

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--|---|---|--|--|
| | CURRENT QUARTER ENDED 31/12/2009 RM'000 | CORRESPONDING QUARTER ENDED 31/12/2008 RM'000 | CURRENT YEAR TO DATE ENDED 31/12/2009 RM'000 | CORRESPONDING YEAR TO DATE ENDED 31/12/2008 RM'000 |
| 1. Revenue | 35,659 | 38,000 | 132,532 | 163,769 |
| 2. Profit / (loss) before tax | 3,224 | 786 | 11,087 | 4,459 |
| 3. Profit / (loss) for the period | 3,001 | 308 | 9,002 | 3,134 |
| 4. Profit / (loss) attributable to ordinary equity holders of the parent | 3,001 | 308 | 9,002 | 3,134 |
| 5. Basic earnings / (loss) per share (sen) | 2.73 | 0.28 | 8.19 | 2.85 |
| 6. Proposed / declared dividend per share (sen) | 2.50 | - | 2.50 | - |
| | As at end of current quarter | | As at preceding financial year end | |
| 7. Net assets per share attributable to ordinary equity of the parent (RM) | | 0.98 | | 0.90 |

Part A3: Additional Information

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|------------------------------|---|---|--|--|
| | CURRENT QUARTER ENDED 31/12/2009 RM'000 | CORRESPONDING QUARTER ENDED 31/12/2008 RM'000 | CURRENT YEAR TO DATE ENDED 31/12/2009 RM'000 | CORRESPONDING YEAR TO DATE ENDED 31/12/2008 RM'000 |
| 1. Profit from the operation | 3,424 | 1,647 | 12,130 | 7,812 |
| 2. Gross interest income | 4 | 4 | 5 | 72 |
| 3. Gross interest expenses | 490 | 798 | 2,033 | 3,549 |

PUBLIC PACKAGES HOLDINGS BERHAD
FORTH QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE YEAR
ENDED 31 DECEMBER 2009
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENTS

| | 3 MONTHS ENDED | | 12 MONTHS ENDED | |
|--|-----------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| | 31/12/2009 RM'000 Unaudited | 31/12/2008 RM'000 Audited | 31/12/2009 RM'000 Unaudited | 31/12/2008 RM'000 Audited |
| OPERATING REVENUE | 35,659 | 38,000 | 132,532 | 163,769 |
| OPERATING EXPENSES | (32,274) | (36,575) | (121,507) | (156,002) |
| OTHER OPERATING INCOME / (EXPENSE) | 39 | 222 | 1,105 | 45 |
| PROFIT FROM OPERATIONS | 3,424 | 1,647 | 12,130 | 7,812 |
| FINANCE COSTS | (490) | (798) | (2,033) | (3,549) |
| INVESTING RESULTS | | | | |
| - Share of profit/(loss) of joint venture | 280 | (76) | 952 | 148 |
| - Others | 10 | 13 | 38 | 48 |
| PROFIT BEFORE TAX | 3,224 | 786 | 11,087 | 4,459 |
| INCOME TAX EXPENSE | (223) | (478) | (2,085) | (1,325) |
| NET PROFIT FOR THE PERIOD/YEAR ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT | 3,001 | 308 | 9,002 | 3,134 |
| EARNINGS PER SHARE | | | | |
| - Basic (sen) | 2.73 | 0.28 | 8.19 | 2.85 |
| - Diluted (sen) | 2.73 | 0.28 | 8.19 | 2.85 |

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD
FORTH QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE YEAR
ENDED 31 DECEMBER 2009
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED BALANCE SHEET

| | As at 31/12/2009 RM'000 Unaudited | As at 31/12/2008 RM'000 Audited |
|---|--|--|
| ASSETS | | |
| Non Current Assets | | |
| Property, Plant & Equipment | 67,506 | 66,640 |
| Investment Properties | 7,212 | 7,212 |
| Prepaid Lease Payment | 10,366 | 10,622 |
| Goodwill | 675 | 675 |
| Investments in Joint Venture | 14,940 | 14,298 |
| Other Investments | 190 | 776 |
| Development Properties | 19,917 | 22,253 |
| | 120,806 | 122,476 |
| Current Assets | | |
| Inventories | 17,179 | 20,436 |
| Debtors | 35,690 | 37,301 |
| Tax Recoverable | 2,118 | 1,966 |
| Cash & Cash Equivalents | 13,417 | 7,043 |
| | 68,404 | 66,746 |
| TOTAL ASSETS | 189,210 | 189,222 |
| LIABILITIES | | |
| Non Current Liabilities | | |
| Borrowings | 9,387 | 11,062 |
| Deferred tax liabilities | 11,403 | 11,242 |
| | 20,789 | 22,304 |
| Current Liabilities | | |
| Trade & Other Creditors | 16,370 | 16,559 |
| Borrowings | 43,816 | 51,134 |
| | 60,186 | 67,693 |
| TOTAL LIABILITIES | 80,975 | 89,997 |
| EQUITY | | |
| Share Capital | 54,949 | 54,949 |
| Reserves | 53,286 | 44,276 |
| Equity attributable to equity holders of the parent | 108,235 | 99,225 |
| Minority interest | - | - |
| TOTAL EQUITY | 108,235 | 99,225 |
| TOTAL EQUITY AND LIABILITIES | 189,210 | 189,222 |
| Net Assets per share attributable to equity holders of the company (RM) | 0.98 | 0.90 |

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD
FORTH QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE YEAR
ENDED 31 DECEMBER 2009
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

| | 12 MONTHS ENDED | |
|---|-----------------------------------|---------------------------------|
| | 31/12/2009 RM'000 Unaudited | 31/12/2008 RM'000 Audited |
| Profit before tax | 11,087 | 4,459 |
| Adjustments for non-cash flow items:- | | |
| Non-cash items | 6,262 | 5,382 |
| Non-operating items | (2,975) | 137 |
| Operating profit before changes in working capital | <u>14,374</u> | <u>9,978</u> |
| Changes in working capital | | |
| Net changes in current assets | 3,552 | (1,454) |
| Net changes in current liabilities | (197) | 1,519 |
| Cash from operation | <u>17,729</u> | <u>10,043</u> |
| Dividend received | 21 | - |
| Tax paid | (1,614) | (947) |
| Tax refunded | 183 | 241 |
| Net Cash Flows From Operating Activities | <u>16,319</u> | <u>9,337</u> |
| Investing Activities | | |
| - Other investments | (968) | (1,470) |
| Net Cash Flows Used In Investing Activities | <u>(968)</u> | <u>(1,470)</u> |
| Financing activities | | |
| - Net of bank borrowings | (3,326) | (9,628) |
| - Placement of fixed deposit | (3,512) | (205) |
| Net Cash Flows Used in Financing Activities | <u>(6,838)</u> | <u>(9,833)</u> |
| Effects of exchange rate changes on cash & cash equivalents | 5 | 12 |
| Net Change In Cash & Cash Equivalents | <u>8,518</u> | <u>(1,954)</u> |
| Cash & Cash Equivalents At Beginning Of Year | (4,558) | (2,481) |
| Effects of exchange rate changes | 11 | (123) |
| Cash & Cash Equivalents At End Of Year | <u>3,971</u> | <u>(4,558)</u> |

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD

**FORTH QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE YEAR
ENDED 31 DECEMBER 2009
(THE FIGURES HAVE NOT BEEN AUDITED)**

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| | Share Capital RM'000 | Non- Distributable RM'000 | Distributable Reserves RM'000 | Total RM'000 | Minority interest RM'000 | Total Equity RM'000 |
|--|-------------------------|---------------------------------|-------------------------------------|-----------------|-----------------------------|------------------------|
| At 1 January 2008 | 54,949 | 23,061 | 23,181 | 101,191 | - | 101,191 |
| Movements during the year | - | (5,100) | 3,134 | (1,966) | - | (1,966) |
| At 31 December 2008 | <u>54,949</u> | <u>17,961</u> | <u>26,315</u> | <u>99,225</u> | <u>-</u> | <u>99,225</u> |
| | | | | | | |
| At 1 January 2009 | 54,949 | 17,961 | 26,315 | 99,225 | - | 99,225 |
| Transfer from revaluation reserve | - | (719) | 719 | - | - | - |
| Movements during the year | - | 8 | 9,002 | 9,010 | - | 9,010 |
| At 31 December 2009 | <u>54,949</u> | <u>17,250</u> | <u>36,036</u> | <u>108,235</u> | <u>-</u> | <u>108,235</u> |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD
FORTH QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE YEAR
ENDED 31 DECEMBER 2009

NOTES TO THE INTERIM FINANCIAL REPORT

A1. ACCOUNTING POLICIES AND METHODS OF COMPUTATION

The interim financial statements have been prepared under the historical cost convention.

The interim financial report has been prepared in accordance with FRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's financial statement.

The interim financial statements should be read in conjunction with annual financial statements for the financial year ended 31st December 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31st December 2008.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the year ended 31 December 2008. The following Financial Reporting Standards ("FRS"), amendments to FRSs and IC Interpretations have been issued by the MASB but are not yet effective and have not been applied by the Group:

| FRSs, Amendments to FRSs and Interpretations | Effective for financial periods beginning on or after |
|---|--|
| FRS 1 (revised) | July 1, 2010 |
| FRS 3 (revised) | July 1, 2010 |
| FRS 4 | January 1, 2010 |
| FRS 7 | January 1, 2010 |
| FRS 8 | July 1, 2009 |
| FRS 101 | January 1, 2010 |
| FRS 123 | January 1, 2010 |
| FRS 127 | July 1, 2010 |
| FRS 139 | January 1, 2010 |
| Amendment to FRS 1 | January 1, 2010 |
| Amendment to FRS 2 | January 1, 2010 |
| Amendment to FRS 2 | July 1, 2010 |
| Amendment to FRS 5 | January 1, 2010 and July 1, 2010 |
| Amendment to FRS 7 | January 1, 2010 |
| Amendment to FRS 8 | January 1, 2010 |
| Amendment to FRS 107 | January 1, 2010 |
| Amendment to FRS 108 | January 1, 2010 |
| Amendment to FRS 110 | January 1, 2010 |
| Amendment to FRS 116 | January 1, 2010 |
| Amendment to FRS 117 | January 1, 2010 |
| Amendment to FRS 118 | January 1, 2010 |
| Amendment to FRS 119 | January 1, 2010 |
| Amendment to FRS 120 | January 1, 2010 |
| Amendment to FRS 123 | January 1, 2010 |
| Amendment to FRS 127 | January 1, 2010 |
| Amendment to FRS 128 | January 1, 2010 |
| Amendment to FRS 129 | January 1, 2010 |
| Amendment to FRS 131 | January 1, 2010 |
| Amendment to FRS 132 | January 1, 2010 |
| Amendment to FRS 134 | January 1, 2010 |
| Amendment to FRS 136 | January 1, 2010 |
| Amendment to FRS 138 | January 1, 2010 and July 1, 2010 |
| Amendment to FRS 139 | January 1, 2010 |
| Amendment to FRS 140 | January 1, 2010 |
| IC Interpretation 9 | January 1, 2010 |
| IC Interpretation 10 | January 1, 2010 |
| IC Interpretation 11 | January 1, 2010 |
| IC Interpretation 12 | January 1, 2010 |
| IC Interpretation 13 | July 1, 2010 |
| IC Interpretation 14 | January 1, 2010 |
| IC Interpretation 15 | July 1, 2010 |
| IC Interpretation 16 | July 1, 2010 |
| IC Interpretation 17 | July 1, 2010 |
| Amendment to IC Interpretation 9 | January 1, 2010 and July 1, 2010 |

The adoption of the FRSs, Amendments to FRSs and Interpretations upon their effective dates are not expected to have any significant impact on the financial statements of the Group. The Group is exempted from disclosing the possible impact, if any, to the financial statements upon its initial application of FRS 7 and FRS 139.

A2. AUDITED ACCOUNTS

The auditor's report in respect of the financial statements of the Group for the financial year ended 31 December 2008 was not subject to any qualification.

A3. SEASONALITY & CYCLICALITY

The Group's manufacturing division generally experience an "up-down" cycle once a year, with low demand usually in the beginning of the year and will slowly pick up again during the year.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items for the current quarter and financial year to date.

A5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATE

There were no material changes in the estimates of amounts, which give a material effect in the current quarter and financial year to date.

A6. DETAILS OF ISSUE, CANCELLATION, REPURCHASE, RESALE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

There was no issuance, cancellations, repurchase, resale and repayment of debt and equity for the financial year ended 31st December 2009.

A7. DIVIDEND PAID

There was no dividend paid for the financial year ended 31st December 2009.

A8. SEGMENTAL INFORMATION

Analysis by industry segment

| | Revenue (RM'000) | Profit / (loss) before tax (RM'000) |
|---------------------|---------------------|---|
| Trading | 24,029 | 2,473 |
| Manufacturing | 107,992 | 9,891 |
| Properties | 507 | 444 |
| Investment holdings | 4 | (1,721) |
| | <hr/> 132,532 | <hr/> 11,087 |

A9. REVALUATION

The properties of the Group carried at valuation were revalued in November 2007 based on professional independent valuations using the open market value basis.

A10. SUBSEQUENT EVENTS

There was no material events subsequent to the end of the current quarter.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the group in the current quarter and financial year to date.

A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

As at 24 February 2010, the total contingent liabilities is RM99,294,941. This consists of corporate guarantees given by the Company to secure credit facilities granted to our investments.

A13. CAPITAL COMMITMENTS

| | |
|-------------------------------|--------------|
| Approved and Contracted for : | RM '000 |
| Property, plant and equipment | <u>1,692</u> |

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS**B1. PERFORMANCE REVIEW**

The turnover of the Group for current quarter of RM35.659m decreased by RM2.341m (6.16%) when compared to corresponding quarter of last year.

The Group has recorded a profit before taxation of RM3.224m when compared to a profit of RM0.786m in corresponding quarter of last year. This was mainly due to reduction in most of the material price.

B2. COMMENT ON ANY MATERIAL CHANGE IN PROFIT BEFORE TAX FOR THE QUARTER REPORTED AS COMPARED WITH THE PRECEDING QUARTER

The Group recorded sales revenue of RM35.659m for the current quarter as compare to RM33.421m in preceeding quarter, showing an increase of 6.70%.

The Group has recorded a profit before taxation of RM3.224m for current quarter when compared with RM3.396m in preceeding quarter, showing a decrease of 5.06%.

B3. FACTORS AFFECTING COMPANY'S PROSPECT

The Group will continue to focus on its core activities and barring any unforeseen circumstances, the Group's performance is expected to continue to be satisfactory for the year 2010.

B4. EXPLANATORY NOTES ON VARIANCE WITH PROFIT FORECASTS AND/OR PROFIT GUARANTEE

The Group did not issue any profit forecast and or profit guarantee to the public during the current financial year.

B5. INCOME TAX

| | 3 MONTHS ended 31/12/2009 RM'000 | 3 MONTHS ended 31/12/2008 RM'000 | 12 MONTHS ended 31/12/2009 RM'000 | 12 MONTHS ended 31/12/2008 RM'000 |
|--------------------------|---|---|--|--|
| Profit before tax | 3,224 | 786 | 11,087 | 4,459 |
| Current year taxation :- | | | | |
| Income tax | 224 | 336 | 1,924 | 1,069 |
| Deferred tax | (1) | 142 | 161 | 256 |
| | <u>223</u> | <u>478</u> | <u>2,085</u> | <u>1,325</u> |
| Effective tax rate (%) | 6.92 | 60.81 | 18.81 | 29.72 |

The statutory tax rate was reduced to 25% from the previous year's rate of 26% effective in the current year of assessment. The statutory tax rate remain as 25% in subsequent years. The computation of deferred tax has reflected these changes.

The effective tax rate of the Group was lower than the statutory tax rate for current year to date mainly due to available reinvestment allowance and unabsorbed losses of its subsidiaries company.

B6. PROFIT / (LOSS) ON DISPOSAL OF UNQUOTED INVESTMENTS AND PROPERTIES

During the period under review, the company sold one of its freehold land with a net gain on disposal of RM0.415 million.

B7. PURCHASE / (DISPOSAL) OF QUOTED SHARES

- There were no purchase or sale of quoted securities for the current quarter and financial year to date.
- Investments in quoted securities as at 31 December 2009.

| | RM ('000) |
|--|-----------|
| Total investment at cost | 817 |
| Total investment at carrying value/book value (after provision for diminution in value) | 191 |
| Total investment at market value at end of reporting year | 397 |

B8. STATUS OF CORPORATE PROPOSALS

There is no corporate proposal announced but not completed as at 24 February 2010.

B9. BANK BORROWINGS

| | Secured RM('000) | Unsecured RM('000) | Total RM('000) |
|--------------|---------------------|-----------------------|-------------------|
| Short - term | - | 43,816 | 43,816 |
| Long - term | 498 | 8,889 | 9,387 |
| | 498 | 52,705 | 53,203 |

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Group does not have any off balance sheet financial instruments as at 24 February 2010, except for the forward foreign exchange contracts which have been entered into by the Group to hedge its foreign currency payables. Foreign currency forward contracts are entered into by the Group in currencies other than their functional currency to manage exposure on fluctuations in foreign rates on specific transactions.

The contracted amount not recognised in the balance sheet are as follows : -

| Financial Instruments (matured within 6 months) | Contract Amount (USD) | Equivalent Amount (RM) |
|---|-----------------------|------------------------|
| Foreign exchange contract | 276,404 | 939,276 |

The instrument above is viewed as a risk management tool by the Group and is not used for trading and speculative purposes. The gain and losses on foreign exchange are recognised in the income statement upon realisation.

B11. MATERIAL LITIGATION

A civil suit had been filed by the subsidiary, Public Packages Sdn Bhd against Flextronics Technology (Penang) Sdn Bhd. (formerly known as Solelectron Technology Sdn Bhd) during the year for the outstanding amount of RM1,797,634.80. The case is now postpone for hearing on 10 March 2010.

B12. DIVIDENDS

- (a) (i) The board of Directors has recommended a net final dividend in respect of the financial year ended 31 December 2009.
(ii) Amount per share : 2.5 sen tax exempt
(iii) Previous corresponding period : NIL
(iv) Date payable : To be determined later
(v) In respect of deposited securities, entitlement to dividends will be determined on the basis of record of depositors as at a date to be determined later.
- (b) Total dividend for current year : 2.5 sen tax exempt

B13. EARNING PER SHARE

| | 3 MONTHS ENDED | | 12 MONTHS ENDED | |
|--|----------------|------------|-----------------|------------|
| | 31/12/2009 | 31/12/2008 | 31/12/2009 | 31/12/2008 |
| (a) Basic | | | | |
| Net profit for the year (RM'000) | 3,001 | 308 | 9,002 | 3,134 |
| Weighted average number of ordinary shares in issue ('000) | 109,896 | 109,896 | 109,896 | 109,896 |
| Basic earnings per share (sen) | 2.73 | 0.28 | 8.19 | 2.85 |