



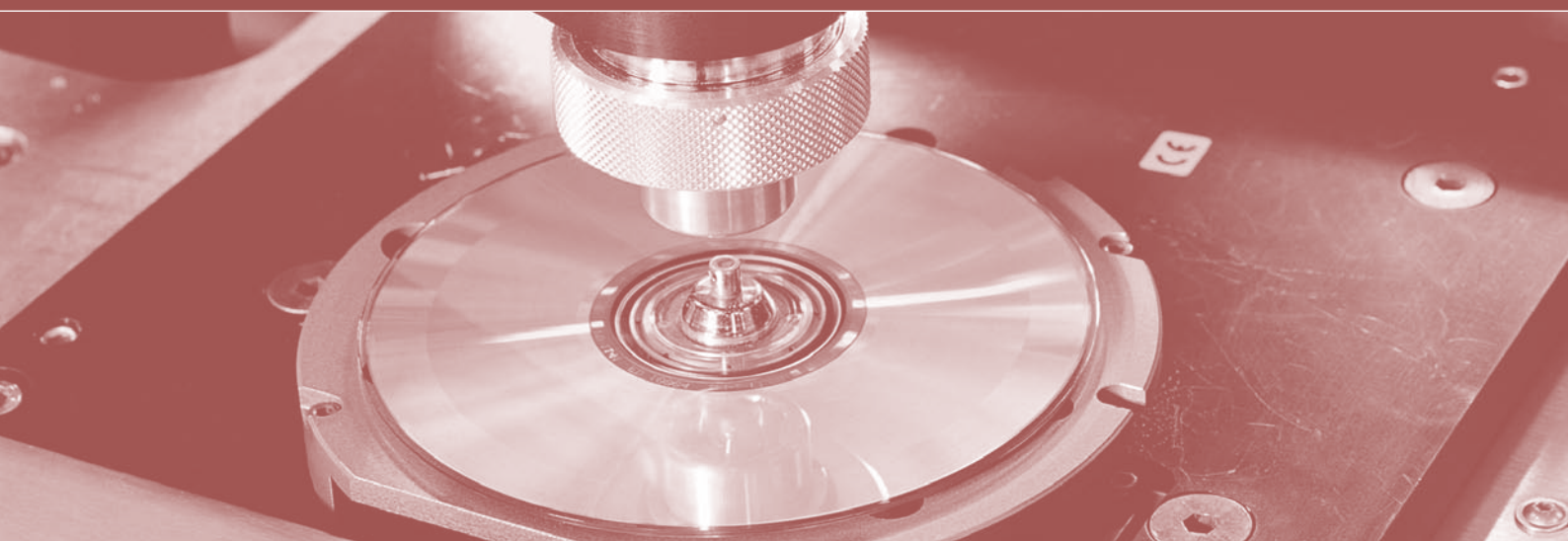
Performance
that you can **COUNT ON**

Vision

To be a leading provider in storage media serving the needs of leisure, entertainment and software industries.

Mission

To maintain leadership in optical storage media manufacturing by providing a one-stop manufacturing solution and delivering the highest quality products and services to our customers in the most efficient manner.



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Chairman's Statement



Dear Valued Shareholders,

In a year that was marked by significant changes, your company performed well in 2006. We strive to be the leader in the storage media content industry. SM Summit employees demonstrated efficiency as they delivered results in 2005 for our shareholders and our customers.

Taking on the Challenge

Productivity Improvement

Improving productivity volume, particularly through revenue growth, is a key component of enhanced shareholder value and continues to be a top priority at SM Summit. Over the last year, we have increased our compact disc productivity volume from 17 million pieces (year 2005) to 20 million pieces (year 2006). As a result, for the compact discs business we have recovered losses from a total loss position of RM1.2 million (year 2005) to a total loss position of RM400,000 (year 2006). One major reason was that we have been able to achieve solid results is our strong management team and greater cost consciousness among our employees.

New Associate – Giga Gates Sdn. Bhd.

What will it take for SM Summit to become the leading provider in storage media? We need to grow faster than our competitors and to lead the market in the storage media industry. We are now more confident of achieving our goals with our new investment in Giga Gates Sdn. Bhd. who joined us in June 2006.

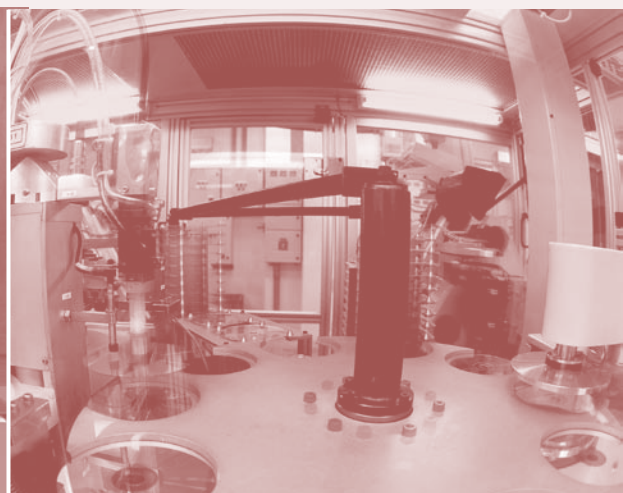


With Giga Gates, we will further grow and expand our business particularly in China, thus establishing SM Summit firmly as a fully comprehensive multimedia company. Through its Shanghai-based subsidiary company, China Alliances Co Ltd, Giga Gates has major clients such as China Mobile, China Unicom, China Telecom, China Netcom, CST-iAdvantage, Everbright Securities, and China Merchants Securities. Currently, Giga Gates is involved in activities that include mobile content via short message service, multimedia messaging services and retail kiosks for mobile devices. Hence, I believe this investment will greatly increase our presence in China's fast-growing mobile content market.

Chairman's Statement (cont'd)

New Subsidiary – Serta Usaha Sdn. Bhd.

In November 2005, SM Summit acquired another subsidiary- Serta Usaha Sdn Bhd, principally involved in property holding and property development. With this new acquisition, our assets portfolio has mainly increased with the addition of a thirteen (13) storey 90-room 3-star Ritz Garden Hotel located along Lorong Kapar, off Jalan Syed Putra, at about 4 kilometres south-west of the City Centre of Kuala Lumpur.



Social Responsibility

One of our main priorities is the advocate against anti-piracy. I am proud to announce that in July 2005, SM Summit became the first company in Malaysia to be certified under International Recording Media Association ("IRMA") Anti-Piracy Compliance Program. By complying to IRMA's stringent anti-piracy IRMA program, the risk of publishing pirated material is greatly reduced. IRMA's Anti-Piracy Compliance Program is the world's first anti-piracy program, modeled after the International Standard of Operation (ISO) program.

At SM Summit, we strongly believe in copyright protection of individuals and organizations. Therefore, we emphasize on instilling integrity and morality at our workplace. Through professional integrity, we lead by example, earn trust, honour our responsibilities and conduct business ethically. I firmly believe that a company with a positive and ethical work environment is more productive, thus benefiting our customers and shareholders as well.

Strategic Efforts, Moving Ahead

Each new year brings new business challenges and opportunities. SM Summit, through strategic efforts of the board, management team and employees is well positioned to continue growing towards our vision to be the leader in the storage media content industry.

I would like to thank our board of directors, management team and employees for their hard work and dedication over the past year. We look forward to challenges and opportunities in the coming year with confidence and enthusiasm.

Nazir Bin Mansor
Chairman

Corporate Information

Managing Challenges Positive Outlook

BOARD OF DIRECTORS

Nazir bin Mansor
Chairman

Khoo Chee Kong
Vice Chairman

Gun Seong Thean
Managing Director

Yip Soon Chee

Yap Kiam Beng

Loy Kwee Keow

Mohd Fazillah bin Mohd Ali

Liaw Boo Lai @ Leow Bong Lai

AUDIT COMMITTEE

Loy Kwee Keow
Chairman, Independent Non-Executive Director

Yip Soon Chee
Independent Non-Executive Director

Liaw Boo Lai @ Leow Bong Lai
Independent Non-Executive Director

Yap Kiam Beng
Executive Director

COMPANY SECRETARIES

Chu Kum Yoon

Leong Shiak Wan

REGISTERED OFFICE

22nd Floor, Menara EON Bank
288, Jalan Raja Laut
50350 Kuala Lumpur
Tel : 603-2694 8788
Fax : 603-2693 9137

AUDITOR

Ernst & Young
Level 23A, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
50490 Kuala Lumpur

REGISTRAR OFFICE

Tenaga Koperat Sdn Bhd
20th Floor, Plaza Permata
Jalan Kampar off Jalan Tun Razak
50400 Kuala Lumpur
Tel : 603-4041 6522
Fax : 603-4042 6352

Board of Directors and Profile



Nazir Bin Mansor
Chairman, Non-Independent,
Non-Executive Director



Khoo Chee Kong
Vice Chairman,
Non-Independent, Executive Director



Gun Seong Thean
Managing Director, Non-Independent,
Executive Director



Yip Soon Chee
Independent,
Non-Executive Director



Yap Kiam Beng
Non-Independent,
Executive Director



Loy Kwee Keow
Independent,
Non-Executive Director



Mohd Fazillah Bin Mohd Ali
Non-Independent,
Non-Executive Director



Liaw Boo Lai @ Leow Bong Lai
Independent,
Non-Executive Director

Strong Leadership

NAZIR BIN MANSOR

Chairman, aged 54, a Malaysian citizen and currently the Chairman of the Group was appointed to the Board on 7 February 1994. He is a non-independent, non-executive director of the Group. He is a graduate with a Diploma in Management from the Malaysian Institute of Management.

He is the Managing Director of Jay Trading Co and Peheli Sdn Bhd, both companies being his own businesses in the nature of trading of electrical products, electrical appliances, computer and sewing machine. He also owns a sole proprietary business that supplies LCD projectors, office automation, electrical and other related products to government agencies.

KHOO CHEE KONG

Aged 45, a Malaysian citizen and was appointed to the Board on 24 May 2005. He was appointed as the Vice Chairman on 9 September 2005. He is an executive, non-independent director of the Group.

He is a fellowship of Associate of Chartered Certified Accountant. He was a Financial Accountant in 1984 in Kopenda Holdings Sdn Bhd, Finance Manager in Innovest Hart Engineering Sdn Bhd in 1988, Head of Corporate Finance and Business Development Department in Lyman Group of Indonesia 1990. He is the founder of Kyros Kebab.

GUN SEONG THEAN

Managing Director, aged 59, a Singaporean citizen was appointed to the Board on 7 February 1994. He is currently the Managing Director of the Group and sits as a member in the Executive Committee of the Board. He is an executive, non-independent director of the Group.

Prior to joining SM Summit Group, he was with Amateur Photo Store Pte Ltd, a reputable consumer electrical product distribution agency from 1971 to 1985 with the last position he held as the Sales Manager. He later joined Summit Audio Enterprise Pte Ltd ("SAE") which in subsequent years became SM Summit Holdings Limited, a Main Board public listed company in the Singapore Stock Exchange, as its General Manager from 1986 to 1988. In view of his experience and expertise, he was offered by SAE to set up a business of similar nature in Malaysia. He became the Managing Director of Summit Audio Industries Sdn Bhd ("SAI") and Summit CD Manufacture (M) Sdn Bhd ("SCD") upon their incorporation in 1988 and 1991 respectively. He set up an investment holding arm, SM Summit Holdings Bhd in 1994 which became the SM Summit Group taking into its fold both SAI and SCD and in later years, list the whole Group on the Second Board of Kuala Lumpur Stock Exchange. He was made the Managing Director of the Group in 1994.

YIP SOON CHEE

Aged 51, a Malaysian citizen was appointed to the Board on 18 January 2000. He is an independent, non-executive of the Group.

He is a graduate with a Diploma in Business Studies and is currently the Managing Director of Interdeals Automation (M) Sdn Bhd, a company specializing in providing automation solutions for the finance industry, public and government sectors. He has been with the company since 1980.

Board of Directors and Profile (cont'd)

YAP KIAM BENG

Aged 41, a Malaysian citizen and currently the Executive Director of the Group, was appointed to the Board and a member of the Audit Committee on 3 November 1999. He is also a member of the Executive Committee of the Board. He is an executive, non-independent director of the Group.

He is a graduate with a degree in Bachelor of Accounting (Hons) from University of Malaya and a member of the Malaysian Institute of Certified Public Accountants. Prior to joining the Group, he was attached to an international accounting firm, Coopers & Lybrand from 1989 to 1994. He joined SM Summit Group as its General Manager in 1994 and became the Executive Director in 1999.

LOY KWEE KEOW

Aged 47, a Malaysian citizen and was appointed to the Board on 24 May 2005. He is the Chairman of the Audit Committee of the Board. He is an independent, non-executive director of the Group.

He is a member of Chartered Institute Management Accountants ("CIMA") and Malaysia Institute of Accountants ("MIA"). He was an Accountant of Lian Seng Properties Group of Companies and IOI Properties Bhd for the period from 1983 to 1986 and 1988 to 1993 respectively. In 1986 to 1987, he was a Finance Manager in Tan Yew Lai Development Sdn. Bhd. He was the Group Financial Controller in Press Metal Industries Bhd in 1993.

He is a Safety and Health Officer who registered with Department of Occupational Safety And Health, Ministry of Labour. He is also the competent person for hygiene Tech 1 and 2 which registered with DOSH, Ministry of Labour. Currently, he is a Project Director cum Senior Consultant in HSE Management Sdn Bhd.

MOHD FAZILLAH BIN MOHD ALI

Aged 48, a Malaysian citizen and was appointed to the Board on 31 May 2005. He is an non-independent, non-executive director of the Group.

He graduated with a Diploma in Architecture in University Technology Malaysia. He also obtained AA Diploma from School of Architecture, Royal Institute of British Architects (RIBA I & II), London. He was an architect in Benson and Forsyth of London and John Kok Chartered Architects of Kuala Lumpur. He is also a lecturer in MARA Institute of Technology in relation to his expertise. Currently, he is the Managing Director of Arkitek FAA Sdn Bhd, a director of the affiliate company in Australia known as AFAA Pty Ltd. He is also an Executive Chairman of Fazillah Ali Associates Sdn Bhd.

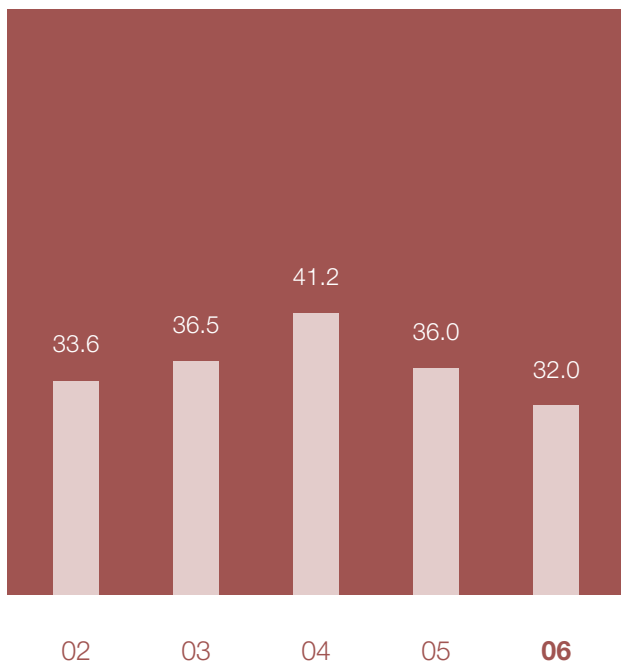
LIAW BOO LAI @ LEOW BONG LAI

Aged 64, a Malaysian citizen and was appointed to the Board on 31 May 2005. He is an independent, non-executive director of the Group.

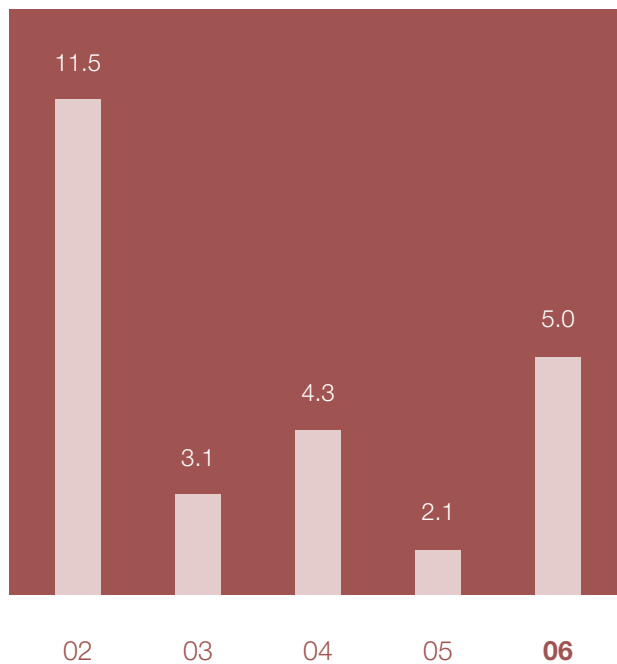
He graduated with a degree in Mechanical Engineering. He is also a member of Professional Engineer, Malaysia. He was an Engineer in Lee Wah Engine Work Pte Ltd in year 1970 until 1974. In year 1975 he hold the post as a Manager in Euco Metal Sdn. Bhd. He was a Director of Sun Engineering And Construction Sdn Bhd for more than 22 years until 2001. Currently he is the Treasurer of Malaysia Aquaculture Development Association and also a committee member of Persatuan I-Ching, Malaysia and a Director of Kg. Chennah Agro Resorts Sdn Bhd.

5 Years' Financial Highlights

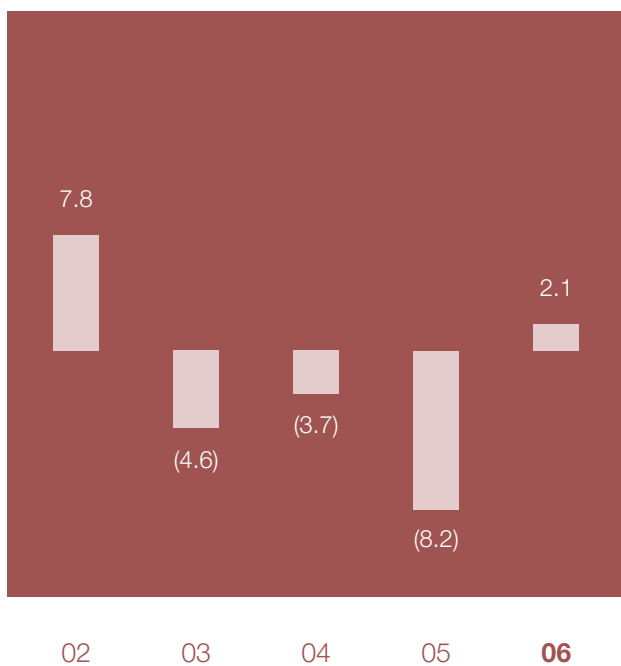
GROUP TURNOVER / RINGGIT IN MILLION



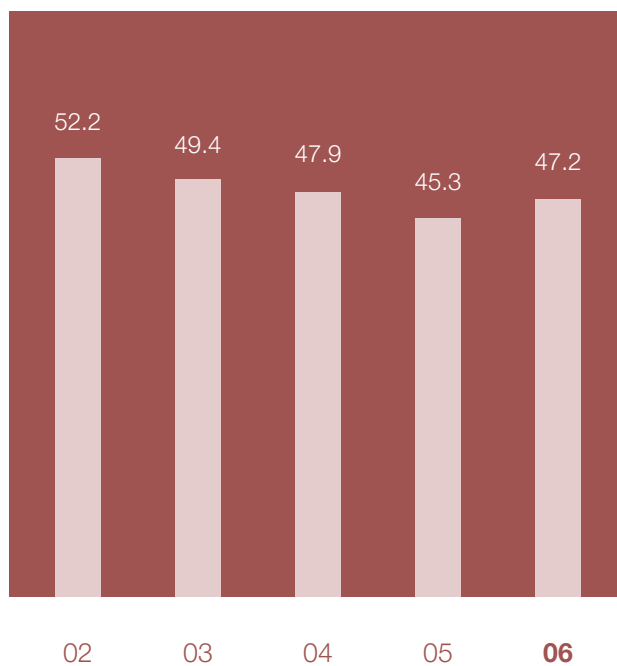
EARNINGS BEFORE INTEREST AND DEPRECIATION / RINGGIT IN MILLION



NET EARNINGS PER SHARE / SEN



NET TANGIBLE ASSETS / RINGGIT IN MILLION



Corporate Governance Statement

The Board of Director (“the Board”) fully appreciate the importance of adopting high standards of Corporate Governance within the Group to ensure that the recommendation of the Malaysian Code on Corporate Governance (“the Code”) are practiced throughout the Group as a mean of managing the business and affairs of the Group with honesty, integrity and professionalism so as to enhance business prosperity and corporate accountability in order to protect the interest of shareholders, whilst ensuring at the same time the interest of other stakeholders are safeguarded.

As such, the Board strives to adopt the substance behind corporate governance prescriptions and not merely the form. The Board is thus fully committed to the maintenance of high standards of corporate governance by supporting and implementing the prescriptions of the principles and best practices set out in Part 1 and 2 of the Code respectively.

The Board is pleased to provide the following statements, which outline the main Corporate Governance principles and practices that were in place throughout the financial year, unless otherwise stated.

Principles Statement

The following statement sets out how the Company has applied the principles in Part 1 of the Code. The principles are dealt with under the following headings: Board of Directors, Directors’ Remuneration, Shareholders and Accountability and Audit.

A) THE BOARD OF DIRECTORS

The Board is fully aware of its continuing responsibilities over the stewardship of the Group’s directions and operations, and ultimately the enhancement of shareholders’ value.

The Group is led and managed by an effective Board comprising members with wide range of business experiences and expertise required to successfully direct and supervise the Group’s business activities, which are vital to the success of the Group.

The Board has the overall responsibility for, apart from its statutory responsibility, determining the Group’s overall strategic plans including approving of major investments and financing decisions. Financial performance review and implementation of corporate governance practice in the Group are reserved for the Board, which also has responsibility for executive directors’ remuneration and succession planning for top management.

Board Balance

The existing Board members consists of eight (8) members, a Non-Executive Chairman, a Managing Director, two (2) Executive Directors with one (1) Non-Independent Non-Executive Director and three (3) Independent Non-Executive Directors. The present Board composition complied with Paragraph 15.02 of the Listing Requirements that stipulates at least two (2) directors or one third of the Board of the Company, whichever is higher, are independent directors. A brief profile of each director is presented on pages 7 to 8 in this Annual Report.

There is a clear division of responsibility between the Chairman and the Managing Director to ensure that there is a balance of power and authority. The Chairman is primarily responsible for the orderly conduct and working of the Board whilst the Managing Director is responsible for the day to day running of the business, organizational effectiveness and implementation of Board policies and decisions.

More than half of the directors, 5 out of 8 Board members, are non-executive directors, 3 of whom are considered by the Board to be independent. The presence of non-executive director provides significant contributions towards the formulation of policies and decision-making. The presence of independent non-executive directors is essential as they provide an unbiased and independent view, advice and judgment to the decision-making of the Board and provide a capable check and balance for the executive directors, thereby ensuring that no one individual or group dominates the Board decision-making process.

The Code recommends the appointment of a senior independent non-executive director to whom concerns may be conveyed. The Board has not appointed any independent non-executive director to fulfill that role as the Chairman normally encourages the participation by all directors during meetings. However, the Board recognizes the importance of this provision and would actively look into this matter and will consider the relevant steps to comply with this practise.

The Board is satisfied that the current Board composition fairly reflects the investment of minority shareholders in the Company.

Corporate Governance Statement (cont'd)

Board Meeting

During the financial year ended 31 March 2006, the Board met a total of 6 times. Details of the Director's attendance record are presented as below:-

Directors	Number of Meetings Held**	Numbers of Meetings Attended
Nazir bin Mansor	6	5
Lee Kerk Chong (Resigned as a director with effect from 9 September 2005)	3	0
Gun Seong Thean	6	6
Yip Soon Chee	6	5
Yap Kiam Beng	6	6
Soo Yoke Mun (Retired as a director with effect from 28 September 2005)	3	3
Loh Lap Sang (Resigned as a director with effect from 6 September 2005)	3	3
Khoo Chee Kong	6	5
Loy Kwee Keow	6	5
Mohd Fazillah Bin Mohd Ali	5	3
Liaw Boo Lai @ Leow Bong Lai	5	4

****Refers to the number of meetings held during the time the director in office.**

Board Committees

The Board has established Board Committees delegated with specific powers and responsibilities to assist it in carrying out its duties and functions. The Board Committees that have been established are the Audit Committee and Executive Committee.

The Audit Committee is chaired by an independent non-executive director whom reports the outcomes of Audit Committee Meetings to the Board. Its prime duties include the review of financial statements, quarterly results, accounting policies, appointment of external auditors, review of audit plan and the auditors' remuneration. Fuller details of the Audit Committee terms of reference and its activities during the year are stated in pages 15 to 17 of the Annual Report.

The Executive Committee comprises three (3) members headed by the Vice-Chairman of the Company, meets regularly

on the Group's financial and operational matters to ensure that the Group is managed in an efficient and effective manner. As part of its key responsibilities, the Executive Committee provides overall direction to the management and operations of the Group. It formulates and approves business plans and strategies for the Group and policies on operation. It conducts periodic review of the Group's operational and financial performance and approved organization structure and manpower establishments.

In addition to the above Board Committees, the Board may, wherever required, set up other Board Committees delegated with specific power and responsibilities.

Supply of Information

The Chairman ensures that directors have access to all information within the Group. Prior to each Board meeting, all directors are provided with an agenda and information

Corporate Governance Statement (cont'd)

relevant to the business of the meeting to enable them to discuss and contribute to the meeting effectively. This is issued in sufficient time to enable the directors to obtain further explanation, where necessary, in order to be properly briefed before the meeting.

All directors has unhindered access to the advice and services of the Joint Company Secretaries who are responsible for ensuring that Board meeting procedure are followed and that applicable rules and regulations are complied with.

The Directors meet, review and approve all corporate announcements, including the announcement of the quarterly financial reports, prior to releasing of the announcement to the Bursa Malaysia Securities Berhad ("BMSB").

From time to time, the Board determines, whether as a full board or in their individual capacity, to take independent professional advice, where necessary and in appropriate circumstances, in furtherance of their duties, at the Group's expense.

Appointment to the Board

The Code endorses as good practice, a formal procedure for appointments to the Board, with a nomination committee making recommendations to the Board. Establishment of a Nomination Committee has not been carried out as the Board believes that the present number of directors is deemed sufficient, considering the size of the Group and the nature of its operations, to undertake the said procedure for appointment as a whole.

In addition, the Board is on its view, with the current directors' mix of experiences and expertise, the current size of members is sufficient and optional in effectively addressing all issues affecting the Group.

Directors' Training

The Board as a whole recruits only individuals of sufficient caliber, knowledge and experience to discharge the duties of a director appropriately. There is no formal training programme for directors. However all the directors have attended

and completed the Mandatory Accreditation Programme ("MAP") conducted by the Bursatira Sdn Bhd. The directors will continue to undergo other relevant training programme to further enhance their skills and knowledge wherever required.

Re-election of Directors

In accordance with the Company's Articles of Association, one-third of the Board members shall retire from office at each Annual General Meeting and they can offer themselves for re-election. Newly appointed directors by the Board are subject to election by the shareholders at the next Annual General Meeting held following their appointments. These provide an opportunity for shareholders to renew their mandates. The election of each Director is voted on separately. To assist shareholders in their decision, sufficient information such as personal profile, meetings attendance and the shareholding in the Group of each Director standing for election are furnished in the Annual Report accompanying Notice of the Annual General Meeting.

The Joint Company Secretaries will ensure that all appointments are properly made and that all information necessary is obtained, as well as legal and regulatory obligations are met.

B) DIRECTORS' REMUNERATION

The directors' fees are approved at the Annual General Meeting by the shareholders, based on the recommendation of the Board. All directors are provided with directors' fees with the Managing Director and Executive Director being provided with remuneration package which commensurate to their duties and responsibilities. The Board, as a whole, determines the remuneration packages of the Managing Director with the Executive Committee determining the remuneration packages of the Executive Director. The directors involved do not participate in decision regarding their own remuneration packages.

The aggregate directors' remuneration paid or payable or otherwise made available to all directors of the Company during the financial year are as follows:-

Category	Salaries & Other		
	Fees (RM'000)	Emoluments (RM'000)	Benefit in Kind (RM'000)
Executive Director	10	516	34
Non-Executive Director	72	-	-

Corporate Governance Statement (cont'd)

The number of directors of the Company whose income from the Company falling within the following bands are:-

Executive Director	Number
RM 50,000 to RM 100,000	1
RM 100,000 to RM 150,000	1
RM 300,000 to RM 350,000	1

Non-Executive Director	Number
RM 1 to RM 50,000	5

C) SHAREHOLDERS AND INVESTORS

The Company recognizes the importance of accountability to its shareholders through proper communication with them. The Annual General Meeting ("AGM") is the principal form of dialogue with the shareholders. Shareholders are notified of the meeting and provided with a copy of the Company's Annual Report before the meeting. All shareholders are encouraged to attend the AGM and participate in its proceedings. Every opportunity is given to the shareholders to ask questions and seek clarification on the business and performance of the Company and the Group.

The Company also ensures that its shareholders are well informed via proper procedures which have been established for the timely release of material share price-sensitive information, quarterly financial results, regulatory financial statements and other matters affecting shareholders' interests.

D) ACCOUNTABILITY AND AUDIT

Financial Reporting

The Board acknowledges its responsibility for preparing the annual audited accounts and ensure that the financial statements give a true and fair view of the state of affairs of the Company and Group.

The Board aims to present a balanced, clear and understandable assessment of the Company and Group's financial positions and prospects in the annual financial statements and quarterly announcement to the shareholders, investors and regulatory authorities. In this regard, the Board ensure that the Company's financial statements are drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia.

A statement by directors of their responsibilities in preparing the financial statement is included in this Annual Report.

Internal Control

The directors recognize the importance of monitoring sound internal control system to safeguard the shareholders' investment and the company's assets. In this regard, the Board has appointed an external professional firm to undertake the internal audit function and risk management function during the year with the aim to ensure its existing internal control system is effective and appropriate in mitigating against the Group's significant risks. The internal auditors report independently to the Audit Committee on a quarterly basis with their findings and these findings are further deliberated during the Board meeting.

Apart from the above, the directors regularly reviewed and assessed the key risk areas and ensure that all significant risks are adequately addressed at various levels within the Group.

A statement by the directors on the application of the principles set out in Part 1 of the Malaysian Code of Corporate Governance is included in this Annual Report.

Relationship with the Auditors

The Board has established that the Audit Committee play the role of maintaining the appropriate relationship with the Company and Group auditors as stated on pages 15 to 17 of the Annual Report. The good relationship with the Company and Group auditors has always prevail and maintained on a transparent and professional basis.

Compliance Statement

Save as disclosed below, the Group has substantially complied with the Best Practices set out in Part 2 of the Code throughout the year:-

- Appointment of a senior independent non-executive Director to whom concerns may be conveyed has not been made as the Chairman normally encourages participation by all directors during meetings. Nevertheless, the Board is looking into this matter and will consider the relevant steps to comply with this practice.

Corporate Governance Statement (cont'd)

- b) Establishment of a Nominating Committee has not been carried out, as the Board believes that the present number of Directors is deemed optimal considering the size of the Group and the nature of its operations. The Board as a whole assumes the responsibilities, though not formally, of assessing the effectiveness of the Board, its committee and individual director as well as candidates for all directorships.
- c) There was no formal review done on the present members of the Board of Directors, as the mix of experience and expertise of the current number of Directors, in the opinion of the Board, are considered sufficient and optimum in addressing the issues affecting the Group.
- d) Pursuant to Best Practice Provision AA XIII of the Code on training to new recruits to the Board, the Company does not have a formal training programme for its new Directors since it is the Board's policy to recruit only individual of sufficient calibre and experience to carry out the necessary duties of a director. Nevertheless, the Board will review the necessity for a formal orientation programme for its new directors from time to time.
- e) The Board has not developed position description for the Board and the Managing Director nor any formal schedule of matters specifically reserved to it for decision. The Board is of the view that the current set up of the Board and the Board Committees that is in place are sufficient to effectively handle and facilitate the smooth functioning of the Group.
- f) The Board does not have any agreed procedure for directors, whether as a full Board or in their individual capacity, in furtherance of their duties to take independent professional advice at the Company's expense, if necessary. Any need for professional advice normally comes under the purview of the Board who will deliberate on a consensual basis.
- g) Establishment of a Remuneration Committee has not been undertaken as the Board is of the view that remuneration of Directors has been expeditiously handled by the Board as a whole.
- h) The Board, through the Executive Directors and the Audit Committee, has been able to identify business risks of the Group and will ensure that implementation of appropriate measures be taken to manage these risks. Nevertheless, the Board is considering to formalize its existing risk management process to better identify, monitor and manage the business risks affecting the Group.

This statement was made in accordance with a resolution of the Board dated 29 August 2006.

STATEMENT OF DIRECTORS' RESPONSIBILITIES FOR PREPARING THE ANNUAL AUDITED ACCOUNTS

In accordance with the requirements in Paragraph 15.27(a) of the Listing Requirements of the Bursa Malaysia Securities Berhad ("BMSB"), the Board of Directors are required to issue a statement explaining their responsibility for preparing the annual audited financial statements.

The directors are responsible for the preparation of financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the Group as at the financial year end and of the results and cashflows of the Company and of the Group for the financial year then ended.

The directors are accountable for ensuring that the Company keeps proper accounting and other records which disclose with reasonable accuracy at any time of the financial position of the Company to enable them to ensure that the financial statements are complied with approved accounting standards and the provisions of the Companies Act, 1965.

The directors in preparing the financial statements have used suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates.

The directors consider that all applicable MASB Approved Accounting Standards in Malaysia have been followed and confirmed that the financial statements have been prepared on a going concern basis.

The directors are also responsible for safeguard of the assets of the Company and of the Group and for prevention and detection of material fraud and other irregularities.

This statement was made in accordance with a resolution of the Board dated 29 August 2006.

Audit Committee Report

The Audit Committee comprises the following directors:-

Members

Mr. Loy Kwee Keow

(Appointed as Chairman of Audit Committee with effect from 30 December 2005)

- Chairman, Independent Non-Executive Director

Mr. Yip Soon Chee

(Resigned as Chairman of Audit Committee with effect from 30 December 2005)

- Independent Non-Executive Director

Mr. Liaw Boo Lai @ Leow Bong Lai

(Appointed as a Committee Member with effect from 6 September 2005)

- Independent Non-Executive Director

Mr. Yap Kiam Beng

- Executive Director

Mr. Loh Lap Sang

(Resigned as a director with effect from 6 September 2005)

- Independent Non-Executive Director

TERMS OF REFERENCE

The Board of Directors of the Company has set up a Board of Audit Committee in accordance with the requirements by the BMSB.

The Audit Committee comprises of four (4) members three of whom are independent directors. The Chairman of the committee shall be an independent non-executive director to be appointed by the Board.

The committee holds at least four (4) meetings a year. The quorum shall be two (2) members, whom must be independent directors.

OBJECTIVES

- Provide assistance to the Board of Directors in fulfilling its statutory and fiduciary responsibilities for examinations of the Company and in monitoring its accounting and financial reporting practices.

- Determine that the Company has adequate administrative, operational, and internal accounting controls and that the Company is operating in accordance with its prescribed procedures and codes of conduct.
- Serve as an independent and objective party in the review of the financial information presented by management for distribution to shareholders and the general public.
- Provide direction and controls over the internal audit function and the external auditors.

MEMBERSHIP

The committee shall be appointed by the Board and shall consist of:-

- Not less than three (3) members of whom a majority shall be independent non-executive directors to be appointed by the Board; and
- At least one (1) member of the Audit Committee must fulfill the following requirements:-
 - Must be a member of the Malaysian Institute of Accountants ("MIA"); or
 - If he is not a member of the MIA, he must have at least 3 years' working experience and
 - Must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act, 1968; or
 - Must be a member of one of the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act, 1967.

AUTHORITY

The Audit Committee is authorized by the Board to investigate any activity within its Terms of Reference. It is authorized to seek any information it requires from any employee and all employees are directed to cooperate with any request made by the Audit Committee.

Audit Committee Report (cont'd)

The Audit Committee is authorized by the Board to obtain outside legal or other independent professional advice and to secure the attendance of outsiders with relevant experience and expertise if it considers this necessary.

FUNCTIONS AND RESPONSIBILITIES

The duties and functions of the Committee shall be:-

- a) To consider and recommend the appointment of the external auditors, audit fees and question on any resignation or dismissal of the external auditors before making recommendation to the Board;
- b) To discuss with the external auditor before the audit commences the nature and scope of the audit and to ensure coordination where more than one audit firm is involved;
- c) To review the quarterly results and year-end financial statements prior to the approval by the Board, focusing particularly on:-
 - i) Changes in or implementation of major accounting policy changes;
 - ii) Significant and unusual events;
 - iii) Compliance with accounting standards requirements;
 - iv) Compliance with stock exchange and legal requirements.
- d) To discuss problems and reservations arising from the interim and final audits, the evaluation and findings of the system of internal controls and matters the auditors may wish to discuss (in the absence of management where necessary);
- e) To keep under review the effectiveness of internal control systems, in particular, review the external auditor's management letter and management's response;
- f) To review any related party transaction and conflict of interest situation that may arise in the Company or Group including any transaction, procedure or course of conduct that raise questions of management integrity;
- g) To review the adequacy of the scope, functions and resources of the internal audit functions and that the

internal audit has the necessary authority to carry out its work;

- h) To review the internal audit programme, process, the results of the internal audit programme and process or investigation undertaken and whether or not appropriate action is taken on the recommendations of the internal audit function;
- i) To review the audit reports with the auditors; and
- j) To consider other related matters, as defined by the Board.

AUDIT COMMITTEE REPORT

During the financial year, the activities of the Audit Committee included the followings:-

- a) Reviewing the audited accounts for financial year ended 31 March 2006 and unaudited quarterly financial results announcements of the Group and making recommendations to the Board.
- b) Discussing and reviewing the external auditors' scope of works and the audit planning memorandum, the results of their examination, their auditors' report and management letters in relation to the audit and accounting issues arising from the audit.
- c) Reviewed and discussed the major findings of the internal audit investigation and management's responses and ensure that appropriate actions are taken on the recommendation of the internal audit function.
- d) Discussion and updating on new developments of accounting standards issued by the Malaysian Accounting Standards Board.

INTERNAL AUDIT FUNCTION

The Group's internal audit functions are outsourced to an external professional firm, which reports to the Audit Committee and assists the Board of Directors in monitoring and managing risks and internal controls. The Audit Committee approves the internal audit plan during the first Audit Committee meeting in the beginning of the financial year. The scope of internal audit covers the audits of all operations of all subsidiary companies in the Group.

Audit Committee Report (cont'd)

The approach adopted by the Group is of a risk based approach to the implementation and monitoring of controls of the subsidiary companies. The internal auditors has been assigned to review and assessed the adequacy of such controls prevailing in those key operational areas selected for reviewed.

No major weakness which resulted in material losses, contingencies or uncertainties was identified during the period.

In addition, for a key operational business, an annual independent audit on operational procedures in line with the International Standard of Operation (ISO) Certificate Programme is carried out to provide further assurance of adequacy and integrity of the internal controls applied in the Group.

AUDIT COMMITTEE ATTENDANCE RECORD

The Audit Committee met six (6) times during the financial year ended 31 March 2006 and the attendance record is as follows:-

Directors	Total Number of Meetings Held**	Number of Meetings Attended
Mr. Yip Soon Chee	6	6
Mr. Yap Kiam Beng	6	6
Mr. Loh Lap Sang (Resigned as a director with effect from 6 September 2005)	6	3
Mr. Loy Kwee Keow (Appointed as Chairman of Audit Committee with effect from 30 December 2005)	6	3
Mr. Liaw Boo Lai @ Leow Bong Lai (Appointed as a Committee Member with effect from 6 September 2005)	6	3

****Refer to the number of meeting held during the time the director in office**

The Audit Committee Report was made in accordance with a resolution of the Audit Committee dated 29 August 2006.

Statement of Internal Control

The Malaysian Code on Corporate Governance requires listed companies to maintain a sound system of internal control to safeguard shareholders' investments and the Group's assets. Paragraph 15.27(b) of the Bursa Malaysia Securities Berhad's ("BMSB") Listing Requirements requires directors of listed companies to include a statement in annual reports on the state of their internal controls. The Board of Directors set out below the Internal Control Statement of the Group which has been prepared in accordance with the guidance provided under BMSB's "Statement on Internal Control: Guidance for Directors of Public Listed Companies".

The Board acknowledges its responsibility for the Group's system of internal control and the need to review its adequacy and integrity regularly. However, such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives and the system by its nature can only provide reasonable assurance but not absolute assurance against material misstatement, fraud or loss.

The system of internal control is maintained to achieve the following objective:-

1. Safeguard the shareholders' interest and assets of the Group
2. Ensure the achievement of operation objectives
3. Ensure compliance with regulatory requirements
4. Identify and manage financial and business risks affecting the Group

For the year under review, the Group had in place a process for identifying, evaluating and managing the significant risks affecting the achievement of its business objectives. This process is reviewed by the Board of Directors annually.

Salient features of the framework of internal control system of the Group are as follows:-

1. The Management structure is well defined, with clear line of responsibilities and delegation of authorities and appropriate segregation of duties.
2. Policies and procedures of key subsidiary are clearly established and documented and communicated to all staff members.
3. Key risks areas are reviewed and assessed by the Board and the Audit Committee. The internal audit function is outsourced and performed by an external professional firm.
4. Financial results are reviewed quarterly by the Board and the Audit Committee.
5. Executive Directors and head of departments meet regularly to discuss operational, corporate, financial and key management issues.
6. For key operational areas, annual independent audit on operational procedures of a key subsidiary is continue to be carried out in line with the International Standard of Operation (ISO) Certification Programmes.
7. Effective reporting system established to ensure timely generation of financial information for management and the Board of Directors review.
8. The Top Management demonstrated a "hands-on" approach to the operational activities in the Group.
9. The Group reporting structure continues to improve during the year to assist in effective monitoring of key activities in the Group.

Certain aspects of the controls and the recommendations highlighted by the internal auditors are currently being addressed and have been implemented. The directors are of the opinion that the existing system of internal control is adequate to achieve the above objectives.

This statement was made in accordance with a resolution of the Board dated 17 July 2006.

Other Information

CONFLICT OF INTEREST

None of the directors has any family relationship with other directors or major shareholders of the Company.

None of the directors has any conflict or interest in the Company.

CONVICTIONS FOR OFFENCES

None of the directors has been convicted for offences within the past ten (10) years other than traffic offences, if any.

UTILIZATION OF PROCEEDS

The Company did not make any corporate proposal to raise proceed during the financial year.

SHARE BUYBACKS

The Company did not make any share buyback during the financial year.

OPTIONS, WARRANTS OR CONVERTIBLE SECURITIES

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

AMERICAN DEPOSITORY RECEIPT (“ADR”) OR GLOBAL DEPOSITORY RECEIPT (“GDR”) PROGRAMME

During the financial year, the Company did not sponsor any ADR or GDR programme.

IMPOSITION OF SANCTIONS / PENALTIES

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

NON-AUDIT FEES

The Company did not pay the external auditors any non-audit fees during the financial year.

PROFIT ESTIMATE, FORECAST OR PROJECTION

The Company did not release any profit estimate, forecast or projection for the financial year.

PROFIT GUARANTEES

There was no profit guarantee given to the Company by any shareholder during the year.

MATERIAL CONTRACTS

During the year, there were no material contracts on the Company and its subsidiaries involving directors' and major shareholders' interests.

CONTRACTS RELATING TO LOANS

There were no contracts relating to loans by the Company in respect of the material contracts involving directors and major shareholders.

REVALUATION OF LANDED PROPERTIES

The revaluation policy on landed properties is stated in page 33 of the Annual Report.

Financial Statements

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Directors' Report

The directors hereby present their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2006.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are disclosed in Note 12 to the financial statements.

There have been no significant changes in the nature of the principal activities during the financial year except for the introduction of property development activity via the acquisition of a subsidiary as disclosed in Notes 12 and 37 to the financial statements.

RESULTS

	Group RM	Company RM
Net profit/(loss) for the year	844,990	(85,173)

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

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

DIVIDEND

No dividend has been declared by the Company since the end of the previous financial year.

The directors do not recommend any final dividend to be paid in respect of the current financial year.

DIRECTORS

The directors of the Company in office since the date of the last report and at the date of this report are:

Nazir bin Mansor	
Gun Seong Thean	
Yap Kiam Beng	
Yip Soon Chee	
Khoo Chee Kong	
Loy Kwee Keow	
Mohd Fazillah Bin Mohd Ali	
Liaw Boo Lai @ Leow Bong Lai	
Loh Lap Sang	(resigned on 6.9.2005)
Lee Kerk Chong	(resigned on 9.9.2005)
Soo Yoke Mun	(retired on 28.9.2005)

Directors' Report (cont'd)

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby directors might acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in Note 7 to the financial statements or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with any director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest, other than as disclosed in Note 32 to the financial statements.

DIRECTORS' INTERESTS

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

	Number of ordinary shares of RM1 each			At 31.3.2006
	At 1.4.2005	Bought	Sold	
The Company				
Direct Interest:				
Nazir bin Mansor	3,372,000	-	-	3,372,000
Gun Seong Thean	4,653,333	-	(880,000)	3,773,333
Yap Kiam Beng	28,000	-	-	28,000
Khoo Chee Kong	-	4,579,333	(1,500,000)	3,079,333

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

OTHER STATUTORY INFORMATION

- (a) Before the income statements and balance sheets of the Group and of the Company were made out, the directors took reasonable steps:
- to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate provision had been made for doubtful debts; and
 - to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.
- (b) At the date of this report, the directors are not aware of any circumstances which would render:
- the amount written off for bad debts or the amount of provision for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; and
 - the values attributed to current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

Directors' Report (cont'd)

OTHER STATUTORY INFORMATION (CONT'D)

- (d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.
- (e) As at the date of this report, there does not exist:
- (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liability in respect of the Group or of the Company which has arisen since the end of the financial year.
- (f) In the opinion of the directors:
- (i) 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 will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due; and
 - (ii) 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 the operations of the Group and of the Company for the financial year in which this report is made.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

Significant events during the financial year are disclosed in Note 37 to the financial statements.

EVENT SUBSEQUENT TO BALANCE SHEET DATE

Event subsequent to balance sheet date is disclosed in Note 38 to the financial statements.

AUDITORS

The auditors, Ernst & Young, will not seek re-appointment.

Signed on behalf of the Board of Directors in accordance with a resolution of the directors dated 17 July 2006



Nazir bin Mansor



Gun Seong Thean

Kuala Lumpur, Malaysia
17 July 2006

Statement by Directors

Pursuant to Section 169(15) of the Companies Act, 1965

We, Nazir bin Mansor and Gun Seong Thean, being two of the directors of SM Summit Holdings Bhd., do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 26 to 60 are drawn up in accordance with applicable MASB Approved Accounting Standards in Malaysia and the provisions of the Companies Act, 1965 so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2006 and of the results and the cash flows of the Group and of the Company for the year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the directors dated 17 July 2006.



Nazir bin Mansor



Gun Seong Thean

Kuala Lumpur, Malaysia
17 July 2006

Statutory Declaration

Pursuant to Section 169(16) of the Companies Act, 1965

I, Yap Kiam Beng, being the director primarily responsible for the financial management of SM Summit Holdings Bhd., do solemnly and sincerely declare that the accompanying financial statements set out on pages 26 to 60 are in my opinion, correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by
the abovenamed Yap Kiam Beng at
Kuala Lumpur in the Federal Territory on
17 July 2006.



Yap Kiam Beng

Before me,



12-2B, JLN HILIR 1,
TMN ANGSANA HILIR, KG PANJANG,
55100 KUALA LUMPUR
TEL: 03-9285 6102

Report of the Auditors

to the Members of SM Summit Holdings Bhd. (Incorporated in Malaysia)

We have audited the accompanying financial statements set out on pages 26 to 60. These financial statements are the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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

In our opinion:

- (a) the financial statements have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable MASB Approved Accounting Standards in Malaysia so as to give a true and fair view of:
 - (i) the financial position of the Group and of the Company as at 31 March 2006 and of the results and the cash flows of the Group and of the Company for the year then ended; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and
- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

We have considered the financial statements and the auditors' report thereon of a subsidiary of which we have not acted as auditors, as indicated in Note 12 to the financial statements, being financial statements that have been included in the consolidated financial statements.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

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



Ernst & Young
AF: 0039
Chartered Accountants



Kua Choo Kai
No. 2030/03/08(J)
Partner

Kuala Lumpur, Malaysia
17 July 2006

Income Statements

for the year ended 31 March 2006

	Note	Group		Company	
		2006 RM	2005 RM	2006 RM	2005 RM
Revenue	3	31,980,055	35,958,675	191,000	-
Cost of sales	4	(25,914,882)	(32,006,394)	-	-
Gross profit		6,065,173	3,952,281	191,000	-
Other operating income		1,301,151	390,446	12,141	16,246
Selling and marketing expenses		(2,899,875)	(2,907,032)	-	-
Administrative expenses		(3,576,100)	(3,464,913)	(284,915)	(1,333,790)
Other operating expenses		(156,469)	(255,482)	-	-
Profit/(Loss) from operations	5	733,880	(2,284,700)	(81,774)	(1,317,544)
Finance costs	8	(234,056)	(342,654)	-	-
Profit/(Loss) before taxation		499,824	(2,627,354)	(81,774)	(1,317,544)
Taxation	9	352,760	(634,158)	(3,399)	33,500
Profit/(Loss) after taxation		852,584	(3,261,512)	(85,173)	(1,284,044)
Minority interest		(7,594)	-	-	-
Net profit/(loss) for the year		844,990	(3,261,512)	(85,173)	(1,284,044)
Earnings/(Loss) per share Basic (sen)	10	2.11	(8.15)		

The accompanying notes form an integral part of the financial statements.

Balance Sheets

as at 31 March 2006

	Note	Group		Company	
		2006 RM	2005 RM	2006 RM	2005 RM
NON-CURRENT ASSETS					
Property, plant and equipment	11	45,304,391	32,017,948	-	-
Investment in subsidiaries	12	-	-	22,042,057	13,542,057
Due from a subsidiary	13	-	-	1,964,816	1,964,816
Other investment	14	16,000	16,000	-	-
Goodwill on consolidation	15	737,860	802,456	-	-
		46,058,251	32,836,404	24,006,873	15,506,873
CURRENT ASSETS					
Inventories	16	5,931,633	6,321,974	-	-
Property development costs	17	4,053,025	-	-	-
Trade receivables	18	8,003,417	10,772,214	-	-
Other receivables	19	9,528,870	1,020,501	500,000	-
Tax recoverable		767,580	775,720	4,349	5,300
Due from subsidiaries	20	-	-	15,347,646	23,774,217
Cash and cash equivalents	21	4,211,480	8,814,555	20,507	667,663
		32,496,005	27,704,964	15,872,502	24,447,180
CURRENT LIABILITIES					
Borrowings	22	9,734,985	3,492,473	-	-
Trade payables	23	4,855,161	5,263,539	-	-
Other payables	24	1,812,860	1,533,131	156,194	145,699
Taxation		-	465,500	-	-
		16,403,006	10,754,643	156,194	145,699
NET CURRENT ASSETS					
		16,092,999	16,950,321	15,716,308	24,301,481
		62,151,250	49,786,725	39,723,181	39,808,354

Balance Sheets (cont'd)

as at 31 March 2006

	Note	Group		Company	
		2006 RM	2005 RM	2006 RM	2005 RM
FINANCED BY:					
SHARE CAPITAL AND RESERVES					
Share capital	25	40,000,000	40,000,000	40,000,000	40,000,000
Reserves	26	6,943,832	6,098,842	(276,819)	(191,646)
Shareholders' funds		46,943,832	46,098,842	39,723,181	39,808,354
Minority interest		1,006,202	-	-	-
		47,950,034	46,098,842	39,723,181	39,808,354
NON-CURRENT LIABILITIES					
Borrowings	22	11,504,166	457,473	-	-
Deferred tax liabilities	29	2,697,050	3,230,410	-	-
		14,201,216	3,687,883	-	-
		62,151,250	49,786,725	39,723,181	39,808,354

The accompanying notes form an integral part of the financial statements.

Statements of Changes in Equity

for the year ended 31 March 2006

	Share capital	Distributable retained profits/ (accumulated losses)	Share premium	Non-Distributable Revaluation reserve	Total
	RM	RM	RM	RM	RM
GROUP					
At 1 April 2004	40,000,000	7,164,188	939,803	718,321	48,822,312
Net loss for the year	-	(3,261,512)	-	-	(3,261,512)
Revaluation of property, plant and equipment (Note 27)	-	-	-	538,042	538,042
At 31 March 2005	40,000,000	3,902,676	939,803	1,256,363	46,098,842
Net profit for the year	-	844,990	-	-	844,990
Transfer to retained profits (Note 27)	-	226,408	-	(226,408)	-
At 31 March 2006	40,000,000	4,974,074	939,803	1,029,955	46,943,832
COMPANY					
At 1 April 2004	40,000,000	(1,574,000)	939,803	1,726,595	41,092,398
Net loss for the year	-	(1,284,044)	-	-	(1,284,044)
At 31 March 2005	40,000,000	(2,858,044)	939,803	1,726,595	39,808,354
Net loss for the year	-	(85,173)	-	-	(85,173)
At 31 March 2006	40,000,000	2,943,217)	939,803	1,726,595	39,723,181

The accompanying notes form an integral part of the financial statements.

Cash Flow Statements

for the year 31 March 2006

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/(Loss) before taxation	499,824	(2,627,354)	(81,774)	(1,317,544)
Adjustments for:				
Bad debts written off	-	411,743	-	333
Depreciation of property, plant and equipment	4,509,053	4,938,423	-	-
Net gain on disposals of property, plant and equipment	(266,524)	(18,134)	-	-
Amortisation of goodwill	76,424	76,424	-	-
Interest expense	234,056	342,654	-	-
Provision for doubtful debts	360,781	293,726	-	-
Impairment of investments in a subsidiary company	-	-	-	1,110,000
Impairment loss on property, plant and equipment	-	75,565	-	-
Write back of provision for doubtful debts	(733,627)	250,080	-	-
Interest income	(225,715)	(281,544)	(12,141)	(16,156)
Unrealised foreign exchange loss	(61,812)	37,042	-	-
Operating profit/(loss) before changes in working capital	4,392,460	2,998,465	(93,915)	(223,367)
Changes in working capital:				
Inventories	390,341	(3,810,610)	-	-
Receivables	2,157,740	2,200,061	(500,000)	-
Payables	(630,965)	(1,719,460)	10,495	(35,109)
Development properties	(370,566)	-	-	-
Inter-company balances	-	-	8,426,571	125,688
Cash generated from/ (used in) operations	5,939,010	(331,544)	7,843,151	(132,788)
Interest paid	(234,056)	(342,654)	-	-
Taxes paid	(971,600)	(296,965)	(2,448)	(4,900)
Net cash generated from/(used in) operating activities	4,733,354	(971,163)	7,840,703	(137,688)

Cash Flow Statements (cont'd)

for the year 31 March 2006

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment (Note 11(d))	(566,245)	(1,121,227)	-	-
Proceeds from disposal of property, plant and equipment	493,311	112,750	-	-
Acquisition of a subsidiary company	(8,263,343)	-	(8,500,000)	-
Interest received	225,715	281,544	12,141	16,156
Net cash (used in)/generated from investing activities	(8,110,562)	(726,933)	(8,487,859)	16,156
CASH FLOWS FROM FINANCING ACTIVITIES				
Drawdown of short term borrowings	1,701,000	2,955,073	-	-
Repayment of short term borrowings	(2,354,879)	(1,384,000)	-	-
Payments of hire purchase payables	(571,988)	(1,235,689)	-	-
Net cash (used in)/generated from financing activities	(1,225,867)	335,384	-	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,603,075)	(1,362,712)	(647,156)	(121,532)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	8,814,555	10,177,267	667,663	789,195
CASH AND CASH EQUIVALENTS AT END OF THE YEAR (Note 21)	4,211,480	8,814,555	20,507	667,663

The accompanying notes form an integral part of the financial statements.

Notes to the Financial Statements

31 March 2006

1. CORPORATE INFORMATION

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are disclosed in Note 12 to the financial statements. There have been no significant changes in the nature of the principal activities during the financial year except for the acquisition of a subsidiary as disclosed in Notes 12 and 37.

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Second Board of the Bursa Malaysia Securities Berhad. The registered office of the Company is located at 22nd Floor, Menara EON Bank, 288, Jalan Raja Laut, 50350 Kuala Lumpur.

The principal place of business of the Company is located at 9, Jalan 3/91A, Taman Shamelin Perkasa, Cheras, 56100 Kuala Lumpur.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 17 July 2006.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements of the Group and of the Company have been prepared under the historical cost convention and comply with the provisions of the Companies Act, 1965 and applicable MASB Approved Accounting Standards in Malaysia except for the revaluation of freehold and leasehold land and buildings included in property, plant and equipment.

(b) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and all its subsidiaries. Subsidiaries are those companies in which the Group has a long term equity interest and where it has power to exercise control over the financial and operating policies so as to obtain benefits therefrom.

Subsidiaries are consolidated using the acquisition method of accounting except for certain subsidiaries which are consolidated using merger method of accounting in accordance with MASB 21: Business combinations as disclosed in Note 12 to the financial statements.

Under the acquisition method of accounting, the results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate. The assets and liabilities of a subsidiary are measured at their fair values at the date of acquisition and these values are reflected in the consolidated balance sheet. The difference between the cost of an acquisition and the fair value of the Group's share of the net assets of the acquired subsidiary at the date of acquisition is included in the consolidated balance sheet as goodwill or negative goodwill arising on consolidation.

Under the merger method of accounting, the results of the subsidiaries are presented as if the merger had been effected throughout the current and previous years. On consolidation, the difference between the carrying value of the investment over the nominal value of the share acquired is taken to merger reserve. Investment in subsidiaries is stated at directors' valuation based on net tangibles assets of the subsidiaries. Acquisitions after valuations date are stated at cost. A valuation will be conducted at intervals of at least once in every five years. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(m).

Intragroup transactions, balances and resulting unrealised gains are eliminated on consolidation and the consolidated financial statements reflect external transactions only. Unrealised losses are eliminated on consolidation unless costs cannot be recovered.

Notes to the Financial Statements (cont'd)

31 March 2006

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) Basis of Consolidation (cont'd)

The gain or loss on disposal of a subsidiary is the difference between net disposal proceeds and the Group's share of its net assets together with any unamortised balance of goodwill and exchange differences which were not previously recognised in the consolidated income statement.

(c) Goodwill

Goodwill represents the excess of the cost of acquisition over the Group's interest in the fair value of the identifiable assets and liabilities of a subsidiary at the date of acquisition.

Goodwill is stated at cost less accumulated amortisation and impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(m).

Goodwill is amortised on a straight-line basis over its estimated useful life of 15 years.

(d) Investment in Subsidiaries

Investment in subsidiaries is stated at directors' valuation based on net tangibles assets of the subsidiaries. Acquisitions after valuations date are stated at cost. A valuation will be conducted at intervals of at least once in every five years. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(m).

Surpluses arising on revaluation are credited to revaluation reserve. Any deficit arising from revaluation and impairment loss is charged against the revaluation reserve to the extent of a previous surplus held in the revaluation reserve for the same subsidiaries. In all other cases, a decrease in carrying amount is charged to income statement.

On disposal of such investments, amounts in revaluation reserve relating to those subsidiaries are transferred to distributable reserve.

(e) Property, Plant and Equipment and Depreciation

Land and buildings are stated at directors' valuation based on valuation by independent professional valuers using the open market basis, with subsequent additions at cost less accumulated depreciation and impairment loss. Revaluation of freehold and leasehold and and buildings will be conducted at intervals of at least once in every five years. The last valuation was in 2004. All other property, plant and equipment are stated at cost less accumulated depreciation and impairment loss. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(m). The cost of other property, plant and equipment comprises their purchase cost and any incidental costs of acquisition.

Surplus arising from revaluation are credited to revaluation reserve. Any deficit arising from revaluation and impairment loss are charged against revaluation reserve to the extent of a previous surplus held in the revaluation reserve for the same asset. In all other cases, a decrease in carrying amount is charged to income statement.

Depreciation of property, plant and equipment is provided for on a straight line basis to write off the cost of each asset to its residual value over the estimated useful life at the following annual rates:

Freehold and leasehold land and buildings	2% - 2.2%
Plant, machinery and audio equipment	10% - 12%
Office equipment	10% - 12%
Motor vehicles	16% - 20%
Furniture, fixtures and fittings	8% - 20%
Renovations	10%
Electrical installation	10%

Notes to the Financial Statements (cont'd)

31 March 2006

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Property, Plant and Equipment and Depreciation (cont'd)

Upon the disposal of an item of property, plant or equipment, the difference between the net disposal proceeds and the net carrying amount is recognised in the income statement.

(f) Inventories

Inventories are stated at the lower of cost (determined on the first-in, first-out basis) and net realisable value. Cost of finished goods and work-in-progress includes direct materials, direct labour, other direct costs and appropriate proportion of production overheads.

Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

(g) Property development costs

Property development costs comprise all costs that are directly attributable to development activities or that can be allocated on a reasonable basis to such activities.

When the financial outcome of a development activity can be reliably estimated, property development revenue and expenses are recognised in the income statement by using the stage of completion method. The stage of completion is determined by the proportion that property development costs incurred for work performed to date bear to the estimated total property development costs.

Where the financial outcome of a development activity cannot be reliably estimated, property development revenue is recognised only to the extent of property development costs incurred that is probable will be recoverable and property development costs on properties sold are recognised as an expense in the period in which they are incurred.

Any expected loss on a development project, including costs to be incurred over the defects liability period, is recognised as an expense immediately.

Property development costs not recognised as an expense are recognised as an asset, which is measured at the lower of cost and net realisable value.

(h) 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.

(i) Taxation

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

Notes to the Financial Statements (cont'd)

31 March 2006

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(i) Taxation (cont'd)

Deferred tax is provided for, using the liability method, on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

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. 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.

(j) Employee Benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year 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

As required by law, companies in Malaysia make contributions to the state pension scheme, the Employees Provident Fund. Such contributions are recognised as an expense in the income statement as incurred.

(k) 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) Sales of goods

Revenue relating to sale of goods is recognised at the fair value of consideration receivable and is recognised when the significant risks and rewards of ownership have been transferred to the buyer.

(ii) Interest income

Interest is recognised on a time proportion basis that reflects the effective yield on the asset.

(iii) Management fee

Management fee is recognised upon completion of performance of services.

Notes to the Financial Statements (cont'd)

31 March 2006

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(l) Foreign Currencies

Transactions in foreign currencies are initially recorded in Ringgit Malaysia at the 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 rate ruling at that date. Non-monetary items 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.

All exchange rate differences are taken to the income statement.

The principal exchange rates used for every unit of foreign currency ruling at the balance sheet date are as follows:

	2006 RM	2005 RM
One Sterling Pound	5.77	5.77
One Australian Dollar	2.60	2.90
One Singapore Dollar	2.28	2.28
One US Dollar	3.75	3.80

(m) Impairment of Assets

At each balance sheet date, the Group reviews the carrying amounts of its assets to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use, which is measured by reference to discounted future cash flows.

An impairment loss is recognised as an expense in the income statement immediately, unless the asset is carried at a revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of any unutilised previously recognised revaluation surplus for the same asset.

(n) Leases

A lease is recognised as a finance lease if it transfers substantially to the Group all the risks and rewards incident to ownership. All other leases are classified as operating leases.

(i) Finance leases

Assets acquired by way of hire purchase or finance leases are stated at an amount equal to the lower of their fair values and the present value of the minimum lease payments at the inception of the leases, less accumulated depreciation and impairment losses. The corresponding liability is included in the balance sheet as borrowings. In calculating the present value of the minimum lease payments, the discount factor used is the interest rate implicit in the lease, when it is practicable to determine; otherwise, the Group's incremental borrowing rate is used.

Lease payments are apportioned between the finance costs and the reduction of the outstanding liability. Finance costs, which represent the difference between the total leasing commitments and the fair value of the assets acquired, are recognised as an expense in the income statement over the term of the relevant lease so as to produce a constant periodic rate of charge on the remaining balance of the obligations for each accounting period.

The depreciation policy for leased assets is consistent with that for depreciable property, plant and equipment as described in Note 2(e).

Notes to the Financial Statements (cont'd)

31 March 2006

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(n) Leases (cont'd)

(ii) Operating leases

Operating lease payments are recognised as an expenses in the income statement on a straight line basis over the term of the relevant lease.

(o) Cash and Cash Equivalents

For the purposes of the cash flow statements, cash and cash equivalents include cash on hand and at bank and deposits at call which have an insignificant risk of changes in value, net of outstanding bank overdrafts.

(p) Financial Instruments

Financial instruments are recognised in the balance sheet when the Group has become a party to the contractual provisions of the instrument.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, and gains and losses relating to a financial instrument classified as a 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 offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

(i) Non-current investments

Non-current investments are stated at cost less impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2(m).

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

(ii) Receivables

Receivables are carried at anticipated realisable values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

(iii) Payables

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

(iv) Interest bearing borrowings

Interest bearing borrowings are recorded at the amount of proceeds received, net of transaction costs. Borrowing costs are recognised as an expense in the income statement in the period in which they are incurred.

(v) Equity instruments

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

Notes to the Financial Statements (cont'd)

31 March 2006

3. REVENUE

Revenue of the Group and of the Company consists of the following:

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Sales of goods	31,800,055	35,958,675	-	-
Rental income	180,000	-	-	-
Management fees	-	-	191,000	-
	31,980,055	35,958,675	191,000	-

4. COST OF SALES

Cost of sales represents cost of goods sold.

5. PROFIT/(LOSS) FROM OPERATIONS

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Profit/(loss) from operations are stated after charging/(crediting):				
Amortisation of goodwill	76,424	76,424	-	-
Auditors' remuneration				
- current year	49,258	48,000	20,000	20,000
- other services	-	35,000	-	-
Bad debts written off	-	411,743	-	333
Depreciation of property, plant and equipment	4,509,053	4,938,423	-	-
Rental of land and building	215,030	219,488	-	-
Staff costs (Note 6)	4,043,240	4,387,743	-	-
Net gain on disposals of property, plant and equipment	(266,524)	(18,134)	-	-
Impairment of investments in a subsidiary company	-	-	-	1,110,000
Impairment loss on property, plant and equipment	-	75,565	-	-
Provision for doubtful debts	360,781	293,726	-	-
Interest income	(225,715)	(281,544)	(12,141)	(16,156)
Write back of provision for doubtful debts	(733,627)	(250,080)	-	-
Net foreign exchange (gains)/losses:				
- Unrealised	(61,812)	37,042	-	-
- Realised	(38,964)	(50,137)	-	-

Notes to the Financial Statements (cont'd)

31 March 2006

6. STAFF COSTS

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Wages, salaries and bonus	3,586,825	3,915,916	-	-
Social security costs	49,892	48,114	-	-
Pension costs - defined contribution plans	389,436	423,713	-	-
Other staff related expenses	17,087	-	-	-
	4,043,240	4,387,743	-	-
Number of employees at end of year	173	193	-	-

Included in staff costs of the Group are executive directors' remuneration of RM515,782 (2005: RM456,192) as disclosed in Note 7.

7. DIRECTORS' REMUNERATION

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Non-executive directors				
Fees	72,000	84,000	72,000	84,000
Other emoluments	-	12,000	-	8,000
	72,000	96,000	72,000	92,000
Executive directors:				
Fees	10,000	10,000	10,000	10,000
Salaries and emoluments	515,782	456,192	-	-
	525,782	466,192	10,000	10,000
Total	597,782	562,192	82,000	102,000

The estimated monetary value of benefits-in-kind provided to directors of the Group during the financial year amounted to RM34,400 (2005: RM39,441).

The number of directors of the Company whose total remuneration during the financial year fell within the following bands is as follows:

	Number of Directors	
	2006	2005
Non-Executive directors		
RM1 - RM50,000	5	6
Executive directors		
RM50,001 - RM100,000	1	-
RM100,001 - RM150,000	1	1
RM300,001 - RM350,000	1	1

Notes to the Financial Statements (cont'd)

31 March 2006

8. FINANCE COSTS

	Group	
	2006 RM	2005 RM
Interest expenses		
- Hire purchase	115,565	219,129
- Short terms borrowings	97,500	109,640
- Bank overdrafts	20,991	13,885
	234,056	342,654

9. TAXATION

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Tax expense for the year:				
Malaysian income tax				
- current	601,399	248,500	3,399	4,500
- overprovision in prior years	(87,159)	(83,842)	-	(38,000)
- underprovision in prior years (Note 36)	-	465,500	-	-
	514,240	630,158	3,399	(33,500)
Deferred tax (Note 29)				
- relating to origination and reversal of temporary differences	(867,000)	(586,100)	-	-
- Underprovision of deferred tax assets recognised	-	590,100	-	-
	(867,000)	4,000	-	-
	(352,760)	634,158	3,399	(33,500)

Domestic income tax is calculated at the Malaysian statutory rate of 28% (2005: 28%) of the estimated assessable profit for the year. Certain subsidiaries qualify for the reduced statutory tax rate of 20% on the first RM500,000 (2005: RM500,000) estimated assessable profit during the year.

Notes to the Financial Statements (cont'd)

31 March 2006

9. TAXATION (CONT'D)

A reconciliation of income tax applicable to the profit/(loss) before taxation at the statutory income tax rate to income tax at the effective income tax rate of the Group and of the Company is as follows:

	2006 RM	2005 RM
Group		
Profit/(loss) before taxation	499,824	(2,627,354)
Taxation at Malaysian statutory tax rate of 28% (2005: 28%)	139,951	(735,659)
Expenses not deductible for tax purposes	151,312	220,332
Deferred tax assets not recognised during the year	-	347,787
Effect of income not subject to tax	(202,107)	-
Effects of reduced statutory tax rate for subsidiaries on the first RM500,000 (2005: RM500,000) assessable profits	(36,831)	(72,385)
Deferred tax assets recognised on reinvestment tax allowances	-	(97,675)
Utilisation of previously unrecognised tax losses and unabsorbed capital allowances	(317,926)	-
Overprovision of deferred tax assets recognised in prior years	-	590,100
Overprovision of income tax in prior year	(87,159)	(83,842)
Underprovision of income tax in prior years	-	465,500
Tax expense for the year	(352,760)	634,158
Tax savings recognised arising from:		
- utilisation of unabsorbed capital allowances and unabsorbed losses brought forward from prior years	1,135,450	-
Company		
Loss before taxation	(81,774)	(1,317,544)
Taxation at Malaysian statutory tax rate of 28% (2005: 28%)	(22,897)	(368,912)
Expenses not deductible for tax purposes	26,296	327,591
Deferred tax assets not recognised during the year	-	45,821
Overprovided in prior years	-	(38,000)
Tax expense/(benefit) for the year	3,399	(33,500)

Notes to the Financial Statements (cont'd)

31 March 2006

10. EARNINGS/(LOSS) PER SHARE

(a) Basic

Basic earnings/(loss) per share is calculated by dividing the net profit/(loss) for the year by the number of ordinary shares during the financial year.

	Group	
	2006	2005
	RM	RM
Net profit/(loss) for the year (RM)	844,990	(3,261,512)
Number of ordinary shares in issue	40,000,000	40,000,000
Basic earnings/(loss) per share (sen)	2.11	(8.15)

(b) Diluted

Diluted earning per share is not calculated as the Group does not have any financial instrument which would give rise to dilutive potential ordinary shares.

Notes to the Financial Statements (cont'd)

31 March 2006

11. PROPERTY, PLANT AND EQUIPMENT

Group	Long term leasehold land RM	Freehold and leasehold land and buildings RM		Plant, machinery and audio equipment RM	Office equipment RM	Motor vehicles RM	Furniture, fixtures and fittings RM		Renovations RM	Electrical installation RM	Total RM
		RM	RM				RM	RM			
Cost/Valuation											
At 1 April 2005	5,425,297	9,340,777	44,564,648	207,720	1,144,806	2,447,136	318,211	373,844	63,822,439		
Additions	-	-	432,619	-	459,098	64,528	-	-	956,245		
Disposals	-	(1,103,344)	(4,691,754)	-	(229,493)	-	-	-	(6,024,591)		
Acquisition of a subsidiary (Note 12)	-	17,894,038	-	-	-	-	-	-	17,894,038		
At 31 March 2006	5,425,297	26,131,471	40,305,513	207,720	1,374,411	2,511,664	318,211	373,844	76,648,131		
Representing:											
At cost	5,425,297	17,894,038	40,305,513	207,720	1,374,411	2,511,664	18,211	373,844	68,410,698		
At valuation	-	8,237,433	-	-	-	-	-	-	8,237,433		
	5,425,297	26,131,471	40,305,513	207,720	1,374,411	2,511,664	318,211	373,844	76,648,131		
Accumulated Depreciation											
At 1 April 2005 -											
Accumulated depreciation	108,506	1,185,212	26,941,769	204,034	1,080,427	1,702,092	271,282	235,604	31,728,926		
Accumulated impairment loss	-	75,565	-	-	-	-	-	-	75,565		
At 1 April 2005	108,506	1,260,777	26,941,769	204,034	1,080,427	1,702,092	271,282	235,604	31,804,491		
Charge for the year	108,506	249,459	3,869,003	1,500	52,065	197,003	7,464	24,053	4,509,053		
Disposals/Written off	-	(313,094)	(4,435,968)	-	(220,742)	-	-	-	(4,969,804)		
At 31 March 2006	217,012	1,197,142	26,374,804	205,534	911,750	1,899,095	278,746	259,657	31,343,740		

Notes to the Financial Statements (cont'd)

31 March 2006

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

Group	Freehold and leasehold land and buildings		Plant, machinery and audio equipment		Office equipment		Motor vehicles		Furniture, fixtures and fittings		Renovations		Electrical installation		Total
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	
Net Book Value															
At 31 March 2006															
At cost	5,208,285	17,822,465	13,930,709	2,186	462,661	612,569	39,465	114,187	38,192,527						
At valuation	-	7,111,864	-	-	-	-	-	-	7,111,864						
At 31 March 2005															
At cost	5,316,791	-	17,622,879	3,686	64,379	745,044	51,932	133,237	23,937,948						
At valuation	-	8,080,000	-	-	-	-	-	-	8,080,000						
Details at 1 April 2004															
Cost	5,425,297	-	44,153,286	207,720	1,272,742	2,111,588	318,211	371,044	53,859,888						
Valuation	-	8,593,625	-	-	-	-	-	-	8,593,625						
Accumulated depreciation	-	1,013,339	22,965,980	202,534	1,066,259	1,509,382	234,479	203,367	27,195,340						
Depreciation charge for 2005															
	108,506	171,873	4,232,281	1,500	158,342	196,881	31,800	37,240	4,938,423						

Notes to the Financial Statements (cont'd)

31 March 2006

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

- (a) The freehold and leasehold land and buildings were revalued in 2004 by the directors based on valuations carried out by CH Williams Talhar & Wong Sdn Bhd, a member of the Institution of Surveyors, Malaysia. Valuations were made on the basis of open market values on existing use basis.

Had the revalued freehold and leasehold land and buildings been carried at historical cost less accumulated depreciation, their net book value would have been as follows:

	2006 RM	2005 RM
Freehold and leasehold land and buildings	3,253,730	4,011,193

- (b) Certain leasehold land and building with carrying amounts of RM17,822,465 (2005: Nil) are charged as securities for borrowing facilities obtained.
- (c) Included in plant and equipment are fully depreciated assets which are still in use costing RM1,896,301 (2005: RM1,383,145).
- (d) Acquisitions of property, plant and equipment during the year were financed by:

	Group	
	2006 RM	2005 RM
Property, plant and equipment acquired	956,245	1,121,227
Less: financed by hire purchase	(390,000)	-
Net cash outflow	566,245	1,121,227

- (e) Net book value of property, plant and equipment held under hire purchase arrangements as at balance sheet date is as follows:

	Group	
	2006 RM	2005 RM
Plant and machinery	1,512,684	1,776,799
Motor vehicles	420,839	-
	1,933,523	1,776,799

12. INVESTMENT IN SUBSIDIARIES

	Company	
	2006 RM	2005 RM
Unquoted investments		
- at valuation	14,445,057	14,445,057
- at cost	11,055,000	2,555,000
	25,500,057	17,000,057
Less: Accumulated impairment losses	(3,458,000)	(3,458,000)
	22,042,057	13,542,057

Notes to the Financial Statements (cont'd)

31 March 2006

12. INVESTMENT IN SUBSIDIARIES (CONT'D)

Valuation of certain subsidiaries were revalued by the directors based on the audited net tangible assets of the subsidiaries.

Details of the subsidiary companies are as follows:

Name of Subsidiary Companies	Country of Incorporation	Equity Interest Held (%)		Principal Activities
		2006	2005	
Summit Audio Industries (M) Sdn. Bhd.	Malaysia	100	100	Mechanical reproduction of sound and music
Summit CD Manufacture (M) Sdn. Bhd.	Malaysia	100	100	Manufacture of compact discs
Japantec Industries (M) Sdn. Bhd.	Malaysia	100	100	Manufacture of plastic fabricated parts
GSB Summit Development Sdn. Bhd. (formerly known as SM Digital Media Sdn Bhd)	Malaysia	100	100	Trading of compact discs
Serta Usaha Sdn. Bhd.*	Malaysia	89.47	-	Property development

* Audited by a firm of auditors other than Ernst & Young

Summit Audio Industries (M) Sdn. Bhd. and Summit CD Manufacture (M) Sdn. Bhd. have been consolidated based on the merger principal of consolidation. All other subsidiaries are consolidated based on acquisition method of consolidation.

Acquisition of Subsidiary

On 31 December 2005, the Group acquired 89.47% equity interest in Serta Usaha Sdn. Bhd., a Company incorporated in Malaysia, for a total consideration of RM8,500,000 in cash.

The acquisition had the following effect on the Group's financial results of the financial year:

	2006 RM
Revenue	180,000
Administrative expenses	(107,883)
Profit from operations	72,117
Taxation	-
Net profit for the year	72,117
Minority interest - share of profits	(7,594)
Increase in Group's profit attributable to shareholders	64,523

Notes to the Financial Statements (cont'd)

31 March 2006

12. INVESTMENT IN SUBSIDIARIES (CONT'D)

Acquisition of Subsidiary (cont'd)

The acquisition had the following effect on the financial position of the Group as at the end of the year:

	2006
	RM
Property, plant and equipment	17,825,817
Goodwill on consolidation	11,828
Property development costs	4,053,025
Trade and other receivables	6,642,711
Cash and bank balances	141,815
Deposits with licensed bank	78,455
Trade and other payables	(731,020)
Borrowings	(18,118,266)
Deferred taxation	(333,640)
Minority interests	(1,006,202)
Group's share of net assets	<u>8,564,523</u>

The summary of effects of the acquisition on the financial position of the Group as at date of acquisition is as follows:

	At date of acquisition
	RM
Property, plant and equipment	17,894,038
Development properties	3,682,459
Trade and other receivables	6,634,654
Fixed deposits with licensed bank	78,455
Cash and bank balances	158,202
Trade and other payables	(502,316)
Borrowings	(18,125,072)
Deferred taxation	(333,640)
Fair value of total net assets	9,486,780
Less: Minority interest	(998,608)
Group's share of net assets	8,488,172
Goodwill on consolidation	11,828
Total consideration	<u>8,500,000</u>
Net cash outflow arising from acquisition:	
Total consideration	8,500,000
Cash and cash equivalents of subsidiaries acquired	(236,657)
Total consideration, satisfied by cash	<u>8,263,343</u>

Notes to the Financial Statements (cont'd)

31 March 2006

13. DUE FROM A SUBSIDIARY

Amount due from a subsidiary is unsecured, interest-free and is not expected to be repayable within the next 12 months.

14. OTHER INVESTMENT

	Group	
	2006	2005
	RM	RM
At cost:		
Investment in club memberships	30,030	30,030
Less: Accumulated impairment losses	(14,030)	(14,030)
	16,000	16,000

15. GOODWILL ON CONSOLIDATION

	Group	
	2006	2005
	RM	RM
At 1 April	1,097,584	1,097,584
Acquisition of a subsidiary during the year	11,828	-
Less: Accumulated amortisation	(371,552)	(295,128)
	737,860	802,456
At 31 March		

16. INVENTORIES

	Group	
	2006	2005
	RM	RM
At cost:		
- Raw materials	2,403,300	4,326,686
- Work-in-progress	229,976	86,768
- Finished goods	3,298,357	1,861,337
	5,931,633	6,274,791
At net realisable value:		
- Finished goods	-	47,183
	5,931,633	6,321,974
Cost of inventories recognised as an expense during the financial year	25,914,882	32,006,394

Notes to the Financial Statements (cont'd)

31 March 2006

17. PROPERTY DEVELOPMENT COSTS

	Group	
	2006 RM	2005 RM
At 1 April	-	-
Add : Acquisition of a subsidiary		
- freehold land	3,166,946	-
- development costs	515,513	-
	3,682,459	-
Cost incurred during the year		
- development costs	370,566	-
At 31 March	4,053,025	-
Property development costs comprise:		
- freehold land	3,166,946	-
- development costs	886,079	-
	4,053,025	-

Included in development costs are interest on term loan of RM370,566 (2005: RM nil).

18. TRADE RECEIVABLES

	Group	
	2006 RM	2005 RM
Trade receivables	8,792,303	11,450,971
Due from affiliated corporations	-	793,405
Less: Provision for doubtful debts	(788,886)	(1,472,162)
	8,003,417	10,772,214
Provision for doubtful debts is analysed as follows:		
At 1 April	1,472,162	2,651,555
Add: Provision made during the year	360,781	293,726
Less: Write back to income statement	(733,627)	(250,080)
Less: Write off against bad debts	(310,430)	(1,223,039)
At 31 March	788,886	1,472,162

Affiliated corporations were corporations in which a former director of the Company, Lee Kerk Chong, has interests. These amounts were unsecured, interest-free and had credit terms ranging from 30 to 90 days.

The Group's normal credit term for trade receivables ranges from 30 to 120 (2005: 30 to 120) days. Other credit terms are assessed and approved on a case-by-case basis.

The Group has no significant concentration of credit risk that may arise from exposures to a single debtor or to groups of debtors.

Notes to the Financial Statements (cont'd)

31 March 2006

19. OTHER RECEIVABLES

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Deposits	195,685	167,335	-	-
Prepayments	137,767	84,774	-	-
Due from affiliated corporations	-	3,424	-	-
Deposit paid in respect of investment (Note 37(b))	500,000	-	500,000	-
Due from former holding company of Serta Usaha Sdn Bhd	6,615,527	-	-	-
Proceeds receivable from sale of land	828,000	-	-	-
Sundry receivables	1,251,891	764,968	-	-
	9,528,870	1,020,501	500,000	-

The amounts due from affiliated corporations were unsecured, interest-free and had no fixed terms of repayment.

The amount due from former holding company of Serta Usaha Sdn Bhd, a newly acquired subsidiary, is unsecured and interest free. Pursuant to the shares subscription agreement, the amount is contracted to be paid by 3 February 2006. However, the repayment term was subsequently extended to 3 August 2006.

Other than the above, the Group has no significant concentration of credit risk that may arise from exposures to a single debtor or to groups of debtors.

20. DUE FROM SUBSIDIARIES

Amounts due from subsidiaries are unsecured, interest-free and have no fixed terms of repayment.

21. CASH AND CASH EQUIVALENTS

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Cash on hand and at banks	901,224	767,293	20,507	113,081
Deposits with licensed banks	3,310,256	8,637,965	-	554,582
Cash and bank balances	4,211,480	9,405,258	20,507	667,663
Less: Bank overdrafts	-	(590,703)	-	-
Cash and cash equivalents	4,211,480	8,814,555	20,507	667,663

The weighted average effective interest rates of the deposits at balance sheet date were 3.0% (2005: 3.0%) per annum.

The average maturities of deposits as at the end of the financial year were 30 (2005: 30) days.

The bank overdrafts are secured by corporate guarantees provided by the Company and bore interest at a rate of 8.20% (2005: 8.20%) per annum during the financial year.

Notes to the Financial Statements (cont'd)

31 March 2006

22. BORROWINGS

	Group	
	2006 RM	2005 RM
Short Term Borrowings, excluding bank overdrafts		
Unsecured: Bankers' acceptances	2,308,000	2,955,073
Term loan	6,930,000	-
Hire purchase payables (Note 28)	496,985	537,400
	9,734,985	3,492,473
Long Term Borrowings		
Unsecured: Term loan	11,188,266	-
Hire purchase payables (Note 28)	315,900	457,473
	11,504,166	457,473
Total borrowings, excluding bank overdrafts		
Bankers' acceptances	2,308,000	2,955,073
Term loan	18,118,266	-
Hire purchase payables (Note 28)	812,885	994,873
	21,239,151	3,949,946

The bankers' acceptance are secured by corporate guarantees provided by the Company and bore interest at a rate of 4.98% (2005: 4.39%) per annum during the financial year.

The term loan is secured by the certain leasehold land and building as disclosed in Note 11.

23. TRADE PAYABLES

	Group	
	2006 RM	2005 RM
Trade payables	4,855,161	4,715,556
Due to affiliated corporations	-	547,983
	4,855,161	5,263,539

The amounts due to affiliated corporations were unsecured, interest-free and had credit terms ranging from 30 to 90 days.

The normal trade credit term granted to the Group and the Company ranges from 30 to 90 (2005: 14 to 90) days.

Notes to the Financial Statements (cont'd)

31 March 2006

24. OTHER PAYABLES

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Due to an affiliated corporation	-	108,225	-	-
Accruals	922,337	867,395	156,194	145,699
Sundry payables	890,523	557,511	-	-
	1,812,860	1,533,131	156,194	145,699

The amount due to an affiliated corporation was unsecured, interest-free and had no fixed term of repayment.

25. SHARE CAPITAL

	Number of ordinary Shares of RM1 Each		Amount	
	2006 RM	2005 RM	2006 RM	2005 RM
Authorised: At 1 April/31 March	50,000,000	50,000,000	50,000,000	50,000,000
Issued and fully paid: At 1 April/31 March	40,000,000	40,000,000	40,000,000	40,000,000

26. RESERVES

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
Retained profits/(accumulated losses)	4,974,074	3,902,676	(2,943,217)	(2,858,044)
Share premium	939,803	939,803	939,803	939,803
Revaluation reserve (Note 27)	1,029,955	1,256,363	1,726,595	1,726,595
	6,943,832	6,098,842	(276,819)	(191,646)

The share premium may be applied only for the purposes as specified in the Companies Act, 1965. The balance is not available for distribution of dividends except in the form of shares.

Notes to the Financial Statements (cont'd)

31 March 2006

27. REVALUATION RESERVE

	Group		Company	
	2006 RM	2005 RM	2006 RM	2005 RM
At 1 April	1,256,363	718,321	1,726,595	1,726,595
Revaluation on property, plant and equipment	-	747,152	-	-
Realisation of revaluation reserve on disposal of property	(226,408)	-	-	-
Less : Deferred taxation (Note 29)	-	(209,110)	-	-
At 31 March	(226,408)	538,042	-	-
	1,029,955	1,256,363	1,726,595	1,726,595

The Group revaluation reserve includes the cumulative net change, net of deferred tax effects, arising from the revaluation of long term leasehold land and buildings above their costs.

The Company revaluation reserve includes the cumulative net change arising from the revaluation of subsidiaries.

28. HIRE PURCHASE PAYABLES

	Group	
	2006 RM	2005 RM
Minimum lease payments:		
Not later than 1 year	576,858	641,256
Later than 1 year and not later than 2 years	136,841	496,206
Later than 2 year and not later than 5 years	227,247	48,856
	940,946	1,186,318
Less: Future finance charges	(128,061)	(191,445)
	812,885	994,873
Present value of finance lease liabilities:		
Not later than 1 year	482,295	537,400
Later than 1 year and not later than 2 years	116,861	416,333
Later than 2 years and not later than 5 years	213,729	41,140
	812,885	994,873
Analysed as:		
Due within 12 months (Note 22)	496,985	537,400
Due after 12 months (Note 22)	315,900	457,473
	812,885	994,873

The hire purchase liabilities bore interests ranging from 4.46% to 5.0% (2005: 4.82%) per annum during the financial year.

Notes to the Financial Statements (cont'd)

31 March 2006

29. DEFERRED TAX LIABILITIES

	Group	
	2006 RM	2005 RM
At 1 April	3,230,410	3,017,300
Acquisition of a subsidiary (Note 12)	333,640	-
Transfer (to)/from income statement (Note 9)	(867,000)	4,000
Transfer from revaluation reserve (Note 27)	-	209,110
At 31 March	2,697,050	3,230,410

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:

Deferred Tax Liabilities of the Group:

	Revaluation of freehold and leasehold land and buildings RM	Accelerated capital allowances RM	Total RM
At 1 April 2004	279,000	3,328,400	3,607,400
Recognised in the income statement	-	(586,100)	(586,100)
Recognised in equity	209,110	-	209,110
At 31 March 2005	488,110	2,742,300	3,230,410
Acquisition of a subsidiary (Note 12)	333,640	-	333,640
Recognised in the income statement	-	(867,000)	(867,000)
At 31 March 2006	821,750	1,875,300	2,697,050

Deferred tax assets have not been recognised in respect of the following items:

	Group	
	2006 RM	2005 RM
Unutilised tax losses carried forward	1,780,000	2,206,000
Unabsorbed capital allowances	5,506,000	6,215,000
Unutilised reinvestment allowances	8,582,000	8,160,000
	15,868,000	16,581,000

The availability of the unused tax losses for offsetting against future taxable profits of the Group is subject to no substantial changes in shareholdings of the Group under Section 44 (5A) and (5B) of Income Tax Act, 1967.

Notes to the Financial Statements (cont'd)

31 March 2006

30. LEASE COMMITMENTS

The future minimum lease payments under non-cancellable operating leases are as follows:

	Group	
	2006	2005
	RM	RM
Not later than 1 year	180,000	180,000
Later than 1 year and not later than 2 years	-	180,000
	180,000	360,000

The above lease payments relate to the non-cancellable operating lease of a subsidiary's premises.

31. CONTINGENT LIABILITIES COMPANY

	Company	
	2006	2005
	RM	RM
Guarantee of banking facilities granted to a subsidiary (unsecured)	3,858,000	3,858,000

32. SIGNIFICANT RELATED PARTY TRANSACTIONS

	2006	2005
	RM	RM
Group		
Transactions with affiliated corporations		
Purchases from Summit CD Manufacture Pte Ltd	171,948	3,515,206
Sales to Summit CD Manufacture Pte Ltd	-	(3,201,623)
Sales to Summit Technology Australia Pty Ltd	-	(1,559,899)
Sales to Gate Cosmos Investment Ltd	-	(627,852)
Company		
Transaction with subsidiaries		
Management fees receivable	191,000	-

The directors are of the opinion that all the transactions above had been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those with unrelated parties.

33. CAPITAL COMMITMENT

	Group/Company	
	2006	2005
	RM	RM
Approved and contracted for:		
- In respect of investment in Giga Gates Sdn Bhd (Note 38)	1,500,000	-

Notes to the Financial Statements (cont'd)

31 March 2006

34. SEGMENT REPORTING

The Group is organised into three main business segments:

- Replication of compact discs
- Duplication of audio cassettes
- Plastic fabricated parts

Other operations of the Group comprise mainly investment holding and trading of compact disc and property development, neither of which are of a sufficient size to be reported separately.

Intersegment sales comprise sales of compact discs and fabricated plastics at prices which are competitive and comparable to other persons supplying similar goods in the market.

(a) Business Segments

	Replication of Compact Discs RM	Duplication of Audio Cassette RM	Plastic Fabricated Parts RM	Others RM	Total RM
31 March 2006					
Sales					
Total sales	16,191,645	1,718,798	14,587,057	180,000	32,677,500
Intersegment sales	-	-	(697,445)	-	(697,445)
External sales	16,191,645	1,718,798	13,889,612	180,000	31,980,055
Results					
Segment result (external)	(736,772)	305,751	1,264,691	(99,790)	733,880
Finance costs	(12,533)	-	(221,523)	-	(234,056)
(Loss)/Profit from ordinary activities before taxation	(749,305)	305,751	1,043,168	(99,790)	499,824
Taxation	-	-	-	-	352,760
Profit after taxation					852,584
Minority interest					(7,594)
Net profit for the year					844,990
Assets					
Segment assets	28,927,638	5,107,412	13,707,009	29,276,707	77,018,766
Unallocated corporate assets					1,535,490
					78,554,256
Liabilities					
Segment liabilities	2,311,774	10,008	6,501,511	18,783,879	27,907,172
Unallocated corporate liabilities					2,697,050
					30,604,222
Other Information					
Capital expenditure	623,090	-	329,430	3,725	956,245
Depreciation and amortisation of goodwill on consolidation	2,835,275	205,788	1,394,545	149,869	4,585,477

Notes to the Financial Statements (cont'd)

31 March 2006

34. SEGMENT REPORTING (CONT'D)

(a) Business Segments (cont'd)

	Replication of Compact Discs RM	Duplication of Audio Cassette RM	Plastic Fabricated Parts RM	Others RM	Total RM
31 March 2005					
Sales					
Total sales	18,851,604	2,423,944	15,781,845	605,563	37,662,956
Intersegment sales	(549,474)	-	(1,154,807)	-	(1,704,281)
External sales	18,302,130	2,423,944	14,627,038	605,563	35,958,675
Results					
Segment result (external)	(1,369,828)	182,373	(777,910)	(319,335)	(2,284,700)
Finance costs	-	-	(342,654)	-	(342,654)
(Loss)/Profit from ordinary activities before taxation	(1,369,828)	182,373	(1,120,564)	(319,335)	(2,627,354)
Taxation	-	-	-	-	(634,158)
Loss for the year					(3,261,512)
Assets					
Segment assets	36,226,435	8,677,739	13,612,147	446,871	58,963,192
Unallocated corporate assets					1,578,176
					60,541,368
Liabilities					
Segment liabilities	2,898,277	464,562	6,825,451	558,326	10,746,616
Unallocated corporate liabilities					3,695,910
					14,442,526
Other Information					
Capital expenditure	1,097,290	-	23,937	-	1,121,227
Impairment loss	-	75,565	-	-	75,565
Depreciation and amortisation of goodwill on consolidation	3,104,625	284,244	1,548,054	77,924	5,014,847

Notes to the Financial Statements (cont'd)

31 March 2006

34. SEGMENT REPORTING (CONT'D)

(a) Business Segments (cont'd)

Segment assets consists primarily of property, plant and equipment, other investment, current assets and exclude tax recoverable. Segment liabilities comprise operating liabilities and its related interest bearing liabilities and exclude hire purchase payables, taxation and deferred taxation.

Unallocated corporate asset includes tax recoverable. Unallocated corporate liabilities include the hire purchase payables, taxation and deferred taxation.

Capital expenditure comprises additions to property, plant and equipment (Note 11).

(b) Geographical Segments

The Group operates principally in Malaysia. The relevant financial information has been appropriately presented in these financial statements.

35. FINANCIAL INSTRUMENTS

(a) Financial Risk Management Objectives and Policies

The Group's activities expose to a variety of financial risks, including foreign currency exchange risk, credit risk, market risk, liquidity and cash flow risk. The Group's overall financial risk management objective is to ensure that there is sufficient level of liquidity and its ability to finance the Group's operations, with a view of minimising potential adverse effects on the financial performance of the business. Financial risk management is carried out through risk reviews, internal control system and adherence to the Group's financial risk management policies.

The Group does not trade in financial instruments.

(b) Foreign Currency Exchange Risk

The Group is exposed to foreign currency exchange risk as a result of transactions denominated in foreign currencies. The Group does not hedge any of its foreign currency transactions but the Group's policy is to manage all its foreign financial assets and liabilities using the best available foreign currency exchange rates. Foreign exchange exposures in transactional currencies other than functional currencies of the operating entity are kept to an acceptable level.

In addition, the Group would consider entering into foreign currency forward contracts for any material capital expenditure and raw materials purchase to limit its exposure to such risks, when necessary.

The net unhedged financial assets and financial liabilities of the Group that are not denominated in their functional currencies are as follows:

At 31 March 2006:

Functional currency in Ringgit Malaysia	Sterling Pound RM	Australian Dollar RM	United States Dollar RM	Singapore Dollar RM	Euro RM	Total RM
Receivables	171,100	894,990	521,959	829,697	-	2,417,746
Payables	-	-	(3,090,480)	(185,039)	(12,236)	(3,287,755)

Notes to the Financial Statements (cont'd)

31 March 2006

35. FINANCIAL INSTRUMENTS (CONT'D)

(b) Foreign Currency Exchange Risk (cont'd)

At 31 March 2005:

Functional currency in Ringgit Malaysia	Sterling Pound RM	Australian Dollar RM	United States Dollar RM	Singapore Dollar RM	Total RM
Receivables	239,351	618,909	3,402,210	898,635	5,159,105
Payables	-	-	(2,829,017)	(355,386)	(3,184,403)

(c) Credit Risk

Credit risk arises when sales are made on deferred credit terms. The Group seeks to control credit risk by having in place proper credit policies. This risk is controlled through the application of the Group's credit management procedures, which include the application of credit approval via reviewing credit history and setting of appropriate credit limit and periodic, regular monitoring and follow up procedures.

Sales to customers are suspended when earlier amounts exceed the credit period or limit granted, unless assessed by the management where the risk of non-collection of amount exceeded credit period or limit is low.

(d) Market Risk

The Group's principal exposure to market risk arises mainly from changes in prices of raw material supply in the industries. For key raw material purchases, the Group would consider entering into forward contract arrangements or physical supply agreements, where necessary to mitigate against such risks.

(e) Liquidity and Cash Flow Risk

Prudent liquidity risk implies maintaining sufficient cash, time deposits and the availability of funding through an adequate amount of committed credit facilities. Due to the nature of the business, the Group aims at maintaining flexibility in funding by keeping committed credit lines available.

(f) Fair Values

The carrying amounts of trade and other receivables, tax recoverable, cash and cash equivalents, borrowings, trade and other payables, and taxation approximate their fair values due to their short-term nature.

36. SIGNIFICANT TAX MATTERS

The Inland Revenue Board ("IRB") conducted a tax investigation in respect of the Group's accounting records for the financial years ended 1992 to 1999. The Group appointed a firm of professional tax consultants to assist the Group in dealing with the tax investigation. On 6 July 2005, the IRB has notified the professional tax consultants that the additional tax liabilities imposed to the Group including tax penalties in respect of their tax investigation amounting to RM465,500.

Accordingly, the Group had provided these additional tax liabilities in the previous financial year ended 31 March 2005. The Group is not aware of any additional tax liabilities subsequent to the tax investigation.

Notes to the Financial Statements (cont'd)

31 March 2006

37. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

(a) Acquisition of Serta Usaha Sdn Bhd

On 17 November 2005 the Company entered into a conditional Share Subscription Agreement with Serta Usaha Sdn Bhd ("SUSB") for the proposed subscription of 8,500,000 new ordinary shares of RM1.00 each at an issue price of RM1.00 per share, representing 89.47% of the enlarged issued and paid-up share capital in SUSB for a cash consideration of RM8.5 million.

The acquisition was completed on 31 December 2005 and consequently SUSB became a subsidiary of the Group. The effects on consolidation of the subsidiary is disclosed on Note 12.

(b) Proposed acquisition of Giga Gates Sdn Bhd and its subsidiaries

On 3 March 2006, that the Company entered into a conditional share sale agreement with Yong Swee Watt , Chew Chee Khong, Prima Insynergy Sdn Bhd, Pintar Semarak Sdn Bhd and Ganda Struktur Sdn Bhd, collectively referred to as the Vendors, for the acquisition of 2,000,000 ordinary shares of RM1.00 each in Giga Gates Sdn Bhd ("Giga"), representing the entire issued and paid-up share capital of Giga for a total cash consideration of RM5,000,000 upon terms and conditions of the agreement.

As at 31 March 2006, the Company has paid 10% of the consideration amounting to RM500,000 to the Vendors. However, the terms of the acquisition was revised subsequent to the balance sheet date as disclosed in Note 38.

38. EVENT SUBSEQUENT TO BALANCE SHEET DATE

(a) Acquisition of Giga Gates Sdn Bhd and its subsidiaries

On 1 June 2006, the Company entered into an Amended and Restated Agreement for the Share Sale Agreement to acquire 800,000 ordinary shares of RM1.00 each of Giga Gates Sdn Bhd ("Giga") representing 40% of the entire issued and paid up share capital of Giga for an aggregate cash consideration of RM2,000,000 from Chew Chee Khong, Prima Insynergy Sdn Bhd and Pintar Semarak Sdn Bhd upon terms and conditions stated in the agreement.

On 8 June 2006, the Company has completed its acquisition of the Sale Shares Agreement and concurrently, entered into a Shareholders Agreement with Mr. Yong Swee Watt and Ganda Struktur Sdn Bhd to regulate their respective rights and obligations in relation to their shareholdings in Giga.

Consequently, Giga became an associated company of the Group subsequent to balance sheet date.

(b) Proposed Change of Name

On 17 July 2006, the Board of directors announced that the Company is proposing to change its name to GSB Group Berhad. The proposed change of name is subject to approvals of the shareholders and the issuance of certificate of incorporation on change of name by the Companies Commission of Malaysia.

List of Properties

as at 31 March 2006

Registered Owner / Location	Description	Date of Acquisition/ Revaluation	Tenure/ Age (years)	Total Land Area/ Built-up Area (sq metres)	Net Book Value as at 31 March 2006 (RM)
Summit Audio Industries (M) Sdn Bhd					
Parcel No.D-113 1st Floor, Block D Pandan Height, PT 34798 Mukim of Ampang, District of Ulu Langat, State of Selangor.	Three (3) bedroom apartment for management	28/09/04	Freehold (age is approx 10 years)	79.25	122,180
Plot No. B29 Gateway 2020 Industrial Park, Phase 5 Taman Shamelin Perkasa PT 1604 and PT 1668 Mukim of Kuala Lumpur and Ampang respectively, District of Kuala Lumpur.	Adjoining unit of semi-detached single storey factory with three storey office	21/09/04	Leasehold 99 years expiring on 11.09.2082 (age is approx 10 years)	1,041.00	3,225,557
Parcel No.1313 Storey No.3, Building 1 Taman Shamelin Perkasa PT 1604 Mukim of Kuala Lumpur, District of Kuala Lumpur.	Three (3) bedroom apartment for management	21/09/04	Leasehold 99 years expiring on 11.09.2082 (age is approx 14 years)	95.00	127,067

List of Properties (cont'd)

as at 31 March 2006

Registered Owner / Location	Description	Date of Acquisition/ Revaluation	Tenure/ Age (years)	Total Land Area/ Built-up Area (sq metres)	Net Book Value as at 31 March 2006 (RM)
Summit CD Manufacture (M) Sdn Bhd					
Parcel No. D-107 1st Floor, Block D Pandan Height, PT 34798 Mukim of Ampang, District of Ulu Langat, State of Selangor.	Three (3) bedroom apartment for management	28/09/04	Freehold (age is Approx 10 years)	79.62	122,049
Plot No. B30 Gateway 2020 Industrial Park, Phase 5 Taman Shamelin Perkasa PT 1604 and PT 1668 Mukim of Kuala Lumpur and Ampang respectively, District of Kuala Lumpur.	Adjoining unit of semi-detached single storey factory with three storey office	21/09/04	Leasehold 99 years expiring on 11.09.2082 (age is approx 10 years)	1,041.00	3,124,454
Parcel No.1307 storey No. 3, Building 1 Taman Shamelin Perkasa PT 1604 Mukim of Kuala Lumpur, District of Kuala Lumpur.	Three (3) bedroom apartment for management	21/09/04	Leasehold 99 years expiring on 11.09.2082 (age is approx 14 years)	95.00	126,931
Parcel No. E-GP04 Block E, Phase 5 Pandan Perdana PT 4335 Mukim of Kuala Lumpur, District of Kuala Lumpur.	5 + 1 bedroom apartment (Penthouse) for senior management accommodation	22/09/04	Freehold (age is approx 7 years)	195.93	263,626
Lot No. 31573-31578 & 31627, Desa Tun Razak PN 10174-10179 & 10228 Mukim Petaling, Daerah Wilayah Persekutuan Negeri Wilayah Persekutuan	Vacant industrial land	15/09/00	Leasehold 99 years expiring on 20.03.2085 (age is approx 20 years)	6,861.00	5,208,285

List of Properties (cont'd)

as at 31 March 2006

Registered Owner / Location	Description	Date of Acquisition/ Revaluation	Tenure/ Age (years)	Total Land Area/ Built-up Area (sq metres)	Net Book Value as at 31 March 2006 (RM)
Serta Usaha Sdn Bhd					
Lot 50, Section 94, Jalan Kapar, Off Jalan Syed Putra Dalam, Kuala Lumpur	Thirteen storey building with a basement mechanical car park	31/07/05	Freehold (age is approx 9 years)	895.34	17,822,465
HS(D) No. 12718, PT No. 15685, Bandar Bentong, Daerah Bentong, Negeri Pahang	Commercial land	22/08/05	Freehold (age is approx 1 year)	1999.15	1,139,600
HS(D) No. 193/95, PT No. 583, Mukim Teloi Kiri, Daerah Kuala Muda, Negeri Kedah	Industrial land	15/09/05	Freehold (age is approx 1 year)	39,355.00	1,860,644
HS(D) No. 226/95, PT No. 616, Mukim Teloi Kiri, Daerah Kuala Muda, Negeri Kedah	Industrial land	15/09/05	Freehold (age is approx 1 year)	22,311.00	1,052,781
Total				74,048.29	34,195,639

Statistics of Shareholdings

as at 31 July 2006

Financial Year End : 31 March 2006
 Class of Shares : Ordinary Shares of RM1.00each
 Voting Rights : One vote per ordinary share

Analysis of Shareholders by Range Group as at 31 July 2006

Size of Shareholdings	No. of Shares	% over Total shares	No. of Holders	% over Total Shareholders
1 to 99	11,568	0.03	273	16.29
100 to 1,000	78,039	0.20	113	6.74
1,001 to 10,000	3,442,445	8.61	1,105	65.93
10,001 to 100,000	4,099,300	10.25	146	8.71
100,001 to 1,999,999	20,948,648	52.37	37	2.21
2,000,000 and above	11,420,000	28.54	2	0.12
Total	40,000,000	100.00	1,676	100.00

Thirty Largest Shareholders as at 31 July 2006

No	Name of Shareholders	No. of Shares Held	% of Issued Capital
1	SURIA BITARA SDN BHD	8,048,000	20.12
2	NAZIR BIN MANSOR	3,372,000	8.43
3	SUN ACRES DEVELOPMENT SDN BHD	1,980,000	4.95
4	MIDF SISMA NOMINEES (ASING) SDN BHD MIDF SISMA HOLDINGS SDN BHD FOR GUN SEONG THEAN	1,965,000	4.91
5	HSBC NOMINEES (ASING) SDN BHD EXEMPT AN FOR HSBC PRIVATE BANK (SUISSE) S.A. (SPORE TST AC CL)	1,892,200	4.73
6	MIDF SISMA NOMINEES (TEMPATAN) SDN BHD MIDF SISMA HOLDINGS SDN BHD FOR KHOO CHEE KONG	1,860,051	4.65
7	GUN SEONG THEAN	1,808,333	4.52
8	CHUAH HOCK SOON	1,276,100	3.19
9	MEGA BAYUMAS SDN BHD	842,600	2.11
10	CHEONG HONG KONG	809,200	2.02
11	MIDF SISMA NOMINEES (TEMPATAN) SDN BHD MIDF SISMA HOLDINGS SDN BHD FOR NG KIM HWA	769,230	1.92
12	KE-ZAN NOMINEES (ASING) SDN BHD KIM ENG SECURITIES PTE. LTD. FOR CUBE CAPITAL GROUP LIMITED	743,000	1.86
13	MEGA BAYUMAS SDN BHD	684,200	1.71
14	SOO YOKE MUN	403,200	1.01
15	WONG KONG MENG	384,000	0.96
16	MAYBAN NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR KENNETH VUN @ VUN YUN LIUN	370,200	0.93
17	ALLIANCEGROUP NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR KENNETH VUN @ VUN YUN LIUN	369,900	0.92
18	HEE POOI LEE	362,000	0.91
19	GAN BOON KAT	360,000	0.90
20	CHOW SECK KAI	316,500	0.79

Statistics of Shareholdings (cont'd)

as at 31 July 2006

Thirty Largest Shareholders as at 31 July 2006 (cont'd)

No	Name of Shareholders	No. of Shares Held	% of Issued Capital
21	SING KONG WEY	314,667	0.79
22	ANG WING FAH	305,400	0.76
23	MAYBAN SECURITIES NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR FOR NA BON TIAM	289,300	0.72
24	HSBC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR KENNETH VUN @ VUN YUN LIUN	285,700	0.71
25	RC NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR YAP TERNG SHENG	281,300	0.70
26	YAP WIN SENG	264,000	0.66
27	SEAW BOEY KOK	221,400	0.55
28	BHLB TRUSTEE BERHAD LEE CHIAH CHEANG	200,000	0.50
29	KENANGA NOMINEES (TEMPATAN) SDN BHD PLEDGED SECURITIES ACCOUNT FOR KENNETH VUN @ VUN YUN LIUN	199,000	0.50
30	RICHARD LIEW HENG CHEONG	165,700	0.41
TOTAL SHARES/ PERCENTAGE		31,142,181	77.86

Substantial Shareholders

(As per the Register of Substantial Shareholders as at 31 July 2006)

Name of Shareholders	Direct		Indirect	
	No of shares	%	No of shares	%
1. Gun Seong Thean	3,773,333	9.43	-	-
2. Nazir Bin Mansor	3,372,000	8.43	-	-
3. Suria Bitara Sdn Bhd	8,048,000	20.12	-	-

Directors' Shareholdings

(As per the Register of Directors' Shareholdings as at 31 July 2006)

Directors	Direct		Indirect	
	No of shares	%	No of shares	%
1. Gun Seong Thean	3,773,333	9.43	-	-
2. Khoo Chee Kong	1,860,103	4.65	-	-
3. Nazir Bin Mansor	3,372,000	8.43	-	-
4. Yap Kiam Beng	28,000	0.07	-	-
5. Mohd Fazillah Bin Mohd Ali	-	-	8,048,000*	20.12
6. Yip Soon Chee	-	-	-	-
7. Loy Kwee Keow	-	-	-	-
8. Liaw Boo Lai @ Leow Bong Lai	-	-	-	-

* Deemed interest by virtue of his directorship in Suria Bitara Sdn Bhd.

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Thirteenth Annual General Meeting of the Company will be convened and held at No. 9 Jalan 3/91A Taman Shamelin Perkasa Cheras 56100 Kuala Lumpur on Thursday, 28 September 2006 at 10.00 a.m. to transact the following items of business:

AGENDA

As Ordinary Business

1. To receive the statutory financial statements for the year ended 31 March 2006 together with the Directors' and Auditors' Reports thereon. **Resolution 1**
2. To approve the payment of Directors' Fee amounting to RM53,000/- for the year ended 31 March 2006. **Resolution 2**
3. To re-elect Encik Nazir Bin Mansor who retires in accordance with Article 82 of the Company's Articles of Association. **Resolution 3**
4. To re-elect Mr Yap Kiam Beng who retires in accordance with Article 82 of the Company's Articles of Association. **Resolution 4**
5. To re-elect Mr Yip Soon Chee who retires in accordance with Article 82 of the Company's Articles of Association. **Resolution 5**
6. To appoint Auditors and to authorise the Directors to fix their remuneration. **Resolution 6**

Notice of Nomination pursuant to Section 172(11) of the Companies Act, 1965, a copy of which is annexed hereto and marked "Annexure I" have been received by the Company for the nomination of Messrs KPMG who have given their consent to act, for appointment as Auditors and of the intention to propose the following ordinary resolution:

"THAT Messrs KPMG be and are hereby appointed auditors of the Company in place of the retiring auditors, Messrs Ernst & Young to hold office until the conclusion of the next Annual General Meeting at a remuneration to be determined by the Directors."

As Special Business

7. To consider and if thought fit, to pass the following resolution as Ordinary Resolution and Special Resolution respectively:-

(i) Ordinary Resolution

Resolution 7

Authority to Allot Shares Pursuant to Section 132D of the Companies Act, 1965

"THAT subject always to the Companies Act, 1965 and the approvals of the relevant Governmental and/or regulatory authorities, the Directors be and are hereby empowered, pursuant to Section 132D of the Companies Act, 1965, to issue shares in the Company from time to time upon such terms and conditions, and for such purposes and to such person or persons whomsoever as the Directors may deem fit provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the issued share capital of the Company for the time being, and that the Directors be and are empowered to obtain the approval from Bursa Malaysia Securities Berhad ("Bursa Securities") for the listing and quotation for the additional shares so issued and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company."

Notice of Annual General Meeting (cont'd)

(ii) Special Resolution

Resolution 8

Proposed Change Of Name

"THAT the name of the Company be changed from SM Summit Holdings Bhd to GSB Group Berhad with effect from the date of the Certificate of Incorporation on Change of Name of Company issued by the Companies Commission of Malaysia.

THAT all references in the Memorandum and Articles of Association to the name of SM Summit Holdings Bhd, wherever the same may appear, shall be deleted and substituted with GSB Group Berhad.

THAT the Directors and Company Secretaries be and are hereby authorised to carry out all the necessary formalities in effecting the change of name."

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

BY ORDER OF THE BOARD

CHU KUM YOON
LEONG SHIAK WAN
Company Secretaries

Kuala Lumpur
6 September 2006

NOTES:

1. A member entitled to attend and vote at the above meeting is entitled to appoint a proxy to attend and vote in his stead. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
2. A member may appoint two (2) or more proxies to attend at the same meeting. Where a member appoints two (2) or more proxies, the proxies shall not be valid unless the member specifies the proportion of his shareholdings to be represented by each proxy.
3. The instrument appointing a proxy or proxies shall be in writing (in the common or usual form) under the hand of the appointer or his attorney duly authorised in writing or, if the appointer is a corporation, the instrument appointing a proxy or proxies must be either under seal or under the hand of an officer or attorney duly authorised.
4. The instrument appointing a proxy must be deposited at the Registered Office at 22nd Floor Menara EON Bank 288 Jalan Raja Laut 50350 Kuala Lumpur at least forty-eight (48) hours before the time approved for holding the meeting or any adjournment thereof (or in the case of a poll not less than twenty-four (24) hours before the time appointed for taking of the poll).
5. **EXPLANATORY NOTE ON THE SPECIAL BUSINESS**
 - (i) The proposed Resolution 7, if passed, will empower the Directors to allot and issue shares in the Company up to an amount not exceeding in total 10% of the issued share capital of the Company for such purposes as the Directors consider would be in the interest of the Company. This authority, unless revoked or varied by the Company at general meeting, will expire at the next Annual General Meeting.
 - (ii) The Resolution 8 to approve the Proposed Change of Name under Agenda 7(ii), if passed, will result in the change of name of the Company from SM Summit Holdings Bhd to GSB Group Berhad. The rationale for the proposed change of name is to reflect the new direction of the Company. Please refer to the Circular to Shareholders dated 6 September 2006 for further information.

Statement Accompanying Notice of Annual General Meeting

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

1. The Directors who are standing for re-election at the Thirteenth Annual General Meeting of the Company are as follows:

En Nazir Bin Mansor
Mr Yap Kiam Beng
Mr Yip Soon Chee

The profiles and interests in shares of the abovementioned Directors are set out on pages 7 to 8 and on page 22 respectively.

2. Board Meetings

Six (6) Board Meetings were held during the financial year ended 31 March 2006.

Mr Yap Kiam Beng attended all the Board Meetings held during the financial year ended 31 March 2006.

Both En Nazir Bin Mansor and Mr Yip Soon Chee attended five (5) out of six (6) Board Meetings held during the financial year ended 31 March 2006.

3. Date, Time and Venue of the Thirteenth Annual General Meeting

Date : 28 September 2006

Time : 10.00 a.m.

Venue : No. 9, Jalan 3/91A, Taman Shamelin Perkasa, Cheras, 56100 Kuala Lumpur

4. Other Information

None of the above Directors has any family relationship with other Directors or major shareholders of the Company.

None of the above Directors has been convicted for offences within the past ten (10) years other than traffic offences.

Proxy Form

SM SUMMIT HOLDINGS BHD
(Company No. 287036-X)
(Incorporated in Malaysia)

CDS account no. of authorised nominee

I/We _____ (name of shareholder as per NRIC, in capital letters)
IC No./ID No./Company No. _____ (new) _____ (old) of
_____ (full address) being a
member(s) of the abovenamed Company, hereby appoint _____ (name of
proxy as per NRIC, in capital letters) IC No. _____ (new) _____ (old) or failing him/her
_____ (name of proxy per NRIC, in capital letters) IC No. _____
_____ (new) _____ (old) or failing him/her the Chairman of the Meeting as my/our
proxy to vote for me/us on my/our behalf at the Thirteenth Annual General Meeting of the Company to be held at No 9, Jalan
3/91A, Taman Shamelin Perkasa, Cheras 56100 Kuala Lumpur on Thursday, the 28th September 2006 at 10.00am and at
each and every adjournment thereof.

My/our proxy is to vote as indicated below:

	RESOLUTION	FOR	AGAINST
Resolution 1	Receive Statutory Financial Statements and Reports		
Resolution 2	Approval of Directors' Fees of RM53,000/-		
Resolution 3	Re-election of Encik Nazir bin Mansor		
Resolution 4	Re-election of Mr Yap Kiam Beng		
Resolution 5	Re-election of Mr Yip Soon Chee		
Resolution 6	Appointment of Messrs KPMG as Auditors		
Resolution 7	Authority to allot and issue shares pursuant to Section 132D of the Companies Act, 1965		
Resolution 8	Change of Name of the Company		

(Please indicate with an "X" in the spaces provided how you wish your vote to be cast. If you do not do so, the proxy will vote or abstain from voting at his discretion).

For appointment of two proxies, percentage of shareholdings to be represented by the proxies:

	No. of shares	Percentage
Signature/Common Seal _____	Proxy 1	%
Number of shares held: _____	Proxy 2	%
Date: _____	Total	100%

Notes:

1. A member entitled to attend and vote at the above meeting is entitled to appoint a proxy to attend and vote in his instead. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
2. A member may appoint two (2) or more proxies to attend at the same meeting. Where the member appoints two (2) or more proxies, the proxies shall not be valid unless the member specifies the proportion of his shareholdings to be represented by each proxy.
3. The instrument appointing a proxy or proxies shall be in writing (in the common or usual form) under the hand of the appointer or his attorney duly authorised in writing or, if the appointer is a corporation, the instrument appointing a proxy or proxies must be either under seal or under the hand of an office or attorney duly authorised.
4. The instrument appointing a proxy must be deposited at the Registered Office at 22nd Floor, Menara EON Bank, 288 Jalan Raja Laut, 50350 Kuala Lumpur at least forty-eight (48) hours before the time approved for holding the meeting or any adjournment thereof (or in the case of a poll not less than twenty-four (24) hours before the time appointment for taking of the poll).

* Strike out whichever is not valid

SUBSIDIARIES

SUMMIT AUDIO INDUSTRIES (M) SDN. BHD.
SUMMIT CD MANUFACTURE (M) SDN. BHD.
GSB SUMMIT DEVELOPMENT SDN. BHD.
(FORMERLY KNOWN AS SM DIGITAL MEDIA SDN. BHD.)

No. 9, Jalan 3/91A Taman Shamelin Perkasa
Cheras 56100, Kuala Lumpur
Tel: (603) 9281 1188
Fax: (603) 9287 9959
Website: www.smsummit.com

JAPANTEC INDUSTRIES (M) SDN. BHD.

No. 10, Jalan Hasil 2
Off Jalan Tampoi
81200 Johor Bahru
Tel: (607) 238 1818
Fax: (607) 238 9818

SERTA USAHA SDN BHD

No. 27, Jalan SS 23/11,
Taman Sea
47400 Petaling Jaya
Selangor Darul Ehsan
Tel: (603) 7803 8282
Fax: (603) 7880 8382

ASSOCIATED

GIGA GATES SDN BHD

24A Jalan Lumut,
Kompleks Damai,
50400 Kuala Lumpur,
Malaysia
Tel : (603) 4044 4244
Fax: (603) 4041 2955
Website: www.gigagates.com

REGISTERED OFFICE

22nd Floor, Menara EON Bank
288, Jalan Raja Laut
50350 Kuala Lumpur
Tel: 603 2694 8788
Fax: 603 2693 9137

www.smsummit.com