claims that can be measured reliably. A variation or a claim is only included in contract revenue when it is probable that the customer will approve the variation or negotiations have reached an advanced stage such that it is probable that the customer will accept the claim.

T FOREIGN CURRENCIES

(a) 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.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the transaction dates. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

(c) Group companies

The results and financial position of all the group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

(i) Assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet;
(ii) Income and expenses for each income statement are translated at the average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of the transactions); and
(iii) All resulting exchange differences are recognised as a separate component of equity.

T FOREIGN CURRENCIES (CONTINUED)

(c) Group companies (continued)

On consolidation, exchange differences arising from the translation of the net investment in foreign operations are taken to exchange fluctuation reserve. When a foreign operation is partially disposed of or sold, exchange differences that were recorded in equity are recognised in the income statement as part of the gain or loss on disposal.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and are translated at the closing rate at the date of the balance sheet.

U DEFERRED REVENUE

(a) Government grants

Grants from the government are recognised at their fair values where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to the acquisition of assets are included in non-current liabilities as deferred revenue and are credited to the income statement over the expected lives of the related assets, on basis consistent with the depreciation of the related assets.

Government grants relating to costs are deferred and are recognised in the income statement over the period necessary to match them with the costs they are intended to compensate.

(b) Others

Deferred revenue represents unutilised balance of short messaging services (“SMS”) in respect of prepaid SMS sold to customers, unearned revenue from web-site maintenance contracts and advance subscription fees for usage of club facilities, which will be recognised in the income statement upon utilisation or performance of services.

V FINANCIAL INSTRUMENTS

(a) 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 another enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or another financial asset 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.

V FINANCIAL INSTRUMENTS (CONTINUED)

(b) Financial instruments recognised on the balance sheet

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

(c) Fair value estimation for disclosure purposes

The fair value of publicly traded financial instruments is based on quoted market prices at the balance sheet date.

In assessing the fair values of non-traded financial instruments, the Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Quoted market prices are used if available or other techniques, such as estimated discounted value of future cash flows and the underlying net asset base of the instrument are used to determine fair values. In particular, the fair values of financial liabilities is estimated by discounting the future contractual cash flows at the current market interest rates available to the Group for similar financial instruments.

The carrying values of financial assets and financial liabilities with a maturity period of less than one year are assumed to approximate their fair values.

W SEGMENT REPORTING

Segment reporting is presented for enhanced assessment of the Group's risks and returns. Business segments provide products and services that are subject to risk and returns that are different from those of other business segments. Geographical segments provide products or services within a particular economic environment that is subject to risks and returns that are different from those components operating in other economic environments.

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, except to the extent that such intragroup balances and transactions are between group enterprises within a single segment. Inter-segment pricing is based on similar terms as those available to other external parties.

1 GENERAL INFORMATION

The principal activities of the Company are investment holding and provision of management services.

The principal activities of the Group's subsidiaries are investment holding, manufacturing of pharmaceuticals products, information and communication technology services, paper manufacturing, provision of engineering services for water treatment plants and related services, and aquaculture.

The Group's associates are principally involved in investment holding, property investment and development.

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

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

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

Penthouse
Menara Tan & Tan
207, Jalan Tun Razak
50400 Kuala Lumpur

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's activities expose it to a variety of financial risks, including:

- foreign currency exchange risk – risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates

- interest rate risk – risk that the value of a financial instrument will fluctuate due to changes in market interest rates

- market risk – risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market

- credit risk – risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss

- cash flow risk – risk that future cash flows associated with a financial instrument will fluctuate. In the case of a floating rate debt instrument, such fluctuations result in a change in the effective interest rate of the financial instrument, usually without a corresponding change in its fair value

- liquidity risk (funding risk) – risk that an enterprise will encounter difficulties in raising funds to meet commitments associated with financial instruments

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

The Group's overall financial risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. Financial risk management is carried out through risk reviews, internal control systems and adherence to the Group's financial risk management policies. The Board regularly reviews these risks and approves the treasury policies, which covers the management of these risks.

(a) Foreign currency exchange risk

The Group is exposed to currency risk as a result of the foreign currency transactions entered into with companies in currencies other than their functional currency. The Group mitigates its currency risk exposure by maintaining foreign currency bank accounts for the underlying foreign currency transactions, where possible. The exposures of the Group to currency fluctuations are kept at an acceptable level.

(b) Interest rate risk

The Group's income and operating cash flows are substantially independent of changes in market interest rates. Interest rate exposure arises from the Group's borrowings and deposits, and is managed through the use of fixed and floating rate debts.

(c) Market risk

For key product purchases, the Group establishes good relationships with major suppliers and monitors the price levels consistently. Alternative sources of supply are always made available should the pricing of existing suppliers become unfavourable to the Group.

(d) Credit risk

Credit risk arises when sales are made on deferred credit terms. The Group seeks to invest cash assets safely and profitably. It also seeks to control credit risk by setting counterparty limits and ensuring that sales of products and services are made to customers with an appropriate credit history. The Group considers the risk of material loss in the event of non-performance by a financial counterparty to be unlikely.

The Group has no significant concentrations of credit risk except that the majority of its deposits are placed with major financial institutions in countries in which the Group operates such as Malaysia and The People's Republic of China.

The Group trades with a large number of customers who are internationally dispersed, with a variety of end markets. Due to these factors, management believes that no additional credit risk beyond amounts allowed for collection losses is inherent in the Group's trade receivables.

(e) Liquidity and cash flow risks

The Group manages its debt maturity profile, operating cash flows and the availability of funding so as to ensure that all repayment and funding requirements are met. As part of its overall prudent liquidity management, the Group maintains sufficient levels of cash or cash convertible investments to meet its working capital requirements. Due to the dynamic nature of the underlying business, the Group aims at maintaining flexibility in funding by keeping committed credit lines available.

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated by the Directors and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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 a material impact to the Group's result 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 with the next financial year are outlined below.

(a) Impairment of goodwill

The Group tests goodwill for impairment annually in accordance with its accounting policy E(a), and whenever events or changes in circumstances indicate that the goodwill may be impaired.

For the purposes of assessing impairment, goodwill is allocated to cash-generating units or groups of cash generating units that are expected to benefit from the synergies of the business combination in which the goodwill arose.

Significant judgement is required in the estimation of the present value of future cash flows generated by the cash generating units or groups of cash-generating units, which involves uncertainties and are significantly affected by assumptions used and judgement made regarding estimates of future cash flows and discount rates. Changes in assumptions could significantly affect the results of the Group's tests for impairment of goodwill.

(b) Impairment of investments

Investment in subsidiaries, associates and jointly-controlled entities are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

Significant judgement is required in the estimation of the present value of future cash flows generated by the subsidiaries, jointly-controlled entitites and associates, which involves uncertainties and are significantly affected by assumptions used and judgements made regarding estimates of future cash flows and discount rates. Changes in assumptions could significantly affect the results of the Group's test for impairment of investments.

(c) Deferred tax assets

Deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. This involves judgement regarding the future financial performance of the particular entity in which the deferred tax asset has been recognised.

(d) Construction contracts

The Group recognises contract revenue based on the stage of completion method. The stage of completion is measured by reference to the contract costs incurred to-date to the estimated total contract costs for the contract. When it is probable that the estimated total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Significant judgement is required in the estimation of total contract costs. Where the actual total contract costs is different from the estimated total contract costs, such difference will impact the contract profits/(losses) recognised.

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONTINUED)

(e) Income taxes

The Group is subject to income taxes in numerous jurisdictions. Significant judgement is required in determining the capital allowances and deductibility of certain expenses during the estimation of 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.

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 income tax provisions in the period in which such determination is made.

(f) Share based payments

The amount of expenses in relation to the equity-settled share based payments granted by Goldis Berhad to employees of the Group are determined by reference to the fair value of the share options at the date of grant. The Group revises the estimated number of share options granted that are expected to vest at each balance sheet date.

Certain judgements are required in the determination of the fair value of share options granted, which involves uncertainties and are significantly affected by assumptions used and judgements made regarding expected volatility, dividend yield, risk-free interest rates, estimated number of share options that are expected to vest, amongst others. Changes in assumptions could significantly affect the Group's determination of the fair value of share options granted to employees of the Group.

4 SEGMENT REPORTING

The Group is organised into five main business segments:

(a) Healthcare
(b) Property investment and development
(c) Information and communication technology
(d) Paper manufacturing
(e) Water treatment services
(f) Others *

* Others comprise primarily the aquaculture operations and other operations of the Group, which are not of a sufficient size to be reported separately.

4 SEGMENT REPORTING (CONTINUED)

(a) Analysis by business segment

	Healthcare RM	Property investment and development RM	Information and communication technology RM	Paper manufacturing RM	Water treatment services RM	Others RM	Group RM
2008							
Revenue	60,590,792	-	42,216,885	68,715,123	2,662,580	542,120	174,727,500
Results :							
Segment results							
Profits from operations	2,297,357	(1,993,958)	(775,221)	4,132,442	(1,207,211)	(2,346,073)	107,336
Finance costs							(7,101,673)
Share of results:							
- Associate	-	39,293,254	-	-	-	-	39,293,254
- Jointly-controlled entity	-	-	(95,235)	-	-	-	(95,235)
Profit before taxation							32,203,682
Taxation							(256,329)
Net profit for the financial year							31,947,353
Attributable to:							
Equity holders of the Company							31,844,813
Minority interests							102,540
Net profit for the financial year							31,947,353
Assets employed:							
Segment assets	78,858,281	149,568,096	52,069,259	86,362,094	60,897,835	20,929,938	448,685,503
Associates	-	824,158,560	-	-	-	-	824,158,560
							1,272,844,063
Unallocated corporate assets							6,101,707
							1,278,945,770
Segment liabilities	47,729,735	89,935,766	22,052,007	53,669,360	43,195,485	2,817,861	259,400,214
Unallocated corporate liabilities							601,453
							260,001,667
Incurred for the year:							
Capital expenditure:							
- Property, plant and equipment	1,008,576	55,291,224	4,968,657	10,384,244	6,550,216	4,698,277	82,901,194
- Intangible assets:							
- Acquired rights	-	-	5,715,732	-	-	-	5,715,732
- Goodwill	-	-	139,130	-	1,065,239	-	1,204,369
- Technological know-how	-	-	-	-	-	728,700	728,700
Depreciation of property, plant and equipment	2,047,897	78,579	2,462,844	2,179,066	1,096,272	31,424	7,896,082
Amortisation of development costs	-	-	304,182	-	-	-	304,182
Amortisation of prepaid leasehold rentals	88,000	-	-	239,393	35,247	-	362,640

4 SEGMENT REPORTING (CONTINUED)

(a) Analysis by business segment (continued)

	Healthcare RM	Property investment and development RM	Information and communication technology RM	Paper manufacturing RM	Water treatment services RM	Others RM	Group RM
2007							
Revenue	57,978,924	41,368,428	43,751,847	65,740,185	2,966,653	3,535,777	215,341,814
Results:							
Segment results							
Profits from operations	(4,925,550)	38,282,971	(8,614,410)	7,847,845	(4,738,837)	642,221	28,494,240
Finance costs							(8,163,276)
Share of results:							
- Associates	-	41,182,346	(64,676)	-	1,200,031	-	42,317,701
- Jointly-controlled entities	-	-	2,084,867	-	-	-	2,084,867
Profit before taxation							64,733,532
Taxation							681,584
Net profit for the financial year							65,415,116
Attributable to:							
Equity holders of the Company							67,178,437
Minority interests							(1,763,321)
Net profit for the financial year							65,415,116
Assets employed:							
Segment assets	73,819,075	140,532,682	46,609,416	68,873,870	42,181,676	5,347,955	377,364,674
Associates	-	763,767,898	-	-	1,966,250	36,461,435	802,195,583
Jointly-controlled entity	-	-	(608,755)	-	-	-	(608,755)
							1,178,951,502
Unallocated corporate assets							8,543,055
							1,187,494,557
Segment liabilities	43,316,775	31,936,605	19,650,126	58,507,402	41,565,281	496,925	195,473,114
Unallocated corporate liabilities							548,561
							196,021,675
Incurred for the year:							
Capital expenditure:							
- Property, plant and equipment	830,256	24,569,183	1,817,318	13,665,550	17,411,047	1,182,344	59,475,698
- Intangible assets:							
- Development costs	-	-	1,520,908	-	-	-	1,520,908
- Goodwill	-	-	206,900	-	650	-	207,550
- License	-	-	-	-	-	300,000	300,000
Depreciation of property, plant and equipment (restated)	2,162,467	133,567	594,613	1,812,919	80,319	3,692	4,787,577
Amortisation of prepaid leasehold rentals	11,000	-	-	116,561	-	-	127,561

4 SEGMENT REPORTING (CONTINUED)

(b) Analysis by geographical location

	Revenue RM	Total segment assets RM	Capital expenditure RM
2008			
Malaysia	103,349,797	298,833,491	65,966,734
The People's Republic of China	71,377,703	147,259,114	16,934,460
Singapore	-	8,693,791	-
Hong Kong	-	814	-
	174,727,500	454,787,210	82,901,194
Associates		824,158,560	
Jointly-controlled entity		-	
Total assets		1,278,945,770	
2007			
Malaysia	146,634,976	269,427,471	28,399,100
The People's Republic of China	68,706,838	109,702,673	29,723,724
Singapore	-	3,774,911	-
Hong Kong	-	3,002,674	1,352,874
	215,341,814	385,907,729	59,475,698
Associates		802,195,583	
Jointly-controlled entity		(608,755)	
Total assets		1,187,494,557	

In determining the geographical segments of the Group, revenue is based on the country in which the customers are located. Total segment assets and capital expenditure incurred during the financial year are determined according to the country where the assets are located.

5 ACQUISITION OF SUBSIDIARIES

A Acquisition of subsidiaries during the financial year

During the financial year, the Group acquired the following subsidiaries:

(a) On 24 December 2007, the Group had, via its 90% owned subsidiary, Crest Spring (Shanghai) Co. Ltd. (formerly known as Gold Water (Shanghai) Co. Ltd.), acquired additional 2,500,000 ordinary shares of RMB1.00 each in YanTai Xin Cheng Wastewater Treatment Co. Ltd ("Yantai"), representing additional 25% of its equity interest, for a total purchase consideration of RM3,030,500. This has effectively increased the Group's interest in Yantai from 60.75% to 83.25%.

	RM
Purchase consideration	3,030,500
Fair value of net assets acquired	(1,965,261)
Goodwill	1,065,239

5 ACQUISITION OF SUBSIDIARIES (CONTINUED)

A Acquisition of subsidiaries during the financial year (continued)

(b) On 6 March 2007, the Company had purchased the entire issued and paid-up share capital in Companies Crest Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, resulting in Companies Crest Sdn Bhd becoming a wholly-owned subsidiary of the Company. On 10 April 2007, Companies Crest Sdn Bhd changed its name to Goldis Capital Sdn Bhd.

(c) On 30 March 2007, the Group had, via its 70% owned subsidiary, Macro Kiosk Berhad, together with Macro Kiosk Berhad's wholly-owned subsidiary, Macro Mobile Services Sdn Bhd, acquired the entire issued and paid-up capital in PT Permata Cipta Rejeki in Indonesia, comprising 10,000 ordinary shares of Rp10,000 each, for a cash consideration of Rp400,000,000.

(d) On 16 April 2007, the Group had, via its 90% owned subsidiary, GoldChina Sdn Bhd, incorporated a new subsidiary, GoldChina Pte Ltd in Singapore, by way of subscription of 2 ordinary shares of SGD1.00 each, for a cash consideration of SGD 2.

(e) On 15 May 2007, the Group had, via its 70% owned subsidiary, Macro Kiosk Berhad, incorporated a new subsidiary, Macro Kiosk Co. Ltd in Taiwan, by way of subscription of 100,000 ordinary shares of NTD10.00 each, for a cash consideration of NTD1,000,000.

(f) On 23 May 2007, the Company had purchased the entire issued and paid-up share capital in Toprole Network Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2.

(g) On 3 October 2007, the Group had, via its wholly-owned subsidiary, Macro Lynx Sdn Bhd, acquired the entire issued and paid-up share capital in Newgold Wave Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2. On 29 October 2007, Newgold Wave Sdn Bhd changed its name to Mines Fiberlynx Sdn Bhd.

The acquisitions stated in note (b) - (g) above have no significant effect on the financial results of the Group in the current financial year and the financial position of the Group as at the end of the current financial year.

B Acquisition of subsidiaries in the previous financial year

(a) Ganyu Xin Cheng Sewage Treatment Co. Ltd

On 24 March 2006, the Group had, via its subsidiary, Jiang Su Gold Water Co. Ltd ("JSGW"), acquired 77.5% of the issued and paid-up share capital of Ganyu Xin Cheng Sewage Treatment Co. Ltd ("GY"), for a cash consideration of RM3,619,250.

However, the Directors have assessed that the Group had exercised control over GY effective from the date of incorporation of GY on 28 September 2004 as the Group had the power to exercise control over the financial and operating policies of GY so as to obtain benefits from its activities. Accordingly, GY is consolidated as a subsidiary effective from its date of incorporation.

The consolidation of GY has no material effect on the financial results and financial positions of the Group in prior financial years. Accordingly, the comparative Group income statement, balance sheet, statement of changes in equity and cash flow statements have not been restated.

5 ACQUISITION OF SUBSIDIARIES (CONTINUED)

B Acquisition of subsidiaries in the previous financial year (continued)

(b) Other subsidiaries

(i) On 24 February 2006, the Company had purchased the entire issued and paid-up share capital in Plentiful Visions Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, resulting in Plentiful Visions Sdn Bhd becoming a wholly-owned subsidiary of the Company. On 16 March 2006, Plentiful Visions Sdn Bhd changed its name to Protech Yu (Asia) Sdn Bhd.

On 20 March 2006, the Company together with its wholly-owned subsidiary, Goldis Yu Sdn Bhd, entered into a Shareholders Agreement with EPAQ Sdn Bhd and Fish Protech Malaysia Sdn Bhd in relation to the equity participation in Protech Yu (Asia) Sdn Bhd (formerly known as Plentiful Visions Sdn Bhd).

As at 31 January 2007, the Group had an effective equity interest of 70% in Protech Yu (Asia) Sdn Bhd (formerly known as Plentiful Visions Sdn Bhd).

(ii) On 15 March 2006, the Group had, via its subsidiary, Macro Kiosk Berhad, acquired 60% of the issued and paid-up share capital of Eluxion Media (M) Sdn Bhd, for a cash consideration of RM72,000.

(iii) On 12 April 2006, the Company had purchased the entire issued and paid-up share capital in Goldis Water Sdn Bhd (formerly known as Kinprin Sdn Bhd), comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2.

(iv) On 19 April 2006, the Group had, via its subsidiary, Jiang Su Gold Water Co. Ltd, acquired 81% of the issued and paid-up share capital of Yantai Xin Cheng Wastewater Treatment Co. Ltd, for a cash consideration of RM2,364,863.

(v) On 15 August 2006, the Group had, via its 70% owned subsidiary, Protech Yu (Asia) Sdn Bhd (formerly known as Plentiful Visions Sdn Bhd), acquired the entire issued and paid-up share capital of Biogreen Organic Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2, and the entire issued and paid-up share capital of Langkah Motivasi (M) Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2, resulting in both companies becoming wholly-owned subsidiaries of Protech Yu (Asia) Sdn Bhd. On 4 September 2006, Biogreen Organic Sdn Bhd changed its name to Protech Yu Marketing Sdn Bhd and Langkah Motivasi (M) Sdn Bhd changed its name to Protech Yu Development Sdn Bhd.

(vi) On 17 November 2006, the Group had, via its subsidiary, Macro Kiosk Berhad, acquired the entire issued and paid-up share capital of Cinomobile Pte Ltd, comprising 2 ordinary shares of SGD1.00 each, for a cash consideration of SGD2.

(vii) On 22 November 2006, the Group had, via its wholly-owned subsidiary, Macro Lynx Sdn Bhd, acquired the entire issued and paid-up share capital in Quantum Intermerge Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2. On 4 January 2007, Quantum Intermerge Sdn Bhd changed its name to MVC Fiberlynx Sdn Bhd.

(viii) On 24 November 2006, the Group had, via its 70% owned subsidiary, Protech Yu (Asia) Sdn Bhd (formerly known as Plentiful Visions Sdn Bhd), acquired the entire issued and paid-up share capital in Green Nature Equation Sdn Bhd, comprising 2 ordinary shares of RM1.00 each, for a cash consideration of RM2. On 27 December 2006, Green Nature Equation Sdn Bhd changed its name to Protech Yu Services Sdn Bhd.

The above acquisitions had no significant effect on the financial results of the Group in the previous financial year and the financial position of the Group as at the end of the previous financial year.

6 DISPOSAL OF SUBSIDIARIES

A Disposal of subsidiaries during the financial year

(a) Subsidiaries disposed during the financial year were as follows:

Name of subsidiaries	Group's effective interest disposed (%)	Effective disposal date
Rowille Investment Co. Ltd	90.00	31 May 2007
iPanel Malaysia Sdn Bhd	82.50	30 January 2008

Details of the disposals are as follows:

	Total RM
Quoted investments	1,643,034
Cash and bank balances	10,719
Payables	(3,021,380)
Minority's share of losses absorbed by Goldis Berhad	73,176
Group's share of net liabilities	(1,294,451)
Currency translation differences	(13,563)
Net disposal proceeds	(17,464,831)
Gain on disposal before and after tax	(18,772,845)
Waiver of intercompany debt	11,107,118
Less: Pre-acquisition reserve	800
	(7,664,927)

The net cash flows on disposal was determined as follows:

Total proceeds from disposal – cash consideration	7,464,832
Cash and cash equivalents of subsidiary disposed of	10,719
Net cash inflow on disposal	7,475,551

(b) On 31 January 2008, the Group had, via its subsidiary, Protech Yu (Asia) Sdn Bhd, disposed 30% of the issued and paid-up share capital of Protech Yu Services Sdn Bhd, for a cash consideration of RM30,000. The above disposal has no significant effect on the financial results of the Group in the current financial year and the financial position of the Group as at the end of the current financial year.

B Disposal of a subsidiary in the previous financial year

On 1 December 2006, the Group had, via its 90% owned subsidiary, GoldChina Sdn Bhd, disposed its entire issued and paid-up share capital in Tramex Pte Ltd, comprising 2 ordinary shares of SGD1.00 each and 5,000,000 preference shares of SGD0.05 each, for a cash consideration of RM72,160,000. The disposal was completed on 31 January 2007.

Details of the disposal are as follows:

	At date of disposal RM
Jointly-controlled entity	64,372,439
Receivables	5,304,538
Payables	(13,650)
Net assets disposed	69,663,327
Currency translation differences	1,536,375
Net disposal proceeds	(72,160,000)
Gain on disposal	(960,298)

The net cash flows on disposal was determined as follows:

Total proceeds from disposal – cash consideration	72,160,000
Cash and cash equivalents of subsidiary disposed of	-
Net cash inflow on disposal*	72,160,000

* The purchaser had, on 4 January 2007, deposited the total cash consideration of RM72,160,000 into an Escrow Account in a licensed bank in The People's Republic of China, in accordance with the Share Purchase Agreement dated 1 December 2006. The balances will be transferred to GoldChina Sdn Bhd upon the transfer of shares to the purchaser, and is included in other receivables (Note 27) in the previous financial year.

The transfer of shares to the purchaser was completed during the financial year and the purchase consideration of RM72,160,000 had been transferred from the Escrow Account to GoldChina Sdn Bhd.

7 REVENUE

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Sale of goods and services	174,721,327	167,660,756	-	-
Gain on disposals of investments*	-	44,708,076	-	41,440,915
Construction contract revenue	-	2,966,653	-	-
Dividend income (gross)	6,173	6,329	9,210,105	11,173,700
Interest income	-	-	727,740	622,343
Management services	-	-	163,800	109,200
	174,727,500	215,341,814	10,101,645	53,346,158

* In the previous financial year, the gain on disposals of investments of the Group and of the Company comprise the gain on disposal of the Company's and its subsidiary's investments in Kris Assets Holdings Berhad, a subsidiary of the Company's associate, IGB Corporation Berhad.

8 PROFIT FROM OPERATIONS

The following items have been charged/(credited) in arriving at profit from operations:

	Group		Company	
	2008 RM	2007 RM (Restated)	2008 RM	2007 RM
Advertising and promotional expenses	14,385,566	23,497,897	-	-
Allowance for doubtful debts	3,557,894	999,977	-	-
Amortisation of intangible assets	304,182	-	-	-
Amortisation of prepaid leasehold rentals	362,640	127,561	-	-
Auditors' remuneration:				
- Current year	286,505	213,869	45,000	35,000
- Under/(over) accrual in prior years	48,300	(1,200)	10,000	-
Bad debts written off	1,582,397	-	3,130	-
Directors' remuneration (Note 9)	927,229	836,185	927,229	836,185
Foreign exchange (gain)/loss:				
- Unrealised	(3,452,999)	1,412,221	-	-
- Realised	4,704,016	125,100	59,536	-
Goodwill written off	650	-	-	-
Inventories:				
- Written off	553,460	393,079	-	-
- Recognised as an expense	22,122,981	22,517,688	-	-
Impairment loss on investment in an associate	-	-	882,697	-
Property, plant and equipment:				
- Depreciation	7,896,082	4,787,577	75,084	74,352
- (Gain)/loss on disposals	(199,929)	(49,012)	1,984	-
- Written off	593,684	276,168	-	-
- Impairment	-	2,681,567	-	-
Rental expenses:				
- Equipment	27,600	13,530	-	-
- Premises	3,387,011	2,526,773	296,082	275,866
Research and development expenses	266,543	56,666	-	-
Employee benefits cost (Note 10)	25,932,239	23,406,008	1,606,261	1,781,921
(Gain)/loss on disposals of subsidiaries	(7,664,927)	(960,298)	762,782	-
Loss/(gain) on disposal of an associate	616,103	-	(144,897)	-
Gain on disposal of a jointly-controlled entity	(703,990)	-	-	-
Gain on disposals of investments	(1,987)	(44,708,076)	-	(41,440,945)
Government grants received	(1,516,657)	-	-	-
Interest income (excluding interest income disclosed as revenue)	(1,213,446)	(1,075,985)	(302,235)	(1,030,289)
Rental income from rental of premises	-	(45,000)	-	-

9 DIRECTORS' REMUNERATION

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

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Non-executive Directors:				
- fees	85,000	85,000	85,000	85,000
- employees' share options	86,792	-	86,792	-
	171,792	85,000	171,792	85,000
Executive Director:				
- basic salaries, bonus and allowances	671,925	666,185	671,925	666,185
- defined contribution plan	73,512	75,000	73,512	75,000
- fees	10,000	10,000	10,000	10,000
	755,437	751,185	755,437	751,185
	927,229	836,185	927,229	836,185

The estimated monetary value of benefits-in-kind provided to the Directors of the Group and of the Company by way of the provision of other benefits amounted to RM7,800 (2007: RM7,800) and RM7,800 (2007: RM7,800) respectively.

The Executive Director and certain Non-Executive Directors of the Company have been granted options under the Employees' Share Option Scheme ("ESOS") on the same terms and conditions as those offered to other employees of the Group (Note 34) as follows:

			Number of options over ordinary shares of RM1.00 each			
Grant date	Expiry date*	Exercise price RM/share	At 1.2.2007	Granted	Exercised	At 31.1.2008
29 September 2003	19 May 2012	1.00	500,000	-	(400,000)	100,000
28 July 2005	19 May 2012	1.17	1,700,000	-	(500,000)	1,200,000
5 October 2005	19 May 2012	1.15	1,000,000	-	(650,000)	350,000
			3,200,000	-	(1,550,000)	1,650,000

	2008 RM	2007 RM
Number of share options vested at balance sheet date	2,100,000	2,700,000

* The duration of the ESOS has been extended for a further period of five (5) years from 20 May 2007 as disclosed in Note 34.

10 EMPLOYEE BENEFITS COST

	Group 2008 RM	Group 2007 RM	Company 2008 RM	Company 2007 RM
Wages, salaries and bonus	23,436,077	22,125,433	1,406,369	1,303,852
Defined contribution plan	3,046,652	1,011,092	183,703	237,929
Termination benefits	35,369	10,413	-	-
Employees' share options	16,189	259,070	16,189	240,140
	26,534,287	23,406,008	1,606,261	1,781,921
Less: employee benefits cost capitalised into:				
- property, plant and equipment	(417,379)	-	-	-
- construction cost	(184,669)	-	-	-
	25,932,239	23,406,008	1,606,261	1,781,921

11 FINANCE COSTS

	Group 2008 RM	Group 2007 RM	Company 2008 RM	Company 2007 RM
Interest expenses on:				
- term loans	3,841,633	2,213,223	-	-
- revolving credits	5,138,450	6,864,305	-	584,477
- trust receipts/bankers' acceptances	164,651	185,413	-	-
- hire-purchase and finance lease	143,562	79,433	-	-
- bank overdrafts	22,800	49,625	-	-
- commitment fees	17,101	11,962	-	-
	9,328,197	9,403,961	-	584,477
Less interest capitalised into:				
- property, plant and equipment (Note 15)	(2,226,524)	(1,240,685)	-	-
	7,101,673	8,163,276	-	584,477

12 TAXATION

	Group 2008 RM	Group 2007 RM	Company 2008 RM	Company 2007 RM
Current tax				
- Malaysian tax	(361,223)	1,076,831	(425,133)	990,021
- Foreign tax	182,737	41,666	-	-
	(178,486)	1,118,497	(425,133)	990,021
Deferred tax (Note 22)	434,815	(1,800,081)	-	-
	256,329	(681,584)	(425,133)	990,021
Current tax:				
Current year	144,970	1,257,770	109,237	990,021
Over accrual in prior years	(323,456)	(139,273)	(534,370)	-
	(178,486)	1,118,497	(425,133)	990,021
Deferred tax:				
Origination and reversal of temporary differences	434,815	(1,800,081)	-	-
	256,329	(681,584)	(425,133)	990,021

12 TAXATION (CONTINUED)

The reconciliation between the effective tax rate and the Malaysian tax rate are as follows:

	Group		Company	
	2008 %	2007 %	2008 %	2007 %
Malaysian tax rate	26	27	26	27
Tax effects of:				
- share of results of an associate and a jointly-controlled entity	(32)	(19)	-	-
- expenses not deductible for tax purposes	15	18	38	-
- double deduction expenses	(4)	(5)	-	-
- income not subject to tax	(11)	(32)	(61)	(25)
- pioneer status tax exemption	(1)	-	-	-
- reinvestment allowance	(1)	(2)	-	-
- current year's tax losses and deductible temporary differences not recognised	11	5	-	-
- utilisation of previously unrecognised tax losses	(1)	7	-	-
- over accrual in prior years	(1)	-	(13)	-
Effective tax rate	1	(1)	(10)	2

Subject to the agreement by the tax authorities, as at 31 January 2008, one of the Group's subsidiary has unutilised reinvestment allowances, amounting to RM2,792,456 (2007: RM2,444,695) for which no credit has been recognised.

13 EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share of the Group is calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial year.

	Group	
	2008	2007
Net profit attributable to ordinary equity holders of the Company (RM)	31,844,813	67,178,437
Weighted average number of ordinary shares in issue	322,933,427	320,982,123
Basic earnings per share (sen)	9.86	20.93

(b) Diluted earnings per share

For the diluted earnings per share calculation, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares. The Group has dilutive potential ordinary shares from share options granted to employees.

13 EARNINGS PER SHARE (CONTINUED)

(b) Diluted earnings per share (Continued)

In respect of share options granted to employees, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average share price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated is compared with the number of shares that would have been issued assuming the exercise of the share options. The difference is added to the denominator as an issue of ordinary shares for no consideration. This calculation serves to determine the "bonus" element to the ordinary shares outstanding for the purpose of computing the dilution. No adjustment is made to net profit for the financial year for the share options calculation.

	Group	
	2008	**2007**
Net profit attributable to ordinary equity holders of the Company (RM)	31,844,813	67,178,437
Weighted average number of ordinary shares in issue	322,933,427	320,982,123
Adjustments for exercise of ESOS	845,605	626,966
Weighted average number of ordinary shares for diluted earnings per share	323,779,032	321,609,089
Diluted earnings per share (sen)	9.84	20.89

14 DIVIDENDS

Dividends declared in respect of ordinary shares for the financial year are as follows:

	Group and Company			
	2008		**2007**	
	Gross dividends per share Sen	**Amount of dividends, net of tax RM**	**Gross dividends per share Sen**	**Amount of dividends, net of tax RM**
Final dividend, net of tax of 26% (2007: 28%)	0.5	1,195,717	1.5	3,466,291
Final dividend, tax exempt	1.5	4,847,503	1.0	3,209,528
	2.0	6,043,220	2.5	6,675,819

The Directors now recommend the payment of a first and final tax exempt dividend of 2.25 sen per share on 323,333,830 ordinary shares, amounting to RM7,275,011 which, subject to the approval of members at the forthcoming Annual General Meeting of the Company, will be paid on 25 July 2008 to shareholders registered on the Company's Register of Members at the close of business on 2 July 2008.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2008

15 PROPERTY, PLANT AND EQUIPMENT

Group	Freehold land RM	Long term leasehold land RM	Buildings RM	Plant and machinery RM	Furniture, fixtures, fittings and equipment RM	Motor vehicles RM	Gymnasium and electrical equipment RM	Renovation RM	Hatchery RM	Capital work-in-progress RM	Total RM
2008											
Cost											
At 1 February 2007 (restated)	44,956,183	-	35,204,459	33,510,862	8,367,933	622,608	567,016	2,455,785	-	50,768,423	176,453,269
Additions	8,807,815	-	-	1,213,791	4,887,286	392,793	-	160,799	-	67,438,710	82,901,194
Disposals	-	-	-	(178,360)	(1,582,231)	(24,910)	(567,016)	-	-	-	(2,352,517)
Written off	-	-	-	(17,653)	(122,291)	-	-	(49,217)	(485,947)	-	(675,108)
Reclassification	-	-	5,967,558	24,202,196	1,005,746	-	-	-	1,094,398	(32,269,898)	-
Reclassification to assets held-for-sale	(202,638)	-	-	-	-	-	-	-	-	-	(202,638)
Currency translation differences	-	-	-	-	7,706	(474)	-	(1,399)	-	(54,493)	(48,660)
At 31 January 2008	53,561,360	-	41,172,017	58,730,836	12,564,149	990,017	-	2,565,968	608,451	85,882,742	256,075,540
Accumulated depreciation											
At 1 February 2007 (restated)	-	-	3,205,148	8,940,547	3,056,859	353,397	415,209	1,283,722	-	-	17,254,882
Charge for the financial year	-	-	1,038,875	4,584,037	1,624,274	167,476	19,040	450,980	11,400	-	7,896,082
Disposals	-	-	-	(121,147)	(1,230,196)	(22,419)	(434,249)	-	-	-	(1,808,011)
Written off	-	-	-	(12,393)	(57,940)	-	-	(6,020)	(5,071)	-	(81,424)
Currency translation differences	-	-	-	-	1,214	(200)	-	(183)	-	-	831
At 31 January 2008	-	-	4,244,023	13,391,044	3,394,211	498,254	-	1,728,499	6,329	-	23,262,360
Accumulated impairment losses											
At 1 February 2007/ 31 January 2008	-	-	133,869	1,972,929	595,276	-	-	-	-	-	2,702,074
Net book value											
At 31 January 2008	53,561,360	-	36,794,125	43,366,863	8,574,662	491,763	-	837,469	602,122	85,882,742	230,111,106

15 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Group	Freehold land RM	Long term leasehold land RM	Buildings RM	Plant and machinery RM	Furniture, fixtures, fittings and equipment RM	Motor vehicles RM	Gymnasium and electrical equipment RM	Renovation RM	Capital work-in-progress RM	Total RM
2007										
Cost										
At 1 February 2006										
As previously stated	38,556,183	3,788,983	37,534,512	32,273,387	5,502,162	683,245	564,026	2,168,770	5,950,295	127,021,563
Effects of adoption of FRS 117 (Note 41)	-	(3,788,983)	-	-	-	-	-	-	-	(3,788,983)
As restated	38,556,183	-	37,534,512	32,273,387	5,502,162	683,245	564,026	2,168,770	5,950,295	123,232,580
Additions	6,400,000	-	28,864	730,061	2,918,938	123,887	2,990	358,510	48,912,448	59,475,698
Acquisition of a subsidiary	-	-	-	-	22,749	-	-	10,800	-	33,549
Disposals	-	-	(4,568,357)	(46,570)	(82,715)	(165,157)	-	(7,499)	-	(4,870,298)
Written off	-	-	(98,364)	(283,274)	-	-	-	(68,766)	-	(450,404)
Reclassification	-	-	2,662,926	1,334,294	4,500	-	-	(4,500)	(3,997,220)	-
Currency translation differences	-	-	(355,122)	(497,036)	2,299	(19,367)	-	(1,530)	(97,100)	(967,856)
At 31 January 2007 (Restated)	44,956,183	-	35,204,459	33,510,862	8,367,933	622,608	567,016	2,455,785	50,768,423	176,453,269
Accumulated depreciation										
At 1 February 2006										
As previously stated	-	44,000	2,645,531	7,031,777	2,088,027	293,970	356,846	843,802	-	13,303,953
Effects of adoption of FRS 117 (Note 41)	-	(44,000)	-	-	-	-	-	-	-	(44,000)
As restated	-	-	2,645,531	7,031,777	2,088,027	293,970	356,846	843,802	-	13,259,953
Charge for the financial year	-	-	873,326	2,247,986	996,253	148,358	58,363	463,291	-	4,787,577
Disposals	-	-	(193,188)	(42,854)	(27,199)	(79,377)	-	(1,064)	-	(343,682)
Written off	-	-	(43,193)	(108,950)	-	-	-	(22,093)	-	(174,236)
Currency translation differences	-	-	(77,328)	(187,412)	(222)	(9,554)	-	(214)	-	(274,730)
At 31 January 2007 (Restated)	-	-	3,205,148	8,940,547	3,056,859	353,397	415,209	1,283,722	-	17,254,882
Accumulated impairment losses										
At 1 February 2006	-	-	-	-	20,507	-	-	-	-	20,507
Impairment losses for the financial year	-	-	133,869	1,972,929	574,769	-	-	-	-	2,681,567
At 31 January 2007	-	-	133,869	1,972,929	595,276	-	-	-	-	2,702,074
Net book value										
At 31 January 2007 (Restated)	44,956,183	-	31,865,442	22,597,386	4,715,798	269,211	151,807	1,172,063	50,768,423	156,496,313

15 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Net borrowing costs of RM2,226,524 (2007: RM1,240,685), incurred for financing the construction of buildings of subsidiaries of the Group, were capitalised in capital work-in-progress during the financial year (Note 11).

Net book value of assets pledged as security for term loans, revolving credits, and trust receipts (Note 33) are as follows:

	Group	
	2008	**2007**
	RM	**RM**
Freehold land	53,741,856	44,956,183
Buildings	22,397,798	24,443,953
Plant and machinery	21,315,560	10,209,903
Capital work-in-progress	67,238,949	20,492,192
	164,694,163	100,102,231

The net book value of plant and machinery under hire-purchase and finance lease arrangements at the end of the financial year amounted to RM3,046,897 (2007: RM1,798,315).

	Furniture, fixtures, fittings and equipment Company	
	2008	**2007**
	RM	**RM**
Cost		
At 1 February	378,301	335,277
Additions	85,965	43,024
Disposals	(6,210)	-
At 31 January	458,056	378,301
Accumulated depreciation		
At 1 February	147,546	73,194
Charge for the financial year	75,084	74,352
Disposals	(3,726)	-
At 31 January	218,904	147,546
Net book value		
At 31 January	239,152	230,755

16 PREPAID LEASEHOLD RENTALS

	Note	Group 2008 RM	Group 2007 RM (Restated)
Cost			
At 1 February:			
As previously reported		-	-
Effects of adoption of FRS 117	41	4,388,082	3,788,983
As restated		4,388,082	3,788,983
Additions		8,000,662	599,099
Currency translation differences		(4,174)	-
At 31 January		12,384,570	4,388,082
Accumulated amortisation			
At 1 February:			
As previously reported		-	-
Effects of adoption of FRS 117	41	171,561	44,000
As restated		171,561	44,000
Charge for the financial year		362,640	127,561
Currency translation differences		(548)	-
At 31 January		533,653	171,561
Net book value			
At 31 January		11,850,917	4,216,521

The title deed to the leasehold land of a subsidiary has not been issued to the subsidiary by Majlis Perbandaran Klang. Net book value of prepaid leasehold land pledged as security for a term loan at the end of the financial year amounted to RM2,822,090 (2007: RM1,717,560).

17 INTANGIBLE ASSETS

Group	Development costs RM	License RM	Goodwill RM	Technological know-how RM	Acquired rights RM	Total RM
Cost						
At 1 February 2007	1,520,908	300,000	207,550	-	-	2,028,458
Additions	-	-	1,204,369	728,700	5,715,732	7,648,801
Written off	-	-	(650)	-	-	(650)
At 31 January 2008	1,520,908	300,000	1,411,269	728,700	5,715,732	9,676,609
Accumulated amortisation						
At 1 February 2007	-	-	-	-	-	-
Charge for the financial year:						
- development costs	304,182	-	-	-	-	304,182
At 31 January 2008	304,182	-	-	-	-	304,182
Net book value						
At 31 January 2008	1,216,726	300,000	1,411,269	728,700	5,715,732	9,372,427
Net book value						
At 31 January 2007	1,520,908	300,000	207,550	-	-	2,028,458

17 INTANGIBLE ASSETS (CONTINUED)

Development costs principally comprise of expenditure on the development of new products where it is reasonably anticipated that the costs will be recovered through future commercial activities. The product development was completed at the end of the previous financial year and accordingly, no amortisation has been charged to the previous year's income statement.

The license fee is in relation to fees paid to use the Fish Protech Modules. The license has a useful life of 50 years, commencing from the date the Licensor certify the use of the Fish Protech Module. As at the balance sheet date, the Licensor has not certify any Fish Protech Modules.

In addition to the Fish Protech license fee, the Group paid fees for the technological know-how and management system in producing chemical and pollution free fishes. The technological know-how will be amortised over the same period as the Fish Protech license.

During the financial year, the Group paid fees for the rights to operate as a mobile gateway provider to provide short messaging services ("SMS") content to mobile telecommunication companies in China for a period of ten (10) years. The rights was obtained at the financial year end and accordingly, no amortisation was charged to the income statement for the current financial year.

Impairment tests for goodwill

The carrying amount of goodwill allocated to the cash-generating units ("CGUs") is as follows:

	Group	
	2008 RM	**2007 RM**
Information and communication technology	346,030	206,900
Waste treatment services	1,065,239	650
	1,411,269	207,550

The recoverable amount of the information and communication technology and waste treatment services CGUs is determined based on value-in-use calculations, using pre-tax cash flow projections based on financial budgets approved by the Directors covering a five-year period.

The key assumptions used in the value-in-use calculations are as follows:

	Gross margin %	**Growth rate %**	**Pre-tax discount rate %**
Information and communication technology	45	10	12
Waste treatment services	30	9	6

The Directors have determined the budgeted gross margin and the average growth rate based on expected performance and its expectations of market development. The discount rate used is pre-tax and reflect specific risks relating to the segment.

18 SUBSIDIARIES

	Company	
	2008 RM	**2007 RM**
Investment in subsidiaries, at cost		
Unquoted ordinary shares	39,909,029	39,519,695
Redeemable Convertible Unsecured Loan Stocks*	5,000,000	5,000,000
	44,909,029	44,519,695

* On 5 December 2006, the Company subscribed to 5,000,000 units Redeemable Convertible Unsecured Loan Stocks ("RCULS") issued by its wholly-owned subsidiary, Goldis Yu Sdn Bhd, at 100% of the nominal value of RM1.00 each. The RCULS bear interest of 4% per annum, payable annually in arrears, calculated on the basis of the actual number of days elapsed in a year of 365 days, with the last payment of interest to be made on the maturity date of the RCULS on 4 December 2009. All outstanding RCULS at the date of maturity will be redeemed by Goldis Yu Sdn Bhd at the aggregate nominal value of the RCULS.

18 SUBSIDIARIES (CONTINUED)

The details of subsidiaries are as follows:

Name of company	Place of incorporation	Principal activities	Group's effective interest 2008 %	Group's effective interest 2007 %
Ecosem Sdn Bhd +	Malaysia	Ceased operations	100.00	100.00
GoldChina Sdn Bhd	Malaysia	Investment holding	90.00	90.00
Goldis Capital Sdn Bhd (formerly known as Companies Crest Sdn Bhd)	Malaysia	Dormant	100.00	-
GTower Sdn Bhd (formerly know as Goldis Tower Sdn Bhd)	Malaysia	Property holding	100.00	100.00
Goldis Water Sdn Bhd	Malaysia	Investment holding	100.00	100.00
Goldis Yu Sdn Bhd	Malaysia	Money lending services	100.00	100.00
HOEPharma Holdings Sdn Bhd	Malaysia	Healthcare management services	78.15	78.15
iPanel Malaysia Sdn Bhd +	Malaysia	Sale of electronic products and intelligent facilities management system	-	82.50
Macro Kiosk Berhad	Malaysia	Mobile communications technology provider	70.00	70.00
Macro Lynx Sdn Bhd	Malaysia	Broadband web based solutions	100.00	100.00
Multistock Sdn Bhd	Malaysia	Investment trading and investment holding	100.00	100.00
Protech Yu Services Sdn Bhd *	Malaysia	Aquaculture operation and provision of management services	70.00	70.00
Sweat Club Sdn Bhd	Malaysia	Ceased operations	100.00	100.00
Toprole Network Sdn Bhd	Malaysia	Mobile communications technology provider	100.00	-
Held by GoldChina Sdn Bhd				
GoldChina Pte Ltd +	Singapore	Trading and investment holding	90.00	-
Gold China (Shanghai) Co. Ltd +	The People's Republic of China	Management consultancy services	90.00	90.00
Crest Spring Pte Ltd (formerly known as Gold Water Pte Ltd) +	Singapore	Investment holding and provision of pure water and waste water treatment plants and related services	90.00	90.00
Manax Limited +	Hong Kong	Investment holding	90.00	90.00
Rowille Investment Co. Ltd +	Hong Kong	Investment holding	-	90.00

18 SUBSIDIARIES (CONTINUED)

Name of company	Place of incorporation	Principal activities	Group's effective interest 2008 %	Group's effective interest 2007 %
Held by Crest Spring Pte Ltd (formerly known as Gold Water Pte Ltd)				
Crest Spring (Shanghai) Co. Ltd (formerly known as Gold Water (Shanghai) Co. Ltd) +	The People's Republic of China	Provision of engineering services for pure water and waste water treatment plants and related services	90.00	90.00
Held by Crest Spring (Shanghai) Co. Ltd (formerly known as Gold Water (Shanghai) Co. Ltd)				
Jiang Su Crest Spring Co Ltd (formerly known as Jiang Su Gold Water Co. Ltd) +	The People's Republic of China	Provision of engineering services for pure water and waste water treatment plants and related services	81.00	81.00
Held by Jiang Su Crest Spring Co. Ltd (formerly known as Jiang Su Gold Water Co. Ltd)				
Ganyu Xin Cheng Sewage Treatment Co. Ltd +	The People's Republic of China	Provision of engineering services for pure water and waste water treatment plants and related services	62.78	62.78
Yantai Xin Cheng Wastewater Treatment Co. Ltd +	The People's Republic of China	Provision of engineering services for pure water and waste water treatment plants and related services	83.25	60.75
Held by Manax Limited				
Tianjin Manax Natural Fibre Thin Film Co. Ltd +	The People's Republic of China	Paper manufacturing	72.00	72.00
Held by Goldis Yu Sdn Bhd				
Protech Yu (Asia) Sdn Bhd	Malaysia	Aquaculture	70.00	70.00
Held by Protech Yu (Asia) Sdn Bhd				
Protech Yu Development Sdn Bhd	Malaysia	Aquaculture farm development and construction	70.00	70.00
OM3 Fish (Asia) Sdn Bhd (formerly known as Protech Yu Marketing Sdn Bhd)	Malaysia	Marketing and sale of aquaculture products	70.00	70.00

18 SUBSIDIARIES (CONTINUED)

Name of company	Place of incorporation	Principal activities	Group's effective interest 2008 %	Group's effective interest 2007 %
Held by HOEPharma Holdings Sdn Bhd				
HOEPharma (HK) Limited (formerly known as Diversified Healthcare Services (Hong Kong) Ltd) +	Hong Kong	Healthcare management services	78.15	78.15
Ecofen Marketing Sdn Bhd	Malaysia	Sale of audiology products	78.15	78.15
HOE Pharmaceuticals Sdn Bhd	Malaysia	Manufacturer of pharmaceutical products	78.15	78.15
Living Tree Pharmacy Sdn Bhd	Malaysia	Ceased operations	78.15	78.15
Novalac (Malaysia) Sdn Bhd	Malaysia	Sale of baby products	78.15	78.15
Held by Macro Kiosk Berhad				
Cinomobile Pte Ltd +	Singapore	Mobile communications services	70.00	70.00
Eluxion Media (M) Sdn Bhd	Malaysia	Interactive media	42.00	42.00
Macro Mobile Services Sdn Bhd	Malaysia	Mobile communications technology provider	70.00	70.00
Macro Kiosk (HK) Ltd +	Hong Kong	Mobile communications technology provider	70.00	70.00
Macro Kiosk Ltd +	Thailand	Mobile communications technology provider	70.00	70.00
Macro Kiosk Pte Ltd +	Singapore	Mobile communications technology provider	70.00	70.00
Macro Kiosk Co. Ltd +	Taiwan	Mobile communications technology provider	70.00	-
PT Permata Cipta Rejeki +	Indonesia	Mobile communications technology provider	70.00	-
Held by Macro Lynx Sdn Bhd				
MVC Fiberlynx Sdn Bhd	Malaysia	Business communications solutions provider	100.00	100.00
Mines Fiberlynx Sdn Bhd (formerly known as Newgold Wave Sdn Bhd)	Malaysia	Broadband web based solutions	100.00	-

\+ *Audited by a firm other than member firm of PricewaterhouseCoopers International Limited and PricewaterhouseCoopers, Malaysia.*

* *Previously held by Protech Yu (Asia) Sdn Bhd.*

19 ASSOCIATESS

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Investments, at cost:				
Quoted ordinary shares in Malaysia	666,011,215	666,011,215	594,851,458	594,851,458
Unquoted ordinary shares in Malaysia	-	5,466,251	-	-
Unquoted ordinary shares outside Malaysia	-	882,679	-	882,679
	666,011,215	672,360,145	594,851,458	595,734,137
Add: Group's share of post-acquisition results and reserves	164,817,083	129,835,438	-	-
Reclassified to assets held-for-sale (Note 23)	(6,669,738)	-	-	-
	824,158,560	802,195,583	594,851,458	595,734,137
Share of net assets	824,158,560	802,195,583		
Market value:				
- Quoted ordinary shares in Malaysia	871,463,558	713,015,838	810,489,293	663,127,803

The following amounts represent the Group's share of assets and liabilities of the associates:

	Group	
	2008 RM	2007 RM
Non-current assets	943,844,001	855,267,275
Current assets	288,890,512	322,746,823
Current liabilities	(208,668,570)	(158,223,871)
Non-current liabilities	(199,907,383)	(217,594,644)
Share of net assets	824,158,560	802,195,583

The Group's share of revenue and expenses of the associates are as follows:

	Group	
	2008 RM	2007 RM
Revenue	179,265,646	204,747,342
Operating expenses including taxation	(139,972,392)	(162,429,641)
Net profit for the financial year	39,293,254	42,317,701

19 ASSOCIATES (CONTINUED)

The details of associates are as follows:

Name of company	Place of incorporation	Principal activities	Group's effective interest 2008 %	Group's effective interest 2007 %
IGB Corporation Berhad	Malaysia	Investment holding and property development	26.59	27.04
iPanel Pte Ltd +	Singapore	Sale of electronic products and intelligent facilities management system	-	30.00
Enersave Water Sdn Bhd	Malaysia	Provision of engineering services for water purification and waste water treatment	34.50	34.50

+ *Audited by a firm other than member firm of PricewaterhouseCoopers International Limited and PricewaterhouseCoopers, Malaysia.*

On 24 September 2007, the Group entered into an agreement for the disposal of its entire 34.5% equity interest in an associate, Enersave Water Sdn Bhd. As at the balance sheet date, the disposal has yet to be completed pending the completion of certain conditions precedent set out in the agreement. The Group's investment in Enersave Water Sdn Bhd is thereafter being classified as "assets held-for-sale" as disclosed in Note 23 to the financial statements.

On 30 January 2008, the Company disposed its entire 30% equity interest in an associate, iPanel Pte Ltd for a cash consideration of RM144,897.

Capital commitments and contingent liabilities relating to the associate are disclosed in Note 37 and Note 38 to the financial statements.

20 JOINTLY-CONTROLLED ENTITY

	Group 2008 RM	Group 2007 RM
Share of net liabilities of a jointly-controlled entity	-	(608,755)

The details of the jointly-controlled entity are as follows:

Name of company	Place of incorporation	Principal activities	Group's effective interest 2008 %	Group's effective interest 2007 %
Macro Kiosk Technologies (Beijing) Co. Limited +	The People's Republic of China	Mobile telecommunications, technology services and mobile data solutions	-	35.00

+ *Audited by a firm other than member firm of PricewaterhouseCoopers International Limited and PricewaterhouseCoopers, Malaysia.*

On 7 December 2007, the Company disposed its entire 35% equity interest in the jointly-controlled entity for a cash consideration of RM1.

20 JOINTLY-CONTROLLED ENTITY (CONTINUED)

The following amounts represent the Group's share of assets and liabilities of the jointly-controlled entity:

	Group	
	2008 RM	2007 RM
Non-current assets	-	129,026
Current assets	-	165,856
Current liabilities	-	(903,637)
Share of net liabilities	-	(608,755)

The Group's share of the revenue and expenses of the jointly-controlled entity are as follows:

	Group	
	2008 RM	2007 RM
Revenue	-	20,339,949
Operating expenses including taxation	(95,235)	(18,255,082)
Net (loss)/profit for the financial year	(95,235)	2,084,867

21 INVESTMENTS

	Group	
	2008 RM	2007 RM
Long term investments		
At cost:		
Unquoted shares outside Malaysia	247,500	1,900,104
Short term investments		
At cost:		
Quoted shares in Malaysia	455,466	455,466
Less: Allowance for diminution in value	(394,133)	(394,133)
	61,333	61,333
Market value of quoted shares in Malaysia (Note 42)	301,905	160,796

22 DEFERRED TAX

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	
	2008 RM	2007 RM
Deferred tax assets	3,238,982	3,629,081
Deferred tax liabilities	(132,312)	(87,596)
	3,106,670	3,541,485

22 DEFERRED TAX (CONTINUED)

The movements in deferred tax assets and liabilities of the Group during the financial year are as follows:

	Group	
	2008 RM	2007 RM
At 1 February	3,541,485	1,741,404
Charged/(credited) to income statement (Note 12):		
- property, plant and equipment	(66,524)	318,756
- intangibles	410,645	(410,645)
- capital allowance	(141,766)	1,853,576
- tax losses	(575,675)	(148,936)
- accruals	(61,495)	187,330
	(434,815)	1,800,081
At 31 January	3,106,670	3,541,485

The movements in deferred tax assets and liabilities during the financial year (prior to offsetting of balances) are as follows:

	Group	
	2008 RM	2007 RM
Subject to income tax:		
Deferred tax assets (before offsetting)		
- property, plant and equipment	1,144,617	1,226,520
- tax losses	1,735,998	2,311,673
- capital allowances	-	141,766
- accruals	368,864	430,359
	3,249,479	4,110,318
Offsetting	(10,497)	(481,237)
Deferred tax assets (after offsetting)	3,238,982	3,629,081
Deferred tax liabilities (before offsetting)		
- property, plant and equipment	(142,809)	(158,188)
- accruals	-	(410,645)
	(142,809)	(568,833)
Offsetting	10,497	481,237
Deferred tax liabilities (after offsetting)	(132,312)	(87,596)

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

	Group	
	2008 RM	2007 RM
Deductible temporary differences	8,642,922	851,441
Tax losses	13,532,551	24,484,500
	22,175,473	25,335,941
Deferred tax assets not recognised	5,543,868	5,947,621

23 ASSETS HELD-FOR-SALE

	Note	Group 2008 RM	2007 RM
Non-current assets held-for-sale:			
- investment in an associate	(a)	6,669,738	-
- freehold land	(b)	202,638	-
		6,872,376	-

(a) On 24 September 2007, the Group entered into an agreement for the disposal of its entire 34.5% equity interest in an associate, Enersave Water Sdn Bhd. Thereafter, the Group's investment in Enersave Water Sdn Bhd, has been classified as "assets held-for-sale".

As at the balance sheet date, the disposal has yet to be completed pending the completion of certain conditions precedent set out in the agreement.

(b) On 13 November 2007, Protech Yu Services Sdn Bhd, a subsidiary of the Company has entered into a conditional agreement to sell a piece of freehold land measuring approximately 87,120 square feet. This satisfied the criteria set out in FRS 5 "Non-current Assets Held for Sale and Presentation of Discontinued Operations" and hence, the land was classified as "assets held-for-sale". The sale is subject to the approval of a term loan financing applied by the purchaser.

24 INVENTORIES

	Group 2008 RM	2007 RM
At cost:		
Raw materials	6,107,942	4,738,106
Work-in-progress	879,553	1,584,783
Finished goods	8,610,070	7,702,712
	15,597,565	14,025,601
At net realisable value:		
Finished goods	76,204	-
	15,673,769	14,025,601

25 AMOUNTS OWING FROM SUBSIDIARIES

The amounts owing from subsidiaries are denominated in Ringgit Malaysia. They represent unsecured advances with no fixed terms of repayment and bear interest at rates ranging from interest free to 4% (2007: interest free to 4%) per annum.

26 AMOUNT OWING FROM AN ASSOCIATE

The amount owing from an associate is denominated in Ringgit Malaysia and is unsecured, interest free and has no fixed terms of repayment.

27 TRADE AND OTHER RECEIVABLES

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Non-current:				
Trade receivables	7,284,800	-	-	-
Less: Allowance for doubtful debts	(1,804,571)	-	-	-
	5,480,229	-	-	-
Current:				
Trade receivables	73,150,775	82,153,054	-	-
Less: Allowance for doubtful debts	(5,347,392)	(4,154,678)	-	-
	67,803,383	77,998,376	-	-
Other receivables	11,108,676	92,807,241	1,097,264	17,192
Less: Allowance for doubtful debts	-	(1,429,507)	-	-
	11,108,676	91,377,734	1,097,264	17,192
Amount due from a customer on construction contract (Note 28)	549,785	58,597	-	-
Deposits	10,261,833	894,254	5,550	5,450
Prepayments	3,975,145	1,749,194	-	-
	93,698,822	172,078,155	1,102,814	22,642
	99,179,051	172,078,155	1,102,814	22,642

The non-current trade receivable is due from a debtor under instalment plan, repayable within five years from the balance sheet date.

Included in other receivables of the Group in the previous financial year was the total cash consideration of RM72,160,000 deposited into an Escrow Account in a licensed bank in The People's Republic of China on 4 January 2007 by the purchaser of Tramex Pte Ltd, in accordance with the Share Purchase Agreement dated 1 December 2006 (Note 6). This balance was transferred to GoldChina Sdn Bhd's bank account upon the completion of the share transfer to the purchaser during the financial year.

Included in other receivables of the Group and Company in the current financial year are:

(a) the remaining 90% of the total cash consideration of RM1,080,000 due from the purchaser of iPanel Malaysia Sdn Bhd and iPanel Pte Ltd. In accordance to the sales and purchase agreement, the balance is receivable by 31 December 2008.

(b) the remaining RM2,687,496 of the total cash consideration of RM16,409,728 due from the purchaser of Rowille Investment Co. Ltd, receivable by 31 December 2008.

Deposits include advances of RM9,000,000 (2007: RMNil) for purchase of a leasehold land and building.

27 TRADE AND OTHER RECEIVABLES (CONTINUED)

The currency exposure profile of trade receivables is as follows:

	Group	
	2008 RM	2007 RM
Australian Dollar	1,122	-
Brunei Dollar	307,208	575,538
Chinese Renminbi	23,188,418	23,931,960
Euro	3,234,886	4,761,944
Hong Kong Dollar	2,795,714	2,848,331
Indonesian Rupiah	807,023	937,595
New Taiwan Dollar	12,237	-
New Zealand Dollar	37,478	-
Ringgit Malaysia	34,176,484	36,065,016
Singapore Dollar	2,345,883	1,745,807
Thai Baht	1,427,953	1,434,547
US Dollar	11,657,014	9,502,065
Vietnam Dong	444,155	350,251
	80,435,575	82,153,054

Credit terms of trade receivables range from 30 to 120 days (2007: 30 to 120 days).

28 AMOUNT DUE FROM A CUSTOMER ON CONSTRUCTION CONTRACT

	Group	
	2008 RM	2007 RM
Aggregate costs incurred to-date	1,785,638	58,597
Attributable profits less recognised losses	193,029	-
	1,978,667	58,597
Less: Progress billings on contracts	(1,428,882)	-
Amount due from a customer on construction contract (included in trade and other receivables (Note 27)	549,785	58,597

29 CASH AND CASH EQUIVALENTS

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Deposits with licensed banks	45,118,435	6,807,980	22,719,341	1,020,138
Cash and bank balances	30,163,047	19,711,595	229,721	1,531,451
Deposits, cash and bank balances	75,281,482	26,519,575	22,949,062	2,551,589
Less: Bank overdrafts (Note 33)	(334,307)	(2,431,443)	-	-
	74,947,175	24,088,132	22,949,062	2,551,589
Less: Deposits pledged as securities for term loans	(13,681,894)	(5,787,844)	-	-
Cash and cash equivalents	61,265,281	18,300,288	22,949,062	2,551,589

29 CASH AND CASH EQUIVALENTS (CONTINUED)

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

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Chinese Renminbi	17,063,583	13,293,044	-	-
Euro	85,136	27,830	-	-
Hong Kong Dollar	1,242,549	207,023	-	-
New Taiwan Dollar	2,522	-	-	-
Ringgit Malaysia	7,722,144	2,652,137	228,405	2,551,589
Singapore Dollar	32,075,458	211,303	22,720,657	-
Thai Baht	625,235	425,426	-	-
US Dollar	2,448,654	1,483,525	-	-
	61,265,281	18,300,288	22,949,062	2,551,589

Bank balances are deposits held at call with licensed banks.

Included in the deposits, cash and bank balances of the Group are deposits amounting to RM13,681,894 (2007: RM5,787,844) which have been placed in licensed banks as securities for secured interest-bearing bank borrowings of the Group (Note 33), and is not available for use by the Group.

Fixed deposits with licensed banks of the Group and the Company have an average maturity period of 81 days (2007: 30 days) and 30 days (2007: 30 days).

	Group and Company	
	2008 %	2007 %
Interest rates during the financial year		
Deposits with licensed banks	1.19 - 5.09	2.75 – 5.03
Weighted average effective interest rate as at 31 January		
Deposits with licensed banks	2.07	4.63

30 TRADE AND OTHER PAYABLES

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Trade payables	25,770,145	22,908,142	-	-
Other payables	7,837,095	12,798,901	119,563	303,550
Accruals	17,129,840	9,847,899	171,000	165,000
	50,737,080	45,554,942	290,563	468,550

30 TRADE AND OTHER PAYABLES (CONTINUED)

The currency exposure profile of trade payables is as follows:

	Group	
	2008 RM	2007 RM
Australian Dollar	486,135	-
Chinese Renminbi	6,993,563	5,374,374
Euro	563,955	662,900
Great British Pound	5,232	2,278
Hong Kong Dollar	176,748	128,177
New Zealand Dollar	493	-
Ringgit Malaysia	17,068,636	16,390,489
Singapore Dollar	164,495	141,598
Thai Baht	62,742	172,342
US Dollar	248,146	35,984
	25,770,145	22,908,142

Credit term of trade payables ranged from 30 to 90 days (2007: 30 to 90 days).

31 DEFERRED REVENUE

	Group	
	2008 RM	2007 RM
Current:		
Prepaid web-site maintenance fees	537,922	321,644
Prepaid short messaging services fees	364,454	251,687
Prepaid membership subscription fees	-	96,438
	902,376	669,769
Non-current:		
Government grants	10,245,915	2,525,600

During the financial year, the Group received Government grants from the Government of The People's Republic of China to construct its waste water treatment system and to subsidise a purchase of a leasehold land in China.

32 HIRE-PURCHASE AND FINANCE LEASE PAYABLES

	Group	
	2008 RM	2007 RM
Hire-purchase and finance lease liabilities Minimum payments:		
- Payable within 1 year	1,396,825	374,963
- Payable between 1 and 5 years	1,326,188	274,606
	2,723,013	649,569
Less: Future finance charges	(206,937)	(53,777)
Present value of liabilities	2,516,076	595,792
Present value of liabilities:		
Current		
- Payable within 1 year	1,251,663	342,983
Non-current		
- Payable between 1 and 5 years	1,264,413	252,809
	2,516,076	595,792

Finance lease liabilities are effectively secured as the rights to the leased assets revert to the lessors in the event of default.

The interest rates for the financial year ranged from 2.00% to 3.80% (2007: 2.00% to 4.25%) per annum. As at 31 January 2008, the effective interest rate applicable to the hire-purchase and finance lease payables was 7.78% (2007: 5.93%) per annum.

33 INTEREST-BEARING BANK BORROWINGS

	Note	Group 2008 RM	Group 2007 RM
Current			
Secured:			
- Revolving credits	(a)	109,221,208	68,382,163
- Term loans	(b)	51,074,517	32,971,705
- Trust receipts	(c)	121,156	1,618,000
		160,416,881	102,971,868
Unsecured:			
- Bankers' acceptances	(d)	2,507,264	-
- Bank overdrafts	29	334,307	2,431,443
- Revolving credits	(a)	21,500,000	37,918,160
- Trust receipts	(c)	199,442	2,805,540
		24,541,013	43,155,143
		184,957,894	146,127,011
Non-current			
Secured:			
- Term loans	(b)	10,040,873	-
Total			
- Bankers' acceptances	(d)	2,507,264	-
- Bank overdrafts	29	334,307	2,431,443
- Revolving credits	(a)	130,721,208	106,300,323
- Term loans	(b)	61,115,390	32,971,705
- Trust receipts	(c)	320,598	4,423,540
		194,998,767	146,127,011

The currency exposure profile of bank borrowings is as follows:

	Group 2008 RM	Group 2007 RM
Chinese Renminbi	50,124,501	58,910,028
Ringgit Malaysia	119,003,058	51,070,598
US Dollar	25,871,208	36,146,385
	194,998,767	146,127,011

33 INTEREST-BEARING BANK BORROWINGS (CONTINUED)

The interest rates per annum during the financial year and the weighted average effective interest rates per annum as at balance sheet date of the Group and of the Company for the above bank borrowings are as follows:

	Group	
	2008 %	2007 %
Interest rates during the financial year:		
Revolving credits		
- unsecured	4.42 - 7.50	4.38 - 6.00
- secured	4.42 - 6.79	2.89 - 5.77
Term loans		
- secured	4.95 - 7.38	5.95 - 6.91
Trust receipts		
- secured	6.68 - 7.60	3.95
- unsecured	6.68 - 7.60	-
Bankers' acceptances		
- unsecured	3.70 - 5.10	3.22
Bank overdrafts		
- unsecured	7.55 - 7.65	7.55 - 8.25
Weighted average effective interest rate as at 31 January:		
Revolving credits		
- unsecured	6.31	5.84
- secured	6.15	5.24
Term loans		
- secured	6.24	6.29
Trust receipts		
- secured	7.07	4.11
- unsecured	7.07	-
Bankers' acceptances		
- unsecured	4.74	2.95
Bank overdrafts		
- unsecured	7.60	8.12

(a) Revolving credits

The revolving credits of the Group are secured by way of:

(i) A lien-holder's caveat over the freehold land of a subsidiary together with the building to be constructed thereon (Note 15);

(ii) A fixed charge on a building of a subsidiary (Note 15);

(iii) Fixed deposits amounting to RM13,681,894 placed in licensed banks (Note 29);

(iv) 44,900,000 ordinary shares of an associate; and

(v) Corporate guarantees of the Company and a subsidiary.

33 INTEREST-BEARING BANK BORROWINGS (CONTINUED)

(b) Term loans

The repayment terms of the term loans are as follows:

	Group 2008 RM	Group 2007 RM
Current		
Payable within 12 months	51,074,517	32,971,705
Non-current		
Payable between 1 to 2 years	950,016	-
Payable between 2 to 3 years	950,016	-
Payable between 3 to 4 years	2,116,416	-
Payable between 4 to 5 years	1,274,505	-
Payable after 5 years	4,749,920	-
	10,040,873	-
	61,115,390	32,971,705

During the financial year, the term loan of a subsidiary has been fully repaid. The term loan is secured by means of a fixed charge on the subsidiary's building which has yet to be discharged as at the balance sheet date.

Other term loans of certain subsidiaries are secured by means of a fixed charge on a building, freehold land, plant and machinery (Note 15), and corporate guarantee of a subsidiary.

(c) Trust receipts

The trust receipts of a subsidiary are secured by means of a fixed charge on a building and plant and machinery of the subsidiary (Note 15) and corporate guarantees by the Company and a subsidiary.

(d) Bankers' acceptances

The bankers' acceptances of a subsidiary are secured by corporate guarantees of the Company and a subsidiary.

34 SHARE CAPITAL

	Group and Company 2008 Number of shares	2008 Nominal value RM	2007 Number of shares	2007 Nominal value RM
Ordinary shares of RM1.00 each:				
Authorised	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Issued and fully paid:				
At 1 February	321,048,830	321,048,830	320,942,830	320,942,830
Issuance of shares under the Employees' Share Option Scheme	2,285,000	2,285,000	106,000	106,000
At 31 January	323,333,830	323,333,830	321,048,830	321,048,830

During the financial year, the Company increased its issued and paid-up ordinary share capital from RM321,048,830 to RM323,333,830 by way of the issuance of 2,285,000 ordinary shares of RM1.00 each pursuant to the exercise of the Employees' Share Option Scheme ("ESOS"), at exercise prices ranging from RM1.00 to RM2.18 per option. The premium arising from the exercise of ESOS of RM330,450 has been credited to the Share Premium.

The new ordinary shares rank pari passu in all respects with the existing ordinary shares of the Company.

34 SHARE CAPITAL (CONTINUED)

Employees' Share Option Scheme ("ESOS")

The Company's ESOS was approved by the shareholders at the Extraordinary General Meeting held on 21 December 2001 and became effective on 20 May 2002, for a period of five years, expired on 19 May 2007, in accordance with the ESOS Bye-Laws.

The Company's ESOS Committee and the Board of Directors have approved an extension of the ESOS for a further period of five (5) years from 20 May 2007 to 19 May 2012, to allow for additional time for the eligible employees and Directors to exercise the remaining unexercised options and to continue to motivate and reward existing employees of the Company.

The extended ESOS is implemented in accordance with the terms of the amended Bye-Laws of the Company which was approved at the Extraordinary General Meeting on 22 June 2005.

The main features of the ESOS are as follows:

(i) Eligible persons are employees and Directors of the Company and its subsidiaries who fall within the categories determined by the Company and must have been confirmed and served for at least two years in the employment of Goldis Group or the former Tan & Tan Group but subsequently employed by and on the payroll of any company comprised in the Goldis Group, as the case may be, on or prior to the date of offer.

(ii) The total number of new shares to be offered under the ESOS shall not exceed 10% of the issued and paid-up share capital of the Company at the time of the offer during the existence of the ESOS.

(iii) The subscription price for each new share may be set at a discount of not more than 10% from the five-day weighted average price of the shares at the time the option is granted or any subscription price in accordance with any guidelines, rules and regulations of the relevant authorities governing the ESOS at the time of the offer. Notwithstanding this, the subscription price shall in no event be less than the nominal value of the shares.

(iv) No option shall be granted for less than 100 shares nor more than the maximum allowable allotment.

(v) The number of shares under option or the subscription price or both, so far as the options remain unexercised, shall be adjusted following any variation in the issued share capital of the Company by way of capitalisation of profits or reserves, rights issue, reduction, subdivision or consolidation of capital.

(vi) Options granted under the ESOS carry no dividend or voting rights. Upon exercise of the options, shares issued rank pari passu in all respects with the existing ordinary shares of the Company.

(vii) The persons to whom the options have been granted have no right to participate by virtue of the options in any share issue of any other company within the Group.

At an Extraordinary General Meeting held on 22 June 2005, the ESOS Bye-Laws were amended to approve the grant of options to Non-Executive Directors. On that date, the Directors were authorised to offer and grant options to the following Non-Executive Directors:

Datuk Tan Kim Leong @ Tan Chong Min
Pauline Tan Suat Ming
Tan Boon Lee
Daud Mah bin Abdullah @ Mah Siew Whye

34 SHARE CAPITAL (CONTINUED)

Employees' Share Option Scheme ("ESOS") (continued)

Set out below are details of options over ordinary shares of the Company granted under the ESOS:

Grant date	Expiry date*	Exercise Price RM/ share	Number of options over ordinary shares of RM1.00 each At 1.2.2007	Granted	Lapsed	Exercised	At 31.1.2008
29 September 2003	19 May 2012	1.00	500,000	-	-	(400,000)	100,000
28 July 2005	19 May 2012	1.17	2,304,000	-	(4,000)	(1,022,000)	1,278,000
5 October 2005	19 May 2012	1.15	1,000,000	-	-	(650,000)	350,000
29 June 2006	19 May 2012	1.17	190,000	-	(40,000)	(150,000)	-
2 February 2007	19 May 2012	1.49		140,000	-	(55,000)	85,000
7 March 2007	19 May 2012	1.51	-	10,000	(6,000)	(4,000)	-
1 June 2007	19 May 2012	2.18	-	30,000	-	(4,000)	26,000
			3,994,000	180,000	(50,000)	(2,285,000)	1,839,000

* The duration of the ESOS has been extended for a further period of five (5) years from 20 May 2007.

	2008 RM	2007 RM
Number of share options vested at balance sheet date	2,904,000	3,368,000

Share options outstanding at the end of the financial year have the following expiry date and exercise prices:

Expiry date	Exercise price RM/share	Unit of shares 2008	2007
19 May 2012	1.00	100,000	500,000
19 May 2012	1.17	1,278,000	2,304,000
19 May 2012	1.15	350,000	1,000,000
19 May 2012	1.17	-	190,000
19 May 2012*	1.49	85,000	-
19 May 2012*	2.18	26,000	-
		1,839,000	3,994,000

* Options granted during the financial year

34 SHARE CAPITAL (CONTINUED)

Employees' Share Option Scheme ("ESOS") (continued)

The weighted average fair value of options granted during the year, determined using the binomial valuation model, was RM0.43 per option (2007: RM0.06 per option). The significant inputs into the model are as follows:

	2008	2007
Valuation assumptions:		
Expected volatility	24.67	44.13
Expected dividend yield	1.16%	1.44%
Expected option life	2.5 years	1 year
Weighted average share price at date of grant	1.75	1.30
Risk free interest rate (per annum)	3.58%	3.94%

The expected volatility is based on the statistical analysis of historical daily share prices over the previous 2.5 years.

The weighted average fair value of unexercised options as at 31 January 2007 for which five (5) years extension have been granted, determined using the binomial valuation model, was RM0.31 per option (2007: RMNil per option). The significant inputs into the model are as follows:

	2008	2007
Valuation assumptions:		
Expected volatility	29.58	-
Expected dividend yield	1.43%	-
Expected option life	0.9 year	-
Weighted average share price at date of grant	1.40	-
Risk free interest rate (per annum)	3.45%	-

The expected volatility is based on the statistical analysis of historical daily share prices over the previous 0.5 to 2.5 years.

35 SHARE PREMIUM

	Group and Company	
	2008 RM	2007 RM
At 1 February	385,386,912	385,368,892
Arising from exercise of ESOS (Note 34)	330,450	18,020
At 31 January	385,717,362	385,386,912

36 RETAINED EARNINGS

Under the single-tier tax 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 hands of the shareholders.

Companies with Section 108 credits as at 31 January 2008 may continue to pay franked 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 31 January 2008, subject to agreement of the tax authorities, the Company has sufficient tax credit balance under Section 108(6) of the Income Tax Act, 1967 to frank payment of dividends amounting to RM17,000,000 (2007: RM9,200,000) out of its retained earnings as at 31 January 2008.

37 CAPITAL COMMITMENTS

Capital commitments, approved and contracted for:

	Group	
	2008 RM	2007 RM
- purchase of land	-	8,000,000
- property, plant and equipment	119,500,000	102,400,000
	119,500,000	110,400,000
Share of an associate's capital commitments	86,008,546	218,541,717

38 CONTINGENT LIABILITIES

	Company	
	2008 RM	2007 RM
Guarantees issued to banks for banking facilities extended to subsidiaries	70,187,000	146,000,000
Share of an associate's contingent liabilities	53,311,886	30,178,289

On 28 April 2008, a summon has been served on Macro Lynx Sdn Bhd, a wholly-owned subsidiary of the Group for operating a service without the Network Service Provider ("NSP") license. The Directors are of the opinion, based on legal advice, that the outcome of the summon will not give rise to any claims which may have a material impact to the financial statements.

39 SIGNIFICANT RELATED PARTY DISCLOSURES

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the Group.

Key management personnel of the Company are the Executive Director and senior management of the Company.

Key management compensation is as follows:

	Group		Company	
	2008 RM	2007 RM	2008 RM	2007 RM
Wages, salaries and bonus	2,464,117	1,555,181	1,054,910	926,781
Defined contribution plan	206,856	166,925	119,184	120,845
Employees' share options	3,300	942,381	3,300	640,997
Fee	10,000	10,000	10,000	10,000
	2,684,273	2,674,487	1,187,394	1,698,623
Estimated monetary value of benefits-in-kind	9,000	9,000	7,800	7,800

Included in the key management compensation is Executive Director's remuneration as disclosed in Note 9 to the financial statements.

39 SIGNIFICANT RELATED PARTY DISCLOSURES (CONTINUED)

Key management personnel of the Group and of the Company have been granted options under the ESOS on the same terms and conditions as those offered to other employees of the Group (Note 34) as follows:

			Number of options over ordinary shares of RM1.00 each			
Grant date	**Expiry date***	**Exercise price RM/share**	**At 1.2.2007**	**Granted**	**Exercised**	**At 31.1.2008**
Financial year ended 31 January 2008						
29 September 2003	19 May 2012	1.00	500,000	-	(400,000)	100,000
28 July 2005	19 May 2012	1.17	2,160,000	-	(920,000)	1,240,000
29 June 2006	19 May 2012	1.17	150,000	-	(150,000)	-
2 February 2007	19 May 2012	1.49	-	40,000	(16,000)	24,000
			2,810,000	40,000	(1,486,000)	1,364,000

			Number of options over ordinary shares of RM1.00 each			
Grant date	**Expiry date**	**Exercise price RM/share**	**At 1.2.2006**	**Granted**	**Exercised**	**At 31.1.2007**
Financial year ended 31 January 2007						
29 September 2003	19 May 2007	1.00	500,000	-	-	500,000
28 July 2005	19 May 2007	1.17	2,210,000	-	(50,000)	2,160,000
29 June 2006	19 May 2007	1.17	-	150,000	-	150,000
			2,710,000	150,000	(50,000)	2,810,000

* The duration of the ESOS has been extended for a further period of five (5) years from 20 May 2007.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The related party transactions described below were carried out on terms and conditions attainable in transactions with unrelated parties.

Related party	**Relationship**
IGB Corporation Berhad	Associate
Jeyaratnam & Chong	A company related to a Director

39 SIGNIFICANT RELATED PARTY DISCLOSURES (CONTINUED)

The significant related party transactions during the financial year are as follows:

	Group 2008 RM	Group 2007 RM
Contract sale:		
- IGB Corporation Berhad	1,462,782	-
Related parties (subsidiaries of IGB Corporation Berhad)		
Rental of premises:		
- Mid Valley City Management Services Sdn Bhd	103,704	114,925
- IGB Properties Sdn Bhd	505,692	461,389
- Tan & Tan Realty Sdn Bhd	709,454	582,491
- TTD Sdn Bhd	80,000	240,000
Sales of services:		
- TTD Sdn Bhd	202,415	122,941
Contract sale:		
- Ensignia Sdn Bhd	-	859,500
Professional fees payable to a company related to a Director:		
- Jeyaratnam & Chong	556,238	176,163

As at 31 January 2008, there are no individually significant outstanding balances arising from the above related party transactions (other than normal trade transactions) during the financial year.

40 SIGNIFICANT NON-CASH TRANSACTIONS

The significant non-cash transactions during the financial year are as follows:

	Group 2008 RM	Group 2007 RM
Acquisition of property, plant and equipment by means of hire-purchase and finance lease arrangements	3,151,750	-
Acquisition of a right	5,715,732	-

41 CHANGES IN ACCOUNTING POLICIES

The following describes the impact of the new standards, effective for the Group's and Company's financial years beginning on or after 1 February 2007, on the financial statements of the Group and the Company.

(a) Irrelevant or immaterial effect on financial statements

The adoption of FRS 124 "Related Party Disclosure" has no significant impact on the financial statements of the Group and the Company, other than the identification of related parties and some related party disclosures. The related party disclosures are set out in Note 39 to the financial statements.

(b) Reclassification of prior year comparatives

FRS 117 "Leases" requires the classification of leasehold land as prepaid lease rentals. Accordingly, leasehold land of the Group has been reclassified from property, plant and equipment to prepaid lease rentals.

(c) Restatement of comparatives

The following comparative amounts have been restated due to the adoption of FRS 117:

	Changes in accounting policies		
	As previously reported RM	**Effects of adoption of FRS 117 RM**	**As restated RM**
Group			
Income statement for the financial year ended 31 January 2007			
Depreciation of property, plant and equipment	127,561	(127,561)	-
Amortisation of prepaid lease rentals	-	127,561	127,561
Balance sheet as at 31 January 2007			
Property, plant and equipment			
- Cost	4,388,082	(4,388,082)	-
- Accumulated depreciation	(171,561)	171,561	-
Prepaid leasehold rentals			
- Cost	-	4,388,082	4,388,082
- Accumulated amortisation	-	(171,561)	(171,561)

42 FAIR VALUE OF FINANCIAL INSTRUMENTS FOR DISCLOSURE PURPOSES

The fair value of a financial instrument is assumed to be the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction.

Quoted market prices, when available, are used as a measure of fair values. However, for a significant portion of the Group's financial instruments, quoted market prices do not exist. For such financial instruments, fair values presented are estimates derived using the net present value or other valuation techniques. These techniques involve uncertainties and are significantly affected by the assumptions used and judgements made regarding risk characteristics of various financial instruments, discount rates, estimates of future cash flows and other factors. Changes in assumptions could significantly affect these estimates and the resulting fair values.

42 FAIR VALUE OF FINANCIAL INSTRUMENTS FOR DISCLOSURE PURPOSES (CONTINUED)

The carrying amounts of financial assets and financial liabilities of the Group and of the Company at the balance sheet date approximated their fair values except as set out below:

	Note	2008 Carrying amount RM	2008 Fair value RM	2007 Carrying amount RM	2007 Fair value RM
Group					
Financial assets					
Quoted investments	21	61,333	301,905	61,333	160,796
Unquoted investments		247,500	*	1,900,104	*
Trade receivable	27	7,284,800	6,518,976	-	-
Financial liabilities					
Bank borrowings:					
- Term loans (non-current)	33	10,040,873	7,870,955	-	-
Hire-purchase and finance lease payables (non-current)	32	1,264,413	1,255,211	252,809	247,917
Company					
Financial assets					
Redeemable Convertible Unsecured Loan Stocks	18	5,000,000	4,839,533	5,000,000	4,879,063

* It is not practicable to estimate the fair value of the Group's unquoted investments because of the lack of reference market prices and the inability to estimate fair value without incurring excessive costs. However, the carrying amounts recorded are not anticipated to differ significantly from their fair values at the balance sheet date.

43 SIGNIFICANT EVENTS AFTER BALANCE SHEET DATE

(a) The Group had on 27 February 2008, entered into an agreement ("the Agreement") with IGM Asia (Holdings) Limited ("IGM Asia"), IGM Mobile (Asia) Limited ("IGM Mobile") (IGM Asia and IGM Mobile to be collectively known as "the Vendors"), IGM Mobile (Guangzhou) Limited ("IGMGZ"), IGM Mobile (China) Limited ("IGMC") and IGM Mobile (Asia Pacific) Limited ("IGMAP") for the acquisition of the following companies and assignment of an agreement for a total cash consideration of RM3,550,000:

(i) acquisition of the entire issued share capital comprising 1 ordinary share of HK$1.00 each in IGMC from IGM Asia;
(ii) acquisition of the entire equity interests in the registered capital of IGMGZ from IGM Mobile; and
(iii) assignment of a commercial agreement with Companhia de Telecomunicacoes de Macau S.A.R.L ("CTM") from IGMAP.

The completion of the acquisition is conditional upon the fulfillment of the conditions precedent.

As this is a recent acquisition, it was not practicable to disclose information on the fair value of net identifiable assets acquired and the resultant goodwill arising on this acquisition. The operating results, assets and liabilities of IGMC and IGMGZ will be consolidated using the acquisition method with effect from the completion date.

(b) On 11 March 2008, 70 million Irredeemable Convertible Non-Cumulative Preference Shares ("ICPS") with a par value of RM0.05 each, at an issue price of RM1.00 each, issued by GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd), a wholly-owned subsidiary of the Company, have been subscribed and paid up to RM0.50 each. As a result, GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd) received cash amounting to RM35 million.

44 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 9 May 2008.

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

We, Tan Lei Cheng and Tan Boon Lee, two of the Directors of Goldis Berhad, state that, in the opinion of the Directors, the financial statements set out on pages 35 to 98 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 31 January 2008 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.

Signed in accordance with a resolution of the Board of Directors dated 9 May 2008.

Tan Lei Cheng
Director

Tan Boon Lee
Director

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

I, Leong Kok Chi, the officer primarily responsible for the financial management of Goldis Berhad, do solemnly and sincerely declare that the financial statements set out on pages 35 to 98 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.

Leong Kok Chi

Subscribed and solemnly declared by the abovenamed Leong Kok Chi, at Kuala Lumpur, on 9 May 2008, before me.

Commissioner for Oaths
Kuala Lumpur

REPORT OF THE AUDITORS
TO THE MEMBERS OF GOLDIS BERHAD

We have audited the financial statements set out on pages 35 to 98. These financial statements are the responsibility of the Company's Directors. It is our responsibility to form an independent opinion, based on our audit, on these financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with approved auditing standards in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Directors, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

(a) the financial statements have been prepared in accordance with the provisions of the Companies Act, 1965 and MASB Approved Accounting Standards in Malaysia for Entities Other than Private Entities so as to give a true and fair view of:

   (i) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and

   (ii) the state of affairs of the Group and of the Company as at 31 January 2008 and of the results and cash flows of the Group and of the Company for the financial year ended on that date;

and

(b) the accounting and other records and the registers required by the Act to be kept by the Company and by the subsidiaries, of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

The names of the subsidiaries of which we have not acted as auditors are indicated in Note 18 to the financial statements. We have considered the financial statements of these subsidiaries and the auditors' reports thereon.

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 consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification and did not include any comment made under subsection (3) of Section 174 of the Act.

PRICEWATERHOUSECOOPERS
(AF: 1146)
Chartered Accountants

SOO HOO KHOON YEAN
(2682/10/09 (J))
Partner of the firm

Kuala Lumpur
9 May 2008

LIST OF PROPERTIES
AS AT 31 JANUARY 2008

Location	Tenure	Land Area	Description	Age of Building Years	Net Book Value RM'000	% Owned By the Group	Date of acquisition
Properties held by the company and its subsidiaries							
Commercial Properties							
199, Jalan Tun Razak Kuala Lumpur Malaysia	Freehold	1.95 acres	Approved development for a 30 storey commercial building	N/A	120,640	100	31/1/2002
Lot No 3981, Jalan Haruan 1 Oakland Industrial Park 70200 Seremban Malaysia	Freehold	6.72 acres	1 double storey office building, 1 double storey facility building, 2 single storey factory building	N/A	9,187	100	19/12/2002
Lot 297 and 521 to 528 Mukim Buloh Telor Daerah Hulu Selangor Negeri Selangor Darul Ehsan Malaysia	Freehold	7.97 acres	Agriculture land for fish farming	N/A	808	70.00	24/9/2007
Lot 10, Jalan Sultan Mohd 6 Bandar Sultan Suleiman 42000 Port Klang Selangor Darul Ehsan Malaysia	99 years commencing 30 March 1994	2.40 acres	2 storey building comprising office, laboratory and factory	7	16,298	78.15	31/1/2002
Lot W-26, Yang-Wang-Kong Road North Shi-Ge-Zhuang Town Wuqing District, Tianjin The People's Republic of China	50 years commencing 28 June 2007	16.47 acres	Industrial land with 3 single storey office building, 3 factories and a single storey ancilliary building	1	17,389	72.00	06/9/2007
East Xiao Sha Village Qing Kou Town Ganyu County, Lian Yu Gang City Jiang Su Province The People's Republic of China	24 years commencing 28 September 2004	4.80 acres	Industrial land with 3 storey office building and waste water treatment plant	4	562	62.78	28/9/2004

N/A: not applicable

ANALYSIS OF SHAREHOLDINGS

AS AT 22 APRIL 2008

SHARE CAPITAL

Authorised Share Capital	:	RM1,000,000,000
Issued and Paid-up Share Capital	:	RM323,389,830
Type of shares	:	Ordinary shares of RM1.00 each

DISTRIBUTION OF SHAREHOLDINGS

Range of Shareholdings	Number of Shareholders	%	Number of Shares	%
Less than 100	23	0.65	525	0.00
100 to 1,000	1,609	45.17	1,588,122	0.49
1,001 to 10,000	1,628	45.70	6,005,808	1.86
10,001 to 100,000	222	6.23	6,986,773	2.16
100,001 to less than 5% of issued capital	74	2.08	145,413,838	44.97
5% and above of issued shares	6	0.17	163,394,764	50.53
Total	3,562	100.00	323,389,830	100.00

THIRTY LARGEST SHAREHOLDERS

No.	Name	Number of Shares Held	%
1	Permodalan Nasional Berhad	41,929,000	12.97
2	Wah Seong (Malaya) Trading Co. Sdn Bhd	32,989,356	10.20
3	Tan Chin Nam Sendirian Berhad	26,213,200	8.11
4	Tan Kim Yeow Sendirian Berhad	24,414,208	7.55
5	HSBC Nominees (Asing) Sdn Bhd Exempt an for Credit Suisse	20,649,000	6.39
6	Tan Chin Nam Sendirian Berhad	17,200,000	5.32
7	HSBC Nominees (Asing) Sdn Bhd HPBS SG for Kenderlay Ltd	13,024,000	4.03
8	MIDF Amanah Investment Nominees (Asing) Sdn Bhd Pledged securities account for Far East Equity Ltd	10,361,000	3.20
9	MIDF Amanah Investment Nominees (Asing) Sdn Bhd Pledged securities account for Scorpio Ventures Ltd	9,770,000	3.02
10	Public Nominees (Tempatan) Sdn Bhd Pledged securities account for Tan Chin Nam Sendirian Berhad	8,200,000	2.54
11	Mayban Nominees (Asing) Sdn Bhd DBS Bank for Ripley Services Limited	7,253,200	2.24
12	Wah Seong (Malaya) Trading Co. Sdn Bhd	6,935,000	2.14

No.	Name	Number of Shares Held	%
13	Ke-Zan Nominees (Tempatan) Sdn Bhd Kim Eng Securities Pte Ltd for Tan Kim Yeow Sendirian Berhad	6,178,200	1.91
14	Cartaban Nominees (Asing) Sdn Bhd SSBT Fund KG33 for AIM Asia Pacific Growth Fund	6,047,000	1.87
15	Wah Seong Enterprises Sdn Bhd	5,647,071	1.75
16	BBL Nominees (Tempatan) Sdn Bhd Pledged securities account for Dato Tan Chin Nam	5,470,377	1.69
17	HK 28 Limited	5,177,510	1.60
18	Dato' Tan Chin Nam	4,222,000	1.31
19	Mayban Nominees (Asing) Sdn Bhd DBS Bank for Timbarra Services Limited	3,837,800	1.19
20	Tan Lei Cheng	3,145,907	0.98
21	Scanstell Sdn Bhd	3,078,000	0.95
22	Tan Chin Nam Sendirian Berhad	2,967,939	0.92
23	Dato' Tan Chin Nam	2,818,800	0.87
24	Classlant Sdn Bhd	2,487,000	0.77
25	Tentang Emas Sdn Bhd	2,447,000	0.76
26	BBL Nominees (Tempatan) Sdn Bhd Pledged securities account for Tan Chin Nam Sdn Bhd	2,300,000	0.71
27	Citigroup Nominees (Asing) Sdn Bhd Bear Stearns Securities Corp For Third Avenue Real Estate Opportunities Fund LP	2,155,300	0.67
28	Wah Seong Enterprises Sdn Bhd	2,003,100	0.62
29	BBL Nominees (Tempatan) Sdn Bhd Pledged securities account for Wah Seong Trading (M) Sdn Bhd	2,000,000	0.62
30	Timeless Image Sdn Bhd	2,000,000	0.62

ANALYSIS OF SHAREHOLDINGS
AS AT 22 APRIL 2008

SUBSTANTIAL SHAREHOLDERS
(excluding bare trustees)

	Number of Shares Held			
	Direct	**%**	**Indirect**	**%**
Tan Chin Nam Sdn Bhd	57,114,139	17.67	60,594,327*	18.74
Permodalan Nasional Berhad	41,929,000	12.97	-	-
Wah Seong (Malaya) Trading Co. Sdn Bhd	45,099,156	13.95	12,417,171*	3.84
Tan Kim Yeow Sdn Bhd	32,146,408	9.94	57,516,327*	17.79
Robert Tan Chung Meng	745,787	0.23	89,662,735*	27.73
Pauline Tan Suat Ming	270,833	0.09	89,662,735*	27.73
Tony Tan @ Choon Keat	-	-	89,662,735*	27.73
Yayasan Pelaburan Bumiputera	-	-	41,929,000*	12.97
Lee Hing Development Limited	-	-	24,665,510*	7.63
Tan Boon Seng	704,220	0.22	24,665,510*	7.63

Note:

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

STATEMENT OF DIRECTORS' INTERESTS IN THE COMPANY AND RELATED CORPORATION

The Company

	Ordinary Shares of RM1.00 each				Options over Ordinary Shares of RM1.00 each
	Direct	**%**	**Indirect**	**%**	**Number of Options**
Tan Lei Cheng	3,145,907	0.98	1,941,586*	0.60	1,300,000
Datuk Tan Kim Leong @ Tan Chong Min	100,000	0.03	-	-	100,000
Pauline Tan Suat Ming	270,833	0.09	89,662,735*	27.73	100,000
Tan Boon Lee	2,036,657	0.63	-	-	-
Daud Mah bin Abdullah @ Mah Siew Whye	120,000	0.04	-	-	100,000
Harun bin Hashim Mohd	-	-	-	-	-

Note:

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

GTower Sdn Bhd (formerly known as Goldis Tower Sdn Bhd)

	Number of irredeemable convertible non-cumulative preference shares ("ICPS") with a par value of RM0.05 each at an issue price of RM1.00 each	
	Direct	**%**
Tan Lei Cheng	2,000,000	2.85
Pauline Tan Suat Ming	2,500,000	3.57
Tan Boon Lee	3,000,000	4.29

No. of ordinary shares held

GOLDIS BERHAD
(515802-U)

PROXY FORM

I/We ____

of ____

being a member(s) of Goldis Berhad, hereby appoint ____

of ____

____

or failing him/her, the Chairman of the Meeting as my/our proxy to vote for me/us on my/our behalf at the Eighth Annual General Meeting of the Company to be held at the Function Room, Ground Floor, Menara Tan & Tan, 207 Jalan Tun Razak, 50400 Kuala Lumpur on Wednesday, 25 June 2008 at 2.30 p.m. and at any adjournment thereof.

My/our proxy is to vote as indicated below:

Resolutions		For	Against
Ordinary Resolution 1	Receipt of Financial Statements and Reports		
Ordinary Resolution 2	Payment of Directors' fees		
Ordinary Resolution 3	Declaration of First & Final Dividend		
Ordinary Resolution 4	Re-election of Ms Pauline Tan Suat Ming		
Ordinary Resolution 5	Re-election of Encik Harun Bin Hashim		
Ordinary Resolution 6	Re-appointment of Messrs PricewaterhouseCoopers		
Ordinary Resolution 7	Authorization for Directors to issue shares		
Ordinary Resolution 8	Proposed Renewal of Shareholders' Mandate for the Company to Purchase its Own Shares		

Signature/Common Seal of Shareholder ______________________________ Date : ______________

Notes:

1. A member entitled to attend and vote at the meeting may appoint a proxy, who need not be a member, to vote in his stead and the provision of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.

2. The instrument appointing a proxy shall be in writing under the hand of the appointer or of his attorney duly authorized in writing or if the appointer is a corporation, either under its common seal or under the hand of a duly authorised officer or attorney.

3. The Proxy Form shall be deposited at the Registered Office of the Company, Penthouse, Menara Tan & Tan, 207 Jalan Tun Razak, 50400 Kuala Lumpur, not less than forty-eight (48) hours before the time appointed for holding the meeting.

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AFFIX STAMP

The Company Secretary
Goldis Berhad
Penthouse, Menara Tan & Tan
207, Jalan Tun Razak
50400 Kuala Lumpur

1st fold here

www.goldis.com.my

Goldis Berhad (515802-U)

Penthouse, Menara Tan & Tan, 207 Jalan Tun Razak,

50400 Kuala Lumpur, Malaysia.

Tel: 603 - 2163 1111 Fax: 603 - 2163 7020