



Corporate Social Responsibility Recycling Waste Since 1980

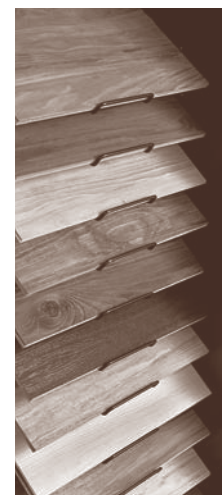
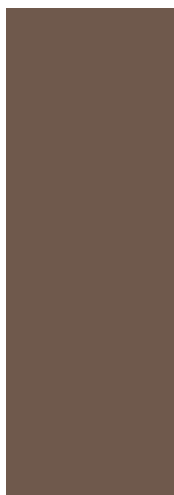


**ANALABS
RESOURCES
BERHAD**

(468971-A)

*Reducing Waste Disposal To
Our Environment*

ANNUAL REPORT 2010



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Corporate Information

BOARD OF DIRECTORS

KAN YOW KHEONG

Executive Chairman

LIM YOKE SOO

Executive Director

ALI RIZA BIN A. SAMAD

Independent Non-Executive Director

GANESAN A/L SUNDARAJ

Independent Non-Executive Director

HO LAI LENG @ HO NAI LENG

Independent Non-Executive Director

COMPANY SECRETARIES

Cynthia Gloria Louis
(MAICSA 7008306)

Chew Mei Ling
(MAICSA 7019175)

REGISTERED OFFICE

Unit 621, 6th Floor, Block A,
Kelana Centre Point,
No. 3 Jalan SS7/19, Kelana Jaya,
47301 Petaling Jaya,
Selangor Darul Ehsan
Tel : 03-7880 9699
Fax : 03-7880 8699

SHARE REGISTRAR

Symphony Share Registrars Sdn. Bhd.
Level 6, Symphony House,
Block D13, Pusat Dagangan Dana 1,
Jalan PJU 1A/46,
47301 Petaling Jaya, Selangor
Tel : 03-7841 8000
Fax : 03-7841 8151 / 7841 8152

AUDITORS

Crowe Horwath (AF 1018)
Chartered Accountants
Level 16, Tower C,
Megan Avenue II,
12, Jalan Yap Kwan Seng,
50450 Kuala Lumpur
Tel: 03-2166 0000
Fax: 03-2166 1000

PRINCIPAL BANKERS

Hong Leong Bank Berhad
RHB Bank Berhad
AmBank Berhad
MayBank Berhad

STOCK EXCHANGE

Main Market of Bursa Malaysia
Securities Berhad
Stock Name: ANALABS
Stock Code: 7083

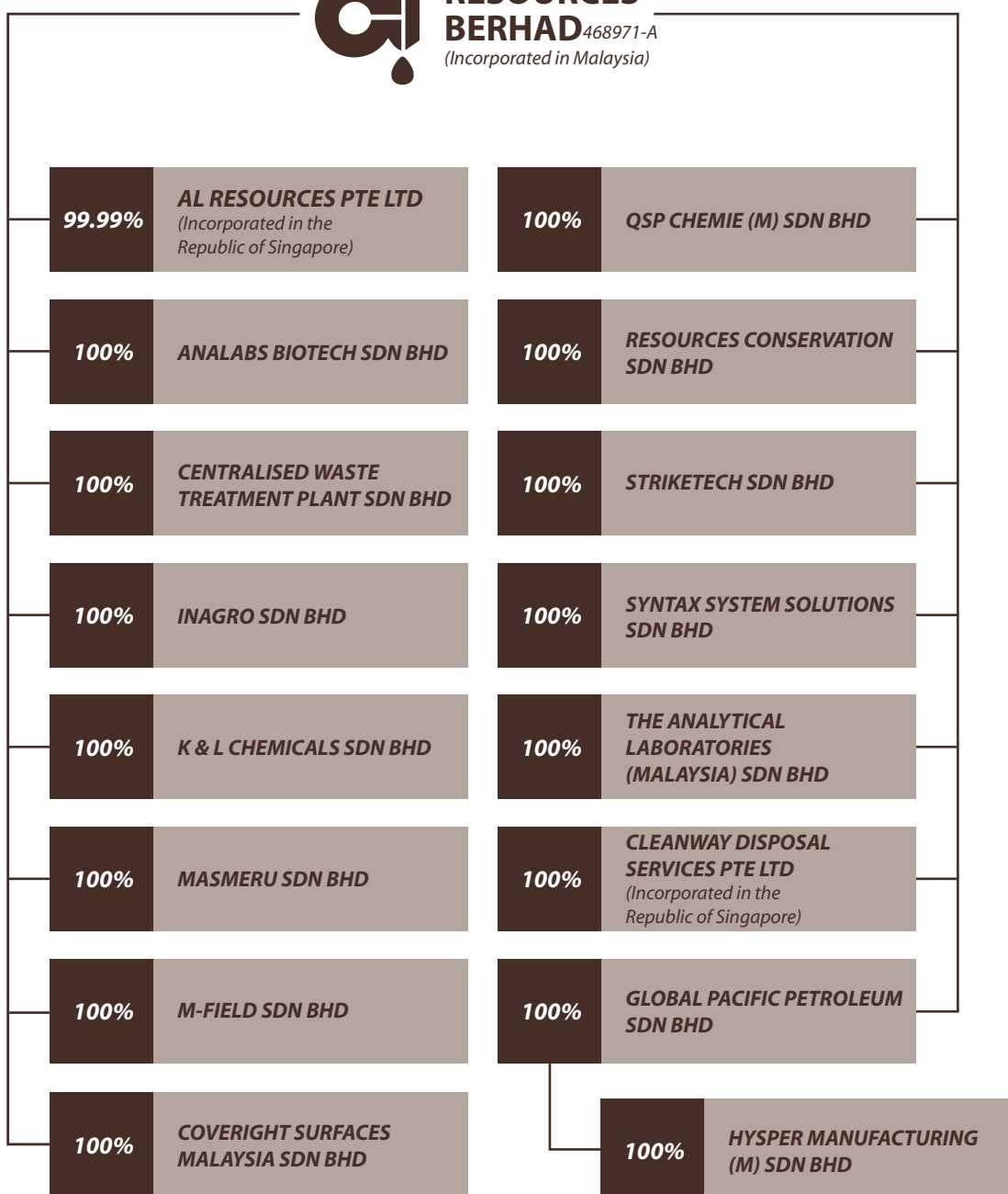
WEBSITE

www.analabs.com.my

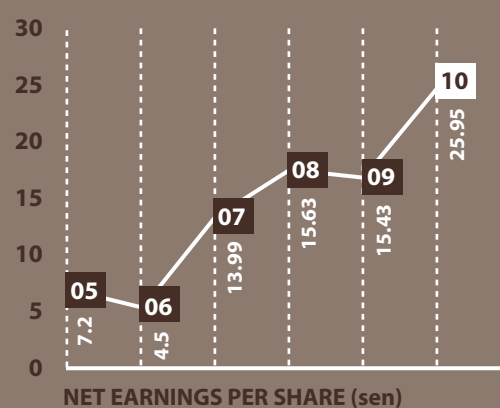
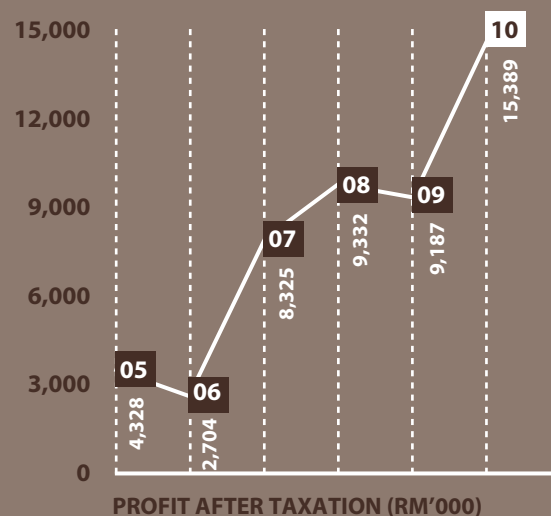
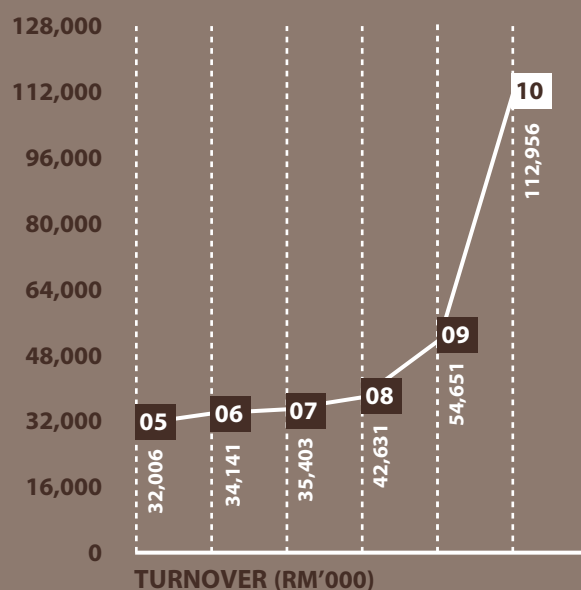
Group Structure



**ANALABS
RESOURCES
BERHAD** 468971-A
(Incorporated in Malaysia)



Financial Highlights



YEAR ENDED 30 APRIL	2010	2009	2008	2007	2006	2005
TURNOVER (RM'000)	112,956	54,651	42,631	35,403	34,141	32,006
PROFIT AFTER TAXATION (RM'000)	15,389	9,187	9,332	8,325	2,704	4,328
PROFIT ATTRIBUTABLE TO SHAREHOLDERS (RM'000)	15,389	9,187	9,332	8,356	2,700	4,313
NET EARNINGS PER SHARE (sen)	25.95	15.43	15.63	13.99	4.5	7.2
NET TANGIBLE ASSETS (RM'000)	129,645	115,388	103,081	95,613	88,590	86,339
NET TANGIBLE ASSETS PER SHARE (sen)	2.16	1.92	1.72	1.60	1.48	1.44
GROSS DIVIDEND RATE PER SHARE (%)	5.00	4.50	3.30	2.00	1.25	1.00



Profile Of Directors

MR. KAN YOW KHEONG

Executive Chairman

Mr. Kan Yow Kheong, a Malaysian, aged 57, was appointed to the Board of Analabs as the Executive Chairman on 19 November 1999. Mr. Kan, who is also the major shareholder, joined The Analytical Laboratories (Malaysia) Sdn Bhd (TAL) as a manager of the laboratory in 1980. Trained as a chemist, he graduated from Universiti Sains Malaysia with a degree in Chemistry (Honours).

Having successfully completed the Top Management Program from the Manila-based Asian Institute of Management in 1988, he went on to obtain his Diploma in Marketing Management from the Chartered Institute of Management, United Kingdom and finally a Master's Degree with Honours in Business Management from Oklahoma City University, United States of America.

He is the Chairman of the Remuneration Committee. He has attended all seven (7) Board Meetings held during the financial year. He has no family relationship with any director and/or major shareholder of the Company. He has no conflict of interest with the Company and has not been convicted for any offences in the past 10 years.

MR. LIM YOKE SOO

Executive Director

Mr. Lim Yoke Soo, a Malaysian, aged 60, was appointed as the Executive Director of Analabs on 20 August 2010. Mr. Lim graduated with a Bachelor of Science (Honours) in Chemistry from Nanyang University Singapore. In 1976, he began his career as a Process Engineer with National Semiconductor (M) Sdn. Bhd. and later joined The Analytical Laboratories (M) Sdn. Bhd. in 1978 as a Laboratory Chemist. Mr. Lim studied Management from the Malaysian Institute of Management. To date, Mr. Lim holds more than 30 years of experience including project management of waste water, pure water treatment plants and marketing for waste recycling jobs. His extensive experience resulted in his appointment as a Director of several private limited companies.

As previously mentioned, Mr. Lim was only appointed to the Board on 20 August 2010, and thus, he did not attend the Board Meetings held during the financial year. He has no family relationship with any director and/or major shareholder of the Company. He has no conflict of interest with the Company and has not been convicted for any offences in the past 10 years.

Profile Of Directors (cont'd)

ENCIK ALI RIZA BIN A. SAMAD

Independent Non-Executive Director

Encik Ali Riza Bin A. Samad, a Malaysian, aged 57, was appointed to the Board of Analabs on 19 November 1999. He graduated in 1976 with a Bachelor Degree of Science, majoring in Forest Engineering from Universiti Pertanian Malaysia. Upon graduation, he joined Amanah Saham Pahang Berhad and later moved to Malaysian Adhesive and Chemical Sdn Bhd in 1977 as a Technical Services Officer, respectively. His exposure to commerce was further enhanced in 1978 when he joined the Production and Marketing team at Sindora Berhad. He also sits on the board of several private limited companies.

He is a member of the Audit Committee, Nomination Committee and the Remuneration Committee. He has attended all the seven (7) Board Meetings held during the financial year. He has no family relationship with any director and/or major shareholder of the Company. He has no conflict of interest with the Company or has not been convicted for any offence in the past 10 years.

MR. GANESAN A/L SUNDARAJ

Independent Non-Executive Director

Mr. Ganesan a/l Sundaraj, a Malaysian, aged 49, was appointed to the Board of Directors of the Company on 18 November 2005 as an Independent Non-Executive Director of Analabs Resources Berhad. He is a certified Chartered Accountant (CA) of the Malaysian Institute of Accountants and an Associate Member of the Chartered Institute of Management Accountants (CIMA). He is also a Chartered Audit Committee Director (CACD) with the Malaysian Institute of Internal Auditors. Mr. Ganesan was first employed in Ernst & Young in Malaysia as Corporate & Restructuring Services Consultant. Mr. Ganesan is a member of the board for Pan Asia Pacific Bhd, Promto Berhad, CHG Industries Berhad, Bukit Katil Resources Berhad and Petra Perdana Berhad.

He is the Chairman of the Audit Committee and Nomination Committee and also serving as a member of the Remuneration Committee. He has attended six (6) Board Meetings held during the financial year. He has no family relationship with any director and/or major shareholder of the Company. He has no conflict of interest with the Company or has not been convicted for any offences in the past 10 years.

Profile Of Directors (cont'd)

MR. HO LAI LENG @ HO NAI LENG

Independent Non-Executive Director

Mr. Ho Lai Leng, a Malaysian, aged 69, was appointed to the Board of Analabs on 12 January 2009. He holds an LLB (Hons) from the University of London, LLM (Master in Law) from the University of Malaya, a Certificate in Legal Practice, Diploma from the Institute of Chartered Secretaries and Administrators and Chartered Institute of Marketing. Mr. Ho also holds a Master's Degree in Business Administration from the University of Strathclyde, United Kingdom.

Mr. Ho began his career as an Assistant and Godown Keeper with John Dickson in 1962 and has risen through the ranks and was appointed as the Factory Manager of Associated Plastics Industries in 1969. He left to join Hagemeyer Industries in 1973 before joining CDG Plastics as the Managing Director in 1980, a position which he held for 23 years. Mr. Ho is currently a practicing advocate and solicitor with Messrs Sri Dev & Naila.

He is a member of the Audit Committee. Mr. Ho attended six (6) Board Meetings held during the financial year. He has no family relationship with any director and/or major shareholder of the Company. He has no conflict of interest with the Company and has not been convicted for any offences in the past 10 years.



Chairman's Statement

DEAR SHAREHOLDERS,

On behalf of the Board of Directors of Analabs Resources Berhad, I am pleased to present the Annual Report and the Financial Statements of the Group and the Company for the financial year ended 30 April 2010. Despite an extremely challenging operating environment brought about by the unexpected global economic and financial crisis of the USA & Europe in the latter part of year 2009, the Group's pre-tax profit for the current financial year ended 30 April 2010 was higher than the last financial year due to the respectable performance of its core business segments supported by the positive contributions from its newly acquired businesses. Year to year our EPS had grown to 25.6 sen and the annual turnover increased to RM113 million.

Y K KAN

Executive Chairman

GENERAL OPERATING ENVIRONMENT, ANALABS'S INNOVATIONS IN THE RECYCLING WASTE IN SINGAPORE AND NEW ACQUISITION OF PAPER IMPREGNATIONS, COVERIGHT MALAYSIA AND ITS GROWING MARKET IN TAIWAN, CHINA AND KOREA

Analabs has not been spared from the global financial crisis of the USA and Europe, which had an impact on its investments in quoted securities during the current financial year. However, our quoted investments are strategic in nature and are intended to be held for long term with good dividend yields. From April 2006 to April 2010 the Company has received RM4.5 million in dividends and gains.

Through our recent acquisitions as well as innovations in the recycling waste segment, the Group managed to sustain a strong performance in 2009/2010. The New business contributed RM8.0 million for a period of 8 months since its acquisition by the Company. The recent acquisitions has increased this year's revenue to RM112.956 million compared to RM54.651 million in the previous year. Profit before tax increased to RM20.929 million compared to RM11.620 million previously.

The aquaculture businesses of Analabs dropped significantly due to the non-renewal of working permits for experienced foreign labour while new permits were even more difficult to obtain. Profit from the aquaculture division dropped significantly to RM463,000 compared to RM4.31 million in the previous year. This was mainly due to the lack of experienced manpower of foreign workers, as locals have little interest in this field.

GROUP SEGMENT REVENUE AND RESULTS

Revenue from the Recovery segment in the year 2009 dropped from RM27.676 million to RM26.979 million in

2010, but the profit increased from RM4.640 million to RM5.884 million which was mainly contributed by the recycling business in Singapore.

The revenue from the prawn culture and sales segment dropped, resulting in a decline in profit from RM4.310 million in the year 2009 to RM463,000. As mentioned above, skilled labour is very important in this area. The new acquisitions have succeeded in increasing the revenue and the profit by 4 times. With the sustained profitability in the current financial year, the Group is confident with its current portfolio of businesses: - Recycling, Blending, Manufacturing, Aquaculture and Investment, the Company will pull through the present world financial crisis. Opportunities will be abound during this period and Analabs will continuously be on the lookout for suitable strategic businesses through acquisitions to enable Analabs to expand to higher revenue and income.

FINANCIAL REVIEW HIGHLIGHT

We have significantly improved the dividend payment to our shareholders over the years. We have paid a dividend of 5% after the acquisition of a new company with zero gearing at a consideration of RM40 million. The yearly dividend payout is equivalent to a gross yield of 5.0% compared to fixed deposits rate of 2% to 2.8%. The economy is now going through one of the worst financial crisis it has ever seen and experienced, and yet Analabs is still able to increase its gross dividend payout. Throughout this financial uncertainty, a healthy cash reserve was maintained and the Group had managed to improve its consolidated net assets. The Group's net assets has improved significantly over the years from a RM60 million to RM126 million, 2 times its paid-up share capital.

Analabs's revenue for the current financial year ended 30 April 2010 was RM112.956 million, which was 207% higher than the preceding financial year at RM54.651 million. However, pre-tax profit growth increased by

Chairman's Statement (cont'd)

180% to RM20.93 million, compared to the previous financial year of RM11.62 million due to the sharp increase in the operating margin which was achieved under the prevailing weak economy and intense competition. With higher taxation provision during the financial year, profit after tax was at RM15.39 million compared to the previous financial year of RM9.37 million. This translates into earnings per share of 25.95 sen in the current financial year as compared to 15.74 sen in the previous financial year. Nevertheless, Analabs has come a long way from the year 2000 when Analabs was listed on Bursa Malaysia Securities Berhad, where its Group's net assets in the first financial year ended 30 April 2000 was RM48 million compared to the net assets of RM126 million in the current financial year, an increase of 262 % over the last 10 financial years. Being listed for the last 10 years, the Group is proud that Analabs is still growing and diversifying and paying dividends to the shareholders.

Pursuant to the mandate given by the shareholders for Analabs to buy back up to 10% of its issued shares, the Company has during the current financial year repurchased 100,000 ordinary shares of RM1.00 each of its issued share capital from the open market for a total consideration of RM119,640.00, thus increasing the number of shares held as treasury shares to 770,000. The Board of Directors will be seeking the shareholders' approval at the forthcoming Annual General Meeting to renew the shares buy back mandate for another year.

REVIEW OF OPERATIONS

Recovery & Recycling activities remain and continue to be our core business. The Company will improve and expand the recycling activities in Singapore. The aquaculture sector is currently facing acute skilled labour problems. It is hoped that the situation will improve if the employment of foreign workers for the aquaculture sector is relaxed.

The formulation and repacking activities are matured

businesses and are expected to continue uninterrupted, but the opportunity for growth and higher future earnings is relatively low as it is in the mature stage of product life cycle. The revenue attributed by this sector dropped from RM15.8 million in 2009 to RM13.6 million in 2010, but the profit increased from RM2.6 million in 2009 to RM3.3 million in 2010.

CORPORATE SOCIAL RESPONSIBILITY - CSR AND SUSTAINABLE DEVELOPMENT IS ULTIMATELY IMPORTANT

Recycling, Reuse and Reduce has been Analabs' motto since 1980. Analabs remains consciously committed towards adopting responsible and sustainable practices that have a positive impact on its shareholders, employees, as well as the environment and the communities it operates in. Among others, Analabs has adopted responsible environmental practices by recycling millions of liters and kilograms of toxic wastes, instead of discharging them to the air, waterways and/or irresponsibly buried in the ground.

In the past, the Singapore subsidiary was only undertaking mainly domestic wastes disposal. In the current financial year, Analabs has concentrated in industrial waste and recycling and this has resulted in an increase in revenue by 15% and pre-tax profits having increased by 4 times. The capital expenditure and R&D expenditure was increased to expand the business in Singapore, including the purchase of a new Scania disposal trucks with inbuilt recycling and press machines.

BUSINESS OUTLOOK FOR ANALABS'S CORPORATE DEVELOPMENT

On the backdrop of the weak general economic outlook, the Group's prospect for the year 2011 is expected to be challenging. During this challenging

Chairman's Statement (cont'd)

time, the Management will closely monitor its businesses and undertake the appropriate measures to address any decline. Every effort will be made to further increase operational efficiency whilst at the same time positioning our core businesses for opportunistic growth.

With the available cash at the Company's disposal, the Management will constantly assess the possibility of undertaking strategic business expansion through acquisition.

The acquisition of Coveright provides an opportunity for the Analabs Group to broaden its earnings base and enable the Group to pursue expansion opportunities both within Malaysia and regionally. Moving forward, Analabs is able to leverage on Coveright's sales coverage in Asia Pacific region, to further diversify its revenue streams into other countries such as Australia, South Korea, New Zealand, and Thailand. As Coveright's business is on-going, the Board is of the view that Coveright would provide immediate income to the Group. Coveright contributed RM8 million to Analabs over a period of 8 months since its acquisition and the earnings potential in the coming years will be significant.

CORPORATE GOVERNANCE

During this financial year 2010, our internal audit RSM Corporate Consulting Sdn Bhd had promoted transparency and independence in executing their audit. The external auditors regularly meet our Independent Board Directors in line with the guidelines of Bursa Securities without the presence of any Executive Directors. This is part of its commitment to upholding high standards of Corporate Governance.

The Board views the importance of corporate governance seriously and shall ensure that the Group abides with all the required rules and regulations. Whilst directing the Group towards higher profitability, Analabs will not lose sight of corporate governance in all

its business undertakings. We believe that by acting responsibly, we will increase shareholders value over the long term.

ACKNOWLEDGEMENTS

I personally like to extend my sincere appreciation to my fellow directors Mr. Ganesan Sundaraj, En Ali Riza Bin A.Samad, Mr. Ho Lai Leng and Mr. Lim Yoke Soo for their valuable insights, guidance and dedication towards the improvement of Analabs year after year.

On behalf of the Board, I wish to extend my many thanks to the entire management team, all our employees and the directors within the Group for their unwavering determination, hard work, and commitment in making the current financial year another successful year for the Group, despite the challenging business environment. I also wish to extend my deepest appreciation to our valued customers, business partners and shareholders for their steadfast support and confidence in us.

Y K KAN

Executive Chairman

Statement On Corporate Governance

The Board of Directors ("the Board") of Analabs Resources Berhad ("Analabs") believes that good corporate governance is fundamental to the Group's continued success. Therefore, the Board is committed in ensuring that the highest standards of Corporate Governance, are practiced throughout Analabs, as a fundamental part of discharging its responsibilities to protect and enhance shareholders' value and financial performance of the organization.

This statement sets out the commitment of the Board of Analabs towards the Malaysian Code of Corporate Governance ("Code") and describes how the Group has applied the principles laid down in the Code.

SECTION 1: THE BOARD OF DIRECTORS

DUTIES AND RESPONSIBILITIES OF THE BOARD

The Board retains full and effective control over the affairs of the Company and the Group. This includes responsibility for determining the Company's and the Group's development and overall strategic direction which are as follows:

- a. Reviewing and providing guidance on the Company's and Group's corporate strategy and adopting a strategic plan for the Company through the development of risk policy, annual budgets and long range business plans, reviewing major capital expenditures, acquisitions and disposals.
- b. Monitoring corporate performance and the conduct of the Group's business and to ensure compliances to best practices and principles of corporate governance.
- c. Identifying and implementing appropriate systems to manage principal risks. The Board undertakes this responsibility through the Audit Committee and the Steering Committee.
- d. Ensuring and reviewing the adequacy and soundness of the Group's financial system, internal control systems and management information system that they are in compliance with the applicable standards, laws and regulations.
- e. Ensuring a transparent Board nomination and remuneration process ensuring the skills and experiences of the Directors are adequate for the discharge of their responsibilities whilst the caliber of the Non-Executive Directors bring an independent judgment in the decision making process.

BOARD COMPOSITION AND BALANCE

The Board of Directors consists of 5 members comprising:

- 1 Executive Chairman
- 1 Executive Director
- 3 Independent Non-Executive Directors

The Company complies with the criteria of Bursa Malaysia's Listing Requirements of having at least one third or two of the board members as Independent Non-Executive Directors. The profile of each of the Directors is presented on page 5 to page 7 of this Annual Report.

Statement On Corporate Governance (cont'd)

BOARD MEETINGS

The Board met 7 times during the financial year ended 30 April 2010.

The number of Board meetings held during the financial year 2010 and the attendance of the Board at the Board Meetings are detailed here below:-

Name of Directors	Attendance at meeting	Percentage of Attendance (%)
Kan Yow Kheong <i>Executive Director</i>	7/7	100
Heng Siew Ching <i>Executive Director</i> <i>(Resigned w.e.f.25.9.2009)</i>	3/7	14
Lim Yoke Soo <i>Executive Director</i> <i>(Appointed w.e.f. 20.8.2010)</i>	N/A	N/A
Ali Riza Bin A. Samad <i>Independent Non-Executive Director</i>	7/7	100
Ganesan A/L Sundaraj <i>Independent Non-Executive Director</i>	6/7	86
Ho Lai Leng @ Ho Nai Leng <i>Independent Non-Executive Director</i>	6/7	86

The Meetings were held on 29 June 2009, 20 July 2009, 27 July 2009, 28 September 2009, 29 October 2009, 8 December 2009 and 29 March 2010 respectively.

SUPPLY OF INFORMATION

All directors are given complete and timely information before each Board Meeting to be convened together with an agenda and a set of Board papers. Board papers are circulated in sufficient time to facilitate active participation and informed decision making.

At least four (4) Board Meetings are held annually to consider the quarterly financial results and to review operational performance. Additional meetings are convened as and when necessary.

All Directors have access to the advice of the Company Secretary, Independent Professional Advisors and Internal/External Auditors in appropriate circumstances at the Company's expense.

Statement On Corporate Governance (cont'd)

APPOINTMENT OF DIRECTORS

The Nomination Committee is responsible for recommending to the Board suitable candidate(s) for appointment as new Directors. In making these recommendations, factors such as mix of skills, experience, expertise and contribution to the Company will be considered before the recommendation for appointment of the proposed director is put forward to the Board for consideration and approval.

RE – ELECTION

In accordance with the Articles of Association, all Directors shall retire from office at each Annual General Meeting and may offer themselves for re-election.

DIRECTORS' REMUNERATION

The Remuneration Committee will review and propose the remuneration of the Executive Director to the Board. To assist the Committee in its function, the Committee may obtain the services of external parties in order to provide a fair determination of the salary. The remuneration that is proposed is based on industry standards and job responsibilities. The Board as a whole determines the remuneration of the Non-Executive Directors. The quantum proposed is tabled to the shareholders at the Annual General Meeting for their approval.

The details of the remuneration of the Directors of the Group are as follows:

	Salaries & Bonuses RM'000	Fees RM'000	Other Emoluments RM'000	Benefits-in-kind RM'000
Executive Directors				
- Company	38	12		
- Subsidiaries	1,098	338		
SUBTOTAL	1,136	350	-	-
Non-Executive Directors				
- Company	-	92		
- Subsidiaries	-	-		
TOTAL	1,136	442	-	-

Statement On Corporate Governance (cont'd)

The number of Directors whose remuneration falls into the following bands is as follows:-

GROUP	SALARIES & OTHER EMOLUMENTS		FEES	
	Executive Directors	Non-Executive Directors	Executive Directors	Non-Executive Directors
Below RM50,000	2	-	2	3
RM50,001 & RM100,000	3	-	-	-
RM100,001 & RM250,000	1	-	2	-

DIRECTORS' TRAINING AND EDUCATION

Directors' Training

On joining, new Directors are given background information on the Company and its activities. The Directors are also encouraged to attend various external professional programmes necessary to ensure that they are kept abreast on various issues facing the changing business environment within which the Group operates. Save for Mr. Lim Yoke Soo who was appointed on 20 August 2010, all the Directors have completed the Mandatory Accreditation Programme pursuant to the Listing Requirements of Bursa Securities.

During the financial year, the Directors have attended relevant courses and seminars in relation to the implementation of FRS 139 conducted by Bursa Malaysia and in-house training in relation to the dealings in securities by Directors, Substantial Shareholders and Principal Officers pursuant to Section 135 of the Companies Act, 1965, The Capital Markets and Services Act, 2007 and Chapter 14 of the Listing Requirements of Bursa Securities, to keep abreast with the industry, regulatory and compliance issues trends and best practices.

SECTION 2: COMMITTEES OF THE BOARD

The Board has delegated certain responsibilities to several Committees, which operate within the clearly defined terms of reference. The Chairman of the various Committees will report the outcome of the Committee meetings to the Board and such reports are incorporated in the minutes of meeting. The various Committees are as follows:-

Committee

Chairman

Audit Committee
Nomination Committee
Remuneration Committee

Mr. Ganesan a/l Sundaraj
Mr. Ganesan a/l Sundaraj
Mr. Kan Yow Kheong

Statement On Corporate Governance (cont'd)

AUDIT COMMITTEE

The composition, responsibilities, detailed terms of reference and the activities of the Audit Committee during the financial year are set out separately in the Audit Committee Report on page 25 to page 29 of this Annual Report.

NOMINATION COMMITTEE

The Nomination Committee was established on 25 June 2001. Presently, the Committee is comprised of two (2) Independent Non-Executive Directors. The Committee shall be responsible for nominating the appropriate Board balance and size as well as ensuring that the Board possesses the required mix of responsibilities, skills and experience. The Nomination Committee shall conduct a review of the mix of skills, experience and other core competencies for the Board on annual basis.

The members of the Nomination Committee who served during the financial year are:

- Mr. Ganesan a/l Sundaraj
Chairman - Independent Non-Executive Director
- Encik Ali Riza Bin A. Samad
Member - Independent Non-Executive Director

REMUNERATION COMMITTEE

In line with the Best Practices of the Code of Corporate Governance, the Board has set up a Remuneration Committee in June 2001 to assist the Board in determining the remuneration of the Directors and key senior management. The Committee meets at least once a year. The members of the Remuneration Committee who served during the financial year are:

- Mr. Kan Yow Kheong
Chairman - Executive Chairman
- Mr. Ganesan a/l Sundaraj
Member - Independent Non-Executive Director
- Encik Ali Riza Bin A. Samad
Member - Independent Non-Executive Director

The respective Committees report to the Board on matters considered and their recommendations thereon for consideration of the Board.

Statement On Corporate Governance (cont'd)

SECTION 3: SHAREHOLDERS

DIALOGUE WITH INVESTORS

Recognizing the importance of timely dissemination of information to shareholders and other stakeholders, the Board is committed to ensure that the shareholders and other stakeholders are well informed of all important issues and major developments of the Company and the information is communicated to them through the following documents:-

- I. Annual Report
- II. The various disclosures and announcements made to Bursa Malaysia including the Quarterly Results and Annual Results.
- III. Shareholders may obtain the Company's latest announcements via the Bursa Malaysia website at www.bursamalaysia.com.my and the Company's website at www.analabs.com.my.

THE ANNUAL GENERAL MEETING ("AGM")

The notice of AGM which is contained in the Annual Report is sent out at least twenty-one (21) days prior to the date of the meeting. There will be a commentary by the Chairman at the AGM regarding the Company's performance for each financial year and a brief review on current trading conditions. At each AGM, a platform is available to shareholders to participate in the question and answer session. Extraordinary General Meetings (EGM) are held when required.

SECTION 4: ACCOUNTABILITY AND AUDIT

FINANCIAL REPORTING

The Directors are responsible to ensure that financial statements prepared are drawn up in accordance with the provision of the Companies Act, 1965, and Applicable Accounting Standards in Malaysia. In presenting the financial statements, the Company has used appropriate accounting policies, consistently applied and supported by reasonable judgments and estimates. The quarterly results were reviewed by the Audit Committee and approved by the Board of Directors before being released to Bursa Malaysia. By presenting the quarterly results and financial statements, the Company is mindful of the necessity to present a balanced assessment of the Group's financial position. The details of the Company and the Group's financial statements for the financial year ended 30 April 2010 can be found on pages 35 to 102 of the Annual Report.

Statement On Corporate Governance (cont'd)

INTERNAL CONTROL

Information on the Group's internal control is presented in the Statement on Internal Control on pages 22 to 23.

ENTERPRISE RISK MANAGEMENT FRAMEWORK

The Group is committed to managing risk by identifying, analysing, evaluating and treating exposures that are likely to have an adverse impact on the operational performance and/or continued effectiveness of its operations. The Board views Enterprise Risk Management as the logical step in the pursuit of its corporate governance agenda and the fulfillment of its long-term corporate objectives towards protecting shareholders' investment and safeguarding organisational assets. Therefore, the Board has engaged a professional firm to conduct a risk assessment on the Group and to establish and formalise the risk management framework.

The framework sets out the Group's underlying approach to manage the risks and clearly defines the reporting structure. The following is a summary of the enterprise risk management approach applied throughout the risk management exercise carried out by the Group :

1. Identify risk through business process mapping and understanding;
2. Assess the risks identified;
3. Quantify the impact of the potential risk;
4. Document strategies and policies to address the risk identified above;
5. Assign responsibility of managing specific risks to specific operating personnel; and
6. Regular review, update and enhancement of risk profile i.e for any new risks as a result from changing business environment.

The principal risks identified are those relating to operational, finance, environment, technology, human resources, integrity and reputation.

RELATIONSHIP WITH THE AUDITORS

The Company always maintain a formal and transparent relationship with its external auditors in seeking their professional advice and ensuring compliance with the accounting standards in Malaysia. The Company's external auditors has and will continue to report to shareholders of the Company on their findings with respect to each year's Audit which are included in the Company's statutory financial statements. From time to time, the auditors highlight to the Audit Committee and Board of Directors on matters that require Board's attention through the issuance of management letters and reports.

The Audit Committee did meet up with the External Auditors without the presence of the Executive Chairman and Management once during the Audit Committee Meeting held on 29 June 2009.

Statement On Corporate Governance (cont'd)

SECTION 5: DIRECTORS' RESPONSIBILITY STATEMENT

The Board is fully accountable to ensure that the financial statements are prepared in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards set by the Malaysian Accounting Standards Board so as to present a true and fair view, balanced and understandable assessment of the Group's financial position and prospects. In this Annual Report, an assessment is provided in the Directors' Report of the Audited Financial Statement.

SECTION 6: CORPORATE SOCIAL RESPONSIBILITY ("CSR")

The Group undertook various steps to play its part in contributing to the welfare of the society and communities in the environment it operates. Analabs recognises that for long term sustainability, it would need to look beyond the financial parameters. Hence, the Group supports important causes such as donation to the needy and community services.

The Group also recognises that employees are important assets and the key to its competitive success in the market place. Employees are treated fairly and with respect. The Group does not discriminate against any race, gender and age. Employees are provided with adequate medical benefits and personal accident insurance coverage.

The Group endeavours to broaden its scope of CSR initiatives over time and will plan along this objective accordingly.

SECTION 7 : COMPLIANCE WITH THE CODE

Due to the change of the External Auditors for the financial year ended 30 April 2010, the Audit Committee was only able to meet up once with the External Auditors without the presence of the executive board members and employees instead of twice a year as required under the Code. Save for the above requirement, the Board considers that the Group has complied with the Principles and Best Practices of the Code for the financial year ended 30 April 2010.

This Statement is made in accordance with the resolution of the Board of Directors dated 24 August 2010.

Additional Compliance Information

The following disclosures are made in accordance with Part A of Appendix 9C of the Main Market Listing Requirement of Bursa Securities.

Non-Audit Fee

The non-audit fees payable to the external auditors by the Company and the Group for the financial year ended 30 April 2010 amounted to RM164,000

Utilization of Proceeds

There were no proceeds raised from any corporate proposal or any utilization of such for the financial year ended 30 April 2010.

Share Buybacks

As at 30 April 2010, the Company purchased a total of 100,000 ordinary shares, all of which are retained as treasury shares. None of the shares purchased has been sold or cancelled. Details of the shares purchased are set out below:-

MONTH	No. of Ordinary Shares	* Consideration (RM)	Min. price paid per share (RM)	Max. price paid per share (RM)	Average price paid per share (RM)
July 2009	14,000	12,840	0.910	0.935	0.917
November 2009	66,000	75,800	1.140	1.150	1.148
April 2010	20,000	31,000	1.540	1.560	1.550

* Excluding brokerage and stamping fees.

Options, Warrants and Convertible Securities

There were no options, warrants or convertible securities issued for the financial year ended 30 April 2010.

American Depository Receipt /Global Depository Receipt

There were no American Depository Receipt or Global Depository Receipt programs sponsored by the Company.

Imposition of Sanctions and/or Penalties

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

Additional Compliance Information (cont'd)

Variation in Results

The Group's audited results for the financial year ended 30 April 2010 has not varied by 10% or more from the unaudited results for the quarter ended 30 April 2010 previously announced.

Profit Guarantee

The Company did not give any Profit Guarantee during the financial year ended 30 April 2010.

Material Contracts

There were no material contracts entered into by the Company and its subsidiaries involving directors' and major shareholders' interest either subsisting at the end of the financial year ended 30 April 2010 or enter into since the end of the previous financial year.

Revaluation of Landed Properties

The revaluation policy of the Company is disclosed in Note 8 to the Financial Statements.

Recurrent related Party Transactions

There were no Recurrent Related Party Transactions of a revenue or trading nature between the Company and its related parties other than that as disclosed in Note 40 to the Financial Statements.

Statement On Internal Control

INTRODUCTION

This Statement on Internal Control is in line with the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”) on Group’s compliance with the Principles and Best Practices relating to internal control as stipulated in the Malaysian Code on Corporate Governance.

The Board of Directors (“the Board”) of Analabs Resources Berhad is pleased to present the Statement on Internal Control of the Company and its subsidiaries (“the Group”), which has been prepared in compliance with the Listing Requirements of Bursa Securities.

RESPONSIBILITIES OF THE BOARD

The Board recognises the importance of maintaining a sound system of internal control for the Group to safeguard shareholders’ investment and the Group assets. The Board also acknowledges their responsibilities under the Bursa Malaysia Listing Requirements to:

- Identify principal risks and ensure implementation of appropriate control measures to manage the risks.
- Review the adequacy and integrity of the internal control system and management information system and systems for compliance with applicable laws, regulations, rules, directives and guidelines.

INTERNAL CONTROL ENVIRONMENT

The system of internal control is designed to help the Group to achieve its business objectives as well as safeguards shareholders’ investment and the Group’s assets. However, it should be noted that the system of internal control can only manage rather than eliminate the risk of failure to achieve business objectives. Inherently, the system can provide only reasonable but not absolute assurance against material misstatements, financial losses and fraud.

The Group has established an organisational structure with clearly defined level of accountability and delegated authority. It sets out the roles and responsibilities of management for instituting adequate internal controls to mitigate and monitor risks affecting the Group’s business.

RISK MANAGEMENT FRAMEWORK

The Board recognises that an effective risk management framework will allow the Group to identify, evaluate and manage risk that affect the achievement of the Group’s business objectives within defined risk parameters in a timely and effective manner. Management staff are delegated with the responsibility of managing identified risks within defined parameters and standards.

Identification, evaluation and management of significant risks faced by the Group is an ongoing process undertaken at each subsidiary. During the year under review, this process was exercised through periodic Steering Committee meetings held to communicate and deliberate key operational issues which also include significant risks faced amongst Management team members and, where appropriate, controls were devised to address such risks and issues. Significant risks identified are escalated to the Board for their attention at their scheduled meetings.

Statement On Internal Control (cont'd)

INFORMATION AND COMMUNICATION

Flowing from a clear organisational reporting structure, information are communicated and disseminated to key Management within the Group. Information critical to the achievement of the Group's business objectives are communicated through established reporting lines across the Group via the Steering Committee meeting. This is to ensure that matters that require the Board and Management's attention are highlighted for review, deliberation and decision on a timely basis.

CONTROL AND MONITORING PROCESS

The Board is responsible for setting the Group's long-term business objectives and monitors the conduct of the Group's operations through various Board Committees. The processes adopted by the Board to monitor the effectiveness of the Group's internal control system are as follow:

- The Board and the Audit Committee meet to discuss matters raised by Management, Internal Auditors and External Auditors on business and operational matters.
- The Board has delegated the responsibilities to Management of the Group to implement and monitor the Board's policies on control.
- Delegation of authority are designed to ensure accountability and responsibility.
- Internal procedures and policies are documented.
- Steering Committee meetings are held during the financial year in order to assess the performance of the Group.

The monitoring, review and reporting arrangements in place give reasonable assurance that the structure of controls and its operations are appropriate to the Group's operations that risks are at an acceptable level throughout the Group's businesses. Such arrangement, however, do not eliminate the possibility of human error or deliberate circumvention of control procedures by employees and others.

CONCLUSION

The Board is pleased to conclude that the state of Group's internal control system was generally adequate and effective. There were no material losses incurred during the current financial year as a result of weaknesses in internal control. The management will continue to ensure proper management of risks and take adequate measures to ensure ongoing adequacy and effectiveness of internal controls.

This statement is made in accordance with a resolution of the Board dated 24 August 2010.

Statement On Internal Audit Function

The Board is pleased to present the Statement on Internal Audit Function prepared in accordance with the Listing Requirement of Bursa Malaysia Securities Berhad.

The Group's internal audit function is currently outsourced to a professional firm and this mitigates the risk of factors affecting the independence of Internal Auditors as it has no involvement in the operations of the Group. The outsourced Internal Auditors, who is responsible for the review and appraisal of the effectiveness of internal controls in the Group reports directly to the Audit Committee.

The Audit Committee has full and direct access to the Internal Auditors, review the reports on all audit performed and monitors its performance. The Audit Committee also reviews the adequacy of the scope, functions, competency and resources of outsourced internal audit functions.

The outsourced Internal Auditors carried out internal audits on the various segments within the Group during the year under review based on a risk-based audit plan approved by the Audit Committee. Based on these audits, the outsourced Internal Auditors provided the Audit Committee with periodic reports highlighting observations, recommendations and management action plans to improve the system of internal control.

During the year, the Audit Committee has met two (2) times to carry out its responsibility in reviewing the internal audit function and to assure itself on the soundness of internal control system. The costs incurred for the outsourced internal audit function in respect of the financial year amounted to RM37,561.75.

Audit Committee

COMPOSITION OF THE AUDIT COMMITTEE

The present members of the Audit Committee of the Company are:

1. Mr. Ganesan A/L Sundaraj (Independent Non-Executive Director; Chairman)
2. Encik Ali Riza Bin A. Samad (Independent Non-Executive Director; Member)
3. Mr. Ho Lai Leng @ Ho Nai Leng (Independent Non-Executive Director; Member)

THE ROLE OF THE AUDIT COMMITTEE

The Audit Committee assists, supports and implements the Board's responsibility to oversee the Company's operations by providing a means for review of the Company's processes for producing financial data, its internal control and the independence of the Company's External and Internal Auditors.

TERMS OF REFERENCE OF AUDIT COMMITTEE

TERMS OF MEMBERSHIP

The Audit Committee is appointed by the Board of Directors amongst its members and consists of at least three (3) members, all of whom shall be Non-Executive Directors, with a majority of them being Independent Directors.

The Committee shall include at least one member :

- (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 working experience and
 - (i) he must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act 1967 ; or
 - (ii) he must be a member of one of the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act 1967; or
- (c) he must fulfill such other requirements as prescribed or approved by Bursa Malaysia Securities Berhad ('Bursa Securities').

In the event of any vacancy of the Audit Committee resulting in the non-compliance with Paragraph 15.09(1) of the Main Market Listing Requirements of Bursa Securities, the Board shall appoint a new member within three months.

The Chairman of the Audit Committee shall be elected from amongst the Committee Members and he shall be an Independent Director.

The Board of Directors will review the term of office and the performance of the Audit Committee and each of its members at least once in every three years.

No Alternate Director was appointed as a member of the Audit Committee.

Audit Committee (cont'd)

MEETINGS AND QUORUM OF THE AUDIT COMMITTEE

The Audit Committee shall meet at least four (4) times a year and the quorum shall be at least two (2) persons with the majority being Independent Directors.

The Executive Directors, Financial Officers, Internal Auditor and a representative of the External Auditors shall normally be invited to attend the Meeting but may be asked to leave a meeting as and when deemed necessary by the Audit Committee. Other members of the Board and employees may attend the meetings upon the invitation of the Audit Committee. At least twice a year or whenever deemed necessary, the Audit Committee shall meet the External Auditors without the presence of other directors and employees. The Audit Committee shall meet the Internal Auditor at least once a year without the presence of other directors and employees.

The Company Secretary shall act as the secretary to the Audit Committee.

DUTIES

The duties and responsibilities of the Audit Committee shall include the following:-

- (i) To consider the nomination and appointment of the External Auditors, the audit fee and any questions of resignation or dismissal;
- (ii) To discuss with the External Auditors before the audit commences, the nature and scope of the audit and ensure co-ordination where more than one audit firm is involved;
- (iii) To discuss with the External Auditors on the evaluation of the systems of internal control and the assistance given by the employees to the External Auditors;
- (iv) To review and report to the Board if there is reason (supported by grounds) to believe that the External Auditors is not suitable for reappointment;
- (v) To review the quarterly and year-end financial statements of the Company, focusing particularly on:
 - any changes in the accounting policies and practices;
 - significant adjustments arising from the audit;
 - the going concern assumption; and
 - compliance with the accounting standards and other legal requirements.
- (vi) To discuss problems and reservations arising from the interim and final audits, and any matter the auditors may wish to discuss (in the absence of the management, where necessary);
- (vii) To review the External Auditors' management letter and the management's response;

Audit Committee (cont'd)

- (viii) To appoint senior staff members of the internal audit function or the outsource of the internal audit function and to do the following:-
- Review the adequacy of the scope, functions, competency and resources of the internal audit function, and that it has the necessary authority to carry out its work;
 - Review the internal audit program and results of the internal audit process and where necessary ensure that appropriate action is taken on the recommendations of the internal audit function;
 - Approve any appointment or termination of senior staff members of the internal audit function or the outsource of the internal audit function;
 - Being informed of any resignation of internal audit staff members and to provide the resigning staff member an opportunity to submit his/her reasons for resigning; and
 - Review any appraisal or assessment of the performance of members of the internal audit department.
- (ix) To consider any related party transactions that may arise within the Company or the Group;
- (x) To review the audit reports prepared by the Internal and External Auditors, the major findings and management's responses thereto;
- (xi) To verify and confirm the allocation of share options pursuant to the Analabs Resources Berhad's Employee Share Option Scheme ("ESOS") (if any) as being in compliance with the criteria set out in the Bye-Laws of the ESOS; and
- (xii) To consider other functions as may be directed by the Board.

Where the Audit Committee is of the view that a matter reported by it to the Board of Directors has not been satisfactorily resolved resulting in a breach of the Listing Requirements of Bursa Securities, the Audit Committee has the responsibility to promptly report such matter to Bursa Securities.

Audit Committee (cont'd)

AUTHORITY

In undertaking its work, the Audit Committee is authorized by the Board:-

- To investigate any activity within its Terms of Reference and it shall have unrestricted access to the Internal Auditors, the External Auditors, and to all employees of the Group;
- Have access to sufficient resources, provided by the Company in order to carry out its duties, including access to the Company Secretary for assistance as required;
- To have full and unrestricted access to information pertaining to the Company and the Group; and
- To obtain external legal or other independent professional advice, if required.

PROCEDURE OF AUDIT COMMITTEE

The Audit Committee regulates its own procedures which include:

- (i) the calling of meetings;
- (ii) the notice to be given of such meetings;
- (iii) the voting and proceedings of such meetings;
- (iv) the keeping of minutes; and
- (v) the custody, protection and inspection of such minutes.

REVIEW OF THE AUDIT COMMITTEE

The performance of the Audit Committee and each of the members shall be reviewed by the Board of Directors at least once every three (3) years to determine whether the Audit Committee and its members have carried out their duties in accordance with their Terms of Reference.

Audit Committee (cont'd)

ATTENDANCE OF AUDIT COMMITTEE MEETINGS

The details of attendance of each Audit Committee member in the Audit Committee meetings held during the financial year ended 30 April 2010 are as follows:

Directors	Meetings Attended by the Directors/ Total Number of Meetings held During the Financial Year Ended 30 April 2010*	% of Attendance
Mr. Ganesan A/L Sundaraj	4/5	80
Encik Ali Riza Bin A. Samad	5/5	100
Mr. Ho Lai Leng @ Ho Nai Leng	4/5	80

* The meetings were held on 29 June 2009, 27 July 2009, 28 September 2009, 8 December 2009 and 29 March 2010 respectively.

ACTIVITIES UNDERTAKEN BY AUDIT COMMITTEE

The activities of the Audit Committee during the financial year ended 30 April 2010 include the following:

- a. reviewed the Group's year end audited financial statements presented by the External Auditors and recommended the same to the Board for approval;
- b. reviewed the quarterly financial results announcements;
- c. reviewed audit plan of Internal and External Auditors;
- d. reviewed related party transactions within the Group;
- e. reviewed the risk assessment framework and reports submitted by the Internal Auditors and recommended the same to the Board for approval;
- f. reviewed the effectiveness of the Group's system of internal control;
- g. reviewed the Company's compliance with Main Market Listing Requirements of Bursa Securities, Malaysian Accounting Standards Board and other relevant legal and regulatory requirements; and
- h. considered and recommended to the Board for approval the audit fees payable to Internal and External Auditors.

Nomination Committee

TERMS OF REFERENCE OF NOMINATION COMMITTEE

CONSTITUTION AND PURPOSE

The Nomination Committee was established on 25 June 2001. The Nomination Committee's primary function among others is to consider suitable new nominees for appointment as Directors of the Company. The Committee must moreover assess Directors on an on-going basis. The actual decision stipulating who shall be nominated should be the responsibility of the full Board after considering the recommendations of the Nomination Committee.

COMPOSITION

The Nomination Committee comprises two (2) members who are exclusively Independent Non-Executive Directors.

The present members of the Nomination Committee of the Company are:

- (i) Mr. Ganesan A/L Sundaraj (Chairman)
- (ii) Encik Ali Riza Bin A. Samad (Member)

The Company Secretary is the secretary of Nomination Committee. The Secretary shall maintain minutes of the proceeding of the Committee and circulate such minutes to all members of the Board.

RIGHTS

The Board must ensure that whatever necessary and reasonable for the performance of its functions, the Nomination Committee has the following rights:

- (i) to resource which are required to perform its duties;
- (ii) full and unrestricted to any information on the profile of directors;
- (iii) direct communication channels with key management staff such as personnel, accounts, secretarial or independent consultants engaged by the company; and
- (iv) to obtain independent professional or other advice.

The Board has however full powers to decide on the suitability of the nominees and approve their appointments.

Nomination Committee (cont'd)

FUNCTIONS

The functions of the Nomination Committee as stated in the Nomination Committee Charter formalized by the Board on 8 July 2002 include:

- (i) Recommends to the Board, the suitable candidates for all directorships to be filled by the shareholders or the Board;
- (ii) Considers, in making its recommendations, candidates for directorships proposed by the Managing Director and within the bounds of practicability, by any other senior executive or director or shareholder;
- (iii) Recommends to the Board, directors to fill the seats on the Board Committees;
- (iv) Review annually the required mix of skills and experience and other qualities, including core competencies which the Non-Executive Directors should bring to the Board;
- (v) Assesses on an annual basis the following matters:
 - The effectiveness of the Board as whole;
 - The Committees of the Board; and
 - The contribution of each individual Director.The assessment process should be pre-determined by the Board.
- (vi) Develops succession planning policy and ensure that the policy is kept under review;
- (vii) Ensures that the policy on selection criteria and succession planning is well documented and approved by the full Board and any change thereto should be subjected to the endorsement of the full Board; and
- (viii) Review the term of office and performance of each of the Committee members of its various standing committees at least once in every three years.

MEETINGS

Meetings of the Nomination Committee should be held when necessary but at least once a year or more frequently as circumstances required and each meeting must be attended by at least two (2) members.

There were one (1) meeting held during the financial year ended 30 April 2010 and both of the Committee members attended the meeting.

Remuneration Committee

TERMS OF REFERENCE OF REMUNERATION COMMITTEE

CONSTITUTION AND PURPOSE

The Remuneration Committee was established on 25 June 2001.

Its primary function is to set the policy framework and to recommend to the Board on remuneration packages and benefits extended to Directors and key senior management of the Group, drawing from outside advice as necessary.

The Committee must moreover ensure that rewards and remuneration packages commensurate with each of their expected responsibilities and contribution to growth and profitability. This review process is conducted annually and appropriate recommendations are made to the Board for approval.

The determination of the remuneration package for Non-Executive Directors shall be a matter for the Board as a whole. The Director concerned shall abstain from deliberations and voting on decisions in respect of his individual remuneration package.

COMPOSITION

The Remuneration Committee comprises three (3) members, of whom two (2) are Independent Non-Executive Directors and one (1) Executive Chairman.

The present members of the Remuneration Committee of the Company are:

- (i) Mr. Kan Yow Kheong (Chairman)
- (ii) Encik Ali Riza Bin A. Samad (Member)
- (iii) Mr. Ganesan A/L Sundaraj (Member)

The Chairman of the Remuneration Committee is elected among Executive Directors. The Chairman shall attend all meetings of the Committee other than when matters concerning himself are under discussion.

The Company Secretary is the secretary of the Remuneration Committee. The Secretary shall maintain minutes of the proceeding of the Committee and circulate such minutes to all members of the Board.

Remuneration Committee (cont'd)

RIGHTS

The Board must ensure that whenever necessary and reasonable for the performance of its function, the Remuneration Committee has the following rights:

- (i) to resource which are required to perform its duties;
- (ii) full and unrestricted access to any information pertaining to the Executive Directors;
- (iii) direct communication channels with key management staff such as personnel, accounts or independent consultants engaged by the Company; and
- (iv) to obtain independent professional or other advices.

The Remuneration Committee has the right to propose a remuneration package for the Directors; however, the Board shall have the ultimate authority to approve the remuneration package of the Director concerned.

FUNCTIONS

The functions of the Remuneration Committee as stated in the Remuneration Committee Charter formalized by the Board on 8 July 2002:

- (i) to adopt a formal and transparent procedures for developing the policy on remuneration package; and
- (ii) to ensure the remuneration is sufficient to attract and retain the Directors needed to run the Company successfully. The remuneration package should comprise a number of elements, which include basic salary, bonus arrangement and certain non-cash benefits. In the case of Executive Directors, the component parts of remuneration should be structured so as to link rewards to corporate and individual performance. In the case of Non-Executive Directors, the Board will take into consideration the level of remuneration based on their experience and level of responsibilities undertaken by particular Non-Executive Directors concerned.

MEETINGS

Meetings of the Remuneration Committee shall be held at least once a year or more frequently as circumstances require to review the remuneration package of the Executive Directors. At least two (2) members must attend each meeting and the Chairman should attend all meetings of the Committee other than when matters concerning himself are under discussion.

There was one (1) meeting held during the financial year ended 30 April 2010 and all the Committee members attended the meeting.



Financial Statements

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Directors' Report

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 30 April 2010.

PRINCIPAL ACTIVITIES

The Company is principally engaged in the businesses of investment holding and provision of management services. The principal activities of the subsidiaries are set out in Note 6 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	THE GROUP	THE COMPANY
	RM'000	RM'000
Profit after taxation for the financial year	15,389	28,591

DIVIDENDS

Since the end of the previous financial year, the Company paid an interim dividend of 5.0 sen per ordinary share, less income tax at 25%, amounting to RM2,222,775 in respect of the financial year ended 30 April 2010.

The Directors do not recommend the payment of any further dividends for the current financial year.

RESERVES AND PROVISIONS

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

ISSUES OF SHARES AND DEBENTURES

During the financial year,

- (a) there were no changes in the authorised and issued and paid-up share capital of the Company; and
- (b) there were no issues of debentures by the Company.

Directors' Report (cont'd)

TREASURY SHARES

During the financial year, the Company purchased 100,000 of its issued ordinary shares from the open market at a price of approximately RM1.20 per share. The total consideration paid for the purchase was RM119,640 including transaction costs. The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965 and presented as a deduction from shareholders' equity.

As at 30 April 2010, the Company held as treasury shares a total of 770,000 of its 60,024,000 issued and fully paid-up ordinary shares. The treasury shares are held at a carrying amount of RM629,221. Relevant details on the treasury shares are disclosed in Note 22 to the financial statements.

OPTIONS GRANTED OVER UNISSUED SHARES

During the financial year, no options were granted by the Company to any person to take up any unissued shares in the Company.

BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that 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.

At the date of this report, the directors are not aware of any circumstances that would require the further writing off of bad debts, or the additional allowance for doubtful debts in the financial statements of the Group and of the Company.

CURRENT ASSETS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that any current assets other than debts, which were unlikely to be realised in the ordinary course of business, including their value as shown in the accounting records of the Group and of the Company, have 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 which would render the values attributed to the current assets in the financial statements misleading.

VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

Directors' Report (cont'd)

CONTINGENT AND OTHER LIABILITIES

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

- (i) any charge on the assets of the Group and of the Company that has arisen since the end of the financial year which secures the liabilities of any other person; or
- (ii) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

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

CHANGE OF CIRCUMSTANCES

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 of the Group and of the Company which would render any amount stated in the financial statements misleading.

ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Group and of the Company during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature.

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, in the opinion of the directors, to affect substantially the results of the operations of the Group and of the Company for the financial year.

DIRECTORS

The directors who served since the date of the last report are as follows:-

KAN YOW KHEONG
ALI RIZA BIN A. SAMAD
HENG SIEW CHING (RESIGNED ON 25.9.2009)
GANESAN A/L SUNDARAJ
HO LAI LENG @ HO NAI LENG
LIM YOKE SOO (APPOINTED ON 20.8.2010)

Directors' Report (cont'd)

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors holding office at the end of the financial year in shares in the Company and its related corporations during the financial year are as follows:-

	NUMBER OF ORDINARY SHARES OF RM1 EACH			
	AT 1.5.2009	BOUGHT	SOLD	AT 30.4.2010
Kan Yow Kheong				
- direct interests	27,384,052	1,100,000	-	28,484,052
- indirect interests*	1,186,500	-	-	1,186,500

* - Deemed interests through son's and spouse's shareholdings.

By virtue of his shareholding in the Company, Kan Yow Kheong is deemed to have interests in shares in the subsidiaries to the extent of the Company's interests, in accordance with Section 6A of the Companies Act 1965.

The other directors holding office at the end of the financial year had no interest in shares in the Company or its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in the financial statements, or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Neither during nor at the end of the financial year was the Company and its subsidiaries a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Directors' Report (cont'd)

SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

The significant event during the financial year is disclosed in Note 43 to the financial statements.

AUDITORS

The auditors, Messrs. Crowe Horwath (formerly known as Messrs. Horwath), have expressed their willingness to continue in office.

SIGNED IN ACCORDANCE WITH A RESOLUTION OF THE DIRECTORS DATED 26 AUGUST 2010

Kan Yow Kheong

Lim Yoke Soo

Statement By Directors

We, Kan Yow Kheong and Lim Yoke Soo, being two of the directors of Analabs Resources Berhad, state that, in the opinion of the directors, the financial statements set out on pages 43 to 102 are drawn up in accordance with Financial Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the state of affairs of the Group and of the Company at 30 April 2010 and of their results and cash flows for the financial year ended on that date.

**SIGNED IN ACCORDANCE WITH A RESOLUTION OF THE DIRECTORS
DATED 26 AUGUST 2010**

Kan Yow Kheong

Lim Yoke Soo

Statutory Declaration

I, Zuraimi Binti Mohamed, I/C No. 810104-08-6254, being the officer primarily responsible for the financial management of Analabs Resources Berhad, do solemnly and sincerely declare that the financial statements set out on pages 43 to 102 are, to the best of my knowledge and belief, 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.

Subscribed and solemnly declared by
Zuraimi Binti Mohamed, I/C No. 810104-08-6254
at Kuala Lumpur in the Federal Territory
on this 26 August 2010

Zuraimi Binti Mohamed

Before me
Mohd Radzi Bin Yasin
No: W327
Commissioner For Oaths

Independent Auditors' Report

To The Members Of Analabs Resources Berhad

Report on the Financial Statements

We have audited the financial statements of Analabs Resources Berhad, which comprise the balance sheets as at 30 April 2010 of the Group and of the Company, and the income statements, statements of changes in equity and cash flow statements of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 43 to 102.

Directors' Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent Auditors' Report

To The Members Of Analabs Resources Berhad (Cont'd)

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Financial Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as of 30 April 2010 and of their financial performance and cash flows for the financial year then ended.

Other Matters

The financial statements of the Group and of the Company for the preceding financial year were audited by another firm of auditors whose report dated 31 July 2009, expressed an unqualified opinion on those statements.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report the following:-

- (a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.
- (b) We have considered the financial statements and the auditors' reports of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 6 to the financial statements.
- (c) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.
- (d) The audit reports on the financial statements of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Crowe Horwath
Firm No: AF 1018
Chartered Accountants

Onn Kien Hoe
Approval No: 1772/11/10 (J/PH)
Chartered Accountant

Kuala Lumpur
26 August 2010

Balance Sheets

At 30 April 2010

		THE GROUP		THE COMPANY	
	NOTE	2010 RM'000	2009 RM'000 (Restated)	2010 RM'000	2009 RM'000
ASSETS					
NON-CURRENT ASSETS					
Investment in subsidiaries	6	-	-	93,874	53,516
Investment in an associate	7	-	-	-	-
Property, plant and equipment	8	65,832	45,784	-	-
Prepaid lease payments	9	25,155	25,522	-	-
Goodwill	10	7,089	1,337	-	-
Investment in quoted shares	11	14,544	15,831	5,548	5,138
Other investment	12	970	2,000	900	2,000
		113,590	90,474	100,322	60,654
CURRENT ASSETS					
Inventories	13	15,811	537	-	-
Trade receivables	14	25,013	7,148	-	-
Other receivables, deposits and prepayments	15	1,281	663	8	58
Tax recoverable		1,674	1,033	133	128
Fixed deposits with licensed banks	16	7,910	15,409	68	7,183
Cash and bank balances	17	1,139	14,863	218	8,378
		52,828	39,653	427	15,747
TOTAL ASSETS		166,418	130,127	100,749	76,401

The annexed notes form an integral part of these financial statements.

Balance Sheets (cont'd)
At 30 April 2010

		THE GROUP		THE COMPANY	
	NOTE	2010 RM'000	2009 RM'000 (Restated)	2010 RM'000	2009 RM'000
EQUITY AND LIABILITIES					
EQUITY					
Share capital	18	60,024	60,024	60,024	60,024
Share premium	19	6,248	6,248	6,248	6,248
Revaluation reserve	20	11,272	9,811	-	-
Exchange translation reserve	21	(24)	226	-	-
Treasury shares	22	(629)	(509)	(629)	(509)
Retained profits	23	52,754	39,588	28,208	1,840
TOTAL EQUITY		129,645	115,388	93,851	67,603
NON-CURRENT LIABILITIES					
Deferred tax liabilities	24	10,866	8,481	-	-
Hire purchase payable	25	13	19	-	-
		10,879	8,500	-	-
CURRENT LIABILITIES					
Trade payables	26	15,721	2,280	-	-
Other payables and accruals	27	9,332	3,248	366	248
Amount owing to subsidiaries	28	-	-	6,532	8,550
Amount owing to directors	29	260	-	-	-
Hire purchase payable	25	5	6	-	-
Provision for taxation		576	383	-	-
Bank overdraft	30	-	322	-	-
		25,894	6,239	6,898	8,798
TOTAL LIABILITIES		36,773	14,739	6,898	8,798
TOTAL EQUITY AND LIABILITIES		166,418	130,127	100,749	76,401
NET ASSETS PER SHARE (RM)	31	2.19	1.94		

The annexed notes form an integral part of these financial statements.

Income Statements

For The Financial Year Ended 30 April 2010

	NOTE	THE GROUP		THE COMPANY	
		2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
REVENUE	32	112,956	54,651	34,517	4,921
COST OF SALES		(76,831)	(31,189)	-	-
GROSS PROFIT		36,125	23,462	34,517	4,921
OTHER INCOME		1,769	902	992	407
ADMINISTRATIVE AND OTHER OPERATING EXPENSES		(16,754)	(12,888)	(1,667)	(2,022)
FINANCE COSTS		(211)	(228)	(158)	(4)
PROFIT BEFORE TAXATION	33	20,929	11,248	33,684	3,302
INCOME TAX EXPENSE	34	(5,540)	(2,061)	(5,093)	(115)
PROFIT AFTER TAXATION		15,389	9,187	28,591	3,187
ATTRIBUTABLE TO: Equity holders of the Company		15,389	9,187	28,591	3,187
EARNINGS PER SHARE					
- Basic	35	25.95 sen	15.43 sen		
- Diluted	35	Not applicable	Not applicable		

The annexed notes form an integral part of these financial statements.

Statements Of Changes In Equity

For The Financial Year Ended 30 April 2010

	ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY				DISTRIBUTABLE		
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	TREASURY SHARES RM'000	REVALUATION RESERVE RM'000	EXCHANGE TRANSLATION RESERVE RM'000	RETAINED PROFITS RM'000	TOTAL EQUITY RM'000
THE GROUP							
Balance at 1.5.2008	60,024	6,248	(299)	4,712	(8)	32,404	103,081
Prior year adjustment	-	-	-	293	-	-	293
Balance at 1.5.2008 (restated)	60,024	6,248	(299)	5,005	(8)	32,404	103,374
Treasury shares acquired	-	-	(210)	-	-	-	(210)
Currency translation difference *	-	-	-	-	234	-	234
Profit after taxation for the financial year	-	-	-	-	-	9,187	9,187
Revaluation reserve *	-	-	-	4,806	-	-	4,806
Dividend	-	-	-	-	-	(2,003)	(2,003)
Balance at 30.4.2009	60,024	6,248	(509)	9,811	226	39,588	115,388
Balance at 1.5.2009	60,024	6,248	(509)	9,811	226	39,588	115,388
Treasury shares acquired	-	-	(120)	-	-	-	(120)
Currency translation difference *	-	-	-	-	(250)	-	(250)
Profit after taxation for the financial year	-	-	-	-	-	15,389	15,389
Revaluation reserve *	-	-	-	1,461	-	-	1,461
Dividend	-	-	-	-	-	(2,223)	(2,223)
Balance at 30.4.2010	60,024	6,248	(629)	11,272	(24)	52,754	129,645

* - represents income or expenses recognised directly in equity.

The annexed notes form an integral part of these financial statements.

Statements Of Changes In Equity (cont'd)
For The Financial Year Ended 30 April 2010

ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY						
← NON-DISTRIBUTABLE →						
DISTRIBUTABLE						
THE COMPANY	NOTE	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	TREASURY SHARES RM'000	RETAINED PROFITS RM'000	TOTAL RM'000
Balance at 1.5.2008		60,024	6,248	(299)	656	66,629
Treasury shares acquired		-	-	(210)	-	(210)
Profit after taxation for the financial year		-	-	-	3,187	3,187
Dividend	36	-	-	-	(2,003)	(2,003)
Balance at 30.4.2009/1.5.2009		60,024	6,248	(509)	1,840	67,603
Treasury shares acquired		-	-	(120)	-	(120)
Profit after taxation for the financial year		-	-	-	28,591	28,591
Dividend	36	-	-	-	(2,223)	(2,223)
Balance at 30.4.2010		60,024	6,248	(629)	28,208	93,851

The annexed notes form an integral part of these financial statements.

Cash Flow Statements

For The Financial Year Ended 30 April 2010

	THE GROUP		THE COMPANY		
	NOTE	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES					
Profit before taxation		20,929	11,248	33,684	3,302
Adjustments for:-					
Allowance for diminution in value of investment in quoted shares		-	1,055	-	872
Net allowance for doubtful debts		100	29	-	-
Net allowance for slow-moving inventories		-	50	-	-
Amortisation of prepaid lease payments		367	360	-	-
Bad debts written off		23	29	-	-
Depreciation of property, plant and equipment		4,224	3,535	-	-
Impairment loss on trust fund		1,100	-	1,100	-
Impairment loss on property, plant and equipment		-	234	-	-
Interest expense		211	228	158	4
Loss on disposal of subsidiaries		-	1	-	396
Loss on foreign exchange - unrealised		758	-	-	-
Dividend income		(419)	(626)	(33,749)	(4,301)
Gain on disposal of quoted shares		(222)	-	(5)	-
Gain on disposal of property, plant and equipment		(84)	(22)	-	-
Gain on dividend share allotment		-	(88)	-	-
Interest income		(206)	(569)	(250)	(408)
Write back of diminution in value of investment in quoted shares		(1,000)	-	(700)	-
Operating profit/(loss) before working capital changes		25,781	15,464	238	(135)
(Increase)/Decrease in inventories		(3,403)	2,089	-	-
(Increase)/Decrease in trade and other receivables		(3,826)	2,921	50	(56)
(Decrease)/Increase in trade and other payables		(1,052)	(2,668)	118	18
CASH FLOWS FROM/(FOR) OPERATIONS		17,500	17,806	406	(173)
BALANCE CARRIED FORWARD		17,500	17,806	406	(173)

The annexed notes form an integral part of these financial statements.

Cash Flow Statements (cont'd)
For The Financial Year Ended 30 April 2010

	NOTE	THE GROUP		THE COMPANY	
		2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
BALANCE BROUGHT FORWARD		17,500	17,806	406	(173)
Income tax paid		(5,815)	(2,315)	(5,098)	(136)
Interest paid		(211)	(228)	(158)	(4)
NET CASH FROM/(FOR) OPERATING ACTIVITIES		11,474	15,263	(4,850)	(313)
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES					
Dividend received		419	493	33,749	4,272
Interest received		206	569	250	407
Net cash outflow from acquisition of a subsidiary	37	(31,990)	-	(40,358)	-
Proceeds from disposal of equipment		84	39	-	-
Proceeds from disposal of quoted shares		2,509	-	295	-
Proceeds from disposal of subsidiaries		-	3	-	3
Purchase of investments		-	(280)	-	(51)
Purchase of property, plant and equipment		(1,252)	(771)	-	-
NET CASH (FOR)/FROM INVESTING ACTIVITIES		(30,024)	53	(6,064)	4,631
BALANCE CARRIED FORWARD		(18,550)	15,316	(10,914)	4,318

The annexed notes form an integral part of these financial statements.

Cash Flow Statements (cont'd)
 For The Financial Year Ended 30 April 2010

	NOTE	THE GROUP		THE COMPANY	
		2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
BALANCE BROUGHT FORWARD		(18,550)	15,316	(10,914)	4,318
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES					
Dividend paid		(2,223)	(2,003)	(2,223)	(2,003)
Purchase of treasury shares		(120)	(210)	(120)	(210)
Repayment of hire purchase obligations		(5)	(26)	-	-
Repayment of term loans (Repayment to)/Advances from subsidiaries		-	(4,388)	-	-
		-	-	(2,018)	3,926
NET CASH (FOR)/FROM FINANCING ACTIVITIES		(2,348)	(6,627)	(4,361)	1,713
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(20,898)	8,689	(15,275)	6,031
Effect of exchange rate differences		(3)	(1)	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		29,950	21,262	15,561	9,530
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	38	9,049	29,950	286	15,561

The annexed notes form an integral part of these financial statements.

Notes To The Financial Statements

For The Financial Year Ended 30 April 2010

1. GENERAL INFORMATION

The Company is a public company limited by shares and is incorporated under the Companies Act 1965 in Malaysia. The domicile of the Company is Malaysia. The registered office and principal place of business are as follows:-

Registered office : Unit 621, 6th Floor, Block A,
Kelana Centre Point,
No. 3, Jalan SS7/19, Kelana Jaya,
47301 Petaling Jaya,
Selangor Darul Ehsan.

Principal place of business : No. 18, Jalan 6/89B,
Kawasan Perindustrian Trisegi,
Off Jalan Sungai Besi,
57100 Kuala Lumpur.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 26 August 2010.

2. PRINCIPAL ACTIVITIES

The Company is principally engaged in the businesses of investment holding and provision of management services. The principal activities of the subsidiaries are set out in Note 6 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

3. FINANCIAL RISK MANAGEMENT POLICIES

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's business whilst managing its liquidity, credit, interest rate, price and foreign currency risk. The Group operates within clearly defined guidelines that are approved by the Board and the Group's policy is not to engage in speculative transactions.

(a) Liquidity Risk

The Group practises prudent liquidity risk management to minimise the mismatch between financial assets and liabilities and to maintain a sufficient level of cash or cash equivalents to meet its working capital requirements.

(b) Credit Risk

Management has a credit policy in place and exposure to credit risk is monitored on an ongoing basis. Credit risk, or the risk of counterparties defaulting, are controlled by the application of credit approvals, limits and monitoring procedures. Credit risks are minimised and monitored by limiting the Group's association with business partners with high creditworthiness. Trade receivables are monitored on an ongoing basis via Group management reporting procedures.

The Group does not have any significant exposure to any individual customer or counterparty nor does it have any major concentration of credit risk related to any financial instruments.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

3. FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(c) Interest Rate Risk

The Group's income and operating cash flows are largely independent of changes in market interest rates due to the minimal exposure to interest rate risk. Interest rate exposure arises from the Group's short-term borrowings and deposits, and is managed through effective negotiation with financial institutions for best available rates.

Surplus and unutilised funds are placed with reputable banks and financial institutions at the most favourable interest rates.

(d) Price Risk

The Group's principal exposure to price risk arises mainly from changes in quoted securities prices. Price risk is monitored closely and managed to an acceptable level.

(e) Foreign Currency Risk

The Group is exposed to foreign currency risk as a result of its normal trading activities and advances to overseas subsidiaries, AL Resources Pte. Ltd. and Cleanway Disposal Services Pte. Ltd. which operate in Singapore where the functional currency differs from the local currency, Ringgit Malaysia ("RM").

There is no formal hedging policy with respect to foreign exchange exposures. Exposures to currency risk are monitored on an ongoing basis and the Group endeavours to keep the net exposures at an acceptable level. When considered necessary, the Group uses forward exchange to hedge its foreign currency risk.

4. BASIS OF PREPARATION

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Financial Reporting Standards ("FRS") and the Companies Act 1965 in Malaysia.

- (a) During the current financial year, the Group has not adopted any new accounting standards and interpretations (including the consequential amendments).

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

4. BASIS OF PREPARATION (CONT'D)

- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
Revised FRS 1 (2010) First-time Adoption of Financial Reporting Standards	1 July 2010
Revised FRS 3 (2010) Business Combinations	1 July 2010
FRS 4 Insurance Contracts	1 January 2010
FRS 7 Financial Instruments: Disclosures	1 January 2010
FRS 8 Operating Segments	1 July 2009
Revised FRS 101 (2009) Presentation of Financial Statements	1 January 2010
Revised FRS 123 (2009) Borrowing Costs	1 January 2010
Revised FRS 127 (2010) Consolidated and Separate Financial Statements	1 July 2010
Revised FRS 139 (2010) Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 1 and FRS 127: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1: Additional Exemptions for First-time Adopters	1 January 2011
Amendments to FRS 2: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 2: Scope of FRS 2 and Revised FRS 3 (2010)	1 July 2010
Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions	1 January 2011

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

4. BASIS OF PREPARATION (CONT'D)

FRSs and IC Interpretations (including the Consequential Amendments) (Cont'd)	Effective date
Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary	1 July 2010
Amendments to FRS 7, FRS 139 and IC Interpretation 9	1 January 2010
Amendments to FRS 7: Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 101 and FRS 132: Puttable Financial Instruments and Obligations Arising on Liquidation	1 January 2010
Amendments to FRS 132: Classification of Rights Issues and the Transitional Provision in Relation to Compound Instruments	1 January 2010/ 1 March 2010
Amendments to FRS 138: Consequential Amendments Arising from Revised FRS 3 (2010)	1 July 2010
IC Interpretation 4 Determining Whether An Arrangement Contains a Lease	1 January 2011
IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10 Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 12 Service Concession Arrangements	1 July 2010
IC Interpretation 13 Customer Loyalty Programmes	1 January 2010
IC Interpretation 14: FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
IC Interpretation 15 Agreements for the Construction of Real Estate	1 July 2010

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

4. BASIS OF PREPARATION (CONT'D)

FRSs and IC Interpretations (including the Consequential Amendments) (Cont'd)	Effective date
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17 Distributions of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18 Transfers of Assets from Customers	1 January 2011
Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and Revised FRS 3 (2010)	1 July 2010
Annual Improvements to FRSs (2009)	1 January 2010

The above accounting standards and interpretations (including the consequential amendments) are not relevant to the Group's operations except as follows:

The revised FRS 3 (2010) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. In addition, all transaction costs, other than share and debt issue costs, will be expensed as incurred. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.

The possible impacts of FRS 7 (including the subsequent amendments) and the revised FRS 139 (2010) on the financial statements upon their initial applications are not disclosed by virtue of the exemptions given in these standards.

Notes To The Financial Statements (cont'd)

For The Financial Year Ended 30 April 2010

4. BASIS OF PREPARATION (CONT'D)

FRS 8 replaces FRS 114₂₀₀₄ Segment Reporting and requires a “management approach”, under which segment information is presented on the same basis as that used for internal reporting purposes. The adoption of this standard only impacts the form and content of disclosures presented in the financial statements of the Group. This FRS is expected to have no material impact on the financial statements of the Group upon its initial application.

The revised FRS 101 (2009) has introduced terminology changes (including revised titles for the financial statements) and changes in the format and content of the financial statements. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. The adoption of this revised standard will only impact the form and content of the presentation of the Group's financial statements in the next financial year.

The revised FRS 127 (2010) requires accounting for changes in ownership interests by the group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When the group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The revised standard also requires all losses attributable to the minority interest to be absorbed by the minority interest instead of by the parent. The Group will apply the major changes of the revised FRS 127 (2010) prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.

Amendments to FRS 1 and FRS 127 remove the definition of ‘cost method’ currently set out in FRS 127, and instead require an investor to recognise all dividend from subsidiaries, jointly controlled entities or associates as income in its separate financial statements. In addition, FRS 127 has also been amended to deal with situations where a parent reorganises its group by establishing a new entity as its new parent. Under this circumstance, the new parent shall measure the cost of its investment in the original parent at the carrying amount of its share of the equity items shown in the separate financial statements of the original parent at the reorganisation date. The amendments will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Company for the current financial year but may impact the accounting for future transactions or arrangements.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

4. BASIS OF PREPARATION (CONT'D)

Amendments to FRS 138 clarify the requirements under the revised FRS 3 (2010) regarding accounting for intangible assets acquired in a business combination. These amendments are expected to have no material impact on the financial statements of the Group upon their initial application.

IC Interpretation 4 aims to provide guidance for determining whether certain arrangements are, or contain, leases that should be accounted for in accordance with FRS 117; it does not provide guidance whether such a lease should be classified as a finance lease or an operating lease. It clarifies that an arrangement, although does not take the legal form of a lease, is a lease when the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset. This interpretation is expected to have no material impact on the financial statements of the Group upon its initial application.

IC Interpretation 9 requires embedded derivatives to be separated from the host contract and accounted for as a derivative on the basis of the conditions that existed at the later of the date the entity first became a party to the contract. The possible impacts of IC Interpretation 9 on the financial statements upon its initial application are not disclosed by virtue of the exemptions given under the revised FRS 139 (2010).

IC Interpretation 10 prohibits the impairment losses recognised in an interim period on goodwill, investments in equity instruments and financial assets carried at cost to be reversed at a subsequent balance sheet date. This interpretation is expected to have no material impact on the financial statements of the Group upon its initial application.

Amendments to IC Interpretation 9 are a consequential amendment from the revised FRS 3 (2010). These amendments are expected to have no material impact on the financial statements of the Group upon its initial application.

Annual Improvements to FRSs (2009) contain amendments to 21 accounting standards that result in accounting changes for presentation, recognition or measurement purposes and terminology or editorial amendments. These amendments are expected to have no material impact on the financial statements of the Group upon their initial application except for leasehold land where in substance a finance lease will be reclassified from 'prepaid lease payments' to 'property, plant and equipment' and measured as such retrospectively.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to the periods presented in these financial statements, have been applied consistently by Group entities, unless otherwise stated.

(a) Basis of Consolidation

(i) Subsidiaries

Subsidiaries are entities, including unincorporated entities, controlled by the Group. Control exists when the Group has ability to exercise its power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. Subsidiaries are consolidated using the purchase method of accounting except for business combination involving entities under common control and business combination prior to 1 January 2006 which are accounted for using the pooling-of-interests method of accounting.

Under the purchase method of accounting, the financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Under the pooling-of-interest method of accounting, the results of entities or businesses under common control are accounted for as if the acquisition had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established. The assets and liabilities acquired were recognised at the carrying amount recognised previously in the Group's controlling shareholder's consolidated financial statements. The difference between the cost of acquisition and the nominal value of the shares acquired together with the share premium are taken to merger reserve (or adjusted against any suitable reserve in the case of debit differences). The other components of equity of the acquired entities are added to the same components within Group entity.

Investment in subsidiaries are stated in the Company's balance sheet at cost less impairment losses, unless the investment is classified as held for sale (or included in a disposal group that is classified as held for sale).

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(a) Basis of Consolidation (Cont'd)

(ii) Associates

Associates are entities, including unincorporated entities, in which the Group has significant influence, but not control, over the financial and operating policies.

Associates are accounted for in the consolidated financial statements using the equity method unless it is classified as held for sale (or included in a disposal group that is classified as held for sale). The consolidated financial statements include the Group's share of the profit or loss of the equity accounted associates, after adjustments, if any, to align the accounting policies with those of the Group, from that date that significant influence commences until the date significant influence ceases.

When the Group's share of losses exceeds its interest in an equity accounted associate, the carrying amount of that interest (including any long-term investments) is reduced to Nil and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee.

Investment in associates are stated in the Company's balance sheet at cost less impairment losses, unless the investment is classified as held for sale (or included in a disposal group that is classified as held for sale).

(iii) Minority Interests

Minority interests at the balance sheet date, being the portion of the net identified assets (excluding goodwill) of subsidiaries attributable to equity interests that are not owned by the Company, whether directly or indirectly through subsidiaries, are presented in the consolidated balance sheet and statement of changes in equity within equity, separately from equity attributable to the equity shareholders of the Company. Minority interests in the result of the Group are presented on the face of the consolidated income statement as an allocation of the total profit or loss for the year between minority interests and the equity shareholders of the Company.

Where the losses applicable to the minority exceed the minority's interest in the equity of a subsidiary, the excess, and any further losses applicable to the minority, are charged against the Group's interest except to the extent that the minority has a binding obligation to, and is able to, make additional investment to cover losses. If the subsidiary subsequently reports profits, the Group's interest is allocated with all such profits until the minority's share of losses previously absorbed by the Group has been recovered.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(a) Basis of Consolidation (Cont'd)

(iv) Transactions Eliminated on Consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Unrealised gains arising from transactions with the equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee.

Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Foreign Currency

(i) Foreign Currency Transactions

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transaction.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to Ringgit Malaysia at the exchange rate ruling at that date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates at that dates of the transactions except for those that are measured at fair value, which are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Foreign currency differences arising on retranslation are recognised in the income statement.

(ii) Net Investment in Foreign Operations

Exchange differences arising from monetary items that in substance form part of the Company's net investment in foreign operations, are recognised in the Company's income statement. Such exchange differences are reclassified to equity in the consolidated financial statements. Deferred exchange differences are recognised in the consolidated income statement upon disposal of the net investment.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) Foreign Currency (Cont'd)

(iii) Operations Denominated in Functional Currencies other than Ringgit Malaysia ("RM")

The assets and liabilities of operations in functional currencies other than RM, including goodwill and fair value adjustments arising an acquisition, are translated to RM at exchange rates at the balance sheet date. The income and expenses of foreign operations are translated to RM at average exchange rates for the year.

Foreign currency differences are recognised in the translation reserve. On disposal, accumulated translation differences are recognised in the consolidated income statement as part of the gain or loss on sale.

The closing rates used in the translation of foreign currency monetary assets and liabilities of foreign operations are as follows:

	2010	2009
	RM	RM
1 SGD:	2.330	2.412

(c) Property, Plant and Equipment

(i) Recognition and Measurement

Property, Plant and Equipment under the Revaluation Model

Items of property, plant and equipment are stated at cost/valuation less accumulated depreciation and impairment losses.

The Group revalues its property comprising land and building every 5 years and at shorter intervals whenever the fair value of the revalued assets is expected to differ materially from their carrying value.

Surpluses arising from revaluation are dealt with in the property revaluation reserve account. Any deficit arising is offset against the revaluation reserve to the extent of a previous increase for the same property. In all other cases, a decrease in carrying amount is charged to the income statement.

Cost includes expenditure that are directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the asset to working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. The cost of self-constructed assets includes the costs of materials and direct labour. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Property, Plant and Equipment (Cont'd)

(i) Recognition and Measurement (Cont'd)

Property, Plant and Equipment under the Revaluation Model (Cont'd)

The cost of property, plant and equipment recognised as a result of a business combination is based on fair value at acquisition date. The fair value of property is the estimated amount for which property could be exchanged on the date of valuation between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion.

Where significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gain and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognised net with "other operating income" or "other operating expenses" respectively in the income statements. When revalued assets are sold, the amounts included in the revaluation surplus reserve are transferred to retained earnings.

(ii) Subsequent Costs

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of the property, plant and equipment are recognised in the income statement as incurred.

(iii) Depreciation

Depreciation is recognised in the income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Group will obtain ownership by the end of the lease term. Freehold land is not depreciated.

The estimated useful lives for the current and comparative periods are as follows:

Buildings	20 - 50 years
Plant and machinery	5 - 10 years
Renovation	5 - 10 years
Office equipment	5 years
Furniture and fittings	5 - 10 years
Laboratory equipment	5 - 10 years
Motor vehicles	4 - 5 years

The depreciable amount is determined after deducting residual value.

Depreciation methods, useful lives and residual values are reassessed at the balance sheet date.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Lease Assets

(i) Finance Lease

Leases in terms of which the Group assumes substantially all the risks and rewards of ownership are classified as finance lease. Upon initial recognition the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to the initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

Minimum lease payment made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The financing cost is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability. Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

(ii) Operating Lease

Leases, where the Group does not assume substantially all the risks and rewards of ownership are classified as operating lease and, except for property interest held under operating lease, the leased assets are not recognised on the Group's balance sheet.

Leasehold land that normally has an indefinite economic life and title is not expected to pass to the lessee by the end of the lease term is treated as an operating lease. The payment made on entering into or acquiring leasehold land is accounted for as prepaid lease payments.

Certain leasehold land were revalued on 28 February 2003 and the Group has retained the unamortised revalued amount as the surrogate carrying amount of prepaid lease payments in accordance with the transitional provision in FRS 117.67A when it first adopted FRS 117, Leases in 2008.

Payments made under operating leases are recognised in the income statements on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Intangible Assets

(i) Goodwill

Goodwill arises from business combinations and is measured at cost less any accumulated impairment losses.

For acquisitions prior to 1 January 2006, goodwill represents the excess of the cost of the acquisition over the Group's interest in the fair values of the net identifiable assets and liabilities.

With the adoption of FRS 3 beginning 1 January 2006, goodwill represents the excess of the cost of the acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquiree.

Any excess of the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the cost of acquisition is recognised immediately in the income statement.

(ii) Amortisation

Goodwill with indefinite useful lives is tested for impairment annually and whenever there is an indication that they may be impaired.

(f) Investments in Quoted Shares

Investments in quoted shares are recognised initially at fair value plus attributable transaction costs.

Subsequent to initial recognition:

- Investments in non-current quoted shares other than investments in subsidiaries and associates, are stated at cost less allowance for diminution in value.
- All current investments are carried at the lower of cost and market value, determined on an individual investment basis by the category of investments.

Where in the opinion of the Directors, there is a decline other than temporary in the value of non-current quoted shares other than investment in subsidiaries and associates, an allowance for diminution in value is recognised as an expense in the financial year in which the decline is identified. As at 30 April 2010, no allowance for diminution in value was recognised in the balance sheet as the Directors of the Company are of the view that the shortfall between fair values of the investments in quoted shares and their carrying values is temporary in nature.

On the disposal of an investment, the difference between net disposal proceeds and its carrying amount is recognised in the income statement.

All investments in quoted shares are accounted for using settlement date accounting. Settlement date accounting refers to:

- a) the recognition of an asset on the day it is received by the entity; and
- b) the derecognition on an asset and recognition of any gain or loss on disposal on the date it is delivered.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. In the case of finished goods, cost includes an appropriate share of production overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

The fair value of inventories acquired in a business combination is determined based on its estimated selling price in the ordinary course of business less estimated costs of completion and sale, and a reasonable profit margin based on the effort required to complete and sell the inventories.

(h) Receivables

Receivables are initially recognised at their cost when the contractual right to receive cash or another financial asset from another entity is established.

Subsequent to initial recognition, receivables are stated at cost less allowance for doubtful debts.

Receivables are not held for the purpose of trading.

(i) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, balances and deposits with banks, deposits pledged with financial institutions and highly liquid investments which have an insignificant risk of changes in value. For the purpose of the cash flow statement, cash and cash equivalents are presented net of bank overdraft.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Impairment of Assets

The carrying amounts of assets except for inventories and deferred tax assets and financial assets (other than investment in subsidiaries and associates) are reviewed at each reporting date to determine whether this is any indication of impairment.

If any such indication exists then the asset's recoverable amount is estimated. For goodwill that has indefinite useful lives, recoverable amount is estimated at each reporting date.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets ("the cash-generating unit"). The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to cash-generating units that are expected to benefit from the synergies of the combination.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount unless the asset is carried at a revalued amount, in which case the impairment loss is recognised directly against any revaluation surplus for the asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same asset. Impairment losses are recognised in the income statements. Impairment losses recognised in respects of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (groups of units) on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other asset, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss has been recognised. Reversals of impairment losses are credited to the income statements in the year in which the reversals are recognised, unless it reverses an impairment loss on a revalued asset, in which case it is credited directly to revaluation surplus. Where an impairment loss on the same revalued asset was previously recognised in the income statements, a reversal of that impairment loss is also recognised in the income statements.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(k) Share Capital

(i) Share Issue Expenses

Incremental costs directly attributable to issue shares and share options classified as equity are recognised as a deduction from equity.

(ii) Purchase of Own Shares

When the shares of the Company are purchased through the share buy-back scheme, the amount of the consideration paid, including directly attributable costs, is recognised as a deduction from equity and is not re-valued for subsequent changes in the fair value or market price of shares. Shares purchased that are not subsequently cancelled are classified as treasury shares and are presented as a deduction from total equity.

Where treasury shares are distributed as shares dividends, the cost of the treasury shares is applied in the reduction of the share premium account or distributable reserves, or both.

Where treasury shares are reissued by a sale in the open market, the difference between the sales consideration net of directly attributable costs and the carrying amount of the treasury shares is recognised in equity.

(l) Loans and Borrowings

Loans and borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the income statements over the period of the loans and borrowings using the effective interest method.

(m) Employee Benefits

Short-Term Employee Benefits

Short-term employee benefit obligations in respect of salaries, annual bonuses, paid annual leave and sick leave are measured on an undiscounted basis and are expensed as the related services is provided.

A provision is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

The Company's contribution to the statutory pension funds are charged to the income statements in the year to which they relate. Once the contributions have been paid, the Group has no further payment obligations.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(n) Provisions

A provision is recognised if, as a result of past events, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

(o) Contingent Liabilities

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of an outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events are also disclosed as contingent liabilities unless the probability of an outflow of economics benefit is remote.

Where there Company enters into financial guarantee contracts to guarantee the indebtedness of other companies within its group, the Company considers these to be insurance arrangements, and account from them as such. In this respect, the Company treats the guarantee contract as a contingent liability until such time as it becomes probable that the Company will be required to make a payment under the guarantee.

(p) Payables

Payables are measured initially and subsequently at cost. Payables are recognised when there is a contractual obligation to deliver cash or another financial asset to another entity.

(q) Revenue Recognition

(i) Services

Revenue from services rendered is accounted for in the income statements in proportion to the stage of completion of the transaction at the balance sheet date. The stage of completion is assessed by reference to surveys of work performed.

(ii) Goods Sold

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. Revenue is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(q) Revenue Recognition (Cont'd)

(iii) Dividend Income

Dividend income is recognised when the right to receive payment is established.

(iv) Management Fees and Rental Income

Management fees and rental income are recognised on an accrual basis.

(r) Interest Income and Borrowing Costs

Interest income is recognised in the income statement as it accrues, using the effective interest method.

All borrowing costs are recognised in the income statement using the effective interest method, in the period in which they are incurred.

(s) Income Tax Expense

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting profit nor taxable profit (tax loss). Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax liability is recognised for all taxable differences.

A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which temporary difference can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Additional taxes that arise from the distribution of dividends are recognised at the same time as the liability to pay the related dividend is recognised.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

5. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(t) Earnings per Share

The Group presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

(u) Segment Reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

(v) Related Parties

A party related to an entity if:-

- (i) directly, or indirectly through one or more intermediaries, the party:-
 - controls, is controlled by, or is under common control with, the entity (this includes parents, subsidiaries and fellow subsidiaries);
 - has an interest in the entity that gives it significant influence over the entity; or
 - has joint control over the entity;
- (ii) the party is an associate of the entity;
- (iii) the party is a joint venture in which the entity is the venturer;
- (iv) the party is a member of the key management personnel of the entity or its parent;
- (v) the party is a close member of the family of any individual referred to in (i) or (iv);
- (vi) the party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or
- (vii) the party is a post-employment benefit plan for the benefit of employees of the entity, or of any entity that is a related party of the entity.

Close members of the family of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the entity.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

6. INVESTMENT IN SUBSIDIARIES

	THE COMPANY	
	2010 RM'000	2009 RM'000
Unquoted shares, at cost	53,735	53,735
Acquisition of a subsidiary during the financial year (Note 37)	40,358	-
Less : Impairment loss of subsidiaries	(219)	(219)
	93,874	53,516

Details of the subsidiaries are as follows:

Name of Company	Country of incorporation	EFFECTIVE EQUITY INTEREST		Principal activities
		2010 %	2009 %	
The Analytical Laboratories (Malaysia) Sdn. Bhd.	Malaysia	100	100	Investment holding, industrial consultancy and analytical chemists.
Masmeru Sdn. Bhd.	Malaysia	100	100	Property letting and trading in equity securities.
K & L Chemicals Sdn. Bhd.	Malaysia	100	100	Investment holding and trading of industrial chemicals.
Centralised Waste Treatment Plant Sdn. Bhd.	Malaysia	100	100	Collection, treatment, recovery and recycling of industrial waste and sale of recycled products.
M-Field Sdn. Bhd	Malaysia	100	100	Property letting and investment holding.
Analabs Biotech Sdn. Bhd.	Malaysia	100	100	Property investment and letting.
Resources Conservation Sdn. Bhd.	Malaysia	100	100	Collection, treatment, recovery and recycling of industrial waste and sale of recycled products.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

6. INVESTMENT IN SUBSIDIARIES (CONT'D)

Name of Company	Country of incorporation	EFFECTIVE EQUITY INTEREST		Principal activities
		2010 %	2009 %	
Inagro Sdn. Bhd.	Malaysia	100	100	Formulation and repackaging of agriculture chemical products and the provision of storage handling services for these products.
Syntax System Solutions Sdn. Bhd.	Malaysia	100	100	Collection, treatment, recovery of industrial waste and sale of recycled products.
Striketech Sdn. Bhd.	Malaysia	100	100	Culture and sale of prawn, and collection, treatment, recovery and recycling of organic waste.
QSP Chemie (M) Sdn. Bhd.	Malaysia	100	100	Trading in industrial chemical and its related products.
AL Resources Pte. Ltd. *	Singapore	99.99	99.99	Manufacture and trading in paint and its related products.
Global Pacific Petroleum Sdn. Bhd.	Malaysia	100	100	Manufacturing and trading in lubricant products.
Cleanway Disposal Services Pte. Ltd. *	Singapore	100	100	Providing containerised waste disposal services.
Hsyper Manufacturing (M) Sdn. Bhd. #	Malaysia	100	100	Dormant.
Coveright Surfaces Malaysia Sdn. Bhd.	Malaysia	100	-	Manufacturing and selling resin impregnated papers.

* - Not audited by Messrs. Crowe Horwath.

- Held through Global Pacific Petroleum Sdn. Bhd.

Notes To The Financial Statements (cont'd)
 For The Financial Year Ended 30 April 2010

7. INVESTMENT IN AN ASSOCIATE

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Unquoted shares, at cost	#	#	#	#
Less : Impairment loss	-	-	(#)	(#)
	#	#	-	-
Share of post-acquisition losses	(#)	(#)	-	-
	-	-	-	-

- RM40.

Details of the associate are as follows:-

Name of Company	Country of Incorporation	EFFECTIVE EQUITY INTEREST		Principal Activity
		2010 %	2009 %	
Titan Crest Sdn Bhd	Malaysia	40	40	Dormant

The Group's share of the associate's current year financial results has not been disclosed as the information is not readily available to the management. The associate has been dormant throughout the year.

Equity accounting ceased with effect from financial year ended 30 April 2004 when the Group's share of cumulative losses in the associate exceeded the carrying amount of its investment in the associate.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

8. PROPERTY, PLANT AND EQUIPMENT

NET BOOK VALUE	AT 1.5.2009		REVALUATION		ADDITIONS		ACQUISITION OF A SUBSIDIARY		WRITE-OFF		DEPRECIATION CHARGE		TRANSLATION DIFFERENCE		AT 30.4.2010	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land	16,130	-	-	-	-	6,470	-	-	-	-	-	-	-	-	-	22,600
Buildings	24,829	1,491	-	1,491	-	6,180	-	-	-	(973)	-	(152)	-	-	-	31,375
Plant and machinery	2,672	-	158	-	158	8,762	-	-	-	(2,308)	-	(2)	-	-	-	9,282
Renovation	108	-	-	-	-	-	-	-	-	(24)	-	-	-	-	-	84
Office equipment	213	-	215	-	215	77	(2)	-	-	(185)	-	-	-	-	-	318
Furniture and fittings	17	-	-	-	-	63	-	-	-	(17)	-	-	-	-	-	63
Laboratory equipment	210	-	195	-	195	-	-	-	-	(110)	-	(2)	-	-	-	293
Motor vehicles	1,605	-	684	-	684	167	-	-	-	(607)	-	(32)	-	-	-	1,817
	45,784	1,491	1,252	1,491	1,252	21,719	(2)	-	-	(4,224)	-	(188)	-	-	-	65,832

NET BOOK VALUE	AT 1.5.2008		REVALUATION		ADDITIONS		TRANSFER		RECLASSIFICATION		IMPAIRMENT		DISPOSALS		DEPRECIATION CHARGE		TRANSLATION DIFFERENCE		AT 30.4.2009	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land	11,416	4,714	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,130
Buildings	23,803	1,566	-	-	-	286	-	(234)	-	-	(781)	-	-	-	-	189	-	-	-	24,829
Plant and machinery	3,878	-	611	-	611	-	(5)	-	-	-	(6)	-	-	-	(1,806)	-	-	-	-	2,672
Renovation	135	-	-	-	-	-	-	-	-	-	-	-	-	-	(27)	-	-	-	-	108
Office equipment	399	-	22	-	22	-	5	-	-	-	-	-	-	-	(214)	-	-	-	-	213
Furniture and fittings	32	-	-	-	-	-	-	-	-	-	-	-	-	-	(15)	-	-	-	-	17
Laboratory equipment	335	-	22	-	22	-	-	-	-	-	-	-	-	-	(154)	-	-	-	-	210
Motor vehicles	1,979	-	116	-	116	-	-	-	-	-	(11)	-	-	-	(538)	-	-	-	-	1,605
	41,977	6,280	771	6,280	771	286	-	(234)	-	(17)	(3,535)	-	-	-	256	-	-	-	-	45,784

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

8. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

THE GROUP	AT COST RM'000	AT VALUATION RM'000	ACCUMULATED DEPRECIATION RM'000	NET BOOK VALUE RM'000
AT 30.4.2010				
Freehold land	-	22,600	-	22,600
Buildings	-	32,800	(1,425)	31,375
Plant and machinery	86,210	-	(76,928)	9,282
Renovation	300	-	(216)	84
Office equipment	4,343	-	(4,025)	318
Furniture and fittings	784	-	(721)	63
Laboratory equipment	5,097	-	(4,804)	293
Motor vehicles	11,204	-	(9,387)	1,817
	107,938	55,400	(97,506)	65,832
AT 30.4.2009				
Freehold land	-	16,130	-	16,130
Buildings	-	25,628	(799)	24,829
Plant and machinery	48,634	-	(45,962)	2,672
Renovation	300	-	(192)	108
Office equipment	2,084	-	(1,871)	213
Furniture and fittings	315	-	(298)	17
Laboratory equipment	5,424	-	(5,214)	210
Motor vehicles	10,408	-	(8,803)	1,605
	67,165	41,758	(63,139)	45,784

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

8. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Certain buildings of the Group with a net carrying value amounting to RM7,928,000 (2009 - RM6,079,000) are pledged to banks for credit facilities granted to certain subsidiaries.

Had the revalued properties been carried out at cost less accumulated depreciation, net book value of the properties would be as follows:-

	2010 RM'000	2009 RM'000
Freehold land	10,148	8,468
Factory buildings	18,424	18,850
	28,572	27,318

In accordance with the Group's policy, certain land and buildings of the Group were revalued by the Directors on 1 March 2010 based on valuations carried out by Premas Valuers & Property Consultant, an independent firm of professional valuers. This revaluation resulted in a net revaluation surplus of RM998,000 (net of deferred tax of RM493,000).

Included in the property, plant and equipment of the Group is a motor vehicle with a net book value of RM119 (2009 - RM1,605) acquired under hire purchase terms.

9. PREPAID LEASE PAYMENTS

	THE GROUP	
	2010 RM'000	2009 RM'000
Long-term leasehold land, at cost	27,751	24,805
Arising from acquisition of a subsidiary	-	2,946
	27,751	27,751
Less: Accumulated amortisation	(2,596)	(2,229)
	25,155	25,522
Accumulated amortisation:-		
At 1 May	(2,229)	(1,583)
Charge for the financial year	(367)	(360)
Reclassification	-	(286)
At 30 April	(2,596)	(2,229)

Certain land of the Group with a net carrying value amounting to RM1,169,000 (2009- RM3,918,000) are pledged to banks for credit facilities granted to certain subsidiaries.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

10. GOODWILL

	THE GROUP	
	2010 RM'000	2009 RM'000 (Restated)
At 1 May	1,337	1,337
Arising from acquisition of a subsidiary (Note 37)	5,752	-
At 30 April	7,089	1,337

Impairment testing for cash-generating units containing goodwill

For the purpose of impairment testing, goodwill is allocated to the Group's cash generating unit ("CGU") identified according to either the country of the subsidiary's operations or the business segments.

The aggregate carrying amounts of goodwill allocated to each unit are as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000 (Restated)
Sale of resin impregnated papers	5,752	-
Formulation and repackaging of chemicals	65	65
Recovery and sale of recycled products	9	9
Culture and sale of prawns	2	2
Investment holding	412	412
Manufacturing and trading of lubricants	579	579
Containerised waste disposal services	270	270
	7,089	1,337

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

10. GOODWILL (CONT'D)

Impairment testing for cash-generating units containing goodwill (Cont'd)

The recoverable amount of the CGU was based on value-in-use calculations.

These calculations use pre-tax cash flow projections for five years which are approved by management.

The value-in-use was determined by discounting the future cash flow generated from the continuing use of the unit and was based on the following key assumptions:

	GROWTH RATE		DISCOUNT RATE	
	2010	2009	2010	2009
Sale of resin impregnated papers	10%	-	12%	-
Others	4% to 7%	4% to 7%	12%	20%

(a) Growth rate The growth rates used are based on the expected projection of the relevant segments.

(b) Discount rate The discount rates used are pre-tax and reflect specific risks relating to the relevant segments.

The value assigned to the key assumptions represent management's assessment of future trends in the manufacturing and selling of resin impregnated papers, waste recycling industry and prawn culturing industry are based on external sources and internal sources (historical data).

Management believes that any reasonably possible change in the key assumption would not cause the carrying amount of the goodwill to exceed the recoverable amount of the CGU.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

11. INVESTMENT IN QUOTED SHARES

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
At cost:-				
Quoted shares in Malaysia	13,234	15,532	5,277	5,567
Quoted shares outside Malaysia	1,310	1,299	271	271
Less: Allowance for diminution in value	-	(1,000)	-	(700)
At 30 April	14,544	15,831	5,548	5,138
Market value:-				
Quoted shares in Malaysia	13,871	11,627	4,706	3,742
Quoted shares outside Malaysia	915	723	211	183
	14,786	12,350	4,917	3,925

12. OTHER INVESTMENT

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Unquoted shares, at cost	2,000	2,000	2,000	2,000
Investment in trust fund, at cost	2,000	2,000	2,000	2,000
Club membership	70	-	-	-
	4,070	4,000	4,000	4,000
Impairment loss on investment:-				
At 1 May	(2,000)	(1,700)	(2,000)	(1,700)
Addition during the financial year	(1,100)	(300)	(1,100)	(300)
At 30 April	(3,100)	(2,000)	(3,100)	(2,000)
	970	2,000	900	2,000

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

13. INVENTORIES

	THE GROUP	
	2010 RM'000	2009 RM'000
At cost:-		
Livestocks	512	134
Raw materials	12,681	170
Packing materials	34	56
Spares	159	-
Finished goods	1,899	177
	15,285	537
At net realisable value:-		
Raw materials	526	-
	15,811	537

14. TRADE RECEIVABLES

	THE GROUP	
	2010 RM'000	2009 RM'000
Trade receivables	25,822	7,357
Less: Allowance for doubtful debts	(809)	(209)
	25,013	7,148
Allowance for doubtful debts:-		
At 1 May	(209)	(2,682)
Addition during the financial year	(100)	(80)
Writeback during the financial year	-	51
Writeoff during the financial year	-	2,502
Arising from acquisition of a subsidiary	(500)	-
At 30 April	(809)	(209)

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

14. TRADE RECEIVABLES (CONT'D)

The Group's normal trade credit terms range from 30 to 90 days. Other credit terms are assessed and approved on a case-by-case basis.

The foreign currency exposure profile of trade receivables is as follows:-

	2010 RM'000	2009 RM'000
United States Dollar	1,864	-
Euro	10,611	-
Singapore Dollar	3,469	2,858
	15,944	2,858

15. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

The foreign currency exposure profile of the other receivables, deposits and prepayments at the balance sheet date was as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Singapore Dollar	381	259

16. FIXED DEPOSITS WITH LICENSED BANKS

Included in the fixed deposits with licensed banks of the Group and of the Company are amounts totalling RM2,039,000 (2009 - RM3,084,000) which have been pledged to licensed banks for banking facilities granted to the Group and the Company.

The effective interest rate per annum of the fixed deposits at the balance sheet date was 2.5% (2009 - 2.5%). The fixed deposits have a maturity period of 12 months (2009 - 12 months).

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

17. CASH AND BANK BALANCES

The foreign currency exposure profile of the cash and bank balances at the balance sheet date was as follows:-

THE GROUP		
	2010 RM'000	2009 RM'000
Singapore Dollar	567	1,928

18. SHARE CAPITAL

THE COMPANY				
	2010 NUMBER OF SHARES '000	2009 NUMBER OF SHARES '000	2010 RM'000	2009 RM'000
ORDINARY SHARES OF RM1 EACH:-				
AUTHORISED	100,000	100,000	100,000	100,000
ISSUED AND FULLY PAID-UP	60,024	60,024	60,024	60,024

19. SHARE PREMIUM

This relates to the premium arising from shares issued and is not distributable by way of cash dividends.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

20. REVALUATION RESERVE

	THE GROUP	
	2010 RM'000	2009 RM'000 (Restated)
At 1 May	9,811	5,005
Addition during the financial year	1,461	4,806
At 30 April	11,272	9,811

This reserve includes the cumulative net change from the revaluation of the freehold land, buildings and leasehold land above their cost, net of deferred tax effects.

21. EXCHANGE TRANSLATION RESERVE

The exchange translation reserve arose from the translation of the financial statements of the foreign subsidiaries and is not distributable by way of dividends.

22. TREASURY SHARES

During the financial year, the Company purchased its issued ordinary shares from the open market under the share buy-back scheme. Details are as follows:-

	No. of Shares	Total Consideration RM'000
Balance at 1 May 2008	410,000	299
Addition during the financial year	260,000	210
Balance at 30 April 2009/1 May 2009	670,000	509
Addition during the financial year	100,000	120
Balance at 30 April 2010	770,000	629

The share buy-back scheme was financed by internally generated funds. The shares purchased were retained as treasury shares in accordance with Section 67A of the Companies Act 1965 in Malaysia and are presented as a deduction from shareholders' equity.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

23. RETAINED PROFITS

Subject to the agreement of the tax authorities, at the balance sheet date, the Company has tax credits under Section 108 of the Income Tax Act, 1967 to frank the payment of dividends of approximately RM5,352,000 (2009 - RM12,020,000) out of its retained profits. The balance of the retained profits, if distributed as dividends, will be taxed at the statutory tax rate.

At the balance sheet date, the Company has not elected for the single tier tax system. When the tax credit balance is fully utilised, or by 31 December 2013 at the latest, the Company will automatically move to the single tier tax system. Under the single tier tax system, tax on the Company's profits is a final tax, and dividends distributed to the shareholders will be exempted from tax.

24. DEFERRED TAX LIABILITIES

	THE GROUP	
	2010 RM'000	2009 RM'000 (Restated)
At 1 May	8,481	7,262
Recognised in income statement (Note 34)	669	(276)
Recognised in equity	-	1,474
Arising from acquisition of a subsidiary (Note 37)	1,732	-
Foreign translation difference	(16)	21
	10,866	8,481

Deferred tax liabilities are attributable to the following items:-

	THE GROUP	
	2010 RM'000	2009 RM'000 (Restated)
Deferred tax liabilities:-		
Temporary differences	3,571	2,129
Revaluation of land and buildings	7,295	6,415
	10,866	8,544
Deferred tax assets:-		
Temporary differences	-	(63)
	10,866	8,481

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

25. HIRE PURCHASE PAYABLE

	THE GROUP	
	2010 RM'000	2009 RM'000
Minimum hire purchase payments:		
- not later than one year	6	7
- later than one year and not later than five years	15	22
Less: Future finance charges	21 (3)	29 (4)
Present value of hire purchase payable	18	25

The net hire purchase payable is repayable as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Current:		
- not later than one year	5	6
Non-current:		
- later than one year and not later than five years	13	19
	18	25

The hire purchase payable bore effective interest rate at 3.5% (2009 - 3.5%) per annum at the balance sheet date.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

26. TRADE PAYABLES

The normal trade credit terms granted to the Group range from 30 to 120 days.

The foreign currency exposure profile of trade payables is as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
United States Dollar	1,999	-
Japanese Yen	101	-
Euro	6,643	-
Singapore Dollar	1,303	956
	10,046	956

27. OTHER PAYABLES

The foreign currency exposure profile of the other payables at the balance sheet date is as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Singapore Dollar	169	156

28. AMOUNT OWING TO SUBSIDIARIES

The amount owing is non-trade in nature, unsecured, interest-free and repayable on demand. The amount owing is to be settled in cash.

The foreign currency exposure profile of the amount owing to the subsidiaries at the balance sheet date is as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Singapore Dollar	471	1,407

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

29. AMOUNT OWING TO DIRECTORS

The amount owing is non-trade in nature, unsecured, interest-free and repayable on demand. The amount owing is to be settled in cash.

30. BANK OVERDRAFT

In the previous financial year, the bank overdraft bore an effective interest rate of 7.76% per annum and was secured by:-

- (i) a legal charge over certain buildings of the subsidiaries;
- (ii) a legal charge over certain prepaid lease payments of the subsidiaries;
- (iii) the fixed deposits pledged with licensed banks of the Group; and
- (iv) a corporate guarantee of the Company.

31. NET ASSETS PER SHARE

The net assets per share is calculated based on the net assets value at the balance sheet date of approximately RM129,645,000 (2009 - RM115,388,000) divided by the number of ordinary shares in issue at the balance sheet date of 59,254,000 (2009 - 59,354,000) excluding treasury shares held by the Company.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

32. REVENUE

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Sale of resin impregnated papers	69,827	-	-	-
Recovery and recycling of industrial waste	26,788	26,210	-	-
Trading of industrial chemicals and related products	4,962	7,821	-	-
Formulation and repackaging of agricultural chemicals	7,405	7,746	-	-
Environmental engineering and testing	158	210	-	-
Storage and handling service charges	1,247	1,412	-	-
Sale of prawns	2,138	10,615	-	-
Rental income	12	11	-	-
Dividend income from:				
- subsidiaries	-	-	33,631	4,179
- quoted shares	419	626	118	122
Management fee from subsidiaries	-	-	768	620
	-	-	-	-
	112,956	54,651	34,517	4,921

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

33. PROFIT BEFORE TAXATION

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit before taxation after charging/(crediting):-				
Audit fee	168	166	33	33
Allowance for diminution in value of investment in quoted shares	-	1,055	-	872
Allowance for:				
- doubtful debts	100	80	-	-
- slow-moving inventories	-	71	-	-
Amortisation of prepaid lease payments	367	360	-	-
Bad debts written off	23	29	-	-
Depreciation of property, plant and equipment	4,224	3,535	-	-
Directors' fee	442	423	104	96
Directors' non-fee emoluments	1,136	441	38	120
Impairment loss on trust fund	1,100	-	1,100	-
Impairment loss on property, plant and equipment	-	234	-	-
Interest expense:				
- bank overdraft	52	12	-	-
- hire purchase	1	1	-	-
- loan	158	215	158	4
Loss on disposal of subsidiaries	-	1	-	396
Property, plant and equipment written off	2	-	-	-
Rental expenses:				
- apartment	30	-	-	-
- factory	5	-	-	-
Staff costs	8,318	6,133	173	214

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

33. PROFIT BEFORE TAXATION (CONT'D)

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit before taxation after charging/(crediting):-				
Dividend income from:				
- quoted shares	(419)	(626)	(118)	(122)
- subsidiaries (unquoted)	-	-	(33,631)	(4,179)
Foreign exchange loss/(gain):				
- realised	125	(2)	(37)	-
- unrealised	758	-	-	-
Gain on disposal of:				
- quoted shares	(222)	-	(5)	-
- property, plant and equipment	(84)	(22)	-	-
Gain on dividend share allotment	-	(88)	-	-
Interest income:				
- fixed deposits	(58)	(569)	(2)	(312)
- others	(148)	-	(248)	(96)
Rental income	(30)	(30)	-	-
Writeback of allowance for:				
- doubtful debts	-	(51)	-	-
- slow-moving inventories	-	(21)	-	-
Writeback of diminution in value of investment in quoted shares	(1,000)	-	(700)	-

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

34. INCOME TAX EXPENSE

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Current tax expense:				
- for the financial year	5,092	2,131	5,037	107
- (over)/underprovision in the previous financial year	(221)	206	56	8
	4,871	2,337	5,093	115
Deferred tax expense (Note 24):				
- for the financial year	669	(443)	-	-
- underprovision in the previous financial year	-	231	-	-
- differential in tax rates	-	(64)	-	-
	669	(276)	-	-
	5,540	2,061	5,093	115

During the current financial year, the statutory tax rate is 25%.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

34. INCOME TAX EXPENSE (CONT'D)

A reconciliation of income tax expense applicable to the profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and the Company is as follows:-

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit before taxation	20,929	11,248	33,684	3,302
Tax at the statutory tax rate of 25%	5,232	2,812	8,421	825
Tax effects of:-				
Non-deductible expenses	1,210	733	73	406
Tax incentive	(183)	(1,115)	-	-
Non-taxable gain	(197)	(257)	(3,457)	(1,124)
Deferred tax assets not recognised during the financial year	27	-	-	-
Utilisation of deferred tax assets not recognised in the previous financial year	(66)	(72)	-	-
Arising from revaluation on property, plant and equipment (Over)/Underprovision in the previous financial year:				
- current tax expense	(221)	206	56	8
- deferred tax expense	-	231	-	-
Differential in tax rates	(184)	(275)	-	-
Others	(78)	20	-	-
Tax for the financial year	5,540	2,061	5,093	115

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

35. EARNINGS PER SHARE

The basic earnings per share is arrived at by dividing the Group's profit after taxation of approximately RM15,389,000 (2009 - RM9,187,000) by the weighted average number of ordinary shares in issue of 59,309,000 (2009 - 59,538,000) after taking into account the effect of treasury shares.

	THE GROUP	
	2010 RM'000	2009 RM'000
Issued ordinary shares at beginning of the year	59,354	59,614
Effects of purchase of own shares	(43)	(76)
Weighted average number of ordinary shares	59,311	59,538

Diluted earnings per share is not presented as there were no potential dilutive ordinary shares.

36. DIVIDEND

	THE GROUP/ THE COMPANY	
	2010 RM'000	2009 RM'000
Paid:-		
In respect of the current financial year:		
- interim dividend of 4.5 sen less 25% tax	-	2,003
In respect of the current financial year:		
- interim dividend of 5.0 sen less 25% tax	2,223	-
	2,223	2,003

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

37. ACQUISITION OF A SUBSIDIARY

During the financial year, the Company acquired Coveright Surfaces Malaysia Sdn. Bhd., details of which are disclosed in Note 43 to the financial statements.

The details of net assets acquired and cash flow arising from the acquisition of a subsidiary in the current financial year are as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Property, plant and equipment	21,719	-
Other investment	70	-
Receivables, deposits and prepayments	15,365	-
Inventories	11,871	-
Tax recoverable	1,269	-
Fixed deposits with licensed banks	1,760	-
Cash and bank balances	6,608	-
Deferred tax liabilities (Note 24)	(1,732)	-
Payables and accruals	(20,576)	-
Provision for taxation	(1,748)	-
Fair value of net assets acquired	34,606	-
Goodwill on acquisition (Note 10)	5,752	-
Total purchase consideration (Note 6)	40,358	-
Less: Cash and cash equivalents of the subsidiary acquired	(8,368)	-
Net cash outflow from acquisition of a subsidiary	31,990	-

The effects of the acquisition of the subsidiary on the financial results of the Group during the financial year are as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
Revenue	69,827	-
Profit after taxation for the financial year	7,716	-

If the acquisition had occurred on 1 May 2009, the Group's revenue and profit after taxation for the financial year would have been RM98,380,000 and RM8,545,000 respectively.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

38. CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statements, cash and cash equivalents comprise the following:

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Fixed deposits with licensed banks (Note 16)	7,910	15,409	68	7,183
Cash and bank balances	1,139	14,863	218	8,378
Bank overdraft	-	(322)	-	-
	9,049	29,950	286	15,561

39. DIRECTORS' REMUNERATION

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Executive directors (Company):				
- basic salaries, Employees Provident Fund and bonus	38	120	38	120
- fee	12	24	12	24
	50	144	50	144
Executive directors (Subsidiaries):				
- basic salaries, Employees Provident Fund and bonus	1,098	321	-	-
- fee	338	327	-	-
	1,436	648	-	-
Non-executive directors (Company):				
- fee	92	72	92	72
	1,578	864	142	216

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

39. DIRECTORS' REMUNERATION (CONT'D)

The details of emoluments for the directors of the Group and of the Company received/receivable for the financial year in bands of RM50,000 are as follows:-

THE GROUP/THE COMPANY				
	2010		2009	
	Executive Directors	Non-Executive Directors	Executive Directors	Non-Executive Directors
Below RM50,000	1	3	1	2
RM50,001 - RM100,000	3	-	2	-
RM100,001 - RM250,000	3	-	5	-

40. RELATED PARTY DISCLOSURES

- (a) Identities of related parties

The Group has related party relationships with its directors, key management personnel and entities within the same group of companies.

- (b) In addition to the balances detailed elsewhere in the financial statements, the Group carried out the following transactions with its related parties during the financial year:-

	THE GROUP		THE COMPANY	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Management fee charged to subsidiaries	-	-	768	620
Dividend income from subsidiaries	-	-	33,631	4,179
Key management personnel compensation: - Short-term employee benefits	1,578	864	142	216

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

41. SEGMENTAL REPORTING

BUSINESS SEGMENTS

	MANUFACTURING AND SALE OF RESIN AND IMPREGNATED PAPERS RM'000	FORMULATION, REPACKAGING AND TRADING OF CHEMICALS RM'000	RECOVERY AND SALE OF RECYCLED PRODUCTS RM'000	CULTURE AND SALE OF PRAWNS RM'000	INVESTMENT HOLDING AND PROPERTY LETTING RM'000	ELIMINATIONS RM'000	GROUP RM'000
2010							
REVENUE							
External sales	69,827	13,625	26,979	2,138	387	-	112,956
Internal sales	-	1,666	1,812	-	34,504	(37,982)	-
	69,827	15,291	28,791	2,138	34,891	(37,982)	112,956
RESULTS							
Segment results	11,054	3,336	5,884	463	153	-	20,890
Interest income							250
Interest expense							(211)
Profit before taxation							20,929
Income tax expense							(5,540)
Profit after taxation							15,389
OTHER INFORMATION							
Segment assets #	60,135	35,457	38,745	14,488	106,449	(88,856)	166,418
Segment liabilities *	22,812	3,851	5,784	355	864	3,107	36,773
Capital expenditure	275	-	977	-	-	-	1,252
Depreciation and amortisation	1,488	1,079	1,598	312	114	-	4,591

- Segment assets comprise total current and non-current assets.

* - Segment liabilities comprise total current and non-current liabilities.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

41. SEGMENTAL REPORTING (CONT'D)

BUSINESS SEGMENTS	FORMULATION, REPACKAGING AND TRADING OF CHEMICALS RM'000	RECOVERY AND SALE OF RECYCLED PRODUCTS RM'000	CULTURE AND SALE OF PRAWNS RM'000	INVESTMENT HOLDING AND PROPERTY LETTING RM'000	MANUFACTURING AND SALE OF RESIN AND IMPREGNATED PAPERS RM'000	ELIMINATIONS RM'000	GROUP RM'000
2009							
REVENUE							
External sales	15,772	27,679	10,615	585	-	-	54,651
Internal sales	3,483	1,676	289	4,895	-	(10,343)	-
	19,255	29,355	10,904	5,480	-	(10,343)	54,651
RESULTS							
Segment results	2,638	4,640	4,310	(681)	-	-	10,907
Interest income							569
Interest expense							(228)
Profit before taxation							11,248
Income tax expense							(2,061)
Profit after taxation							9,187

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

41. SEGMENTAL REPORTING (CONT'D)

BUSINESS SEGMENTS

	FORMULATION, REPACKAGING AND TRADING OF CHEMICALS RM'000	RECOVERY AND SALE OF RECYCLED PRODUCTS RM'000	CULTURE AND SALE OF PRAWNS RM'000	INVESTMENT HOLDING AND PROPERTY LETTING RM'000	MANUFACTURING AND SALE OF RESIN AND IMPREGNATED PAPERS RM'000	ELIMINATIONS RM'000	GROUP RM'000
2009							
OTHER INFORMATION							
Segment assets #	37,397	40,846	13,992	91,763	-	(53,871)	130,127
Segment liabilities *	4,195	5,679	354	732	-	3,779	14,739
Capital expenditure	399	277	95	-	-	-	771
Depreciation and amortisation	1,319	2,199	289	88	-	-	3,895
Impairment loss on property, plant and equipment	-	234	-	-	-	-	234

- Segment assets comprise total current and non-current assets.

* - Segment liabilities comprise total current and non-current liabilities.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

42. FOREIGN EXCHANGE RATES

The principal closing foreign exchange rates used (expressed on the basis of one unit of foreign exchange to RM equivalent) for the translation of the foreign currency balances at the balance sheet date are as follows:-

	THE GROUP	
	2010 RM'000	2009 RM'000
United States Dollar	3.19	-
Euro	4.23	-
Singapore Dollar	2.33	2.41

43. SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

On 22 July 2009, the Company entered into a conditional Share and Purchase Agreement with Surfaces Holding B.V. to acquire a 100% equity interest in Coveright Surfaces Malaysia Sdn. Bhd. for a cash consideration of RM40 million. The acquisition was completed on 31 August 2009.

44. FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is defined as the amount at which the financial instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced sale or liquidation.

The following methods and assumptions are used to estimate the fair value of each class of financial instruments:

(a) Hire Purchase Payable

The carrying amount approximated the fair value of this instrument. The fair value of the hire purchase payable is determined by discounting the relevant cash flow using current interest rate for similar instrument at the balance sheet date.

(b) Cash And Cash Equivalents And Other Short-Term Receivables/Payables

The carrying amounts approximated their fair values due to the relatively short-term maturity of these instruments.

(c) Quoted And Unquoted Investments

The fair values of quoted investments are estimated based on the quoted market prices for these instruments.

For unquoted investments, it is not practicable to determine the fair values because of the lack of quoted market prices and the assumptions used in valuation models to value these investments cannot be reasonably determined.

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

45. PRIOR YEAR ADJUSTMENT

During the financial year, the Group noted that certain deferred taxation on the revaluation surplus have not been effected in the financial statements. As the deferred taxation arose prior to the acquisition of certain subsidiaries, this impacted the goodwill on acquisition. These omissions have been adjusted retrospectively.

The effects of the changes on the Group's financial statements are as follows:-

	THE GROUP	
	As Restated RM'000	As Previously Reported RM'000
Balance Sheet (extract):-		
Goodwill	1,337	550
Revaluation reserves	(9,811)	(9,518)
Deferred tax liabilities	(8,481)	(7,987)

Notes To The Financial Statements (cont'd)
For The Financial Year Ended 30 April 2010

46. COMPARATIVE FIGURES

The following comparative figures have been reclassified to conform with the presentation of the current financial year:-

	THE COMPANY	
	As Restated RM'000	As Previously Reported RM'000
Balance Sheet (extract):-		
Non-current assets		
Amount owing by subsidiaries	-	5,256
Current assets		
Amount owing by subsidiaries	-	22,285
Non-current liabilities		
Amount owing to subsidiaries	-	(17,811)
Current liabilities		
Amount owing to subsidiaries	(8,550)	(18,280)
Income Statement (extract):-		
Cost of sales	(31,189)	-
Administrative and other operating expenses	(12,888)	-
Changes in inventories	-	(2,182)
Inventories purchased	-	(22,250)
Depreciation	-	(3,535)
Staff costs	-	(6,133)
Other operating expenses	-	(9,977)
Cash Flow Statement (extract):-		
Cash flows (for)/from operating activities	(313)	3,617
Cash flows from investing activities	4,631	4,627
Cash flows from/(for) financing activities	1,713	(2,213)

List of Properties held by The Group

NO.	BENEFICIAL PROPRIETOR	LOCATION	TENURE	DESCRIPTION AND AGE OF BUILDING	LAND AREA (SQ.M.)	EXISTING USE	BUILT-UP AREA (SQ.M.)	CARRYING AMOUNT 30/04/2010 (RM)	DATE OF REVALUATION
1	M-Field Sdn Bhd (Note: 1)	PN 5288 Lot No 55, Section 92A, Town of Kuala Lumpur, Wilayah Persekutuan.	Leasehold for 66 years expiring 21st March 2043	Leasehold Land & Building 27 years old	156	Owner Occupied 4 Storey Office	624	462,201	Revalued on 29/06/2009 (Building only)
2	M-Field Sdn Bhd (Note: 2)	PN 5287 Lot No 54, Section 92A, Town of Kuala Lumpur, Wilayah Persekutuan.	Leasehold for 66 years expiring 21st March 2043	Leasehold Land & Building 27 years old	156	Owner Occupied 4 Storey Office	616	446,764	Revalued on 29/06/2009 (Building only)
3	M-Field Sdn Bhd	HS (D) 4791 PT NO 388, Lot 5782, Mukim 12, Daerah Barat Daya, Pulau Pinang.	Leasehold for 60 years expiring 4th June 2046	Leasehold Land & Buildings 20 years old	5,811	Owner Occupied 2 Storey Office Block, Factory & Warehouse	2,290	2,076,636	Revalued on 29/06/2009 (Building only)
4	Inagro Sdn Bhd	HS (D) 35467 PT No 19569, Mukim of Kapar, District of Klang, Selangor Darul Ehsan.	Freehold	Freehold Land & Residential Building 12 years old	121	Owner Occupied Single Storey Terrace House	74	116,899	Revalued on 29/06/2009
5	Inagro Sdn Bhd	HS (D) 36256 Lot No 15825, Mukim of Kapar, District of Klang, Selangor Darul Ehsan.	Freehold	Vacant Freehold Industrial Land & Building 7 years old	8,144	Vacant Industrial Land & open-sided Warehouse	n/a	3,100,000	Revalued on 29/06/2009
6	Inagro Sdn Bhd	CT 26641 Lot No 6493, Mukim of Kapar, District of Klang, Selangor Darul Ehsan.	Freehold	Freehold Land & Buildings 13 years old	20,714	Owner Occupied 2 Storey Office Block, Factory & Warehouse	5,982	9,686,842	Revalued on 29/06/2009

List of Properties held by The Group (cont'd)

NO.	BENEFICIAL PROPRIETOR	LOCATION	TENURE	DESCRIPTION AND AGE OF BUILDING	LAND AREA (SQ.M.)	EXISTING USE	BUILT-UP AREA (SQ.M.)	CARRYING AMOUNT 30/04/2010 (RM)	DATE OF REVALUATION
7	Inagro Sdn Bhd (Note: 3)	Lot 606, Section 16, Town of Shah Alam, District of Petaling, Selangor Darul Ehsan.	Leasehold for 99 years expiring 20th August 2066	Leasehold Land & Buildings 27 years old	12,708	Owner Occupied Single Storey Factory & Warehouse	6,710	6,144,032	Revalued on 29/06/2009 (Building only)
8	Centralised Waste Treatment Plant Sdn Bhd	HS (M) 976, 980, 987, 988 and PT Nos 743, 747, 754, 755, Mukim of Setul, District of Seremban, Negeri Sembilan Darul Khusus.	Leasehold for 99 years expiring 2nd October 2085	Leasehold Land & Buildings 17 years old	6,596	Owner Occupied 2 Storey Office Block, Factory & Warehouse	3,162	3,012,748	Revalued on 29/06/2009 (Building only)
9	Resources Conservation Sdn Bhd	HS (D) 80016 PT No 14329, Mukim Damansara, District of Petaling, Selangor Darul Ehsan.	Freehold	Freehold Land & Buildings 11 years old	4,047	Owner Occupied 2 Storey Office Block, Factory & Warehouse	1,682	3,965,000	Revalued on 29/06/2009
10	Resources Conservation Sdn Bhd	HS (D) 51801 PT No 43449, Mukim and District of Klang, Selangor Darul Ehsan.	Freehold	Freehold Land & Buildings 12 years old	5,415	Owner Occupied 2 Storey Office Block, Factory & Warehouse	3,450	5,782,052	Revalued on 29/06/2009
11	Resources Conservation Sdn Bhd	GM 146 Lot 87, Mukim Damansara, District of Petaling, Selangor Darul Ehsan.	Freehold	Freehold Industrial Land 10 years old	2,317	Owner Occupied Industrial Land	n/a	1,730,000	Revalued on 29/06/2009

List of Properties held by The Group (cont'd)

NO.	BENEFICIAL PROPRIETOR	LOCATION	TENURE	DESCRIPTION AND AGE OF BUILDING	LAND AREA (SQ.M.)	EXISTING USE	BUILT-UP AREA (SQ.M.)	CARRYING AMOUNT 30/04/2010 (RM)	DATE OF REVALUATION
12	Striketech Sdn Bhd (Note: 4)	HS (D) 5464 Lot No. 439, Mukim of Jugra, District of Kuala Langat, Selangor Darul Ehsan.	Leasehold for 99 years expiring 24th September 2094	Leasehold Land & Buildings 9 years old	1,035,000	Owner Occupied Buildings for Research & Development & Operations	1,975	17,520,873	Revalued on 29/06/2009 (Building only)
13	Cleanway Disposal Services Pte Ltd	Lot 7889L Mukim 5 Bearing Postal Address 40 Penjuru Road Singapore	Leasehold for 30 years expiring 31st December 2031	Leasehold Building 7 years old	4,004.90	Owner Occupied A Part Single/ Part 3-Storey Single Factory	3,241.80	5,833,630 (exchange rate 2.33)	Revalued on 01/03/2010
14	Global Pacific Petroleum Sdn Bhd	PN 652, Lot 3851, Mukim Port Dickson, Port Dickson Negeri Sembilan	Leasehold for 99 years expiring 31st December 2074	Leasehold Land & Building 22 years old	62,220.90	Owner Occupied Plant Tank Farm, Compressor Room, Drum Filling Station, Double Storey Warehouse cum administrative office, Single Storey Detached Factory & Laboratory	17,726.70	6,726,709	Revalued on 31/12/2007 (Building only)
15	Coveright Surfaces Malaysia Sdn Bhd	Lot 750, 3 1/2 Miles, Kapar Road, Mukim Kapar, Klang, Selangor	Freehold	Freehold Industrial Land & Buildings 18 years old	19,450	Owner Occupied 3 Storey Office Block, Factory & Warehouse	9,140	12,525,780	Revalued on 15/04/2008

NOTES:

Notes 1 to 4 being list of properties that affected by the internal rationalisation exercise of the Group announced in May 2004.

Note 1 property transferred from Masmeru Sdn. Bhd. to M-Field Sdn. Bhd.

Note 2 property transferred from Electronic Resource Sdn. Bhd. to M-Field Sdn. Bhd.

Note 3 property transferred from Attractive Frontiers Sdn. Bhd. to Inagro Sdn. Bhd.

Note 4 property transferred from Analabs Biotech Sdn. Bhd. to Striketech Sdn. Bhd.

Analysis of Shareholdings

As at 30 August 2010

CLASS OF SHARES	:	Ordinary shares of RM1.00 each
VOTING RIGHTS	:	One vote per share
AUTHORISED SHARE CAPITAL	:	100,000,000 ordinary shares of RM1.00 each
ISSUED AND PAID-UP CAPITAL	:	59,254,000 ordinary shares of RM1.00 each (excludes 770,000 ordinary shares bought back and retained as treasury shares as at 30 August 2010)

Size of Shareholdings	No. of Shareholders	% of Shareholders	No. of Shares	% of Issued Share Capital
Less than 100	16	0.74	248	0.00
100 - 1,000	278	12.91	233,454	0.39
1,001 - 10,000	1,528	70.94	5,722,140	9.66
10,001 - 100,000	293	13.60	8,953,706	15.11
100,001 to less than 5% of issued shares	37	1.72	14,760,400	24.91
5% and above of issued shares	2	0.09	29,584,052	49.93
TOTAL	2,154	100.00	59,254,000	100.00

SUBSTANTIAL SHAREHOLDERS' SHAREHOLDINGS

(According to the Register of Substantial Shareholders as at 30 August 2010)

No.	Name of Substantial Shareholder	Direct		Indirect	
		No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital
1.	Kan Yow Kheong	29,584,052	49.93	1,186,500*	2.00

DIRECTORS' SHAREHOLDINGS

(According to the Register of Directors' Shareholdings as at 30 August 2010)

No.	Name of Substantial Shareholder	Direct		Indirect	
		No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital
1.	Kan Yow Kheong	29,584,052	49.93	1,186,500*	2.00
2.	Ali Riza bin A. Samad	-	-	-	-
3.	Ganesan A/L Sundaraj	-	-	-	-
4.	Ho Lai Leng@Ho Nai Leng	-	-	-	-
5.	Lim Yoke Soo	212,277	0.36	-	-

*Deemed interested by virtue of the shares held by his spouse and children pursuant to Section 134 (12) of the Companies Act, 1965.

In the subsidiaries

By virtue of his substantial interests in the shares of the Company, Mr. Kan Yow Kheong is also deemed interested in the shares of all the subsidiaries.

Analysis of Shareholdings (cont'd)
As at 30 August 2010

No.	Name of Shareholders	No. of Shares	% of Issued Share Capital [^]
1.	KAN YOW KHEONG	20,425,052	34.47
2.	KAN YOW KHEONG	9,159,000	15.46
3.	PUI CHENG WUI	2,887,500	4.87
4.	KE-ZAN NOMINEES (ASING) SDN. BHD. KIM ENG SECURITIES PTE. LTD. FOR HORIZON GROWTH FUND N.V.	1,754,100	2.96
5.	KAN MUN HOOW	1,177,500	1.99
6.	HDM NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR WONG CHEW HAR (M09)	922,500	1.56
7.	WONG CHEW HAR	664,500	1.12
8.	HLB NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR CHEE SAI MUN	504,300	0.85
9.	RHB CAPITAL NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR TEH KIAN LANG (CEB)	495,400	0.84
10.	LEE WENG KENG	394,900	0.67
11.	LEE YEN ENG	370,100	0.62
12.	PUBLIC NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR CHEE SAI MUN (E-KLC)	316,500	0.53
13.	LIM CHO YAM @ LIM NAM HONG	305,000	0.51
14.	YAM YIN HOLDINGS SDN. BHD.	300,000	0.51
15.	ETAVEST SDN. BHD.	296,900	0.50
16.	LAI CHIN LOY	286,100	0.48
17.	PUI BOON KENG	262,600	0.44
18.	LAI YEW CHOONG	262,100	0.44
19.	TAY CHONG KIAT	261,400	0.44
20.	LIM KHUAN ENG	257,900	0.44
21.	WONG MENG CHEE	255,000	0.43
22.	LIM WENG HO	209,000	0.35
23.	HDM NOMINEES (TEMPATAN) SDN. BHD. PLEDGED SECURITIES ACCOUNT FOR LIM YOKE SOO (M09)	200,000	0.34
24.	LYDIA CLAIRE LIM LIH YUEAH	200,000	0.34
25.	ONG YEW MEI	198,200	0.33
26.	TEY YEE YEE	188,000	0.32
27.	CHAN CHOW THAI	185,600	0.31
28.	JEFFREY CHONG YEW WAI	181,200	0.31
29.	CHUA SIM NEO @ DIANA CHUA	176,500	0.30
30.	YOONG KIN PIN	150,000	0.25
TOTAL		43,246,852	72.99

[^] Excludes a total of 770,000 Analabs Resources Berhad shares bought back by the Company and retained as treasury shares as at 30 August 2010.

Notice Of Twelfth Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Twelfth Annual General Meeting of the Company will be held at the Putra Room, Kelab Golf Sultan Abdul Aziz Shah, No. 1, Rumah Kelab, Jalan Kelab Golf 13/6, 40100 Shah Alam, Selangor Darul Ehsan on Thursday, 21 October 2010 at 11.00 a.m. to transact the following businesses:-

ORDINARY BUSINESS

1. To receive the audited financial statements together with the reports of the Directors and Auditors for the financial year ended 30 April 2010. **(Please refer to Explanatory Note 1)**
2. To approve the payment of Directors' Fees of RM104,000.00 in respect of the financial year ended 30 April 2010. **(Resolution 1)**
3. To re-elect Mr. Kan Yow Kheong who retires pursuant to Article 83 of the Articles of Association of the Company. **(Resolution 2)**
4. To re-elect Encik Ali Riza bin A. Samad who retires pursuant to Article 83 of the Articles of Association of the Company. **(Resolution 3)**
5. To re-elect Mr. Ganesan a/l Sundaraj who retires pursuant to Article 83 of the Articles of Association of the Company. **(Resolution 4)**
6. To re-elect Mr. Ho Lai Leng @ Ho Nai Leng who retires pursuant to Article 83 of the Articles of Association of the Company. **(Resolution 5)**
7. To re-elect Mr. Lim Yoke Soo who retires pursuant to Article 85 of the Articles of Association of the Company. **(Resolution 6)**
8. To re-appoint Messrs. Crowe Horwath as Auditors of the Company and to authorise the Directors to fix their remuneration. **(Resolution 7)**

Notice Of Twelfth Annual General Meeting (cont'd)

9. SPECIAL BUSINESS

To consider and if thought fit, to pass the following Ordinary Resolutions:-

ORDINARY RESOLUTION 1 AUTHORITY TO ISSUE SHARES

(Resolution 8)

"THAT subject always to the Companies Act, 1965 and the approvals of the regulatory authorities, the Directors be and are hereby empowered pursuant to Section 132D of the Companies Act, 1965 to issue shares in the Company, at any time 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 issued pursuant to this resolution does not exceed 10% of the issued capital of the Company for the time being and that the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on the Bursa Malaysia Securities Berhad and that such authority shall continue in force until the conclusion of the next annual general meeting of the Company."

ORDINARY RESOLUTION 2 PROPOSED RENEWAL OF AUTHORITY FOR THE PURCHASE BY THE COMPANY OF ITS OWN ORDINARY SHARES

(Resolution 9)

"THAT subject to the Company's compliance with all applicable rules, regulations, orders and guidelines made pursuant to the Companies Act, 1965, the provisions of the Company's Memorandum and Articles of Association and the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and the approvals of all relevant authorities, the Company be and is hereby authorized, to the fullest extent permitted by law, to buy-back and/or hold from time to time and at any time such amount of ordinary shares of RM1.00 each in the Company 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 interests of the Company ("Proposed Renewal") provided that:

- (a) the maximum number of shares which may be purchased and/or held by the Company at any point of time pursuant to the Proposed Renewal shall not exceed ten per centum (10%) of the total issued and paid-up share capital of the Company for the time being quoted on Bursa Securities;
- (b) the maximum amount of funds to be allocated by the Company pursuant to the Proposed Renewal shall not exceed the sum of retained profits and the share premium account of the Company based on its latest audited financial statements available up to the date of a transaction pursuant to the Proposed Renewal;

Notice Of Twelfth Annual General Meeting (cont'd)

9. **SPECIAL BUSINESS (CONT'D)**

THAT the shares purchased by the Company pursuant to the Proposed Renewal may be dealt with in all or any of the following manner (as selected by the Company):

- (i) the shares so purchased may be cancelled; and/or
- (ii) the shares so purchased may be retained as treasury shares in accordance with the relevant rules of Bursa Securities for distribution as dividend to the shareholders and/or resold through Bursa Securities and/or subsequently cancelled; and/or
- (iii) part of the shares so purchased may be retained as treasury shares with the remainder being cancelled;

THAT such authority shall commence upon the passing of this resolution, until the conclusion of the next Annual General Meeting of the Company or the expiry of the period within which the next Annual General Meeting is required by law to be held unless revoked or varied by ordinary resolution of the shareholders of the Company in general meeting but so as not to prejudice the completion of a purchase made before such expiry date;

AND THAT the Directors of the Company be and are hereby authorised to take all steps as are necessary or expedient to implement or to give effect the Proposed Renewal with full powers to amend and/or assent to any conditions, modifications, variations or amendments (if any) as may be imposed by the relevant governmental/regulatory authorities from time to time and with full power to do all such acts and things thereafter in accordance with the Companies Act, 1965, the provisions of the Company's Memorandum and Articles of Association and the Listing Requirements of the Bursa Securities and all other relevant governmental/regulatory authorities."

Notice Of Twelfth Annual General Meeting (cont'd)

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

BY ORDER OF THE BOARD

CYNTHIA GLORIA LOUIS (MAICSA 7008306)

CHEW MEI LING (MAICSA 7019175)

Secretaries

Petaling Jaya
Selangor Darul Ehsan
28 September 2010

Notes:

- (1) A member entitled to attend and to vote at a meeting of the Company is entitled to appoint not more than two (2) proxies to attend and vote in his stead. A proxy may but need not be a member of the Company and the provision of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
- (2) Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he specifies the proportions of his holdings to be represented by each proxy.
- (3) The Form of Proxy, in the case of an individual, shall be signed by the appointor or his attorney duly authorized in writing or, in case of corporation, shall be given either under its common seal or under the hand of an officer or attorney duly authorized.
- (4) The instrument appointing a proxy or proxies must be deposited at the Registered Office of the Company at Unit 621, 6th Floor, Block A, Kelana Centre Point, No 3 Jalan SS7/19, Kelana Jaya, 47301 Petaling Jaya, Selangor Darul Ehsan not less than 48 hours before the time for holding the meeting or any adjournment thereof.

Notice Of Twelfth Annual General Meeting (cont'd)

Explanatory Notes:-

1. **Directors' Report, Audited Financial Statements and the Auditors' Report for the financial year ended 30 April 2010**

This agenda item is meant for discussion only as the provision of Section 169(1) of the Companies Act, 1965 does not require a formal approval of the shareholders and hence is not put forward for voting.

2. **Authority to allot shares under Section 132D (Resolution 8)**

The proposed Ordinary Resolution No. 1 is a new mandate and if passed, will allow the Directors of the Company, from the date of the forthcoming Annual General Meeting, to allot and issue ordinary shares up to an aggregate amount of not exceeding 10% of the issued share capital of the Company for the time being from the unissued capital of the Company pursuant to Section 132D of the Companies Act, 1965 and that such an authority, unless revoked or varied at a general meeting, will expire at the next Annual General Meeting.

The mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to placement of shares, funding for future investment project(s) and/or acquisitions of assets and/or working capital.

3. **Proposed Renewal of Authority for the Purchase by the Company of its Own Ordinary Shares (Resolution 9)**

The proposed Ordinary Resolution No. 2, if passed, will empower the Company to purchase up to ten per centum (10%) of the issued and paid-up ordinary share capital of the Company through Bursa Malaysia Securities Berhad. For further information, please refer to the Circular to Shareholders dated 28 September 2010.

Statement Accompanying Notice Of Annual General Meeting

Pursuant to paragraph 8.27(2) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

The Profile of the Directors who are standing for re-election at the Twelfth Annual General Meeting of Analabs Resources Berhad ("Analabs") which will be held at the Putra Room, Kelab Golf Sultan Abdul Aziz Shah, No. 1, Rumah Kelab, Jalan Kelab Golf 13/6, 40100 Shah Alam, Selangor Darul Ehsan on Thursday, 21 October 2010 at 11.00 a.m. are stated on pages 5 to 7 of the 2010 Annual Report.

The details of interest in the securities of Analabs and its subsidiaries (if any) held by the said Directors are stated on pages 106 of the 2010 Annual Report.



ANALABS RESOURCES BERHAD (468971 A)

18, Jalan 6/89B, Kawasan Perindustrian Trisegi,
Off Jalan Sungai Besi, 57100 Kuala Lumpur.
Tel: 03-7981 5211 (5 Lines) Fax: 03-7981 4868

Date : 28 September 2010

Dear Shareholder

Re : eDividend (Electronic Dividend) service

The eDividend refers to the payment of cash dividends by a listed issuer directly into the shareholders' bank accounts. One of the main objectives of implementing eDividend is to promote greater efficiency of the payment system which is aligned to the national agenda of migrating to electronic payment.

1. Benefits of eDividend

- 1.1 eDividend extends to all companies listed on Bursa Malaysia Securities Berhad ("listed issuers") and provides, amongst others, faster access to your cash dividends, eliminates the inconvenience of having to deposit the dividend cheques and problems such as misplaced, lost or expired cheques and unauthorized deposit of dividend cheques.
- 1.2 For those shareholders who have previously opt for direct crediting of dividend entitlement via GIRO Service with the Company, you will still need to register for eDividend to enjoy the following additional benefits:-
 - (a) the convenience of a one-off registration for entitlement to eDividend from all listed issuers; and
 - (b) the option to consolidate the dividends from all your Central Depository System ("CDS") accounts into one bank account for better management.

2. Registration for eDividend

- 2.1 Registration for eDividend will commence on 19 April 2010 for a period of one year until 18 April 2011, at no cost to the shareholders. If you register after the one year period, an administrative charge will be imposed.

To register for eDividend, you are required to provide to Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") through your stock broker, your bank account number and other information by completing the prescribed form. This form can be obtained in due course from your stock broker's office where your CDS account is maintained, or downloaded from Bursa Malaysia's website at <http://www.bursamalaysia.com>.

- 2.2 You need to submit to your stock broker's office where your CDS account is maintained, the duly completed prescribed form and the following for registration:-
 - (a) Individual depositor : Copy of identification documents i.e. NRIC, Passport, Authority Card or other acceptable identification documents. Original documents must be produced for your stock broker's verification.



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Corporate depositor:- Certified true copy of the Certificate of Incorporation/Certificate of Registration; and

- (b) Copy of your bank statement / bank savings book / details of your bank account obtained from your banks website that has been certified by your bank / copy of letter from your bank confirming your bank account particulars. For individuals, original documents must be produced for your stock broker's verification. For corporate entities, a certified true copy is to be submitted.

If the CDS account is held in the name of a nominee, the nominee will register for the eDividend.

- 2.3 If you are not able to be present at your stock broker's office to submit the prescribed form and supporting documents, please ensure that the signing of the prescribed form and the supporting documents have been witnessed by an acceptable witness specified by Bursa Depository. In this regard, an acceptable witness includes an Authorised Officer of your stock broker, a Dealer's Representative, a notary public and an Authorised Officer of the Malaysia Embassy/High Commission.

3. Notification of eDividend payment after registration

- 3.1 You are encouraged to provide in the prescribed form to Bursa Depository both your mobile phone number and email address, if any. This is to enable the Company to issue electronic notification to you either e-mail or sms, at the discretion of the Company, once the Company has paid the cash dividend out of its account. Please note that if you provide only your mobile phone number, you may only be notified of the cash dividend payment when you receive your dividend warrant or tax certificate.

4. Additional information for shareholders

- 4.1 Your savings or current account, must be an active bank account, maintained with a local bank under your name or in the case of a joint account, has your name as one of the account holders. It must also be a bank account with a financial institution that is a member of the Malaysian Electronic Payment System Inter-Bank GIRO (IBG) set out below, which can be found on this website:

http://www.meps.com.my/faq/interbank_giro.asp?id=2#answer

- | | |
|--|---|
| 1. Affin Bank Berhad | 12. EON Bank Berhad |
| 2. Alliance Bank Malaysia Berhad | 13. Hong Leong Bank Berhad |
| 3. AmBank (M) Berhad | 14. HSBC Bank Malaysia Berhad |
| 4. Bank Islam Malaysia Berhad | 15. Malayan Banking Berhad |
| 5. Bank Muamalat Malaysia Berhad | 16. OCBC Bank (Malaysia) Berhad |
| 6. Bank Kerjasama Rakyat Malaysia Berhad | 17. Public Bank Berhad |
| 7. Bank of America | 18. RHB Bank Berhad |
| 8. Bank Simpanan Nasional Berhad | 19. Standard Chartered Bank Malaysia Berhad |
| 9. CIMB Bank Berhad | 20. The Royal Bank of Scotland Berhad |
| 10. Citibank Berhad | 21. United Overseas Bank (Malaysia) Bhd |
| 11. Deutsche Bank Berhad | |



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- 4.2 Your bank account particulars and other related information is protected under the Securities Industry (Central Depositories) Act 1991 which strictly prohibits the disclosure of such information to any person unless you expressly authorise the disclosure of your bank account particulars and other related information to persons necessary to facilitate the eDividend such as the Company, the share registrar and the appointed paying banks.
- 4.3 Once you have registered for eDividend, any cash dividend entitlement of which the book closure date is announced by the Company on or after 1 September 2010, shall be paid to you via eDividend.

We look forward to a successful implementation of eDividend through your active participation, and to serving you better as our valued shareholders. If you have any query relating to eDividend service, please do not hesitate to contact our share registrars, Symphony Share Registrars Sdn Bhd, at 03-7841 8000.

Thank you

Yours faithfully
For and on behalf of
ANALABS RESOURCES BERHAD

KAN YOW KHEONG
Executive Chairman

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Proxy Form

I/We
of
being a member/member(s) of ANALABS RESOURCES 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 Twelfth Annual General Meeting of the Company to be held at the Putra Room, Kelab Golf Sultan Abdul Aziz Shah, No. 1, Rumah Kelab, Jalan Kelab Golf 13/6, 40100 Shah Alam, Selangor Darul Ehsan on Thursday, 21 October 2010 at 11.00 a.m. and at any adjournment thereof.

No.	Resolutions	For	Against
1.	Payment of Directors' Fees of RM104,000.00 in respect of the financial year ended 30 April 2010.		
2.	Re-election of Mr. Kan Yow Kheong.		
3.	Re-election of Encik Ali Riza Bin A. Samad.		
4.	Re-election of Mr. Ganesan a/l Sundaraj.		
5.	Re-election of Mr. Ho Lai Leng @ Ho Nai Leng.		
6.	Re-election of Mr. Lim Yoke Soo.		
7.	Re-appointment of Messrs Crowe Horwath as Auditors.		
8.	Ordinary Resolution 1 – Authority to Issue Shares.		
9.	Ordinary Resolution 1 – Proposed Renewal of Share Buy-back.		

Please indicate with an "X" how you wish your vote to be cast. In the absence of specific directions, your Proxy will vote or abstain he/she thinks fit.

No of Shares held

Signature/Common Seal
Dated this day of, 20

Notes:

- (1) A member entitled to attend and to vote at a meeting of the Company is entitled to appoint not more than two (2) proxies to attend and vote in his stead. A proxy may but need not be a member of the Company and the provision of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
- (2) Where a member appoints more than one (1) proxy, the appointment shall be invalid unless he specifies the proportions of his holdings to be represented by each proxy.
- (3) The Form of Proxy, in the case of an individual, shall be signed by the appointor or his attorney duly authorized in writing or, in case of corporation, shall be given either under its common seal or under the hand of an officer or attorney duly authorized.
- (4) The instrument appointing a proxy or proxies must be deposited at the Registered Office of the Company at Unit 621, 6th Floor, Block A, Kelana Centre Point, No 3 Jalan SS7/19, Kelana Jaya, 47301 Petaling Jaya, Selangor Darul Ehsan not less than 48 hours before the time for holding the meeting or any adjournment thereof.

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STAMP

THE SECRETARY

ANALABS RESOURCES BERHAD (468971-A)

UNIT 621, 6TH FLOOR, BLOCK A
KELANA CENTRE POINT
NO.3, JALAN SS7/19, KELANA JAYA
47301 PETALING JAYA
SELANGOR DARUL EHSAN

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www.analabs.com.my



ANALABS RESOURCES BERHAD (468971-A)

Unit 621, 6th Floor, Block A
Kelana Centre Point
No. 3, Jalan SS7/19
Kelana Jaya, 47301 Petaling Jaya
Selangor Darul Ehsan

T +603. 7880.9699
F +603. 7880.8699
E enquiry@analabs.com.my