AHB HOLDINGS BERHAD

(274909-A)

ANNUAL REPORT 2009

TABLE OF CONTENTS

TABLE OF CONTENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS
Mirzan Mahathir
Chairman
Non-Independent Non-Executive Director

Yong Yoke Keong
Managing Director / Chief Executive Officer

Yong Chew Keat
Non-Independent Non-Executive Director

Lim Chee Hoong
Independent Non-Executive Director

Danny Ng Siew L'Leong
Independent Non-Executive Director

AUDIT COMMITTEE
Lim Chee Hoong
Chairman
Independent Non-Executive Director

Yong Chew Keat
Non-Independent Non-Executive Director

Danny Ng Siew L'Leong
Independent Non-Executive Director

COMPANY SECRETARIES
Yeoh Chong Keat
(MIA 2736)
Chong Siew Duan
(MAICSA 7019353)

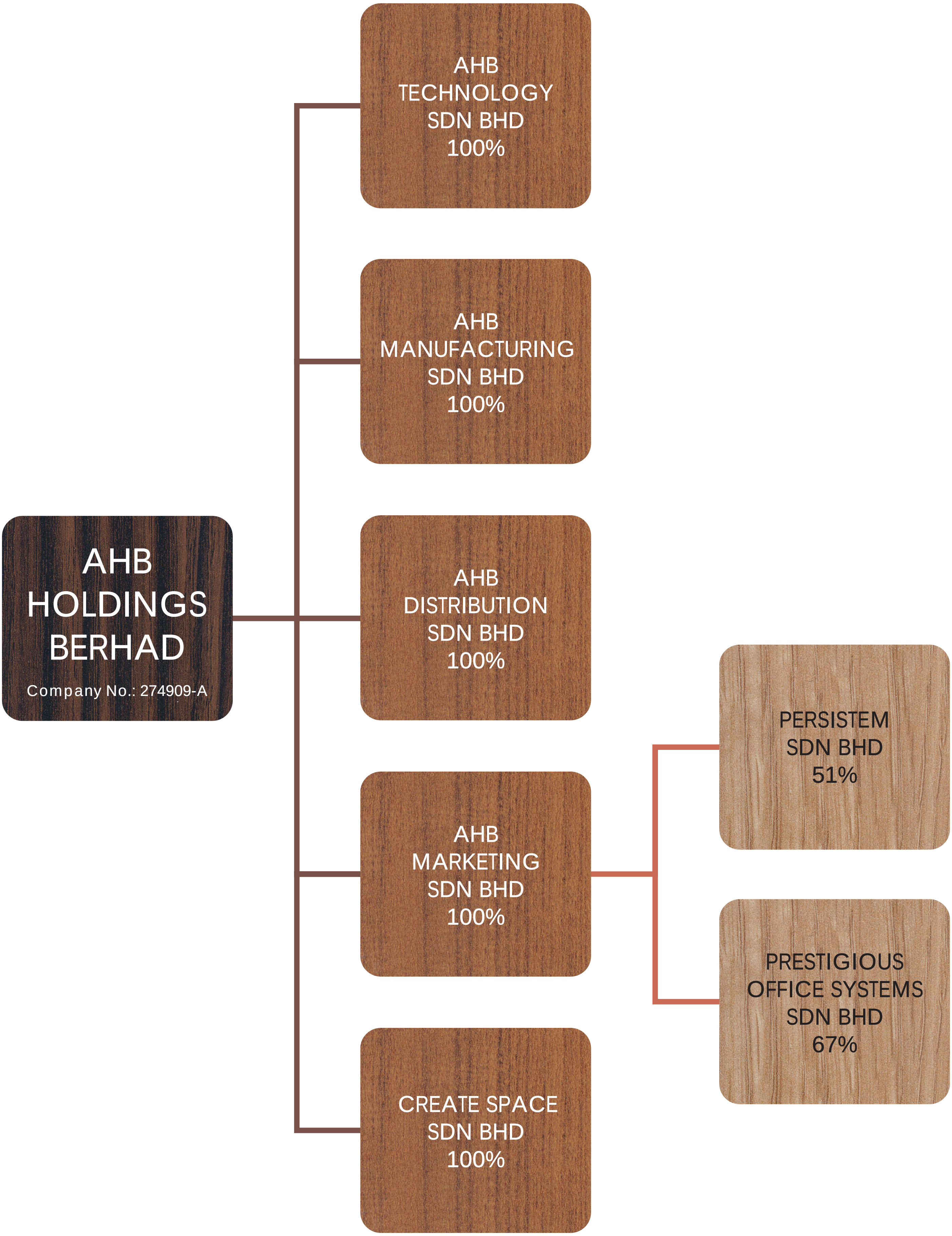
PRINCIPAL BANKERS
HSBC Bank Malaysia Berhad
CIMB Bank Berhad

REGISTRARS
Tricor Investor Services Sdn Bhd
(Formerly known as Tenaga Koperat Sdn Bhd)
Level 17, The Gardens North Tower
Mid Valley City
Lingkaran Syed Putra
59200 Kuala Lumpur
Tel : 03-2264 3883
Fax : 03-2282 1886

AUDITORS
SJ Grant Thornton (AF0737)
Level 11, Faber Imperial Court
Jalan Sultan Ismail
P.O. Box 12337
50774 Kuala Lumpur
Tel : 03-2692 4022
Fax : 03-2691 5229

REGISTERED OFFICE
Suite 11.1A, Level 11
Menara Weld
76, Jalan Raja Chulan
50200 Kuala Lumpur
Tel : 03-2031 1988
Fax : 03-2031 9788

GROUP CORPORATE STRUCTURE



CHAIRMAN'S STATEMENT

On behalf of the Board of Directors, I am pleased to present to you the 2009 Annual Report and Financial Statements of AHB Holdings Berhad ("AHB") for the financial year ended 30 June 2009.

We had previously mentioned that over the recent years we had implemented a new outsourcing strategy to improve our Group's performance in flexibility, lead time responses and quality standards. The year in review had been a very eventful year in terms of various unforeseen circumstances such as record high crude oil prices and a series of events leading to a global economic crisis. In this background, our strategy of being flexible in cost and capacities seem appropriate, on hind sight.

We had also focused our Group in recent years on multi-sourcing strategy to establish reliable supply chains leading to improved performances. In the preceding year, we enhanced our abilities to deliver the exacting standards of our products, and improved our customers' experiences with the successful implementation of this business strategy.

The abovementioned factors had led to our Group receiving various repeat orders from major multi-national companies around the world. Whilst the Malaysia economy is relatively mildly affected, the global economic crisis has affected our customers' orders to our Group. To an extent our profits and revenue were affected since our Group exports represent more than seventy five percent of our total revenue. The preceding year's introduction of new products had helped us cushion the revenue impact to that extent. Our worldwide dealership network is continuing to work on marketing efforts to achieve higher levels of market share of this premium segment of the office furniture market. The company is cautious of the Group's performance going forward owing to the continuing shaky global economic recovery.

The Group recorded a turnover of RM 25.1 million for the financial year ended 30 June 2009 compared to RM 31.8 million in the preceding financial year. Our profit after tax for the year is RM 0.97 million compared to a RM1.14 million in the preceding financial year.

We are pleased that our business strategy has relatively low overhead costs and a flexible direct cost which enables us to weather any unforeseen softness in office furniture demand in our premium office furniture market without the burden of the costs of overcapacity.

Our dedication to the exacting standards of our products and our commitment to a professional service experience set our Group apart from its rivals. The Group is committed to continually explore and improve our product offerings to enhance customer confidence.

During the year in review, we had raised our team's level of awareness and commitment to the protection of our natural environment. We shall ensure that the materials selected for use in our production process consists of a high percentage of recycled content so as to contribute to waste reduction and protect the environment. Our facility in Seri Kembangan is committed to the successful implementation of ISO 14001 certification. ISO 14001 is a voluntary scheme and management tool for organizations willing to evaluate report and improve their environmental performance.

As we have always done in the past, we in AHB believe that we must do business with integrity wherever we are. As such, we will continue our efforts to inculcate a culture of good corporate governance within AHB. For the benefit of Islamic investors, we are pleased to note that we are Syariah compliant.

On behalf of the Board, I would like to extend my unreserved appreciation to the management and staff of AHB group of companies, for their continuing hard work, commitment and dedication. I take this opportunity to thank all our shareholders, bankers, advisors, business associates, customers and relevant government authorities. We sincerely treasure your invaluable support and confidence over the years, and hope that you will continue to be there for us as we move forward into the future.

Last but not least, I would like to place on record my gratitude and appreciation to my colleagues on the Board for their wise counsel and consultation.

Mirzan Mahathir
Chairman

BOARD OF DIRECTORS

Mirzan Mahathir, Malaysian, aged 51, is the Non-Independent Non-Executive Chairman of AHB Holdings Berhad ("AHB" or "the Company"). He was appointed to the Board of AHB on 13 March 1996.

He holds a Masters in Business Administration from the Wharton School, University of Pennsylvania, Philadelphia, United States of America and a Bachelor of Science (Honours) Degree in Computer Science from Brighton Polytechnic, England. After obtaining his Masters in Business Administration in 1987, he worked for two years with Salomon Brothers Inc., an investment bank based in New York, USA, as an Investment Banking Associate. From April 1989 to February 1990, he was seconded to the Asia Pacific Investment Banking Department of Salomon Brothers Hong Kong Ltd., where he provided intensive investment banking advice on mergers and acquisitions, privatizations and capital raising. Since his return to Malaysia in March 1990, he was appointed as a director of several public listed companies on Bursa Malaysia Securities Berhad. Currently he is the Chairman & CEO of Crescent Capital Sdn Bhd, a Malaysian investment holding and independent strategic and financial advisory firm which he founded.

He is the Chairman of Malaysian Youth Orchestra Foundation and President of the Asian Strategy and Leadership Institute and a member of the Wharton School Asian Executive Board.

He does not have any family relationship with other Directors and/or major shareholders of the Company nor does he have any conflict of interest with the Company. He has not been convicted for any offences within the past 10 years.

En Mirzan Mahathir attended five (5) of the six (6) Board of Directors' Meetings of the Company held during the financial year ended 30 June 2009.

Yong Yoke Keong, Malaysian, aged 50, was appointed as Director of AHB on 3 May 1994 and is currently the Managing Director/ Chief Executive Officer of the Group. He resigned as a member of the Audit Committee on 21 November 2008.

He graduated from McGill University, Canada with a Bachelor of Engineering Degree majoring in Mechanical Engineering in 1982. He also obtained his Masters in Business Administration in 1985 from the same university with multiple concentrations in Finance, Management Information Systems and International Business. Upon graduation, he took charge of the administration and product development of the Group. By 1988, he was in charge of the Group's overall operations. Through his leadership and innovative management style, he has been the catalyst for numerous technological advancements experienced by the Group. He previously was a council member of the Federation of Malaysian Manufacturers (FMM) and he was also the founding Joint Chairman of Institut Perekabentuk Dalaman Malaysia Industry Partners (IPDMip).

Mr Yong Yoke Keong is the brother of Mr Yong Chew Keat, a Non-Independent Non-Executive Director of the Group. He has no conflict of interest with the Company and has not been convicted for any offences within the past 10 years.

Mr Yong Yoke Keong attended all the six (6) Board of Directors' Meetings of the Company held during the financial year ended 30 June 2009.

Yong Chew Keat, Malaysian, aged 60, was appointed as Director of AHB on 3 May 1994 and retired at the Annual General Meeting held on 27 December 2007. However, he was reappointed as the Non-Independent Non-Executive Director of the Company on 28 February 2008. He is also the member of the Nomination and Remuneration Committees and he was appointed as a member of the Audit Committee on 21 November 2008.

He is one of the founder members of the AHB business. Over the past 30 years, he had jointly managed the companies in the AHB Group with his late father until 1988. He has extensive experience in the furniture industry and his entrepreneurial skills have helped steer the Group into one of the leading office furniture companies in Malaysia.

Mr Yong Chew Keat is the brother of Mr Yong Yoke Keong, the Managing Director/Chief Executive Officer of the Group. He has no conflict of interest with the Company and has not been convicted for any offences within the past 10 years.

Mr Yong Chew Keat attended all the six (6) Board of Directors' Meetings of the Company held during the financial year ended 30 June 2009.

BOARD OF DIRECTORS (cont.)

Lim Chee Hoong, Malaysian, aged 49, was appointed as an Independent Non-Executive Director of the Company and the Chairman of the Audit Committee on 28 May 2007. He is also the member of the Nomination and Remuneration Committees. He is a member of the Malaysian Institute of Certified Public Accountants as well as the Malaysian Institute of Accountants. Presently, Mr Lim is a practising accountant in Malaysia under Messrs. LLTC. He is also a partner in LLT & Partners. Prior to that, Mr Lim was attached to various firms and has more than 19 years experience in the field of accounting. He currently sits on the Board of Furniweb Industrial Products Berhad.

He does not have any family relationship with other Directors and/or major shareholders of the Company nor does he has any conflict of interest with the Company. He has not been convicted for any offences within the past 10 years.

Mr Lim Chee Hoong attended all the six (6) Board of Directors' Meeting of the Company held during the financial year ended 30 June 2009.

Danny Ng Siew L'Leong, Malaysian, aged 51, was appointed as an Independent Non-Executive Director of the Company and the member of the Audit Committee on 28 May 2007. He is also the Chairman of the Nomination and Remuneration Committees.

He graduated with a Bachelor degree in Agribusiness (Honours) with a major in Financial Management from University Pertanian Malaysia in 1982. He was with United Malayan Banking Corporation Berhad as a Credit Analyst for the central region from 1982 to 1986, as Accounts Manager of the Corporate Banking Department from 1986 to 1990, as Unit Head of the Northern Region of the Corporate Banking Department from 1990 to 1991, and as Head of Credit and Marketing for its Corporate Banking Department from 1991 to 1994. He currently sits on the Board of New Hoong Fatt Holdings Berhad and SMIS Corporation Berhad.

He does not have any family relationship with other Directors and/or major shareholders of the Company nor does he has any conflict of interest with the Company. He has not been convicted for any offences within the past 10 years.

Mr Ng Siew L'Leong attended all the six (6) Board of Directors' Meeting of the Company held during the financial year ended 30 June 2009.

AUDIT COMMITTEE REPORT

COMPOSITION

Mr Lim Chee Hoong	-	Chairman, Independent Non-Executive Director
Mr Danny Ng Siew L'Leong	-	Member, Independent Non-Executive Director
Mr Yong Chew Keat (appointed on 21 November 2008)	-	Member, Non-Independent Non-Executive Director
Mr Yong Yoke Keong (resigned on 21 November 2008)	-	Managing Director/Chief Executive Officer

TERMS OF REFERENCE

Constitution

The Board has established a Committee of the Board to be known as the Audit Committee.

Membership

- The Committee shall be appointed by the Board of Directors from amongst the Directors of the Company and shall consist of not less than three (3) members, all the Committee members must be non-executive directors, with a majority of whom shall be independent directors. A quorum requires the majority of members present to be independent non-executive directors.

- At least one member of the Committee :-
  (a) must be a member of the Malaysian Institute of Accountants; or
  (b) if he/she is not a member of the Malaysian Institute of Accountants, he/she must have at least three (3) years' working experience and:-
    (i) he/she must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act 1967; or
    (ii) he/she 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) must fulfill such other requirements as prescribed or approved by the Exchange from time to time.

- No alternate director is appointed as a member of the Committee.

- The members of the Committee shall elect a Chairman from among their members who shall be an independent non-executive director.

- If a member of the Committee resigns, dies or for any other reason ceases to be a member with the result that the number of members is reduced below three (3), the Board of Directors shall, within three (3) months of that event, appoint such number of new members as may be required to make up the minimum number of three (3) members.

Review of the Audit Committee

The Board of Directors shall review the term of office and performance of the Committee and each of its members at least once every three (3) years to determine whether the Committee and its members have carried out their duties in accordance with their terms of reference.

Authority

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

- The Committee is authorised to obtain outside legal or other independent professional advice and to secure the attendance of outsiders to attend the meetings where necessary.

- The Committee shall have unrestricted access to both the internal and external auditors and is able to convene meetings with the external auditors, excluding the attendance of the executive members of the Committee, whenever deemed necessary.

- The Committee shall be able to convene meetings with the external auditors, the internal auditors or both, excluding the attendance of other directors and employees of the Company, whenever deemed necessary.

AUDIT COMMITTEE REPORT (cont.)

Functions and Duties

The functions of the Committee shall be amongst others:-

(1) To review the following and report the same to the Board of Directors:-
- (a) with the external auditor, the audit plan and the nature and scope of the audit before commencement;
- (b) with the external auditor, the evaluation of the system of internal controls;
- (c) with the external auditor, the audit reports, management letters and management response;
- (d) the assistance given by the Company's employees to the external auditor;
- (e) the adequacy of the scope, functions, competency and resources of the internal audit functions and that it has the necessary authority to carry out its work;
- (f) The internal audit programme, processes, the results of the internal audit programme, processes or investigation undertaken and whether or not appropriate action is taken on the recommendations of the internal audit function;
- (g) the quarterly results and year end financial statements, prior to the approval by the Board of Directors, focusing on:-
  - (i) changes in or implementation of major accounting policy changes;
  - (ii) significant and unusual events; and
  - (iii) compliance with accounting standards and other legal requirements;
- (h) any related party transactions and conflict of interest situation that may arise within the Company or Group.
- (i) any letter of resignation from the external auditors; and
- (j) whether there is reason (supported by grounds) to believe that the external auditor is not suitable for re-appointment.

(2) To recommend the nomination of a person or persons as external auditors.

(3) To verify the allocation of options pursuant to a share scheme for employees at the end of each financial year and to prepare a statement verifying such allocation in the annual reports.

(4) To report promptly to Bursa Malaysia Securities Berhad ("Bursa Securities") on any matter reported by the Committee to the Board which has not been satisfactorily resolved resulting in a breach of the Bursa Securities Listing Requirements.

Meetings

- Meetings shall be held not less than four times a year.

- The Internal Auditor, other Board members and employees may also attend the Audit Committee meeting upon the invitation of the Committee.

- The Company Secretary or his nominee shall be the Secretary of the Committee.

Reporting Procedures

The Secretary shall circulate the minutes of meetings of the Committee to all members of the Board.

AUDIT COMMITTEE MEETINGS AND ATTENDANCE

During the financial year ended 30 June 2009, the Committee held a total of six (6) meetings. The details of attendance of the Committee members (including Company Secretary's attendance) are as follows:-

Audit Committee Members	Number of Audit Committee Meetings Attended
Mr Lim Chee Hoong	6/6
Mr Danny Ng Siew L'Leong	6/6
Mr Yong Chew Keat (Appointed on 21 November 2009)	3/3
Mr Yong Yoke Keong (Resigned on 21 November 2009)	3/3
Company Secretary	6/6

ACTIVITIES OF THE AUDIT COMMITTEE

During the financial year ended 30 June 2009, the Audit Committee, in discharging its functions and duties, had carried out the following activities:-

1. Reviewed the quarterly reports of the Group to ensure adherence to legal and regulatory reporting requirements before recommending to the Board of Directors for approval.
2. Reviewed the audited annual financial statements of the Company and the Group before recommending to the Board of Directors for approval.
3. Reviewed and approved the draft Audit Committee Report and Internal Control Statement to be incorporated in the Annual Report for the financial year ended 30 June 2009.
4. Reviewed the internal audit plan in order to identify key risk areas and processes to be covered during the financial year for the purpose of improvement to internal controls, procedures and risk management.
5. Reviewed the internal audit reports, audit recommendations made and management response to those recommendations and reviewed the follow-up audits to ensure that appropriate actions were taken and recommendations of the Internal Auditors were implemented.
6. Reviewed with External Auditors, their audit planning memorandum, audit approach and reporting requirements prior to the commencement of audit works.
7. Made amendments to its Terms of Reference for update and housekeeping purposes.
8. Met with the External Auditors, in the absence of the Management, to discuss problems and reservations arising from their final audit.
9. Discussed the audit findings and reviewed the audit report with the external auditors.

INTERNAL AUDIT FUNCTION

It is the intention of the Internal Audit Department to provide the Audit Committee of the Company, with assessment of the efficiency and adequacy of the internal control systems of the Group. This is done by reviewing and reporting on any material deviations and non-compliances of policies and control procedures implemented by Management and the Board. The Internal Audit Department will also strive to recommend sound and practical improvement to Management on existing control system wherever necessary after conducting an audit of the various department and operational systems, so as to safeguard the assets of the Company.

In addition to the Internal Audit Department, the Company has also outsourced its internal audit function to Messrs Cheng & Co., an independent professional consultancy firm with the aim of providing independent and systematic reviews on the systems of internal control. The Internal Audit function provides an independent and objective feedback to the Audit Committee and the Board on the adequacy, effectiveness and efficiency of the internal control system within the Group. Throughout the financial year, the audit assignments were carried out in accordance with the annual internal audit plan.

On quarterly basis, the Internal Auditors report to the Audit Committee on their audit findings, their recommendations of the corrective actions to be taken by the Management together with the Management's responses in relation thereto. Periodically, the Internal Auditors will follow up to determine the extent of their recommendations that have been implemented by the Management.

The summary of activities of the Internal Auditors for the year under review is as follows:-

1. Prepared the annual audit plan for the approval of the Audit Committee.
2. Performed risk based audits on strategic business units of the Company and of the Group, which covered reviews of the internal control system, accounting and management information system and risk management.
3. Issued audit reports to the Audit Committee and Management identifying weaknesses and issues as well as highlighting recommendations for improvements.
4. Acted on suggestions made by the Audit Committee and/or Senior Management on concerns over operations or controls and significant issues pertinent to the Company and of the Group.
5. Reported to the Audit Committee on review of the adequacy, appropriateness and compliance with the procedures established to monitor human resource management, information technology management and invoicing.
6. Reviewed on the appropriateness of the disclosure statements in regard to compliance with the Malaysian Code on Corporate Governance [Revised 2007] and the state on internal controls as well as the Audit Committee Report.
7. Attended Audit Committee meetings to table and discuss the audit reports and followed up on matters raised.

This Audit Committee Report is made in accordance with the resolution passed at the Board of Directors' meeting held on 29 October 2009.

CORPORATE GOVERNANCE STATEMENT

Introduction

AHB Holdings Berhad ("the Company") acknowledges the importance of good corporate governance and thus, the Directors are committed to direct and manage the Company in ensuring that the Group practices good corporate governance in line with the Malaysian Code on Corporate Governance [Revised 2007] (the "Code") in achieving its primary goal of enhancing shareholder value and to protect the interests of shareholders.

In preparing this report, the Board has considered the manner in which the Company has applied the principles of the Code and the extent to which it has complied with the Best Practices of the Code. The Board of Directors is of the opinion that save as set out below, the Group has applied the principles set out in Part 1 of the Code and has complied with the best practices set out in Part 2 of the Code throughout the financial year ended 30 June 2009.

BOARD OF DIRECTORS

The Board

The Company is led and managed by an experienced Board comprising members with wide range of experience in relevant fields such as manufacturing, marketing, merchandising, secretarial, finance, accounting, etc. Together the Directors bring a broad range of skills, experiences and knowledge required to successfully direct and supervise the Company's business activities, which are vital to the success of the Group.

a) Board Composition

The Board consists of a Non-Independent Non-Executive Chairman, a Group Managing Director, a Non-Independent Non-Executive Director and two (2) Independent Non-Executive Directors. The roles of the Chairman of the Board and Managing Director are segregated.

The two (2) Independent Non-Executive Directors of the Company who form one-third (1/3) of the Board provide the Board with a good mix of industry-specific knowledge plus broad business and commercial experience. They provide guidance, unbiased, fully balanced and independent views, advice and judgement to many aspects of the Group's strategy so as to safeguard the interests of minority shareholders and to ensure that the highest standards of conduct and integrity are maintained by the Group.

b) Board Responsibilities

The Board retains full and effective control of the Group and has developed corporate objectives and position descriptions including the limits to Management's responsibilities, which the Executive Director is aware and is responsible for meeting. The Board had an understanding of matters reserved to itself for decision, which includes the overall Group strategy and direction, acquisition and divestment policy, approval for major capital expenditures, consideration of significant financial matters and review of the financial and operating performance of the Group.

c) Supply of Information

Prior to Board meetings, an agenda together with the relevant documents and information are distributed to all Directors. The Group Managing Director and/or other relevant Board members will provide comprehensive explanation of pertinent issues and recommendations by the Management. The issues would then be deliberated and discussed thoroughly by the Board prior to decision-making.

Apart from the above, the Board members are updated on the Company's activities and its operations on a regular basis. All Directors whether as a full board or in their individual capacity have access to all information of the Company on a timely basis in an appropriate form and quality necessary to enable them to discharge their duties and responsibilities.

All Directors have access to the advice and services of the Company Secretary and to obtain independent professional advice, whenever necessary, at the expense of the Group.

CORPORATE GOVERNANCE STATEMENT (cont.)

d) Board Meetings

There were six (6) Board of Directors' meetings held during the financial year ended 30 June 2009. Details of attendance of Directors holding office during the financial year (including Company Secretary's attendance) are as follows:-

Directors	Number of Board Meetings attended
En Mirzan Mahathir	5/6
Mr Yong Yoke Keong	6/6
Mr Yong Chew Keat	6/6
Mr Lim Chee Hoong	6/6
Mr Danny Ng Siew L'Leong	6/6
Company Secretary	6/6

e) Appointment to the Board

A Nomination Committee has been established by the Board comprising wholly Non-Executive Directors, majority of whom are independent Directors, as follows:-

Mr Danny Ng Siew L'Leong	-	Chairman, Independent Non-Executive Director
Mr Lim Chee Hoong	-	Member, Independent Non-Executive Director
Mr Yong Chew Keat	-	Member, Non-Independent Non-Executive Director

The Committee is generally responsible to:-

(i) assess the effectiveness of the Board as a whole, the Committees of the Board and the contribution of each individual Director.

(ii) assess the size of the Board and review the mix of skills and experience and other qualities of the Board members required for the Board to function completely and efficiently.

(iii) assess and recommend new nominees for appointment to the Board for the Board's final decision-making.

The Board is entitled to the services of the Company Secretary who would ensure that all appointments are properly made upon obtaining all necessary information from the Directors.

f) Re-election

In accordance with the provisions of the Articles of Association of the Company, one-third (1/3) of the Board of Directors for the time being, or, if their number is not three (3) or multiples of three (3), then the number nearest to one-third (1/3) shall retire from office at each Annual General Meeting and shall be eligible for re-election.

g) Directors' Training

The Directors of the Company had attended the following training:-

Name of Directors	Date of Training	Subject
Mr Yong Yoke Keong	31 October 2008 20 November 2008	ISO 9001 & ISO 14001 Basic Training Identifying Environmental Aspect & Impact ISO 14001
Mr Yong Chew Keat	31 October 2008	ISO 9001 & ISO 14001 Basic Training
En Mirzan Mahathir	-	Did not attend due to work commitments
Mr Lim Chee Hoong	27 May 2009 2 & 3 July 2009 4 & 5 August 2009	Latest developments on Transfer Pricing in Malaysia & 2009 Mini Budget Financial Instruments: Recognition, Measurement, Disclosure & Presentation (FRS132, FRS139 & IFRS7) National Tax Conference 2009
Mr Danny Ng Siew L'Leong	5 & 6 August 2008	12th Asian Regional Conference

g) Directors' Training (cont.)

The Board acknowledges the fact that continuous education is vital for the Board members to gain insight into the state of economy, manufacturing, technological advances in the core business, latest regulatory developments and management strategies.

The Board will evaluate their own training needs on a continuous basis and to determine the relevant programmes, seminar and briefings that will enhance their knowledge and enable them to discharge their duties effectively.

h) Directors' Remuneration

A Remuneration Committee has been established by the Board comprising wholly Non-Executive Directors, the majority of whom are independent, as follows:-

Mr Danny Ng Siew L'Leong	-	Chairman, Independent Non-Executive Director
Mr Lim Chee Hoong	-	Member, Independent Non-Executive Director
Mr Yong Chew Keat	-	Member, Non-Independent Non-Executive Director

The Remuneration Committee shall ensure that the levels of remuneration is sufficient to attract and retain Directors of the quality required to manage the business of the Group. The Remuneration Committee is entrusted under its terms of reference to assist the Board, amongst others, to recommend to the Board the remuneration of the executive directors. In the case of non-executive directors, the level of remuneration shall reflect the experience and level of responsibilities undertaken by the non-executive directors concerned.

Details of Directors' remuneration for the financial year ended 30 June 2009 are as follows:-

Remuneration (RM)	Executive Director	Non-Executive Directors	Total
Directors' Fees*	24,000	96,000	120,000
Salaries & Other emoluments	415,296	0	415,296
Pension Costs – defined contribution plans	0	0	0
Bonus	10,450	0	10,450
Benefits-in-kind	0	0	0
Total	**449,746**	**96,000**	**545,746**

* To be approved at the forthcoming Annual General Meeting.

The number of Directors whose total remuneration during the financial year ended 30 June 2009 falls within the respective bands is analysed below:-

Range of remuneration	Number of Executive Director	Number of Non-Executive Directors
RM1 - RM50,000	0	4
RM400,001 – RM450,000	1	0
Total	**1**	**4**

SHAREHOLDERS

a) 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 major developments of the Company and the information is communicated to them through the following:

(i) the Annual Report; and

(ii) the various disclosures and announcements made to Bursa Malaysia Securities Berhad including the quarterly financial results and annual financial results.

SHAREHOLDERS(cont.)

a) **Dialogue with Investors** (cont.)

The Company has also established its website (www.ahb.com.my) to which shareholders can access for further information on the Group.

All shareholders are encouraged to attend the Company's Annual General Meeting and participate in the proceedings. Opportunities will be given to the shareholders to ask questions and seek clarification on the business and performance of the Group.

Apart from contacts at General Meetings, the Directors and/or Management have the option of calling for meetings with investors/analysts if it deems necessary.

b) **General Meetings**

The Company's Annual General Meeting serves as a principle forum for dialogue with shareholders. Extraordinary General Meetings is held as and when required.

ACCOUNTABILITY AND AUDIT

a) **Financial Reporting**

The Directors are responsible to present a true and fair assessment of the Group's position and prospects in the annual reports and quarterly reports. The quarterly financial results were reviewed by the Audit Committee and approved by the Board of Directors prior to the submission to Bursa Malaysia Securities Berhad.

b) **Directors' Responsibility Statement in respect of the Audited Financial Statements for the financial year ended 30 June 2009**

The Directors of the Company are collectively responsible for ensuring that the financial statements for each financial year are properly drawn up in accordance with the provisions of the Companies Act 1965, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and approved accounting standards in Malaysia so as to give a true and fair view of the state of affairs of the Group as at the end of the financial year and of the results and cash flows of the Group for the financial year then ended.

The Directors are satisfied that in preparing the financial statements of the Group for the year ended 30 June 2009, the Group has adopted suitable accounting policies and applied them consistently, prudently and reasonably. The Directors also consider that all applicable approved accounting standards have been followed in the preparation of the financial statements, subject to any material departures being disclosed and explained in the notes to the financial statements. The financial statements have been prepared on the going concern basis.

The Directors are responsible for ensuring that the Group keeps sufficient accounting records to disclose with reasonable accuracy, the financial position of the Group and which enable them to ensure that the financial statements comply with the Companies Act, 1965.

c) **Internal Control**

The Board has an overall responsibility in maintaining a sound internal control system that provides reasonable assurance of effective and efficient operations and compliance with internal procedures and guidelines. The Statement on Internal Control is set out on page 15 of this Annual Report.

d) **Relationship with the Auditors**

The Board has established a formal and transparent arrangement for maintaining appropriate relationships with the external auditors in seeking professional advice and ensuring the compliance with the appropriate accounting standards. The Audit Committee met with the external auditors to discuss their audit plan, audit findings and the financial statements.

CORPORATE SOCIAL RESPONSIBILITY

The Company recognises its corporate social responsibility commitments to its various stakeholders, which include investors, clients, suppliers, members of the local communities as well as its employees in which it operates. The Board of Directors of the Company and the Group will ensure that all pertinent matters relating to Corporate Social Responsibility are considered and supported in the Group's operations and administrative processes and are consistent with the Group's stakeholders' best interest.

ADDITIONAL COMPLIANCE INFORMATION

1. UTILISATION OF PROCEEDS

The Company has not implemented any corporate proposal during the financial year ended 30 June 2009.

2. SHARE BUY-BACK

The Company does not have a share buy-back programme in place.

3. OPTIONS, WARRANTS OR CONVERTIBLE SECURITIES

No options were exercised during the financial year ended 30 June 2009. The Company has not issued any warrants or convertible securities in respect of the financial year under review.

4. DEPOSITORY RECEIPT PROGRAMME

The Company did not sponsor any Depository Receipt Programme in the financial year ended 30 June 2009.

5. IMPOSITION OF SANCTIONS AND PENALTIES

During the financial year under review, there were no sanctions and/or penalties imposed on the Company and/or its subsidiary companies, directors or management arising from any significant breach of rules/guidelines/legislation by the relevant regulatory bodies.

6. NON-AUDIT FEES

The amount of non-audit fees paid to the external auditors by the Group for the financial year ended 30 June 2009 is RM20,000.00.

7. VARIATION IN RESULTS

There is no significant variance in the Company's audited results for the financial year ended 30 June 2009 from the unaudited results as previously announced.

8. REVALUATION POLICY ON LANDED PROPERTY

The Group had not adopted any revaluation policy in relation to its landed properties.

9. MATERIAL CONTRACTS

There were no material contracts subsisting at the end of the financial year or entered into since the end of the previous financial year, by the Company or its subsidiaries, which involved the interest of the Director and major shareholders other than contracts entered into in the normal course of business.

10. RELATED PARTY TRANSACTIONS

The details of the transactions with related parties undertaken by the Group during the financial year ended 30 June 2009 are disclosed in Note 18 of the Notes to the audited financial statements on page 41 of this Annual Report.

11. SECURITIES COMMISSION CONDITIONS IMPOSED ON THE COMPANY

The Securities Commission ("SC") has vide its letter dated 26 October 2005 approved under Section 32(5) of the Securities Commission Act, 1993 the waiver from complying with approval conditions as set out in the SC's letter dated 28 January 2002, as follows:

(i) The Company should ensure full compliance with paragraph 11.12 of the Policies and Guidelines on Issue/Offer of Securities ("SC Issues Guidelines") with regard to the listing of a trading/retailing company on the Main Board of Bursa Malaysia Securities Berhad ("Bursa Securities") or operate a core business for which listing on the Second Board of Bursa Securities is allowed, within 2 years from the date of the decision letter; and

(ii) The Company should eliminate its accumulated losses within 2 1/2 years from the date of the decision letter.

The SC's approval is subject to the condition that the Company or its advisers, Affin Merchant Bank Berhad should submit a detailed proposal to the SC on the Company's plan to eliminate the accumulated losses and the said proposal should also be announced to Bursa Securities. The Board of Directors of the Company has taken note of the condition imposed by the SC and will deliberate on the same and/or the next course of action to be taken by the Company.

STATEMENT ON INTERNAL CONTROL

1. **Introduction**
   The Malaysian Code on Corporate Governance [Revised 2007] stipulates that the Board of Directors of listed companies should maintain a sound system of internal control to safeguard shareholders' investment and the Group's assets. The Board of Directors is taking appropriate initiatives to further strengthen the transparency, accountability and efficiency of operations.

2. **The Board's Responsibility**
   The Board of Directors recognizes the importance of a sound internal control system and effective risk management practices to good corporate governance. The Board also affirms its overall responsibility for the Group's system of internal control and risk management.

   In view of the limitations inherent in any internal control system, it is recognized that such system is designed to manage rather than eliminate risk. Evaluation and implementation of the system can only provide reasonable assurance of the Group achieving its objectives. The system will not provide absolute assurance against any material loss occurrence.

   The Board is satisfied that the internal control system was generally satisfactory for the financial year under review, and there was a continual process for identifying, evaluating and managing the significant risks faced by the Group.

3. **Risk Management**
   During the financial year, the Internal Audit Department assisted the Audit Committee and Board of Directors on internal control assessments and checks. This provided assessments and feedback through:-
   - Documenting policies, procedures and process flows in the Working Guidelines and responding to queries from the Audit Committee; and
   - Promoting risk awareness and the value and nature of an effective internal control system.

   The Internal Audit Department together with the Company Secretary assisted the Audit Committee and Board of Directors by providing assessment and feedback in the areas of:-
   - Checking on compliance with laws, regulations, corporate policies and procedures; and
   - Evaluating the effectiveness of risk management and corporate governance.

4. **Internal Control System**
   The key elements of the Group's Internal Control System are as follows:-
   - Regular reviews and discussions are held to identify and resolve business, financial, and other management issues.
   - Roles and responsibilities of delegated authority are clearly defined and set out in the Group's policies and guidelines. These policies and guidelines are reviewed regularly and updated when needed. They can be accessed by all employees to facilitate awareness and compliance.
   - The Audit Committee with the assistance of the Internal Audit Department monitors remedial actions on internal control issues identified.

5. **Internal Audit Function**
   In addition to the Internal Audit Department of the Company, the Group has also outsourced its internal audit function to Messrs Cheng & Co., an independent professional consultancy firm to review the adequacy and integrity of the internal control system of the Group.

   The internal audit function, led by the outsourced Internal Auditors, performed reviews on key processes within the Group and assessed the effectiveness of the internal control system. The Audit Committee is kept informed of the audit process, from the annual audit plan to the audit findings and reporting, and would thereafter report and make recommendation to the Board of Directors. The Management is responsible for ensuring that corrective actions are taken within the stipulated time frame on the reported weaknesses.

   The Company has incurred approximately RM30,000.00 for the internal audit work conducted within the Group for the financial year ended 30 June 2009.

6. **Weaknesses in internal control that result in material losses**
   There were no material losses incurred during the current financial year as a result of weaknesses in internal control. The Management continues to take measures to strengthen the internal control environment.

7. **Review of the Statement by External Auditors**
   The External Auditors have reviewed this Statement on Internal Control for the inclusion in the annual report of the Group for the financial year ended 30 June 2009 and reported to the Board that nothing has come to their attention that causes them to believe that the statement is inconsistent with their understanding of the process adopted by the Board in reviewing the adequacy and integrity of the system of internal control.

   The above Statement is made in accordance with the resolution passed at the Board of Directors' meeting held on 29 October 2009.

FINANCIAL STATEMENTS

FINANCIAL STATEMENTS

DIRECTORS' REPORT

The Directors of **AHB HOLDINGS BERHAD** hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended June 30, 2009.

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

The principal activities of the subsidiary companies are set out in Note 12 to the Financial Statements.

There have been no significant changes in the nature of these activities of the Company and of its subsidiary companies during the financial year.

RESULTS OF OPERATIONS
The results of operations of the Group and of the Company for the financial year are as follows:

	The Group RM	The Company RM
Profit/(Loss) for the financial year	966,494	(377,614)
Attributable to:		
Equity holders of the Company	1,062,630	
Minority interests	(96,136)	
	966,494	

In the opinion of the Directors, the results of the operations of the Group and of the Company during the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature.

DIVIDENDS
No dividend has been paid or declared by the Company since the end of the previous financial year. The Directors also do not recommend the payment of any dividend in respect of the current financial year.

RESERVES AND PROVISIONS
There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

ISSUE OF SHARES AND DEBENTURES
The Company has not issued any new shares or debentures during the financial year.

SHARE OPTIONS
No options have been granted by the Company to any parties during the financial year to take up unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of any option to take up unissued shares of the Company. As at the end of the financial year, there were no unissued shares of the Company under options.

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

(a) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts, and have satisfied themselves that adequate allowance had been made for doubtful debts and there were no bad debts to be written off; and
(b) to ensure that any current assets which were unlikely to realise their book values in the ordinary course of business have been written down to their estimated realisable values.

OTHER FINANCIAL INFORMATION (cont.)

At the date of this report, the Directors are not aware of any circumstances:

(a) which would render the amount written off as bad debts or the amount of allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
(b) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or
(c) which have arisen and render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; or
(d) not otherwise dealt with in this report or financial statements which would render any amount stated in the financial statements of the Group and of the Company misleading.

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

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

No contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

In the opinion of the Directors, no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of operations of the Group and of the Company for the succeeding financial year.

DIRECTORS

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

- Yong Yoke Keong
- Mirzan bin Mahathir
- Yong Chew Keat
- Danny Ng Siew L' Leong
- Lim Chee Hoong

In accordance with Article 85 of the Company's Articles of Association, Yong Yoke Keong and Lim Chee Hoong retires by rotation at the forthcoming Annual General Meeting and does offer themselves for re-election.

DIRECTORS' INTEREST

The shareholdings in the Company of those who were Directors at the end of the financial year, as recorded in the Register of Directors' Shareholdings kept by the Company under Section 134 of the Companies Act, 1965, are as follows:

	Number of ordinary shares of RM1 each			
	Balance as of 1.7.2008	**Bought**	**Sold**	**Balance as of 30.6.2009**
Shares in the Company				
Registered in the name of Directors				
Direct interest				
Yong Yoke Keong	10,150,269	-	-	10,150,269
Yong Chew Keat	2,929,770	-	-	2,929,770
Indirect interest				
Mirzan bin Mahathir	3,294,720	-	-	3,294,720

By virtue of their direct and indirect shareholdings in the Company, the directors are deemed to have an interest in the shares of all the subsidiary companies to the extent that the Company has an interest.

Other than as disclosed above, none of the other directors holding office at the end of the financial year had any interest or beneficial interest in the shares of the Company or its related companies during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, none of the Directors of the Company has received or become entitled to receive any benefit (other than the benefit included in the aggregate amount of emoluments received or due and receivable by the Directors as disclosed in the Note to the Financial Statements) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

During and at the end of the financial year, no arrangement subsisted to which the Company was a party whereby Directors of the Company might acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

AUDITORS

The auditors, Messrs SJ Grant Thornton, have indicated their willingness to continue in office.

Signed on behalf of the Board
in accordance with a resolution of the directors,

YONG YOKE KEONG

LIM CHEE HOONG

Kuala Lumpur,
29 October 2009

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AHB HOLDINGS BERHAD

Report on the Financial Statements

We have audited the financial statements of AHB Holdings Berhad, which comprise the balance sheets of the Group and of the Company as at June 30, 2009, 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 21 to 47.

Directors' Responsibilities 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' Responsibilities

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.

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 positions of the Group and of the Company as at June 30, 2009 and of its financial performance and cash flows for the financial year then ended.

The financial statements of the Group and of the Company as of June 30, 2008 were audited by another auditor whose report dated October 29, 2008 expressed on unqualified opinion on these financial 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 subsidiary companies have been properly kept in accordance with the provisions of the Act.
b) We are satisfied that the financial statements of the subsidiary companies that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.
c) The auditors' reports on the financial statements of the subsidiary companies 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.

SJ GRANT THORNTON	HOOI KOK MUN
(NO. AF: 0737)	CHARTERED ACCOUNTANT
CHARTERED ACCOUNTANTS	(NO: 2207/01/10(J))

Kuala Lumpur
29 October 2009

INCOME STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

	Note	The Group		The Company	
		2009	2008	2009	2008
		RM	RM	RM	RM
Revenue	4	25,096,892	31,796,694	-	-
Other operating income	5	1,716,156	1,494,645	-	-
Purchase of trading merchandise		(19,039,443)	(19,611,358)	-	-
Changes in trading merchandise		2,225,360	(1,380,515)	-	-
Directors' remuneration	6	(551,312)	(514,407)	(120,000)	(116,000)
Staff costs	5	(2,391,245)	(2,660,387)	-	-
Depreciation of property, plant and equipment	10	(226,101)	(361,346)	-	-
Amortisation of intangible assets	14	-	(349,572)	-	-
Finance costs	7	(1,398,757)	(1,043,723)	(210,678)	(298,931)
Other operating expenses	5	(4,465,056)	(8,732,349)	(46,936)	(40,416)
Profit/(Loss) before tax		966,494	(1,362,318)	(377,614)	(455,347)
Tax income	8	-	2,500,000	-	-
Profit/(Loss) for the financial year		966,494	1,137,682	(377,614)	(455,347)
Attributable to:					
Equity holders of the Company		1,062,630	1,198,337	(377,614)	(455,347)
Minority Interests		(96,136)	(60,655)	-	-
		966,494	1,137,682	(377,614)	(455,347)
Earnings per ordinary share (sen)					
Basic	9 (a)	2.20	2.49		
Fully diluted	9 (b)	N/A	N/A		

The accompanying Notes form an integral part of the Financial Statements.

BALANCE SHEET AS AT JUNE 30, 2009

	Note	The Group		The Company	
		2009	2008	2009	2008
		RM	RM	RM	RM
ASSETS					
Non-current Assets					
Property, plant and equipment	10	653,760	856,884	-	-
Goodwill on consolidation	11	2,120,422	2,120,422	-	-
Investment in subsidiary companies	12	-	-	34,005,922	34,005,922
Other investments	13	-	1,000	-	-
Deferred tax asset		2,500,000	2,500,000	-	-
Total Non-current Assets		5,274,182	5,478,306	34,005,922	34,005,922
Current Assets					
Land and building held for sale		1,458,800	1,458,800	-	-
Inventories	15	10,707,612	8,227,888	-	-
Trade receivables	16	19,642,617	18,773,511	-	-
Other receivables and prepaid expenses	17	1,076,876	1,640,893	-	-
Tax recoverable		147,618	147,617	10,278	10,278
Amount owing by subsidiary companies	18	-	-	14,649,555	14,741,906
Fixed deposits, cash and bank balances	19	392,923	811,202	9,768	9,627
Total Current Assets		33,426,446	31,059,911	14,669,601	14,761,811
TOTAL ASSETS		38,700,628	36,538,217	48,675,523	48,767,733

BALANCE SHEET AS AT JUNE 30, 2009 (cont.)

	Note	The Group		The Company	
		2009	2008	2009	2008
		RM	RM	RM	RM
EQUITY AND LIABILITIES					
Capital and Reserves					
Share capital	20	48,131,398	48,131,398	48,131,398	48,131,398
Reserves	21	(33,797,210)	(34,859,840)	(11,960,300)	(11,582,687)
		14,334,188	13,271,558	36,171,098	36,548,711
Minority interest		39,929	136,065	-	-
Total Equity		14,374,117	13,407,623	36,171,098	36,548,711
Non-Current Liabilities					
Long term loans	22	2,965,542	4,362,116	2,095,016	1,489,054
Deferred tax liability	23	4,700	4,700	-	-
Total Non-current Liabilities		2,970,242	4,366,816	2,095,016	1,489,054
Current Liabilities					
Trade payables	24	475,252	563,423	-	-
Other payables and accrued expenses	24	15,200,388	14,136,179	844,334	807,251
Amount owing to subsidiary companies	18	-	-	8,974,786	8,974,786
Amount owing to directors	25	522,219	296,805	337,000	217,000
Bank borrowings	26	5,135,642	3,686,991	253,289	730,931
Hire-purchase payables	27	22,768	80,380	-	-
Total Current Liabilities		21,356,269	18,763,778	10,409,409	10,729,968
Total Liabilities		24,326,511	23,130,594	12,504,425	12,219,022
TOTAL EQUITY AND LIABILITIES		38,700,628	36,538,217	48,675,523	48,767,733

The accompanying Notes form an integral part of the Financial Statements.

STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2009

The Group

	← Attributable to Equity Holders of the Company →					
	Issued Capital RM	**Non-distributable Reserve-Share Premium RM**	**Accumulated Loss RM**	**Total RM**	**Minority Interest RM**	**Total RM**
Balance as at July 1, 2007	48,131,398	3,664,610	(39,722,787)	12,073,221	196,720	12,269,941
Total recognised income and Expenses						
- Profit for the financial year	-	-	1,198,337	1,198,337	(60,655)	1,137,682
Balance as at June 30, 2008	48,131,398	3,664,610	(38,524,450)	13,271,558	136,065	13,407,623
Balance as at July 1, 2008	48,131,398	3,664,610	(38,524,450)	13,271,558	136,065	13,407,623
Total recognised income and Expenses						
- Profit for the financial year	-	-	1,062,630	1,062,630	(96,136)	966,494
Balance as at June 30, 2009	48,131,398	3,664,610	(37,461,820)	14,334,188	39,929	14,374,117

The Company

	Issued Capital RM	**Non-distributable Reserve-Share Premium RM**	**Accumulated Loss RM**	**Total RM**
Balance as at July 1, 2007	48,131,398	3,664,610	(14,791,950)	37,004,058
Total recognised income and expenses				
Loss for the financial year	-	-	(455,347)	(455,347)
Balance as at June 30, 2008	48,131,398	3,664,610	(15,247,297)	36,548,711
Balance as at July 1, 2008	48,131,398	3,664,610	(15,247,297)	36,548,711
Total recognised income and expenses				
Loss for the financial year	-	-	(377,613)	(377,613)
Balance as at June 30, 2009	48,131,398	3,664,610	(15,624,910)	36,171,098

The accompanying Notes form an integral part of the Financial Statements.

CASHFLOW STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES				
Profit/(Loss) for the year	966,494	1,137,682	(377,613)	(455,347)
Adjustments for:				
Tax income	-	(2,500,000)	-	-
Allowance for doubtful debts:	1,058,203	5,385,280	-	-
Write-off of:				
Deposits	50,775	-	-	-
Other investment	1,000	-	-	-
Inventory	172	-	-	-
Allowance for doubtful debts no longer required	(147,017)	-	-	-
Unrealised (gain)/loss on foreign exchange	(442,158)	1,352,403	-	-
Finance costs	1,398,758	1,043,723	210,678	298,931
Allowance for inventory obsolescence no longer required	(254,192)	(1,383,019)	-	-
Depreciation of property, plant and equipment	226,101	361,346	-	-
Amortisation of intangible assets	-	349,572	-	-
Gain on disposal of property, plant and equipment	(27,660)	(64,200)	-	-
Interest income	-	(8,243)	-	-
Operating Profit/(Loss) Before Working Capital Changes	2,830,476	5,674,544	(166,935)	(156,416)
(Increase)/Decrease in:				
Inventories	(2,225,704)	1,380,515	-	-
Trade receivables	(1,338,134)	(5,035,892)	-	-
Other receivables and prepaid expenses	513,242	1,367,556	-	-
Amount owing by subsidiary companies	-	-	92,351	545,624
Increase/(Decrease) in:				
Trade payables	(88,173)	(433,159)	-	-
Other payables and accrued expenses	365,668	(1,467,500)	37,083	40,191
Amount owing to directors	225,414	96,000	120,000	71,000
Cash From Operations	282,791	1,582,064	82,499	500,399
Income tax refunded	-	301	-	-
Net Cash From Operating Activities	282,791	1,582,365	82,499	500,399

CASHFLOW STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009 (cont.)

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from disposal of property, plant and equipment	42,000	64,200	-	-
Purchase of property, plant and equipment	(37,317)	(41,492)	-	-
Net Cash From Investing activities	4,683	22,708	-	-
CASHFLOWS USED IN FINANCING ACTIVITIES				
Finance costs paid	(571,897)	(711,107)	(82,358)	-
Repayment of long-term loans	(76,243)	(1,511,019)	-	(500,124)
Repayment of hire-purchase payables	(57,613)	(32,800)	-	-
Interest received	-	8,243	-	-
Net Cash Used In Financing Activities	(705,753)	(2,246,683)	(82,358)	(500,124)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(418,280)	(641,610)	141	275
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	788,573	1,430,183	9,627	9,352
CASH AND CASH EQUIVALENTS AT END OF YEAR	370,293	788,573	9,768	9,627

The accompanying Notes form an integral part of the Financial Statements.

NOTES TO FINANCIAL STATEMENTS

1. GENERAL INFORMATION

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

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

The principal activities of the subsidiary companies are set out in Note 12 to the financial statements.

There have been no significant changes in the nature of these activities of the Company and of its subsidiary companies during the financial year.

The registered office of the Company is located at Suite 11.1A, Level 11, Menara Weld, 76, Jalan Raja Chulan, 50200 Kuala Lumpur.

The principal place of business of the Company is located at 17, Jalan Industri PBP 11, 47100 Puchong, Selangor Darul Ehsan.

The financial statements of the Group and of the Company have been authorised by the Board of Directors for issuance on October 29, 2009.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Group and of the Company have been prepared in accordance with the provisions of the Companies Act, 1965 and Financial Reporting Standards ("FRS") issued by Malaysian Accounting Standard Board ("MASB").

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Accounting convention

The financial statements of the Group and of the Company have been prepared under the historical cost convention, unless otherwise indicated in the other significant accounting policies.

The financial statements are presented in Ringgit Malaysia "RM" which is the Group's functional currency.

(b) Adoption of Financial Reporting Standards ("FRS")

The accounting policies adopted by the Group and the Company are consistent with those of the previous financial year and in conformity with the FRSs, the approved accounting standards for entities other than private entities issued by MASB.

The Group and the Company has not early adopted the following new/revised Standards and IC Interpretations ("IC Int") that have been issued by the MASB:-

1) FRS 4 - Insurance Contracts
2) FRS 7 - Financial Instruments: Disclosures
3) FRS 8 - Operating Segments
4) FRS 123 - Borrowing Costs
5) FRS 139 - Financial Instruments: Recognition and Measurement.

The Group and the Company is exempted from disclosing the possible impact, if any, to the financial statements upon initial application of FRS 139

6)	Amendments to FRS 1 First time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements	- Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associates.
7)	Amendments to FRS 2 Share-based Payment	- Vesting Conditions and Cancellations
8)	IC Interpretation 9	- Reassessment of Embedded Derivatives
9)	IC Interpretation 10	- Interim Financial Reporting and Impairment.
10)	IC Interpretation 11	- FRS 2 - Group and Treasury Shares Transactions.
11)	IC Interpretation 13	- Customer Loyalty Programmes
12)	IC Interpretation 14	- FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction.

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(b) Adoption of Financial Reporting Standards ("FRS") (cont.)

The above standards, amendments to FRSs and IC Interpretations shall be effective for the accounting period beginning on or after 1 January 2010 except for FRS 8 which shall be effective on or after 1 July 2009.

The initial application of the above standards, amendments to FRSs and IC Interpretations are not expected to have any material impact on the financial statements of the Group and of the Company.

(c) Significant accounting estimates and judgements

Estimates, assumptions concerning the future and judgements are made in the preparation of the financial statements. They affect the application of the Group's accounting policies and reported amounts of assets, liabilities, income and expenses and disclosures made. They are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:-

Income taxes

Significant judgement is involved in determining the provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognised tax liabilities based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the period in which such determination is made.

Deferred tax assets

Deferred tax assets are recognised for all deductible temporary differences, unutilised tax losses, unabsorbed capital allowances and unused tax credits to the extent that it is probable that taxable profit will be available against which all deductible temporary differences, unutilised tax losses, unabsorbed capital allowances and unused tax credits can be utilised. Significant management judgement is required to determined the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

Depreciation of property, plant and equipment

Property, plant and equipment are depreciated in a straight-line basis over their useful life. Management estimated the useful life of these assets to be within 5 to 50 years. Changes in the expected level of usage and technological developments could impact the economic useful life and the residual values of these assets, therefore future depreciation charges could be revised.

Allowance for doubtful debts

The Company makes allowance for doubtful debts based on an assessment of the recoverability of receivables. Allowances are applied to receivables where events or changes in circumstances indicate that the carrying amounts may not be recovered. Management analyses historical bad debts, customer concentrations, customer creditworthiness, current economic trends and changes in customer payment terms when making a judgement to evaluate the adequacy of the allowance for doubtful debts of receivables. Where the expectation is different from the original estimate, such difference will impact the carrying value of receivables.

Impairment of goodwill

The Group determines whether goodwill is impaired at least on an annual basis. This requires the estimation of the value in use of the cash-generating units to which goodwill are allocated. Estimating the value in use requires the Group to make an estimate of the expected future cash flows from the cash-generating unit and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(d) Basis of consolidation

The consolidated financial statement comprises the financial statements of the Company and its subsidiary companies as at the balance sheet date. The financial statements of the subsidiary companies are prepared for the same reporting date as the Company.

Acquisitions of subsidiary companies are accounted for using the purchase method. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus the costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest.

Under the purchase method of accounting, the results of subsidiary companies acquired are included in the consolidated income statements from the date on which the control is transferred to the Group and are no longer consolidated from the date that control ceases. The purchase method of accounting involves allocating the cost of the acquisition to the fair value of the assets acquired and liabilities and contingent liabilities assumed at the date of acquisition. The cost of an acquisition is measured as the aggregate of the fair values, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued, plus any cost directly attributable to the acquisition.

Any 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 represent goodwill. Any excess of the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition is recognised immediately in profit or loss.

Minority interests represent the portion of profit or loss and net assets in subsidiary companies not held by the Group. They are presented in the consolidated balance sheet within equity, separately from the parent shareholders' equity, and are separately disclosed in the consolidated income statements.

In preparing the consolidated financial statements, intragroup balances, transactions and unrealised gain or losses are eliminated in full. Uniform accounting policies are adopted in the consolidated financial statements for the like transaction and events in similar circumstances.

(e) Subsidiary companies

Subsidiary companies are entities over which the Group or the Company has the ability to control the financial and operating policies so as to obtain benefits from their activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group has such power over another entity.

In the Company's separate financial statements, investments in subsidiary companies are stated at cost less impairment losses. Where an indication of impairment exists, the carrying amount of the subsidiary company is assessed and written down immediately to its recoverable amount. On disposal of such investment, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

(f) Goodwill

Goodwill acquired in a business combination is initially measured at cost. Subsequently, goodwill is measured at cost less any accumulated impairment losses. It is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

(g) Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The costs of property, plant and equipment comprise their purchase costs and any expenditure that is directly attributable to the acquisition of the assets.

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

The policy for the recognition and measurement of impairment loss is in accordance with Note 3 (x).

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(g) Property, plant and equipment and depreciation (cont.)

Freehold land is not depreciated. All other property, plant and equipment are depreciated over their estimated useful lives to write off the cost of each property, plant and equipment. The principal annual rates of depreciation used are as follows:-

Warehouse, building and renovation	2% - 10%
Plant and machinery	10%
Tools, equipment and moulds	10%
Office and computer equipment, furniture and fittings and air-conditioners	10% - 20%
Motor vehicles	20%

Restoration cost relating to an item of property, plant and equipment is capitalised only if such expenditure is expected to increase the future benefits from the existing property, plant and equipment beyond its previously assessed standard of performance.

Property, plant and equipment are written down to recoverable amount if, in the opinion of the Directors, it is less than their carrying value. Recoverable amount is the net selling price of the property, plant and equipment i.e. the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

The residual values, useful life and depreciation method are reviewed at each financial year end to ensure that the amount, method and period of depreciation are consistent with previous estimates and expected pattern of consumption of future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. The difference between the net disposal proceeds, if any and the net carrying amount is recognised in profit or loss.

(h) Non-Current Assets Held for Sale

Disposal groups or non-current assets are deemed to be held for sale if their carrying amount is recovered principally through a sale transaction rather than through continuing use.

A component of the Group is classified as discontinued operation when the criteria to be classified as held for sale have been met or it has been disposed off and such a component represents a separate major line of business or geographical area of operations, is part of a single co-ordinate major line of business or geographical area of operations or is a subsidiary acquired exclusively with a view to resale.

Classification of the asset as held for sale occurs only when the asset is available for immediate sale in its present condition subject only to terms that are usual and customary and sale must be highly probable.

Management must be committed to a plan to sell the assets which are expected to qualify for recognition as a completed sale within one year from the date of classification. Action required to complete the plan should indicate that it is unlikely that significant changes to the plan will be made or the plan will be withdrawn.

Immediately before the initial recognition of the asset as held for sale, the carrying amounts of the assets are measured in accordance with the applicable FRSs. Upon classification as held for sale, a non-current assets and disposals group is measured at the lower of carrying amount and fair value less costs to sell and is not depreciated. Any differences are recognised in the income statement.

(i) Intangible assets

Research and development costs, which represent the cost of designing new or substantially improved products with commercial viability and for which there is a clear indication of the marketability of the products being developed, are capitalised and carried forward. Such costs are amortised over a period of 5 years in which benefits are expected to be derived commencing from the period in which the related sales are first made. Where projects are aborted or proved to be unsuccessful, the related costs are charged immediately to the income statement.

The recoverable amount research and development costs is assessed on a regular basis, including when there is an indication that the assets has been impaired or that the impairment losses recognised in previous years no longer exist.

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(j) Other investments

Non-current investments other than investment in subsidiary companies, associate companies, jointly controlled entities are shown at cost and allowance is only made when there is an indication of impairment exists. Impairment in the value of an investment is recognised as an expense in the period in which the impairment is identified.

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

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

(k) Inventories

Inventories, which comprise raw materials and trading merchandise, are stated at the lower of cost and net realisable value, cost being determined on the weighted average method. The cost of trading merchandise and raw materials comprises the original cost of purchase plus the cost of bringing the inventories to their present condition and location.

In arriving at the net realisable value, due allowance is made for all obsolete and slow moving inventories.

(l) Provisions for liabilities

Provisions for liabilities are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditure expected to be required to settle the obligation.

(m) Receivables

Trade and other receivables are carried at anticipated realisable value. Known bad debts are written off and specific allowance is made for debts which are considered doubtful of collection.

(n) Payables

Trade and other payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(o) Revenue recognition

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably.

i) Sale of goods

Revenue is recognised upon delivery of products and when the risk and rewards of ownership have been passed to the customers. Sales of the Group represent gross invoiced value of goods sold less returns and discounts.

ii) Dividend income

Dividend income is recognised when the right to receive payment has been established and no significant uncertainty existed with regard to its receipt.

(p) Foreign currency transactions

Transactions in foreign currencies are initially recorded in Ringgit Malaysia at rates of exchange ruling at the date of the transaction. At each balance sheet date, foreign currency monetary items are translated into Ringgit Malaysia at exchange rates ruling at that date. Non-monetary items initially denominated in foreign currencies, which are carried at historical cost are translated using the historical rate as of the date of acquisition and non-monetary items which are carried at fair value are translated using the exchange rate that existed when the values were determined.

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(p) Foreign currency transactions (cont.)

All exchange rate differences are taken to the income statement.

The exchange rate ruling at balance sheet date used is as follows:-

	2009 **RM**	**2008** **RM**
1 US Dollar	3.499	3.27

(q) Equity instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

The transaction costs of an equity transaction are accounted for as a deduction from equity, net of tax. Equity transaction costs comprise only those incremental external costs directly attributable to the equity transaction which would otherwise have been avoided.

(r) Income tax

Income tax on the profit or loss for the financial year comprises current and deferred tax. Current tax expenses is the expected amount of income taxes payable in respect of the taxable profit for the financial year and is measured using the tax rates that have been enacted at the balance sheet date.

Deferred tax liabilities and assets are provided for under the liability method at the current tax rate in respect of all temporary differences at the balance sheet date between the carrying amount of an asset or liability in the balance sheet and its tax base including unused tax losses and capital allowances.

Deferred tax assets are recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. The carrying amount of a deferred tax asset is reviewed at each balance sheet date. If it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or that entire deferred tax asset to be utilised, the carrying amount of the deferred tax asset will be reduced accordingly. When it becomes probable that sufficient taxable profit will be available, such reductions will be reversed to the extent of the taxable profit.

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

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

(s) Financial instruments

Financial instruments carried on the balance sheets include cash and bank balances, investments, receivables, payable and bank borrowings. The particular recognition methods adopted are disclosed in the individual accounting policy statements associated with each item. Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as liability are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity. Financial instruments are offset when the Group has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

(t) Cash and cash equivalents

Cash and cash equivalents comprises of cash and bank balances, bank overdraft and demand deposits. Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value.

3. SIGNIFICANT ACCOUNTING POLICIES (cont.)

(u) Employee benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the period in which the associated services are rendered by employees of the Group. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined contribution plans

Obligations for contributions to defined contribution plans such as Employees Provident Fund ("EPF") are recognised as an expense in the income statement as incurred.

(v) Property, plant and equipment acquired under hire purchase arrangements

The cost of property, plant and equipment acquired under hire purchase arrangements are capitalised. The depreciation policy on these property, plant and equipment is similar to that of the Group's property, plant and equipment depreciation policy. Outstanding obligations due under the hire purchase arrangements after deducting finance expenses are included as liabilities in the financial statements. Finance charges on hire purchase agreements are allocated to income statement over the period of the respective agreements.

(w) Borrowings

Borrowings are initially recognised based on the proceeds received. In subsequent periods, borrowings are stated with accumulated outstanding interest and net of repayment during the period. Portions repayable after 12 months are disclosed as non-current liabilities.

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

(x) Impairment of assets

The carrying values of assets are reviewed for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts. The recoverable amount is the higher of fair value less costs to sell and its value in use, which is measured by reference to discounted future cash flows. Recoverable amounts are estimated for individual assets, or if it is not possible, for the cash generating unit.

An impairment loss is charged to the income statements immediately, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of previously recognised revaluation surplus for the same asset.

Subsequent increase in the recoverable amount of an asset is treated as reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in the income statement immediately, unless the asset is carried at revalued amount. A reversal of an impairment loss on a revalued asset is credited directly to revaluation surplus. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense in the income statement, a reversal of that impairment loss is recognised as income in the income statement.

(y) Repairs and maintenance

Repairs and maintenance are charged to the income statement as and when incurred. Major renewals and improvements which extended the useful lives of plant and equipment are capitalised.

4. REVENUE

	The Group	
	2009	**2008**
	RM	**RM**
Sales of drafting equipment, office furniture and specialised computer furniture	25,096,892	31,796,694

5. OTHER OPERATING INCOME/(EXPENSES)

Included in other operating income/(expenses) are the following:

	The Group		The Company	
	2009 RM	2008 RM	2009 RM	2008 RM
Gain on disposal of :				
Property, plant and equipment	27,660	64,200	-	-
Interest income on fixed deposits with licensed banks	-	8,243	-	-
Allowance for doubtful debts	(1,058,203)	(5,385,280)	-	-
Allowance for doubtful debts no longer required	147,017	-	-	-
Write-off of :				
Deposits	(50,775)	-	-	-
Inventories	(172)	-	-	-
Other investment	(1,000)	-	-	-
Foreign exchange gain / (loss):-				
Unrealised	442,158	(1,352,403)	-	-
Realised	811,034	(9,190)	-	-
Allowance for inventory obsolescence no longer required	254,192	1,383,019	-	-
Rental of premises	(279,000)	(315,800)	-	-
Auditors' remuneration:				
SJ Grant Thornton Statutory audit fees				
- current financial year	(95,000)	-	(23,000)	-
Other external auditors Statutory audit fees				
- current financial year	-	(120,000)	-	(35,000)
- under-provision in prior financial year	(16,806)	-	-	-
Special audits				
- current financial year	(126,082)	-	-	-

Staff costs include salaries, bonuses, contributions to EPF and all other staff related expenses. Contributions to EPF for the employees of the Group during the current financial year amounted to RM194,540 (2008: RM239,206).

6. DIRECTOR'S REMUNERATION

	The Group		The Company	
	2009 RM	2008 RM	2009 RM	2008 RM
Company's directors				
Executive directors:				
Fees	24,000	24,000	24,000	24,000
Other emoluments	385,088	355,663	-	-
EPF contributions	46,224	42,744	-	-
	455,312	422,407	24,000	24,000
Non-executive directors:				
Fees	96,000	92,000	96,000	92,000
	551,312	514,407	120,000	116,000

The estimated monetary value of benefits-in-kind received and receivable by the directors otherwise than in cash from the Group amounted to approximately RM NIL (2008: RM13,513).

Remuneration of executive directors, who are the key management personnel, is as disclosed above.

NOTES TO FINANCIAL STATEMENTS (cont.)

7. FINANCE COSTS

	The Group		The Company	
	2009	**2008**	**2009**	**2008**
	RM	**RM**	**RM**	**RM**
Interest on:				
Long-term loans	690,713	418,564	210,678	13,606
Other payables	698,541	332,617	-	-
Hire-purchase	-	3,188	-	-
Bank overdrafts	-	1,561	-	-
Trust receipts	-	285,325	-	285,325
Others	9,503	2,468	-	-
	1,398,757	1,043,723	210,678	298,931

8. TAX INCOME

	The Group		The Company	
	2009	**2008**	**2009**	**2008**
	RM	**RM**	**RM**	**RM**
Current:				
Estimated tax payable	-	-	-	-
Deferred tax (Note 25)	-	2,500,000	-	-
	-	2,500,000	-	-

The tax income for the financial year can be reconciled to the profit/(loss) before tax shown in the income statements as follows:

	The Group	
	2009	**2008**
	RM	**RM**
Profit/(Loss) before tax	966,494	(1,362,318)
Tax/(Tax loss) at applicable tax rate:		
20% on the first RM500,000 of chargeable income	-	(100,000)
25% on the balance of chargeable income	241,624	(224,203)
Tax effects of:		
Non deductible expenses	972,116	697,403
Income not subject to tax	(555,900)	-
Current year tax losses not recognised	-	-
Recognition and realisation of deferred tax assets not recognised in prior years	-	(2,873,200)
Utilisation of previously unabsorbed losses	(657,840)	-
Tax income	-	(2,500,000)

A subsidiary company of the Company was granted pioneer status for the manufacture of drafting equipment and specialised computer furniture under the Promotion of Investments Act, 1986 for a period of five years. The Ministry of International Trade and Industry (MITI) has approved the production day (commencement of the tax exemption period) as 1 August 1991. By virtue of the said subsidiary company's pioneer status, all profits earned for the pioneer products during the pioneer period are exempted from income tax. Based on existing tax law, any dividends declared and proposed out of such tax-exempt profits are also exempted from income tax in the hands of the shareholders.

8. TAX INCOME (cont.)

As of June 30, 2009, the cumulative estimated tax-exempt income available arising from tax-exempt income claimed during the pioneer period by the said subsidiary company amounted to approximately RM33,037,900 (2008: RM33,037,900) and is subject to approval by the Inland Revenue Board.

Also, the said subsidiary company has claimed reinvestment allowances under Schedule 7A of the Income Tax Act, 1967 which when utilised will enable the said subsidiary company to distribute tax-exempt dividends to the shareholders. As of June 30, 2009, the cumulative reinvestment allowances claimed and utilised by the said subsidiary company totalled RM15,901,000 (2008: RM15,901,000), and is subject to agreement by the Inland Revenue Board.

In prior financial year, the said subsidiary company received an additional tax assessment of RM756,271 for the year of assessment 1998 due to reinvestment allowances and certain expenses claimed that were disallowed by the tax authorities. The Company has appealed against the disallowance of these allowances and expenses and pending the outcome of the appeal, the additional tax assessment has not been provided for in the financial statements.

9. EARNINGS PER ORDINARY SHARE

(a) Basic earnings per ordinary share

Basic earnings per ordinary share is calculated based on the Group's net profit attributable to shareholders of the Company divided by the weighted average number of ordinary shares in issue during the financial year as follows:

	The Group	
	2009	**2008**
	RM	**RM**
Profit for the year	1,062,639	1,198,337
Number of ordinary shares at beginning of year	48,131,398	48,131,398
Weighted average number of ordinary shares in issue	48,131,398	48,131,398
Basic earnings per ordinary share (sen)	2.20	2.49

(b) Fully diluted earnings per ordinary share

Fully diluted earnings per ordinary share is calculated by dividing the adjusted profit for the year by the adjusted weighted average number of ordinary shares in issue and issuable during the financial year.

The diluted earnings per ordinary share of the Group in 2009 and 2008 has not been presented as the average fair value of the shares of the Group is lower than the exercise price for the exercise of Warrants 2004/2014 to ordinary shares.

The effect in both years would be anti-dilutive to earnings per ordinary share.

10. PROPERTY, PLANT AND EQUIPMENT

The Group

	Freehold land RM	Warehouse, building and renovations RM	Plant and machinery RM	Tools, equipment and moulds RM	Office and computer equipment, furniture and fittings and air-conditioners RM	Office and computer equipment, furniture and fittings and air-conditioners under hire-purchase RM	Motor vehicles RM	Motor vehicles under hire-purchase RM	Total RM
Cost									
Balance as of July 1, 2007	412,500	2,027,798	21,449	825,015	9,806,086	102,149	778,834	358,376	14,332,207
Additions	-	-	27,060	-	14,432	-	-	-	41,492
Disposals	-	-	-	-	-	-	(412,833)	(90,417)	(503,250)
Reclassification	-	-	-	-	102,149	(102,149)	105,841	(105,841)	-
Reclassified as asset held for sale	(412,500)	(1,974,547)	-	-	-	-	-	-	(2,387,047)
Balance as of June 30,2008 / July 1, 2008	-	53,251	48,509	825,015	9,922,667	-	471,842	162,118	11,483,402
Additions	-	-	-	14,351	22,966	-	-	-	37,317
Disposals	-	-	-	-	-	-	-	(71,700)	(71,700)
Written off	-	-	-	-	-	-	-	-	-
Balance as of June 30, 2009	-	53,251	48,509	839,366	9,945,633	-	471,842	90,418	11,449,019
Accumulated Depreciation									
Balance as of July 1, 2007	-	906,370	10,029	422,504	9,169,663	88,075	778,834	321,194	11,696,669
Charge for the year	-	50,974	3,006	79,809	206,983	-	-	20,574	361,346
Disposals	-	-	-	-	-	-	(412,833)	(90,417)	(503,250)
Reclassification	-	-	-	-	88,075	(88,075)	105,841	(105,841)	-
Reclassification as asset held for sales	-	(928,247)	-	-	-	-	-	-	(928,247)
Balance as of June 30, 2008 / July 1, 2008	-	29,097	13,035	502,313	9,464,721	-	471,842	145,510	10,626,518
Charge for the year	-	4,921	4,851	81,725	132,336	-	-	2,268	226,101
Disposals	-	-	-	-	-	-	-	(57,360)	(57,360)
Balance as of June 30, 2009	-	34,018	17,886	584,038	9,597,057	-	471,842	90,418	10,795,259

10. PROPERTY, PLANT AND EQUIPMENT (cont.)
The Group

Net Book Value	Freehold land RM	Warehouse, building and renovations RM	Plant and machinery RM	Tools, equipment and moulds RM	Office and computer equipment, furniture and fittings and air-conditioners RM	Office and computer equipment, furniture and fittings and air-conditioners under hire-purchase RM	Motor vehicles RM	Motor vehicles under hire-purchase RM	Total RM
Balance as of June 30, 2009	-	19,233	30,623	255,328	348,576	-	-	-	653,760
Balance as of June 30, 2008	-	24,154	35,474	322,702	457,946	-	-	16,608	856,884

Included under property, plant and equipment of the Group as of June 30, 2009 are fully depreciated assets which are still in use, with costs totalling RM9,005,349 (2008: RM9,176,316).

The freehold land and warehouse of the Group with a net book value of RM1,458,800 (2008: RM1,458,800) are charged to certain local banks to secure termed-out loans as mentioned in Note 26.

During the previous financial year, the Group entered into a sale and purchase agreement with a third party to disposed of the freehold land and warehouse for a consideration of RM2,600,000 pursuant to conditions imposed by the banks on the rescheduling of the termed-out loan as disclosed in Note 26. The said disposal is pending completion as of June 30, 2009 and accordingly, the freehold land and warehouse with a net book value of RM1,458,800 have been reclassified as assets held for sale under current asset. On July 21, 2009, the Company agreed to extend the completion period to November 30, 2009.

11. GOODWILL ON CONSOLIDATION

	The Group	
	2009	2008
	RM	RM
Goodwill on Consolidation	2,120,422	2,120,422

The Group tests goodwill annually for impairment, or more frequently if there are indications that goodwill might be impaired.

The recoverable amount of the cash-generating unit ("CGU"), being the trading units of the Group, is determined from value-in-use calculation. The key assumptions for the value-in-use calculation are those regarding the discount rate, growth rates and expected changes to selling prices and direct costs during the period. Management estimates discount rate using pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the CGU. The growth rates and changes in selling prices and direct costs are based on expectations of future changes in the market.

The Group prepares cash flow forecasts derived from the profit forecasts approved by the Board of Directors for the next five years based on growth rates ranging from 8% to 20%.

12. INVESTMENT IN SUBSIDIARY COMPANIES

	The Company	
	2009	2008
	RM	RM
Unquoted shares, at cost	41,420,922	41,420,922
Less: accumulated impairment losses	(7,415,000)	(7,415,000)
	34,005,922	34,005,922

As of June 30, 2009, the carrying value of the Company's investment in unquoted shares of subsidiary companies is in excess of the underlying net tangible assets backing by approximately RM14,247,707 (2008: RM11,763,484). Considering the future prospects and profitability of the subsidiary companies, the directors are of the opinion that no impairment in the value of the investment has occurred and therefore no further allowance for impairment loss is required to be made in respect of investment in subsidiary companies in the financial statements of the Company during the financial year.

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

Subsidiary Companies	Effective Equity Interest 2009 and 2008 Principal	Activities
AHB Technology Sdn. Bhd.	100%	Research and development of office interior markets and products and trading of office interior products.
AHB Marketing Sdn. Bhd.	100%	Research and development of office interior markets and products and trading of office interior products
AHB Manufacturing Sdn. Bhd.	100%	Dormant
Create Space Sdn. Bhd.	100%	Research and development of office interior markets and products and trading of office interior products.
AHB Distribution Sdn. Bhd.	100%	Research and development of office interior markets and products and trading of office interior products.
#Prestigious Office Systems Sdn. Bhd.*	67%	Research and development of office interior markets and products and trading of office interior products.
Persistem Sdn. Bhd.*	51%	Research and development of office interior markets and products and trading of office interior products.

* Interest held through AHB Marketing Sdn. Bhd.
# The consolidation is based on management account.

13. OTHER INVESTMENTS

	The Group	
	2009	2008
	RM	RM
Quoted shares - At cost	-	1,000
Market value of quoted shares	-	675

14. INTANGIBLE ASSETS

The Group

	Research and Developments
	RM
Cost	
Balance as of June 30, 2008 / June 30, 2009	4,259,926
Accumulated amortisation	
Balance as of July 1, 2007 / June 30,2007	3,910,354
Charged during the year	349,572
Balance as of June 30, 2008 / July 1, 2008	4,259,926
Balance as of June 30, 2009	4,259,926
Net	
Balance as of June 30, 2009	-

15. INVENTORIES

	The Group	
	2009	2008
	RM	RM
At cost:		
Trading merchandise	11,031,658	8,806,298
Less: Allowance for inventory obsolescence	(324,046)	(578,410)
	10,707,612	8,227,888

16. TRADE RECEIVABLES

	The Group	
	2009	2008
	RM	RM
Trade receivables	39,572,290	37,802,730
Less: Allowance for doubtful debts	(19,929,673)	(19,029,219)
	19,642,617	18,773,511

Trade receivables comprise amounts receivable for the sales of goods. The credit period granted on trade receivables is normally 30 days (2008: 30 days) or contractual periods based on project contract sales. The Group's historical experience in collection of trade receivables falls within the recorded allowances and management believes that no additional credit risk beyond amounts provided for collection losses is inherent in the Group's trade receivables.

Analysis of foreign currency exposure profile of trade receivables is as follows:

	2009	2008
	RM	RM
Ringgit Malaysia	15,227,125	16,526,453
United States Dollar	24,345,165	21,276,277
	39,572,290	37,802,730

17. OTHER RECEIVABLES AND PREPAID EXPENSES

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
Other receivables	2,179,617	2,621,758	-	-
Less : Allowance for doubtful debts	(1,289,072)	(1,289,072)	-	-
	890,545	1,332,686	-	-
Refundable deposits	186,331	308,207	-	-
	1,076,876	1,640,893	-	-

18. INTERCOMPANY TRANSACTIONS

Amount owing by/(to) subsidiary companies arose mainly from management fees charged in prior financial years, advances and payments made on behalf. These amounts are unsecured, interest-free and have no fixed terms of repayment.

The significant outstanding balances owing by/(to) subsidiary companies arising from non-trade transactions are as follows:

	The Company	
	2009	2008
	RM	RM
Subsidiary companies		
Interest-free advances and expenses paid on behalf	138,985	5,767,120

19. FIXED DEPOSITS, CASH AND BANK BALANCES

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
Cash and bank balances	383,941	802,220	786	645
Fixed deposits with licensed banks	8,982	8,982	8,982	8,982
	392,923	811,202	9,768	9,627

The above fixed deposits earn interest at 2.79% (2008: 2.79%) per annum and have an average maturity of 365 days (2008: 365 days).

20. SHARE CAPITAL

	The Group and The Company	
	2009	2008
	RM	RM
Authorised:		
1,000,000,000 ordinary shares of RM1 each	1,000,000,000	1,000,000,000
Issued and fully paid:		
Ordinary shares of RM1 each:		
Balance at beginning/end of financial year	48,131,398	48,131,398

(a) The Company issued free detachable warrants for the issuance of new ordinary shares through a private placement in 2005 (Warrants 2004/2014). As of June 30, 2009, the outstanding Warrants 2005/2014 totaling 5,228,000 (2008:5,228,000) have not been exercised.

The salient features of the Warrants are as follows:-

(i) The Warrants shall be issued in registered form and constituted by a Deed Poll to be executed by the Company. The Warrants, which are to be issued with the Placement Shares, are immediately detachable upon allotment and issue of the Placement Shares. The Warrants will be traded separately;

(ii) Each Warrant carries the entitlement to subscribe for one new ordinary share, at the exercise price at any time during the exercise period, subject to the adjustments in accordance with the provisions of the Deed Poll;

20. SHARE CAPITAL (cont.)

(iii) The Warrants can be exercised at any time during the period of ten years commencing from and including the date of issue of the Warrants and up to and including the expiry date; and

(iv) The exercise price shall be determined based on the Securities Commission Guidelines which stipulate that the exercise price can be set at a discount of not more than ten percent from the 5-day weighted average market price of the ordinary shares at a price-fixing date to be determined by the Board or at the par value of the ordinary shares of RM1 whichever is higher. The exercise price will be subject to adjustments in accordance with the terms and provisions of the Deed Poll and shall be satisfied wholly in cash.

The new ordinary shares to be issued upon the exercise of the Warrants 2004/2014 shall, upon allotment and issue, rank pari passu in all respects with the existing issued and fully paid-up ordinary shares except that they shall not be entitled to any dividends, rights,

21. RESERVES

	The Group		The Company	
	2009 RM	2008 RM	2009 RM	2008 RM
Non-distributable:				
Share premium	3,664,610	3,664,610	3,664,610	3,664,610
Accumulated losses	(37,461,820)	(38,524,450)	(15,624,910)	(15,247,297)
	(33,797,210)	(34,859,840)	(11,960,300)	(11,582,687)

Share premium

Share premium arose from issuance of shares and conversion of ICULS in prior financial years, net of bonus issue and issue expenses.

22. LONG-TERM LOANS

	The Group		The Company	
	2009 RM	2008 RM	2009 RM	2008 RM
Termed-out loans	4,338,927	4,687,969	-	-
Term loans	3,739,628	3,338,509	2,348,305	2,219,985
Total principal outstanding	8,078,555	8,026,478	2,348,305	2,219,985
Less: Amount due within 12 months (Note 26)	(5,113,013)	(3,664,362)	(253,289)	(730,931)
Non-current portion	2,965,542	4,362,116	2,095,016	1,489,054

The non-current portion is repayable as follows:

	The Group		The Company	
	2009 RM	2008 RM	2009 RM	2008 RM
2010	-	3,589,165	-	432,000
2011	951,708	510,104	253,289	432,000
2012	394,114	262,847	274,312	432,000
2013	1,619,720	-	1,567,415	-

The Company

During the previous financial year, the Company restructured its trust receipts facility to a new term loan. This new term loan bears interest at 2.5% above the base lending rate and is repayable in 36 monthly installments of RM36,000 each commencing on July 2008. The new term loan is secured by a personal guarantee of a director and a corporate guarantee of one of its subsidiary companies.

22. LONG-TERM LOANS (cont.)

Subsidiary companies

Pursuant to the implementation and completion of the debt restructuring scheme in prior financial years, an amount of RM6,839,500 of term loans of a subsidiary company is termed-out. This termed-out loan bears interest at a rate of 3.0% (2008: 1.0%) above the base lending rate or 1.5% above the cost of funds per annum.

In the previous financial year, the said subsidiary company has rescheduled its repayment of the remaining termed-out loans outstanding. The principal amount outstanding including its interest, shall be payable by way of monthly installments of RM74,000 to all banks in addition to the obligation to dispose of its freehold land and warehouse within the next coming 6 months based on the extension given by the bankers after the financial year ended 30 June 2009 as precedent condition to accept the rescheduling of the said termed-out loan by the banks. Therefore, during the financial year, the term-out loans have been classified as short-term bank borrowing.

As for the term loan, the principal outstanding including its interest, shall be payable by way of monthly installments of RM51,200 to the respective banks accordingly.

All term loans obtained by the subsidiary companies are denominated in Ringgit Malaysia (“RM”).

The termed-out loans are secured by a first legal charge over the freehold land and warehouse of the said subsidiary company as mentioned in Note 10 and a corporate guarantee from the Company. The terms loans are secured by a third party legal charge over a piece of industrial land and building registered in the names of a director and a close family member of certain Directors of the Company.

23. DEFERRED TAX ASSET/(LIABILITY)

Deferred Tax Asset

	The Group	
	2009	**2008**
	RM	**RM**
Balance at beginning of year	2,500,000	-
Transfer from income statement	-	2,500,000
Balance at end of financial year	2,500,000	2,500,000

The deferred tax asset of the Group which is calculated at the current tax rate, has been recognised in the financial statements as the directors are reasonably certain that the asset is realisable based on the estimated future profitability.

The deferred tax asset recognised is in respect of the tax effects of the following:

	The Group Deferred Tax Asset	
	2009	**2008**
	RM	**RM**
Tax effects of unused tax losses	2,500,000	2,500,000

Deferred Tax Liability

	The Group Deferred Tax Liability	
	2009	**2008**
	RM	**RM**
Balance at beginning and end of year	4,700	4,700

The deferred tax liability is in respect of the tax effects of the following:

	The Group Deferred Tax Liability/(Asset)	
	2009	**2008**
	RM	**RM**
Temporary differences arising from property, Plant and equipment	10,800	10,800
Others	(6,100)	(6,100)
Net deferred tax liability	4,700	4,700

23. DEFERRED TAX ASSET/(LIABILITY) (cont.)

As mentioned in Note 3, the tax effects of deductible temporary differences, unused tax losses and unused tax credits which would give rise to net deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. As of June 30, 2008, the amount of net deferred tax asset, pertaining to the Company and certain subsidiary companies calculated at the current tax rate which has not been recognised in the financial statements due to uncertainty of its realisation, is as follows:

	The Group Deferred Tax Assets/(Liabilities)	
	2009	**2008**
	RM	**RM**
Tax effects of:		
Temporary differences arising from:		
Property, plant and equipment	(22,300)	(148,600)
Inventories	20,250	150,000
Receivables	1,283,000	5,226,300
Unused tax losses	240,800	4,788,700
Unabsorbed capital allowances	558,800	15,500
Net deferred tax assets	2,080,550	10,031,900

24. TRADE PAYABLES, OTHER PAYABLES AND ACCRUED EXPENSES

Trade payables comprise amounts outstanding for trade purchases and ongoing costs. The average credit period granted to the Group for trade payables is 30 to 100 (2008: 30 to 100 days).

Trade payables consist of the following:

	The Group		The Company	
	2009	**2008**	**2009**	**2008**
	RM	**RM**	**RM**	**RM**
Trade payables	2,996,817	4,808,151	-	-
Vendor down payment	(2,521,566)	(4,244,728)	-	-
	475,251	563,423	-	-

Other payables and accrued expenses consist of the following:

	The Group		The Company	
	2009	**2008**	**2009**	**2008**
	RM	**RM**	**RM**	**RM**
Other payables	11,307,131	11,383,730	-	-
Accrued expenses	3,743,637	2,752,449	844,334	807,251
	15,050,768	14,136,179	844,334	807,251

Included in other payables as of June 30, 2009 is an amount of RM10,257,098 (2008:RM10,957,498) owing to a former associate company arising from trade transactions in prior financial years. Pursuant to a settlement agreement entered into with the said former associated company in 2005, the aforesaid amount was to be repayable in four installments of RM2,000,000 on or before November 30, 2005, RM4,000,000 on or before December 31, 2005, RM3,000,000 on or before June 30, 2007 and the balance of RM1,253,336 on or before December 31, 2006. Any amount still outstanding after December 31, 2006 bears interest at 6.375% per annum. Since July 1 2007, no payment has been made by the Group towards the said settlement agreement as the directors are negotiating with the former associated company to defer the repayments. Accrued expenses of the Group and of the Company in 2009 and 2008 comprise mainly accrued loan interest.

25. AMOUNT OWING TO DIRECTORS

Amount owing to directors arose from fees payable to the directors of the Company.

26. BANK BORROWINGS

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
Long-term loans - current portion (Note 22)	5,113,013	3,664,362	253,289	730,931
Bank overdrafts (Note 28)	22,629	22,629	-	-
	5,135,642	3,686,991	253,289	730,931

The Company has credit facilities totaling RM4,900,000 (2008: RM4,900,000) obtained from a local bank. This facility is secured by inward letter of credit and irrevocable letter of instruction from the Company to customer to make payment into escrow account of the Company maintained with the bank.

A subsidiary company has bank overdrafts and other credit facilities totalling RM175,000 (2008: RM175,000) obtained from certain local banks. These facilities are guaranteed by certain directors of the subsidiary company and the Company. The short term borrowings of the Group and of the Company bear interest at 2% (2008: 2%) per annum above the banks' base lending rate. The above bank borrowings utilised are denominated in Ringgit Malaysia.

27. HIRE-PURCHASE PAYABLES

	The Group	
	2009	2008
	RM	RM
Total instalments outstanding	22,846	80,891
Less: Interest-in-suspense	(78)	(511)
Principal outstanding	22,768	80,380
Less: Amount due within 12 months (shown under current liabilities)	(22,768)	(80,380)
Non-current portion	-	-

It is the Group's policy to acquire certain of its property, plant and equipment under hire-purchase arrangements. The average term for the hire-purchase is about 3 to 5 years. The interest rate implicit in the hire-purchase obligations is 6.38% (2008: 6.38%) per annum.

The Group's hire-purchase obligations are secured by the financial institutions charge over the assets under hire-purchase.

28. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts:

	The Group		The Company	
	2009	2008	2009	2008
	RM	RM	RM	RM
Cash and bank balances	383,941	802,220	786	645
Fixed deposits with licensed banks	8,982	8,982	8,982	8,982
Bank overdrafts (Note 26)	(22,629)	(22,629)	-	-
	370,294	788,573	9,768	9,627

29. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The operations of the Group and the Company are subject to a variety of financial risks, including foreign currency risk, interest rate risk, credit risk, liquidity risk and cash flow risk. The Group has formulated a financial risk management framework whose principal objective is to minimise its exposure to risks and/or costs associated with the financing, investing and operating activities of the Group.

Various risk management policies are made and approved by the Board for observation in the day-to-day operations for the controlling and management of the risks associated with financial instruments.

29. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (cont.)

(i) **Foreign currency risk**

The Group has undertaken trade transactions with its foreign customers and suppliers, operating outside of Malaysia, here the amounts owing by/(to) the Group are exposed to currency translation risks as disclosed in Notes 16.

(ii) **Interest rate risk**

The Group is exposed to interest rate risk through the impact of rate changes on fixed deposits, hire-purchase payables, term loans and bank overdraft. The interest rate of hire-purchase, term loans and bank overdraft are disclosed in Notes 22, 26 and 27 to the financial statements respectively.

(iii) **Credit risk**

The Group is exposed to credit risk mainly from trade receivables. The Group extends credit to its customers based upon careful evaluation of the customers' financial condition and credit history. The Group also ensures a large customer base so as to limit high credit concentration in a single customer or customers from a particular market.

The Group's exposure to credit risk in relation to its trade receivables, should all its customers fail to perform their obligations as of June 30, 2009, is the carrying amount of these receivables as disclosed in the balance sheet.

(iv) **Liquidity risk**

The Group practices prudent liquidity risk management to minimise the mismatch of financial assets and liabilities and to maintain sufficient credit facilities for contingent funding requirement of working capital.

(v) **Cash flow risk**

The Group reviews its cash flow position regularly to manage its exposure to fluctuations in future cash flows associated with its monetary financial instruments.

Financial Assets

Significant financial assets of the Group include fixed deposits, cash and bank balances, and trade and other receivables. Financial assets of the Company include amount owing by subsidiary companies.

Financial Liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangement entered into. Significant financial liabilities of the Group include trade and other payables.

Financial liabilities of the Company also include amount owing to subsidiary companies.

Fair Values

The fair values of the financial assets and financial liabilities reported in the balance sheet approximate the carrying amounts of those assets and liabilities.

Cash and cash equivalents, trade and other receivables, inter-company indebtedness, trade and other payables and bank borrowings

The fair values of these financial instruments approximate their carrying amounts due to the short-term maturities of these instruments.

30. SEGMENTAL INFORMATION

The Group operates predominantly in Malaysia and is principally involved in the trading of drafting equipment, office furniture and specialised computer furniture.

Accordingly, the Directors are of the opinion that financial information by industry and geographical segment is not necessary to be presented.

31. PROFIT GUARANTEE

Pursuant to the listing of the Company on the Main Market (formerly known as the Second Board) of Bursa Malaysia Securities Berhad on May 21, 1996 and the subsequent revision of the profit guarantee agreement approved by the shareholders at an extraordinary general meeting on September 29, 1998, the guarantors, namely Yong Yoke Keong, Yong Chew Keat and Iskandar Holdings Sdn. Bhd., (collectively, referred to as the Guarantors), had provided a guarantee that the consolidated profits before tax of the Group of RM15,960,600 shall be achieved over a period of five (5) years commencing from the financial year ended June 30, 1998 to 2002. As at June 30, 2002 the shortfall in the profit guarantee amounted to RM15,960,000.

In this connection, the guarantors acknowledged their liabilities in relation to the above profit guarantee have crystallised and intend to fully discharge their obligations.

Accordingly, on November 3, 2003, the Company announced a proposed compensation by the Guarantors for the abovementioned shortfall in profit guarantee involving the following proposals:

(i) Proposed restricted issue of up to 19.670 million five (5) year warrants (Warrants) on a non-renounceable basis to the shareholders of the Company other than the Guarantors and/or person connected to the Guarantors (Entitled Shareholders) at a date to be determined later; and

(ii) Proposed offer by the Guarantors to purchase the Warrants from the Entitled Shareholders after the listing of the Warrants on Bursa Malaysia Securities Berhad (Collectively, referred to as the Proposed Settlement)

On January 21, 2004, the Company submitted the applications on the Proposed Settlement to the relevant authorities which have given their conditional approval to the Proposed Settlement vide their letter dated December 9, 2005.

The Securities Commission (referred to as the SC) vide its letter dated December 20, 2005 approved the Company's application for an extension of time until June 7, 2006 to complete the Proposed Settlement. Subsequently, an application was made on June 6, 2006 for an extension of time for a further six (6) months to December 7, 2006.

The SC vide its letter dated August 13, 2006 did not approve the application for the extension of time. The directors are continuing to deliberate on the next course of action in relation to the Proposed Settlement, and understand that the Guarantors are exploring various options to arrive at a solution to the Proposed Settlement, and will keep the SC abreast accordingly.

Subsequently, the Board of Directors has been in active discussions within the Board, and with the management and also with third parties to arrive at a resolution of this matter. There have been various discussions with SC in finding the best way to resolve this matter.

32. CONTINGENT LIABILITIES

As of June 30, 2009, the Company has issued secured corporate guarantees to a local licensed banks for term loan and other banking facilities totaling RM2,944,000 (2008:RM2,944,000) granted to a subsidiary company. Accordingly, the Company is contingently liable to the extent of term loan and other banking facilities utilised by the said subsidiary company.

STATEMENTS BY DIRECTORS

The directors of **AHB HOLDINGS BERHAD** state that, in their opinion, the accompanying balance sheets and the related statements of income, cash flows and changes in equity, are drawn up in accordance with the provisions of the Companies Act, 1965 and Financial Reporting Standards in Malaysia so as to give a true and fair view of the state of affairs of the Group and of the Company as of June 30, 2009 and of the results of the businesses and cash flows of the Group and of the Company for the financial year ended on that date.

Signed in accordance with
a resolution of the directors,

YONG YOKE KEONG

LIM CHEE HOONG
Kuala Lumpur,
29 October 2009

DECLARATION BY THE DIRECTOR PRIMARILY RESPONSIBLE FOR THE FINANCIAL MANAGEMENT OF THE COMPANY

I, **YONG YOKE KEONG**, the director primarily responsible for the financial management of **AHB HOLDINGS BERHAD**, do solemnly and sincerely declare that the accompanying balance sheets and statements of income, cash flows and changes in equity, are, in my opinion, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

YONG YOKE KEONG

Subscribed and solemnly declared by the
abovenamed **YONG YOKE KEONG** at
KUALA LUMPUR this 29th day of
October, 2009
Before me,

COMMISSIONER FOR OATHS

LIST OF PROPERTY

Location	Tenure	Description	Land Area (Sq. Ft.)	Net Book as at 30 June 2009 (RM'000)	Age of Building
Lot 1835, Jalan Maktab, 43300 Seri Kembangan, Selangor Darul Ehsan	Freehold	Industrial land erected with a factory building	53,088	1,459	22 years

STATISTICS OF SHAREHOLDINGS AS AT 30 OCTOBER 2009

Authorised Share Capital:	RM1,000,000,000.00
Issued and Fully Paid-up Capital:	RM48,131,398.00
Class of Shares:	Ordinary Shares of RM1.00 each
Voting Rights:	1 vote per Ordinary Share

ANALYSIS OF SHAREHOLDINGS AS AT 30 OCTOBER 2009

NO. OF HOLDERS	SIZE OF HOLDINGS	TOTAL HOLDINGS	PERCENTAGE (%)
44	1-99	2,277	0.004
165	100 - 1,000	116,471	0.241
1,103	1,001 - 10,000	4,208,344	8.743
395	10,001 - 100,000	13,095,796	27.208
48	100,001 - 2,406,568 (*)	21,878,430	45.455
3	2,406,569 AND ABOVE (**)	8,830,080	18.345
1,758		**48,131,398**	**100.000**

* Less than 5% of issued shares
** 5% and above of issued shares

TOP 30 SHAREHOLDERS AS AT 30 OCTOBER 2009

No.	Name of Shareholders	Number of Shares Held	Percentage (%)
1.	AMSEC NOMINEES (TEMPATAN) SDN BHD AMBANK (M) BERHAD FOR YONG YOKE KEONG	3,864,000	8.028
2.	ISKANDAR HOLDINGS SDN BHD	2,513,280	5.221
3.	CIMB GROUP NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR YONG YOKE KEONG (4966 JTRK)	2,452,800	5.096
4.	THAVRON ASSOCIATES LIMITED	2,310,650	4.800
5.	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD ALLIANCE MERCHANT NOMINEES (TEMPATAN) SDN BHD FOR YONG YOKE KEONG (STAKEHOLDERS)	2,184,432	4.538
6.	MAYBAN NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR YONG YOKE KEONG	1,644,000	3.415
7.	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD ALLIANCE MERCHANT NOMINEES (TEMPATAN) SDN BHD FOR YONG CHEW KEAT (STAKEHOLDERS)	1,297,068	2.694
8.	CIMB GROUP NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR YONG CHEW KEAT (4966 JTRK)	1,051,200	2.184
9.	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD ALLIANCE MERCHANT NOMINEES (TEMPATAN) SDN BHD FOR ESPRIWASA SDN. BHD. (STAKEHOLDERS)	994,560	2.066
10.	CHENG KWAI LAN	885,298	1.839
11.	TRIDENT TARGET SDN BHD	878,000	1.824

STATISTICS OF SHAREHOLDINGS AS AT 30 OCTOBER 2009 (cont.)

TOP 30 SHAREHOLDERS AS AT 30 OCTOBER 2009 (cont.)

No.	Name of Shareholders	Number of Shares Held	Percentage (%)
12.	HLG NOMINEE (ASING) SDN BHD PLEDGED SECURITIES ACCOUNT FOR LIVERMORE INVESTMENT FUND (CCTS)	870,000	1.807
13.	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD ALLIANCE MERCHANT NOMINEES (TEMPATAN) SDN BHD FOR ISKANDAR HOLDINGS SDN. BHD. (STAKEHOLDERS)	781,440	1.623
14.	VOON JYE WAH	715,500	1.486
15.	CIMB BANK BERHAD	693,348	1.440
16.	MAYBAN NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR YONG CHEW KEAT	581,502	1.208
17.	AFFIN NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR CHUNG CHEE YANG (CHU0328C)	557,000	1.157
18.	YONG YOKE LUEN	440,050	0.914
19.	LEE CHOON LIM	400,000	0.831
20.	PUBLIC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHEE BENG	400,000	0.831
21.	CHEE LAI HOCK	276,500	0.574
22.	TEOH BOON HAN @ TEONG BOON HONG	259,000	0.538
23.	TAN KIM KUAN	233,400	0.484
24.	TAN CHUN LAM	210,000	0.436
25.	CHAN CHEE SENG	200,000	0.415
26.	RHB CAPITAL NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR NG THIEW KIM (CEB)	200,000	0.415
27.	BURSA MALAYSIA BERHAD	177,663	0.369
28.	TAN LEE HWA	170,000	0.353
29.	JOANNE LIM YEE LING	160,000	0.332
30.	LAU KWAI MEI	160,000	0.332

ANALYSIS OF WARRANTS HOLDINGS AS AT 30 OCTOBER 2009

NO. OF HOLDERS	SIZE OF HOLDINGS	TOTAL HOLDINGS	PERCENTAGE (%)
0	1 - 99	0	0.000
77	100 - 1,000	9,500	0.181
2	1,001 - 10,000	7,200	0.137
1	10,001 - 100,000	50,100	0.958
0	100,001 - 261,399 (*)	0	0.000
3	261,400 and above (**)	5,161,200	98.722
83		5,228,000	100.00

* Less than 5% of issued warrants

** 5% and above of issued warrants

TOP 30 WARRANTS HOLDERS AS AT 30 OCTOBER 2009

No.	Name of Warrants Holders	Number of Warrants Held	Percentage (%)
1.	TRIDENT TARGET SDN BHD	2,278,000	43.573
2.	THAVRON ASSOCIATES LIMITED	1,818,400	34.781
3.	THAVRON ASSOCIATES LIMITED	631,600	12.081
4.	VOON JYE WAH	433,100	8.284
5.	ANG YOOK CHU @ ANG YOKE FONG	50,000	0.956
6.	PUBLIC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR TAN CHEE BENG (E-PPG)	5,100	0.097

TOP 30 WARRANTS HOLDERS AS AT 30 OCTOBER 2009 (cont.)

No.	Name of Warrants Holders	Number of Warrants Held	Percentage (%)
7.	GOH ENG HOO	2,100	0.040
8.	CHOW HENG LIU	1,000	0.019
9.	CIMSEC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR NG CHEE TEONG	1,000	0.019
10.	ALBERT LEE WAY LEONG	100	0.001
11.	ANG YOOK CHU @ ANG YOKE FONG	100	0.001
12.	AW TAI-JAK	100	0.001
13.	BERNICE LOW SUE LYN	100	0.001
14.	CHEW CHIN CHIN	100	0.001
15.	CHIA AH MOY @ CHIA CHEE ENG	100	0.001
16.	CHIANG HENG GIN	100	0.001
17.	CHONG FATT CHOY	100	0.001
18.	CHONG KOK YUEN	100	0.001
19.	CHONG WAH PLASTICS SDN BHD	100	0.001
20.	CHONG WAI LING	100	0.001
21.	CHOO WOON KIET	100	0.001
22.	CHOY WEE HERNG	100	0.001
23.	CHOY YOT FAH	100	0.001
24.	CHUA YEE PING	100	0.001
25.	FAREEA MA CH'ING	100	0.001
26.	FOAM-PACKAGING INDUSTRIES SDN BHD	100	0.001
27.	FOK LAI CHING	100	0.001
28.	FONG YAW LAN	100	0.001
29.	FOO SAY KEOW	100	0.001
30.	HOOI MING WAH	100	0.001

STATISTICS OF SHAREHOLDINGS AS AT 30 OCTOBER 2009 (cont.)

DIRECTORS' SHAREHOLDINGS AS PER THE REGISTER OF DIRECTORS' SHAREHOLDINGS AS AT 30 OCTOBER 2009

	---Direct---		---Indirect---	
Name of Directors	**No. of Ordinary Shares held**	**%**	**No. of Ordinary Shares held**	**%**
Mirzan Mahathir	-	-	3,294,720*	6.85
Yong Yoke Keong	10,150,269	21.09	-	-
Yong Chew Keat	2,929,770	6.09	-	-
Lim Chee Hoong	-	-	-	-
Danny Ng Siew L'Leong	-	-	-	-

Note :
**Deemed interest by virtue of his interest in Iskandar Holdings Sdn Bhd, the substantial shareholder of the Company.*

SUBSTANTIAL SHAREHOLDERS' SHAREHOLDINGS AS PER THE REGISTER OF SUBSTANTIAL SHAREHOLDERS' SHAREHOLDINGS AS AT 30 OCTOBER 2009

	Direct		Indirect	
Name of Substantial Shareholders	**No. of Ordinary Shares held**	**%**	**No. of Ordinary Shares held**	**%**
Yong Yoke Keong	10,150,269	21.09	-	-
Iskandar Holdings Sdn Bhd	3,294,720	6.85	-	-
Mirzan Mahathir	-	-	3,294,720 *	6.85
Yong Chew Keat	2,929,770	6.09	-	-

Note:
** Deemed interest by virtue of his interest in Iskandar Holdings Sdn Bhd, the substantial shareholder of the Company.*

DISCLOSURE PURSUANT TO SECTION 134(12)(c) OF THE COMPANIES ACT, 1965

Name	**Shareholdings**
Mirzan Mahathir	-
Yong Yoke Keong	-
Yong Chew Keat	48,000^
Lim Chee Hoong	-
Danny Ng Siew L'Leong	-

Note:
^ Disclosure of the interest held by his spouse, Kor Guat Hwa pursuant to Section 134(12)(c) of the Companies Act, 1965.

NOTICE OF SIXTEENTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Sixteenth Annual General Meeting of the Company will be held at Windows on KL 2, Lower Penthouse, Level 30, Crowne Plaza Mutiara Kuala Lumpur, Jalan Sultan Ismail, 50250 Kuala Lumpur on Thursday, 10 December 2009 at 3.30 p.m. or at any adjournment thereof to transact the following business:-

AGENDA

	ORDINARY BUSINESS
1.	To receive the Audited Financial Statements of the Company for the financial year ended 30 June 2009 and the Directors' and Auditors' Reports thereon. ***Resolution 1***
2.	To approve the payment of Directors' fees of RM120,000.00 for the financial year ended 30 June 2009. ***Resolution 2***
3.	To re-elect the following Directors who retire in accordance with Article 85 of the Company's Articles of Association :- 3.1 Mr Yong Yoke Keong ***Resolution 3*** 3.2 Mr Lim Chee Hoong ***Resolution 4***
4.	To re-appoint Messrs SJ Grant Thornton as the Company's Auditors and to authorise the Directors to fix their remuneration. ***Resolution 5***
	SPECIAL BUSINESS
5.	**ORDINARY RESOLUTION - AUTHORITY FOR DIRECTORS TO ISSUE SHARES** "THAT pursuant to Section 132D of the Companies Act, 1965, and subject to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the approvals of the relevant governmental and/or regulatory authorities (if any), the Directors be and are hereby empowered to issue new shares in the Company at any time, to such person or persons, 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 ten percent (10%) of the nominal value of the total issued and paid-up share capital of the Company at the time of issue AND THAT the Directors be and are also empowered to obtain the approval from Bursa Malaysia Securities Berhad for the listing of and quotation for the additional shares so issued AND THAT such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company." ***Resolution 6***
6.	To transact any other business of which due notice shall have been given in accordance with the Companies Act, 1965.

BY ORDER OF THE BOARD
YEOH CHONG KEAT (MIA 2736)
CHONG SIEW DUAN (MAICSA 7019353)
Company Secretaries

Kuala Lumpur
17 November 2009

Notes:

1. *A proxy may but need not be a member of the Company and a member may appoint any person to be his proxy without limitation and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.*
2. *A member shall be entitled to appoint more than one (1) proxy but up to a maximum of three (3) proxies to attend and vote at the same meeting and where the member appoints more than one (1) proxy to attend and vote at the same meeting, such appointment shall be invalid unless the member specifies the proportion of his holdings to be represented by each proxy.*
3. *Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, it may appoint at least one (1) proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.*
4. *The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.*
5. *The instrument of a proxy and the power of attorney (if any) under which it is signed or a notarially certified copy thereof shall be deposited at the Registered Office of the Company situated at Suite 11.1A, Level 11, Menara Weld, 76, Jalan Raja Chulan, 50200 Kuala Lumpur not less than forty-eight (48) hours before the time set for the holding of this meeting or at any adjournment thereof.*

EXPLANATORY NOTE ON SPECIAL BUSINESS

1. **Resolution 6**

   This resolution, if passed, will allow the Directors of the Company to issue and allot shares in the Company at any time, to such person or persons, upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit ("General Mandate"), provided that the aggregate number of shares issued pursuant to this General Mandate does not exceed 10% of the total issued share capital of the Company at the time of issue. This General Mandate, unless revoked or varied at a general meeting, will expire at the conclusion of the next Annual General Meeting of the Company.

   The General Mandate approved in the preceding year 2008 which was not exercised by the Company during the year, will be expiring at this forthcoming Sixteenth Annual General Meeting of the Company.

STATEMENT ACCOMPANYING NOTICE OF SIXTEENTH ANNUAL GENERAL MEETING

1. Directors standing for re-election at the Sixteenth Annual General Meeting of the Company

Director retiring in accordance with Article 85 of the Company's Articles of Association:-

(a) Mr Yong Yoke Keong
(b) Mr Lim Chee Hoong

The details of the above Directors standing for re-election are set out in their respective profiles on pages 5 and 6 of this Annual Report. Their securities holdings in the Company are set out on page 52 of this Annual Report.

2. Details of attendance of Directors at Board of Directors' Meetings

There were six (6) Board of Directors' Meetings held during the financial year ended 30 June 2009. Details of attendance of the Directors are set out on page 11 of this Annual Report.

3. Details of the place, date and time of the Sixteenth Annual General Meeting

Details of the place, date and time of the Sixteenth Annual General Meeting are as follows:-

Date	Time	Place
Thursday, 10 December 2009	3.30 p.m.	Windows on KL 2, Lower Penthouse, Level 30, Crowne Plaza Mutiara Kuala Lumpur, Jalan Sultan Ismail, 50250 Kuala Lumpur

AHB HOLDINGS BERHAD

(Company No.: 274909-A)

FORM OF PROXY

SIXTEENTH ANNUAL GENERAL MEETING

No. of Ordinary Shares Held
CDS Account No.

*I/*We, ______________________________ NRIC/Company No. ______________________
(Full name in block letters)

of ____
(Full Address)

being a *member/*members of **AHB HOLDINGS BERHAD** hereby appoint ______________________________
(Full name in block letters)

of ____
(Full Address)

or failing *him/*her ____
(Full name in block letters)

of ____
(Full Address)

or failing *him/*her, the CHAIRMAN OF THE MEETING as *my/*our proxy to vote for *me/*us on *my/*our behalf at the Sixteenth Annual General Meeting of the Company to be held at Windows on KL 2, Lower Penthouse, Level 30, Crowne Plaza Mutiara Kuala Lumpur, Jalan Sultan Ismail, 50250 Kuala Lumpur on Thursday, 10 December 2009 at 3.30 p.m. or at any adjournment thereof.

*My/*Our proxy is to vote as indicated below:-

	RESOLUTIONS	*FOR	*AGAINST
	ORDINARY BUSINESS		
1.	To receive the Audited Financial Statements of the Company for the financial year ended 30 June 2009 and the Directors' and Auditors' Reports thereon.		
2.	To approve the payment of Directors' fees.		
3.	To re-elect Mr Yong Yoke Keong as Director.		
4.	To re-elect Mr Lim Chee Hoong as Director.		
5.	To re-appoint Messrs SJ Grant Thornton as the Company's Auditors.		
	SPECIAL BUSINESS		
6.	Ordinary Resolution To authorise the Directors to issue shares pursuant to Section 132D of the Companies Act, 1965.		

*Please indicate with an "X" in the appropriate spaces on how you wish your vote to be cast. In the absence of specific direction, the proxy will vote or abstain as he/she thinks fit.

Dated this ____________ day of ____________________2009

____
Signature / Common Seal of Member

Notes:

1. A proxy may but need not be a member of the Company and a member may appoint any person to be his proxy without limitation and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
2. A member shall be entitled to appoint more than one (1) proxy but up to a maximum of three (3) proxies to attend and vote at the same meeting and where the member appoints more than one (1) proxy to attend and vote at the same meeting, such appointment shall be invalid unless the member specifies the proportion of his holdings to be represented by each proxy.
3. Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, it may appoint at least one (1) proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.
4. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.
5. The instrument of a proxy and the power of attorney (if any) under which it is signed or a notarially certified copy thereof shall be deposited at the Registered Office of the Company situated at Suite 11.1A, Level 11, Menara Weld, 76, Jalan Raja Chulan, 50200 Kuala Lumpur not less than forty-eight (48) hours before the time set for the holding of this meeting or at any adjournment thereof.

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STAMP

The Company Secretary

AHB HOLDINGS BERHAD

(Company No. 274909-A)

C/O ARCHER CORPORATE SERVICES SDN BHD

(Company No. 481718-D)

Suite 11-1A, Level 11
Menara Weld
76, Jalan Raja Chulan
50200 Kuala Lumpur

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