

MAJUPERAK HOLDINGS BERHAD

(585389-X)



2013

**LAPORAN TAHUNAN
ANNUAL REPORT**



MAJUPERAK HOLDINGS BERHAD (585389-X)
2013 ANNUAL REPORT

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Eleventh Annual General Meeting (“11th AGM”) of the Company will be held at Aman Jaya Convention Centre, Casuarina @ Meru Hotel, Bandar Meru Raya, 30020 Ipoh, Perak Darul Ridzuan, Malaysia on Friday, 27th June 2014, at 4.00 p.m. for the purpose of transacting the following businesses:

AGENDA

AS ORDINARY BUSINESS

- | | | |
|----|--|-------------------------------|
| 1. | To receive and adopt the Audited Financial Statements of the Company for the financial year ended 31 December 2013 together with the Report of the Directors and Auditors thereon. | Please refer to Note 1 |
| 2. | To approve the payment of Directors’ Fees for the financial year ended 31 December 2013. | Resolution 1 |
| 3. | To re-elect YM Dato’ Seri Dr. Raja Ahmad Zainuddin bin Raja Haji Omar who retires under Article 84 of the Company’s Articles of Association. | Resolution 2 |
| 4. | To re-elect Y.B. Dato’ Mohd Zolkafly bin Haji Harun who retires under Article 84 of the Company’s Articles of Association. | Resolution 3 |
| 5. | To re-elect Y.Bhg. Dato’ Aminuddin bin Md Desa who retires under Article 91 of the Company’s Articles of Association. | Resolution 4 |
| 6. | To re-elect Y.Bhg Dato’ Mohd Azmi bin Haji Othman who retires under Article 91 of the Company’s Articles of Association. | Resolution 5 |
| 7. | To re-appoint Messrs AljeffriDean as Auditors of the Company and to authorise the Directors to fix their remuneration. | Resolution 6 |

AS SPECIAL BUSINESS

Ordinary Resolution

- | | | |
|----|---|---------------------|
| 8. | To consider and, if thought fit, pass the following Ordinary Resolution:- | Resolution 7 |
|----|---|---------------------|

Authority for the Directors to issue shares pursuant to Section 132D of the Companies Act, 1965.

“**THAT** pursuant to Section 132D of the Companies Act, 1965 and subject always to the Companies Act, 1965, the Articles of Association of the Company and the approvals of the relevant governmental and/or regulatory authorities, the Directors be and are hereby empowered to issue and allot shares in the Company from time to time, at such price, upon such terms and conditions, for such purposes and to such person or persons as the Directors may, in their absolute discretion deem fit, provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the total issued share capital of the Company for the time being **AND THAT** the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad **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 (CONTINUED)

9. **Proposed Renewal Of Existing Shareholder's Mandate For The Recurrent Related Party Transactions Of A Revenue Or Trading Nature** **Resolution 8**

“THAT subject to the Listing Requirements of Bursa Malaysia Securities Berhad (“Securities Exchange”), approval be and is hereby given to MHB and its subsidiary companies (“MHB Group”) to enter into recurrent related party transactions of a revenue or trading nature (“Recurrent Related Party Transactions”) with the related party set out in Section 2.1 of the circular to shareholders dated 3 June 2014 (“Circular”), subject to the following:

- (i) the Recurrent Related Party Transactions are or to be entered into in the ordinary course of business on terms not more favourable to the related party than those generally available to the public and the Recurrent Related Party Transactions are undertaken on arms' length basis and are not to the detriment of the minority shareholders of the Company;
- (ii) the disclosure is made in the annual report of the breakdown of the aggregate value of the Recurrent Related Party Transactions conducted pursuant to the shareholders' mandate during the financial year, amongst others, based on the following information:
 - (a) the type of Recurrent Related Party Transactions made; and
 - (b) the name of the related party involved in each type of Recurrent Related Party Transactions made and its relationship with the Company;
- (iii) the shareholders' mandate is subject to annual renewal and this shareholders' mandate shall only continue to be in full force until:
 - (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following this 11th AGM, at which this shareholders' mandate will lapse, unless the authority is renewed by a resolution passed at the next AGM;
 - (b) the expiration of the period within which the next AGM is required to be held pursuant to Section 143(1) of the Companies Act, 1965 (“Act”) (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Act); or
 - (c) revoked or varied by resolution passed by shareholders in a general meeting before the next AGM;

whichever is earlier;

AND THAT the directors and/or any of them be and are hereby authorised to complete and do all such acts and things as they may consider expedient or necessary (including executing such documents as may be required) to give effect to the Recurrent Related Party Transactions contemplated and/or authorised by this Ordinary Resolution;

NOTICE OF ANNUAL GENERAL MEETING (CONTINUED)

AND THAT the estimates given of the Recurrent Related Party Transactions specified in Section 2.1 of the Circular being provisional in nature, the directors and/or any of them be and are hereby authorised to agree to the actual amount or amounts thereof provided always that such amount or amounts comply with the procedures set out in Section 2.2 of the Circular.”

10. To transact any other business appropriate to an AGM of which due notice shall have been given in accordance with the Act and the Company’s Articles of Association.

By order of the Board of Directors

Che Indon binti Ilyas (BC/C/445)

Company Secretary

Ipoh

3 June 2014

NOTICE OF IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES (ICPS) DIVIDEND PAYMENT AND CLOSURE OF REGISTER

A dividend of 1% per share will be paid on 26 July 2014.

Notice is hereby given that the Register of Members of the Company will be closed on 27 June 2014 to determine shareholders’ entitlement to the dividend payment.

A depositor will qualify for entitlement only in respect of:

- a) Share transferred into the Depositors’ Securities account before 4.00 p.m. on 27 June 2014 in respect of ordinary transfers; and
- b) Share bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

PROXY

A member entitled to attend and vote at the AGM is entitled to appoint a proxy/proxies who may but need not be a member/members of the Company to attend and vote in his/her stead and Section 149 (1)(b) of the Act shall not apply.

When a member appoints more than one proxy the appointments shall be invalid unless he/she specifies the proportion of his/her shareholding to be represented by each proxy.

Where a member is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it may appoint at least one proxy in respect of each Securities Account it holds with ordinary shares of the Company standing to the credit of the said Securities Account.

NOTICE OF ANNUAL GENERAL MEETING (CONTINUED)

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

The instrument appointing a proxy must be deposited at the Principal Place of Business of the Company at Perbadanan Kemajuan Negeri Perak, Aras 3, No. 1-A, Blok A, Menara PKNP, Jalan Meru Casuarina, Bandar Meru Raya, 30020 Ipoh, Perak Darul Ridzuan at least forty-eight (48) hours before the time appointed for holding the AGM or any adjournment thereof.

The registration for the above Meeting will commence on **Friday, 27 June 2014** at 2.45 p.m.

STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING

Notes:

1. This Agenda item is meant for discussion only as the provision of Section 169(1) of the Companies Act, 1965 does not require a formal approval of the shareholders and hence is not put forward for voting.
2. Resolutions 2, 3, 4, 5, 6 and 7
The profiles of the Directors standing for re-election are disclosed on pages 13 to 16 of the Annual Report and the details of their interest in the securities of the Company (if any) are disclosed under Analysis of Shareholdings on pages 43 to 46 of the Annual Report.

EXPLANATORY NOTES ON SPECIAL BUSINESS

Ordinary Resolution 7: Authority For The Directors To Issue Shares Pursuant To Section 132D Of The Companies Act, 1965.

Subject to the exceptions provided in the Companies Act, 1965, the Directors would have to call for a general meeting to approve the issue of new shares even though the number involved is less than 10% of the issued share capital.

In order to avoid any delay and costs involved in convening a general meeting to approve such issue of shares, it is thus considered appropriate that the Directors be now empowered to issue shares in the Company up to an amount not exceeding in total 10% of the issued share capital of the Company for the time being. This authority, unless revoked or varied at a general meeting, will expire at the next Annual General Meeting of the Company.

As at 31 December 2013, 7,405,372 new ordinary shares in the Company were issued pursuant to the mandate granted to the Directors at the last Annual General Meeting held on 26 June 2013 which will lapse at the conclusion of the forthcoming AGM to be held on 27 June 2014.

The general mandate sought will enable the Directors of the Company to issue and allot shares, including but not limited to further placing of shares, for purposes of funding investment(s), working capital and/or acquisition(s).

Ordinary Resolution 8: Proposed Renewal Of Existing Shareholders' Mandate For The Recurrent Related Party Transactions Of A Revenue Or Trading Nature.

The proposed Ordinary Resolution, if passed, will enable the MHB Group to enter into any of the recurrent transactions of a revenue or trading nature which are necessary for the MHB Group's day-to-day operations, subject to the transactions being in the ordinary course of business and on normal commercial terms which are not more favourable to the related parties than those generally available to the public and are not to the detriment of the minority shareholders of the Company. The details of the Proposal are set out in the Circular to the Shareholders dated 3 June 2014 circulated together with this Annual Report.

NOTIS MESYUARAT AGUNG TAHUNAN

DENGAN INI ADALAH DIMAKLUMKAN bahawa Mesyuarat Agung Tahunan yang Kesebelas (11) Syarikat akan diadakan di Aman Jaya Convention Centre, Casuarina @ Meru Hotel, Bandar Meru Raya, 30020 Ipoh, Perak Darul Ridzuan pada hari Jumaat, 27 Jun 2014 jam 4.00 petang untuk melaksanakan urusan-urusan biasa berikut sebagai resolusi biasa:-

AGENDA

URUSAN BIASA

- | | | |
|----|--|------------------------------|
| 1. | Untuk menerima Penyata-Penyata Kewangan Beraudit Syarikat Bagi Tahun Kewangan Berakhir 31 Disember 2013 berserta Laporan para Pengarah dan para Juruaudit berkenaan. | Sila rujuk
Nota 1 |
| 2. | Untuk meluluskan pembayaran yuran para Pengarah bagi tahun kewangan berakhir 31 Disember 2013. | Resolusi 1 |
| 3. | Untuk melantik semula YM Dato' Seri Dr. Raja Ahmad Zainuddin bin Raja Haji Omar sebagai Pengarah Syarikat yang bersara menurut Artikel 84 Tataurus Penubuhan Syarikat. | Resolusi 2 |
| 4. | Untuk melantik semula Y.B. Dato' Mohd Zolkafly bin Haji Harun sebagai Pengarah Syarikat yang bersara menurut Artikel 84 Tataurus Penubuhan Syarikat. | Resolusi 3 |
| 5. | Untuk melantik semula Y.Bhg. Dato' Aminuddin bin Md Desa sebagai Pengarah Syarikat yang bersara menurut Artikel 91 Tataurus Penubuhan Syarikat. | Resolusi 4 |
| 6. | Untuk melantik semula Y.Bhg. Dato' Mohd Azmi bin Hj Othman sebagai Pengarah Syarikat yang bersara menurut Artikel 91 Tataurus Penubuhan Syarikat. | Resolusi 5 |
| 7. | Untuk melantik semula Tetuan AljeffriDean sebagai Juruaudit Syarikat dan memberi kuasa kepada para Pengarah untuk menetapkan bayaran mereka. | Resolusi 6 |

URUSAN LUARBIASA

Resolusi Biasa

- | | | |
|----|---|-------------------|
| 8. | Untuk mempertimbangkan dan jika difikirkan wajar meluluskan resolusi berikut sebagai Resolusi Biasa:- | Resolusi 7 |
|----|---|-------------------|

Kuasa kepada para-Pengarah untuk mengeluarkan saham-saham menurut Seksyen 132D Akta Syarikat, 1965.

“**BAHAWA** Menurut Seksyen 132D, Akta Syarikat, 1965 dan dengan sentiasa tertakluk kepada Akta Syarikat, 1965, Tataurus Syarikat dan kelulusan daripada pihak-pihak berkuasa kerajaan dan/atau badan-badan perundangan, para Pengarah, dengan ini diberikan kuasa untuk mengeluarkan dan memperuntukkan saham-saham di dalam Syarikat dari masa ke semasa, pada harga tertentu, pada terma-terma dan syarat-syarat tertentu, untuk tujuan tertentu dan kepada pihak/pihak-pihak sebagai Pengarah, di mana menurut budibicara yang difikirkan sesuai, sekiranya agregat bilangan saham-saham yang dikeluarkan menurut Resolusi ini tidak melebihi sepuluh peratus (10%) daripada jumlah keseluruhan modal saham yang dikeluarkan dalam Syarikat ketika ini **DAN BAHAWA** para Pengarah dengan ini diberikan kuasa untuk mendapatkan kelulusan untuk penyenaian dan sebutan untuk tambahan saham-saham yang dikeluarkan di Bursa Malaysia Sekuriti Berhad **DAN BAHAWA** kuasa tersebut akan terus dikuatkuasakan sehingga penggulangan Mesyuarat Agung Tahunan Syarikat yang berikutnya.”

NOTIS MESYUARAT AGUNG TAHUNAN (SAMBUNGAN)

9. Cadangan Pembaharuan Mandat Para Pemegang Saham Sedia Ada Bagi Urusniaga-Urusniaga Berulang Berkenaan Pendapatan atau Dalam Bentuk Perniagaan dengan Pihak Berkaitan.

Resolusi 8

“**BAHAWA** tertakluk kepada Kehendak-Kehendak Penyenaraian Bursa Malaysia Securities Exchange (“Securities Exchange”) kelulusan adalah dan dengan ini diberikan kepada MHB dan anak-anak syarikatnya (“Kumpulan MHB”) untuk memasuki urusniaga-urusniaga berulang berkenaan pendapatan atau yang dalam bentuk perniagaan (“Urusniaga-urusniaga Berulang dengan Pihak Berkaitan”) dengan Pihak Berkaitan sebagaimana dinyatakan pada Seksyen 2.1 pekeliling yang diedarkan kepada para pemegang saham bertarikh 3 Jun 2014 (“Pengumuman”) tertakluk kepada berikut:

- (i) Urusniaga-urusniaga Berulang dengan Pihak Berkaitan di dalam urusan perniagaan biasa adalah dimasuki di atas terma-terma yang tidak melebihi pihak berkenaan melainkan yang pada dasarnya diterima umum dan Urusniaga-urusniaga Berulang dengan Pihak Berkaitan dilaksanakan atas dasar secara berniaga dan tidak memudaratkan para pemegang saham minoriti Syarikat;
- (i) pembentangan dibuat di dalam laporan tahunan mengenai pecahan nilai agregat Urusniaga-urusniaga Berulang dengan Pihak Berkaitan yang telah dilakukan menurut mandat pemegang-pemegang saham semasa tahun kewangan tersebut, antara lain, berdasarkan kepada maklumat berikut:
 - (a) jenis Urusniaga-urusniaga Berulang dengan Pihak Berkaitan yang telah dibuat; dan
 - (b) nama pihak berkenaan yang terlibat di dalam setiap jenis Urusniaga-urusniaga Berulang dengan Pihak Berkaitan yang telah dibuat dan hubungannya dengan Syarikat;
- (ii) mandat para pemegang saham adalah tertakluk kepada pembaharuan tahunan dan mandat para pemegang saham ini akan hanya terus berkuatkuasa sehingga:
 - (a) tamatnya Mesyuarat Agung Tahunan Syarikat yang berikutnya selepas Mesyuarat Agung Kesepuluh bilamana mandat para pemegang saham ini akan luput melainkan kuasanya diperbaharui melalui resolusi yang diluluskan pada Mesyuarat Agung yang berikutnya;
 - (b) tempoh tamat di mana Mesyuarat Agung yang sepatutnya diadakan menurut Seksyen 143(1) Akta Syarikat 1965 (“Akta”) (tetapi tidak boleh dilanjutkan kepada perlanjutan sebagaimana yang dibenarkan menurut Seksyen 143(2) Akta tersebut); atau
 - (c) dibatalkan atau diubah melalui resolusi yang diluluskan oleh pemegang-pemegang saham di dalam satu mesyuarat sebelum Mesyuarat Agung yang berikutnya;

yang mana terlebih dahulu;

DAN BAHAWA para pengarah dan/atau mana-mana dari mereka adalah dan dengan ini diberikan keizinan untuk menyempurnakan dan melakukan segala tindakan-tindakan dan perkara-perkara yang mereka fikirkan wajar dan suaimanfaat (termasuklah menyempurnakan apa-apa suratcara-suratcara sebagaimana yang diperlukan) bagi memberikan kesan kepada Urusniaga-urusniaga Berulang dengan Pihak Berkaitan yang telah dicadangkan dan/atau yang diberikuasa oleh Ketetapan Biasa ini;

NOTIS MESYUARAT AGUNG TAHUNAN (SAMBUNGAN)

DAN BAHAWA anggaran-anggaran yang telah diberikan berkenaan Urusniaga-urusniaga Berulang dengan Pihak Berkaitan sebagaimana yang diperuntukkan di dalam Seksyen 2.1 Pengumuman yang bersifat sementara, para pengarah dan/atau mana-mana antara mereka adalah dan dengan ini diberikuasa untuk bersetuju dengan jumlah atau jumlah-jumlah berkeñaannya mematuhi prosedur-prosedur yang dinyatakan di dalam Seksyen 2.2 Pekeliling.”

10. Untuk menjalankan apa-apa perniagaan lain yang bersesuaian dengan Mesyuarat Agung Tahunan Syarikat di mana notis yang sewajarnya telah diberi menurut Akta dan Tataurusan Penubuhan Syarikat.

Dengan Arahan Lembaga Pengarah

Che Indon binti Ilyas (BC/C/445)

Setiausaha Syarikat

Ipoh

3 Jun 2014

NOTIS BAYARAN DIVIDEN SAHAM KEUTAMAAN BOLEH TUKAR TIDAK BOLEH TEBUS (“ICPS”) DAN PENUTUPAN DAFTAR PEMEGANG ICPS

Dividen 1% sesaham akan dibayar pada 26 Julai 2014.

DENGAN INI DIMAKLUMKAN bahawa Daftar Pemegang Saham ICPS Syarikat akan di tutup pada 27 Jun 2014 untuk menetapkan pemegang saham yang berhak untuk dibayar dividen.

Seorang Pendeposit akan layak menerima dividen sekiranya:-

- (a) Saham-saham yang dipindahkan ke Akaun Sekuriti Pendeposit sebelum jam 4.00 petang pada 27 Jun 2014 bagi pindahan biasa; dan
- (b) Saham-saham yang dibeli di Bursa Malaysia Securities Berhad dengan asas kelayakan menurut peraturan Bursa Malaysia Securities Berhad.

PROKSI

Seorang ahli yang layak untuk menghadiri dan mengundi di Mesyuarat Agung adalah berhak untuk melantik proksi/proksi-proksi yang mungkin tetapi tidak semestinya ahli/ahli-ahli Syarikat untuk menghadiri dan mengundi sebagai gantinya dan Seksyen 149(1)(b), Akta Syarikat 1965, tidak akan terpakai.

Apabila seseorang ahli melantik lebih daripada seorang proksi maka perlantikan tersebut adalah tidak sah melainkan ahli berkenaan menyatakan bahagian-bahagian pegangan sahamnya yang akan diwakili oleh proksi-proksi berkenaan.

Bilamana seorang ahli adalah penama yang berkuasa sebagaimana yang ditakrifkan di bawah Akta Industri Sekuriti (Pendeposit Pusat), 1991, boleh melantik sekurang-kurangnya seorang proksi bagi setiap Akaun Sekuriti yang dipegangnya dengan saham biasa dijadikan jaminan kredit kepada Akaun Sekuriti berkenaan.

NOTIS MESYUARAT AGUNG TAHUNAN (SAMBUNGAN)

Suratcara untuk pelantikan proksi mestilah dibuat secara bertulis oleh orang yang melantik atau wakilnya yang diberikuasa secara bertulis atau sekiranya pelantik adalah sebuah perbadanan, sama ada di bawah cop mohor biasa atau melalui pegawainya atau wakilnya yang telah diberi kuasa.

Suratcara pelantikan mestilah diserahkan kepada Pejabat Perniagaan Syarikat di Perbadanan Kemajuan Negeri Perak, Aras 3, No. 1-A, Blok A, Menara PKNP, Jalan Meru Casuarina, 30020 Bandar Meru Raya, Ipoh, Perak Darul Ridzuan sekurang-kurangnya empat puluh lapan (48) jam sebelum masa yang ditetapkan untuk mengadakan Mesyuarat Agung Tahunan tersebut ataupun sebarang penangguhannya.

Masa pendaftaran bagi Mesyuarat di atas akan bermula pada hari **Jumaat bersamaan 27 Jun 2014** pada jam 2.45 petang.

PENYATA MENGIRINGI NOTIS MESYUARAT AGUNG TAHUNAN

Nota-nota:

1. Agenda ini adalah untuk perbincangan sahaja mengikut peruntukan Seksyen 169(1), Akta Syarikat 1965, tidak memerlukan kelulusan rasmi daripada pemegang saham dan dengan itu tidak dibentangkan untuk mengundi.
2. Resolusi 2, 3, 4, 5, 6 dan 7
Profil para Pengarah yang menawarkan diri untuk pemilihan semula dinyatakan di halaman 13 hingga 16 dalam Laporan Tahunan dan butir-butir kepentingan mereka di dalam sekuriti Syarikat (jika ada) adalah seperti yang dinyatakan di bawah Analisis Pemegangan Saham di halaman 43 hingga 46 daripada Laporan Tahunan.

NOTA PENERANGAN MENGENAI URUSAN LUAR BIASA

Resolusi Biasa 7: Kuasa kepada pengarah untuk mengeluarkan saham-saham menurut Seksyen 132D Akta Syarikat, 1965.

Tertakluk kepada pengecualian-pengecualian yang terkandung di dalam Akta Syarikat, 1965, Pengarah-Pengarah hendaklah memanggil Mesyuarat Agung untuk meluluskan pengeluaran saham-saham baru walaupun bilangan saham yang dikeluarkan adalah kurang daripada sepuluh peratus (10%) daripada modal saham yang dikeluarkan.

Untuk mengelakkan apa-apa penangguhan dan kos-kos yang terlibat di dalam pengendalian Mesyuarat Agung bagi meluluskan pengeluaran saham-saham, dengan ini dianggap bersesuaian supaya Pengarah-Pengarah kini diberikan kuasa untuk mengeluarkan saham-saham di dalam Syarikat sehingga ke satu amaun yang tidak melebihi jumlah sepuluh peratus (10%) daripada modal saham yang dikeluarkan pada masa sekarang. Kuasa ini, kecuali dibatalkan atau diubah pada Mesyuarat Agung, akan luput pada Mesyuarat Agung Tahunan Syarikat yang berikutnya.

Sehingga 31 Disember 2013, sebanyak 7,405,372 saham biasa baru Syarikat diterbitkan menurut mandat yang diberikan kepada para Pengarah pada Mesyuarat Agung Tahunan yang diadakan pada 26 Jun 2013 yang mana akan luput pada penggulangan Mesyuarat Agung Tahunan yang akan diadakan pada 27 Jun 2014.

Mandat am yang diperolehi akan membolehkan para Pengarah Syarikat untuk mengeluarkan dan memperuntukkan saham-saham, termasuk tetapi tidak terhad kepada meletakkan saham-saham seterusnya bagi tujuan membiayai pelaburan, modal kerja dan / atau pengambilalihan.

Resolusi Biasa 8: Cadangan Pembaharuan Mandat Para Pemegang Saham Sedia Ada Bagi Urusniaga-Urusniaga Berulang Berkenaan Pendapatan atau Dalam Bentuk Perniagaan dengan Pihak Berkaitan.

Resolusi Biasa yang dicadangkan, jika diluluskan akan membolehkan Kumpulan MHB untuk memasuki mana-mana urusniaga-urusniaga berulang bagi hasil dan jenis perusahaan yang mana perlu bagi operasi seharian Kumpulan MHB, tertakluk kepada urusniaga-urusniaga yang menjadi perkara biasa perniagaan menurut terma-terma komersial yang biasa yang mana tidak melebihi pihak-pihak selain daripada apa yang ada pada dasarnya diterima umum dan tidak memudaratkan para pemegang saham Syarikat. Maklumat terperinci Cadangan dimasukkan di dalam Pekeliling kepada Para Pemegang Saham bertarikh 3 Jun 2014 yang diedarkan bersama-sama dengan Laporan Tahunan ini.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Y. Bhg. Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas	<i>Chairman, Senior Independent, Non Executive Director</i>
Mustapha bin Mohamed	<i>Independent, Non Executive Director</i>
Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun	<i>Independent, Non Executive Director</i>
Y.M. Dato' Seri Dr. Raja Ahmad Zainuddin bin Raja Haji Omar	<i>Non Independent, Non Executive Director</i>
Y.B. Dato' Mohd Khusairi bin Abdul Talib	<i>Non Independent, Non Executive Director</i>
Y. Bhg. Dato' Aminuddin bin Md Desa	<i>Non Independent, Non Executive Director</i>
Y. Bhg. Dato' Mohd Azmi bin Hj Othman	<i>Independent, Non Executive Director</i>
Jamal bin Mohd Aris	<i>Managing Director, Chief Executive Officer</i>

AUDIT COMMITTEE AND RISK MANAGEMENT COMMITTEE

Mustapha bin Mohamed	<i>Chairman, Independent, Non Executive Director</i>
Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun	<i>Independent, Non Executive Director</i>
Y. Bhg. Dato' Mohd Azmi bin Hj Othman	<i>Independent, Non Executive Director</i>

NOMINATION AND REMUNERATION COMMITTEE

Y. Bhg. Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas	<i>Chairman, Senior Independent, Non Executive Director</i>
Y.B. Dato' Mohd Khusairi bin Abdul Talib	<i>Non Independent, Non Executive Director</i>
Y. Bhg. Dato' Aminuddin bin Md Desa	<i>Non Independent, Non Executive Director</i>

CORPORATE INFORMATION (CONTINUED)

MANAGEMENT TEAM

Jamal bin Mohd Aris

Chief Executive Officer, Managing Director

Rozahan bin Osman

Chief Financial Officer

REGISTERED OFFICE

First Floor, Wisma Wan Mohamed,
Jalan Panglima Bukit Gantang Wahab,
30000 Ipoh, Perak Darul Ridzuan

PRINCIPAL PLACE OF BUSINESS

Perbadanan Kemajuan Negeri Perak
Aras 3
No. 1-A, Blok A, Menara PKNP
Jalan Meru Casuarina
Bandar Meru Raya
30020 Ipoh, Perak Darul Ridzuan
Tel: (05) 5019 888/ 5019 588
Fax: (05) 5019 634
Website: www.majuperak.com.my

COMPANY SECRETARY

Che Indon binti Ilyas (BC/C/445)

AUDITORS

AljeffriDean (AF 1366)
Chartered Accountants (Malaysia)
Level 10, Suite 1, Perak Techno Trade Centre
Bandar Meru Raya, Off Jalan Jelapang
30020 Ipoh, Perak Darul Ridzuan

PRINCIPAL BANKERS

RHB Bank Berhad
Bank Islam Malaysia Berhad
CIMB Bank Berhad
Malayan Banking Berhad
Public Bank Berhad

REGISTRAR

Symphony Share Registrars Sdn Bhd
Level 6, Symphony House
Pusat Dagangan Dana 1
Jalan PJU 1A/46
47301 Petaling Jaya
Selangor Darul Ehsan
Tel: (03) 7841 8000
Fax: (03) 7841 8151

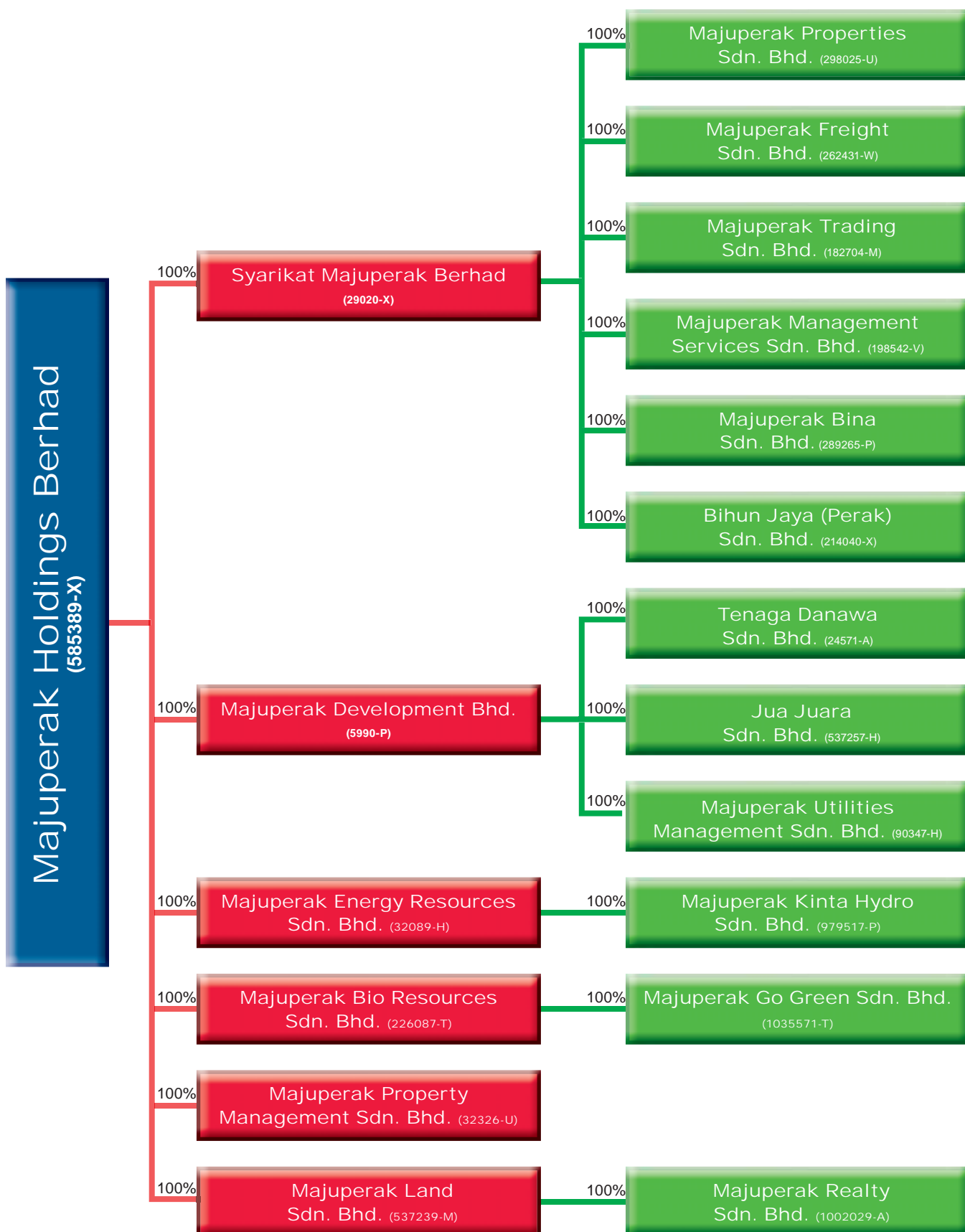
SOLICITORS

Messrs. Rusnah Loh Ng & Co
Messrs. Izhar Haji Saidin & Co.
Messrs. Kamarul Hakimi Ansor & Partners
Messrs. Ong-Hanim & Badrol
Messrs. Lokman Reena & Co.

STOCK EXCHANGE LISTING

Main Board of Bursa Malaysia Securities Berhad
(Name: MJPERAK, stock code: 8141)
ICPS, stock code: 8141PA)

CORPORATE STRUCTURE



BOARD OF DIRECTORS

Y. BHG. TAN SRI DATO' SERI MEGAT NAJMUDDIN
BIN DATUK SERI DR HAJI MEGAT KHAS

Chairman

Senior Independent, Non Executive Director

Malaysian aged 70

Date of Appointment: 17 August 2006

Length of Service (as at 30 April 2014): 7 years 8 months

Date of Last Re-appointment: 26 June 2013

Academic/ Professional Qualification(s)

Bachelor of Law (Hon), University of Singapore

Present Directorship(s)

- Asian Pac Holdings Berhad
- Formis Resources Berhad
- Tradewinds Corporation Berhad
- SEG International Berhad
- Petroliaam Nasional Berhad ("PETRONAS")

Present Appointment(s)

- President, Federation of Public Listed Companies Berhad ("FPLC")
- President, Malaysian Institute of Corporate Governance ("MICG").
- Member, UMNO Malaysia's Disciplinary Committee.
- Member, Institute of Integrity Malaysia ("IIM")
- Member, Transparency International Malaysia ("TIM")
- Committee member of Bank Negara Malaysia's Financial Directors' Education Steering Committee ("FIDE")
- Advisory Board of Malaysian Anti-Corruption Commission ("MACC").

Past Directorship(s) and/or Appointment(s)

- Member of the High Level Finance Committee of the Ministry of Finance
- Capital Market Advisory Council of the Securities Commission ("CMAC").
- Adjunct Professor at Faculty of Law, University Utara Malaysia.

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 7 of 7



BOARD OF DIRECTORS (CONTINUED)



MUSTAPHA BIN MOHAMED
Independent Non Executive

Malaysian aged 68

Date of Appointment: 30 December 2008

Length of Service: (as at 30 April 2014): 5 years 7 months

Date of Last Re-appointment: 28 June 2011

Academic/ Professional Qualification(s)

- Fellow Member of the Association, Chartered Certified Accountants,
- Chartered Accountant, The Malaysian Institute of Accountants
- Member, The Malaysian Association of Certified Public Accountants.

Present Directorship(s)

- Rubberex Corporation (M) Berhad
- MBM Resources Berhad

Present Appointment(s)

- Chairman of Audit Committee

Past Directorship(s) and/or Appointment(s)

- Partner, Coopers & Lybrand Malaysia (now PricewaterhouseCoopers), 1971 to 1993
- Director, Gadek Berhad
- Director, Gadek Capital Berhad
- Director, Ipmuda Berhad
- Director, Credit Corporation of Malaysia Berhad
- Director, MHC Plantations Berhad
- Director, Ho Hup Construction Company Berhad

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: 922 ordinary shares, 371 Irredeemable Cumulative Preference Shares

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 7 of 7



**Y.M. DATO' SERI DR RAJA AHMAD
ZAINUDDIN BIN RAJA HAJI OMAR**
Non Independent Non Executive

Malaysian aged 58

Date of Appointment: 20 August 2009

Length of Service (as at 30 April 2014): 4 years 8 months

Date of Last Re-appointment: 26 June 2012

Academic/ Professional Qualification(s)

- PhD From World Academy Of Arts And Culture (WAAC) California, USA
- Diploma In Political Science

Present Directorship(s)

- Ken Holdings Berhad
- Muhibbah Engineering (M) Bhd

Present Appointment(s)

- Nil

Past Directorship(s) and/or Appointment(s)

- Chairman, Lembaga Perlesenan Kenderaan Perdagangan
- Director, Lembaga Urusan Tabung Haji and its Subsidiaries (2001-2004)
- Chief Editor, Berita Perak (1988-1999)

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 7 of 7

BOARD OF DIRECTORS (CONTINUED)



**Y.B. DATO' HAJI MOHD ZOLKAFLY
BIN HAJI HARUN**

Independent Non Executive

Malaysian aged 57

Date of Appointment: 04 September 2009

Length of Service (as at 30 April 2014): 4 years 7 months

Date of Last Re-appointment: 26 June 2012

Academic/ Professional Qualification(s)

- Sijil Tinggi Agama

Present Directorship(s)

- Executive Chairman, Setia Wajib Sdn Bhd, a Class A ("PKK") Bumiputera Construction company
- Executive Chairman, SSF Properties Sdn. Bhd
- Chairman, ZC Construction Sdn Bhd
- Chairman, Yayasan Sungai Siput

Present Appointment(s)

- President, Petanque Negeri Perak

Past Directorship(s) and/or Appointment(s)

- Councillor, Majlis Daerah Kuala Kangsar & Majlis Perbandaran Kuala Kangsar

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 5 of 7



**Y.B. DATO' MOHD KHUSAIRI
BIN ABDUL TALIB**

Non Independent Non Executive

Malaysian aged 53

Date of Appointment: 14 August 2012

Length of Service (as at 30 April 2014): 1 year 8 months

Date of Last Re-appointment: 26 June 2013

Academic/ Professional Qualification(s)

- B.A.(Hon), University Kebangsaan Malaysia (UKM)

Present Directorship(s)

- Chairman, Ladang Lekir Sdn Bhd (a subsidiary of State Agriculture Development Corporation)
- Director, Felda
- Director, Felda Travel

Present Appointment(s)

- Chairman, Biro Penerangan UMNO Negeri Perak
- Chief, UMNO Tanjung Malim
- Chief, UMNO Felda Sungai Behrang

Past Directorship(s) and/or Appointment(s)

- Managing Director, Goldana Corporation Sdn Bhd (Publishing/Landscaping) (1990 -1998)
- Director, Tentiew (M) Sdn Bhd (Publishing & Management) (1999-2000)
- Director, Lembaga Air Perak Perak (LAP)
- Director Yayasan Perak
- Member State Audit Committee

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 6 of 7

BOARD OF DIRECTORS (CONTINUED)



**Y. BHG. DATO' AMINUDDIN
BIN MD DESA**
Non Independent Non Executive
Malaysian aged 52

Date of Appointment: 31 July 2013

Length of Service (as at 30 April 2014): 9 Months

Date of Last Re-appointment: NA

Academic/ Professional Qualification(s)

- Advance Diploma In Business Studies (Insurance)
University of Technology MARA
- Diploma In Accountancy,
University of Technology MARA
- Associate Member
Chartered Insurance Institute, United Kingdom
- Associate Member, Malaysian Insurance Institute

Present Directorship(s)

- Casuarina Hotel Management Sdn Bhd
- Lumut Maritime Terminal Sdn Bhd
- PCB Development Sdn Bhd

Present Appointment(s)

- Chief Executive, Perbadanan Kemajuan Negeri Perak (1
February 2013 - as to date)
- Member, Board of Governors, Malay College Kuala Kangsar

Past Directorship(s) and/or Appointment(s)

- Claims Executive, Talasco Insurance
- Deputy General Manager, Syarikat Takaful Malaysia Bhd
- General Manager, Arab Malaysian Assurance Bhd
- Financial Consultant, IHFIM Consultancy Services Sdn Bhd
- Chief Executive Officer, Takaful Nasional Sdn Bhd
- Executive Director & Chief Executive Officer, Mayban
Fortis Holdings Bhd
- Executive Director & Chief Financial Officer, Malayan
Banking Berhad

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 3 of 7



**Y. BHG. DATO' MOHD AZMI
BIN HJ OTHMAN**
Independent Non Executive
Malaysian aged 46

Date of Appointment: 25 February 2014

Length of Service (as at 30 April 2014): 2 months

Date of Last Re-appointment: NA

Academic/ Professional Qualification(s)

- Ijazah Sarjana Muda Undang-Undang (Hons)
University Of Technology MARA, Shah Alam

Present Directorship(s)

- KYM Holdings Bhd

Present Appointment(s)

- Directory, Royal Perak Golf Club
- Member, Investment Committee, Majlis Agama
Islam, Perak
- Member, Board of Trustees, Yayasan Islamiah
Darul Ridzuan

Past Directorship(s) and/or Appointment(s): Nil
Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: Nil

MANAGING DIRECTOR GROUP CHIEF EXECUTIVE OFFICER

JAMAL BIN MOHD ARIS

**Managing Director/Group Chief Executive Officer
Executive**

Malaysian aged 51



Date of Appointment: 29 August 2013

Length of Service (as at 30 April 2014): 9 months

Date of Last Re-appointment: NA

Academic/ Professional Qualification(s)

- Master In Business Administration (Major in Finance/Investment)
University of South Dakota, South Dakota, USA
*BETA GAMMA SIGMA (The National Scholastic Honorary Society for Students of Business and Management)
*Dean's Honor Roll
- Bachelor Of Arts (Major in Finance/Economics) Westmar College,
Le Mars, Iowa, USA
Honors
*ALPHA MU GAMMA (The National Collegiate Foreign Language Honor Society)
*Dean's Honor Roll
- Diploma In Accountancy
MARA Institute of Technology

Present Directorship(s)

- Cash Complex Sdn Bhd
- Casuarina Hotel Management Sdn Bhd
- LMT Capital Sdn Bhd
- Lumut Maritime Terminal Sdn Bhd
- Magni D Corporation Sdn Bhd
- PCB Development Sdn Bhd
- Premium Meridian Sdn Bhd
- Seri Iskandar Development Corporation Sdn Bhd
- Silveritage Corporation Sdn Bhd
- Taipan Merit Sdn Bhd

Present Appointment(s): Nil

Past Directorship(s) and/or Appointment(s): Nil

Family Relationship

He does not have any family relationship with other Directors and/or major shareholders of the Company or any personal interest, in any business arrangement involving the Company.

Securities holdings in the Company: Nil

Convictions of offences: He has not been convicted for any offence within the past 10 years.

Board Meetings attended: 2 of 7

CHAIRMAN'S STATEMENT

Dear Shareholders,

**In the name of Allah, the Most Compassionate, the Most Merciful.
Assalamualaikum Warahmatullahi Wabarakatuh.**

On behalf of the Board of Directors, I am pleased to present to you the Annual Report and Audited Financial Statements of the Company and the Group for the financial year ended 31 December 2013.

ECONOMIC REVIEW

For year 2013, the Malaysian economy grew at a slower pace at 4.7% compared with 5.6% in 2012 and 5.1% in 2011. Despite global uncertainties, the Malaysian economy demonstrated commendable resilience supported by strong domestic demand and increased investment activities by both the private and public sectors as a result of the progress of projects under the Economic Transformation Programme ("ETP").

The growth continued to be fueled by consumption and private investment. For some years now, there was massive injection of cheap liquidity and huge expansion in domestic credit to consumers, particularly for housing mortgages. There is now concern that this trend is not sustainable. The household debt to GDP ratio has risen to 85.1% from 74% three years ago and the public debt has also increased to near the 55% GDP ceiling level.

From the 2014 budget, the government aims to address the issues of rising property prices and public expenditure. The real property gains tax has become more punitive. The tax rate is now increased from 15% to 30% for properties sold within the first three years and from 10% to 20% for properties sold in the fourth year and from 10% to 15% in the fifth year. Public expenditure has also been reduced with the government cutting down on fuel subsidies, removing the sugar subsidies and increasing the electricity tariff from January 2014.

These measures will weigh heavy on the economy and the people. The immediate effects are the rising cost of living and the built-up in inflationary pressure.

For the first three quarters of 2013, the property sector for residential subsector performed positively. Prices were still on the uptrend. But, with the 2014 budget announcement, the pace of growth has slowdown. The office subsector continued to be plagued by oversupply. The oversupply situation has not been decreasing. However, rental rates and market prices generally remained stable in 2013.

FINANCIAL REVIEW

For the financial year ('FY') ended 31 December 2013, the Group recorded a loss after tax of (RM3.303) million compared to the previous year's profit after tax of RM2.38 million. The Group continued to focus on its core business in property development by leveraging the continuous development of its existing land banks, renewable energy and palm oil plantation. The Group had expected results to remain challenging due to gestation period of these businesses however the long-term prospect of these businesses remains favorable.

The Group's net asset value as at 31 December 2013 was RM1.14.

CHAIRMAN'S STATEMENT (CONTINUED)

OPERATIONAL REVIEW

Property Development

We acknowledge that this is a very challenging sector, with increased competition, higher construction costs, stricter bank lending regulations and higher logistics costs. The sector was made even more challenging by the recent imposition of new regulations to curb property speculation such as higher real property gains tax (RPGT) and banning of interest capitalisation schemes. All such regulations created an unfavourable buyer sentiment in that buyers adopted a 'wait and see' attitude in the later part of 2013 in anticipation of the implementation of such regulations in 2014. As part of our long term plans, we continue to actively seek opportunities to acquire strategic land banks to further strengthen the growth of the Property segment in terms of sales, profit and market share. However, we are optimistic that the sales of properties at prime areas e.g. Meru Raya, Tambun and Tapah Road will improve in the near future, while demand for affordably priced homes and well planned development in Ipoh and Tapah, Perak, will be relatively stable despite cautious measures and the introduction of the goods and services tax (GST) in the 2014 National Budget.

Renewable Energy

The Development Order for the Keramat Pulau site (1.0m/w) was approved in 2014. Construction is scheduled to start in May 2014 and expected to be completed by the end of 2014. The substation is scheduled to operate in early 2015. We are also pleased to inform that the project funding was obtained in April 2014.

Currently, the Management is identifying suitable sites for hydro and biomass (waste energy) stations within the nation.

Bamboo

The operation of Factory 3 is currently at the level of testing and commissioning of machinery for the production of bamboo based products. In the future, the production capacity and volume of the factory will depend upon market demands.

The operation of extracting raw bamboos is also on track, currently we are expecting the permit approval from the relevant authorities for the extraction of bamboo from relevant concession areas.

Oil Palm Plantation

Development of the oil palm plantation on a land measuring approximately 5,000 acres (2,023 hectares) in area at Mukim of Lenggong, District of Hulu Perak, Perak Darul Ridzuan. The development is progressing according to schedule. The land clearing and terracing works for Phase 1 measuring approximately for 464.2 hectares now has reached 80% completion and expected to be fully completed in early September 2014.

The development of Phase 2 measuring 385.60 hectares is expected to begin in the 4th Quarter of 2014.

HUMAN RESOURCES

2013 saw the successful implementation of a new human capital management system to drive efficiency and strategic of the human capital management. In addition, we have introduced an improved employment benefits package to attract and retain talent.

CHAIRMAN'S STATEMENT (CONTINUED)

CORPORATE SOCIAL RESPONSIBILITY

To be a successful corporation, we have a responsibility to positively impact our community and preserve our environment for the benefit for future generations. We have always taken into consideration the interests of community in which we operate and assumed the responsibility for the impact of our business activities on customers, suppliers, employees, shareholders, communities and the environment. The Group is committed to fulfill this responsibility beyond our statutory obligations. We will continue to strive to be an ethical and responsible corporate citizen. Our increased efforts in this regard is a testimony of our enduring commitment to balance overall environmental, social and economic goals towards building a sustainable future.

We look at positive investments by engaging with communities such as advancement of education, sports, assistance to the less fortunate and the needy, and many more. Our investments address universal basic needs whilst upholding and respecting human rights. Over the years, our commitment towards the community has continued to expand, improve and be refined. We pledge to ensure business sustainability without compromising the rights and needs of future generations.

We believe that industrial training is an integral component in empowering the young. By providing them with a first-hand experience in the employment world, students will be better equipped to handle challenges in their future workplace and moulded to become more responsible and charismatic. In this regard, we have an ongoing internship program which provides undergraduate and graduate students opportunities to perform their industrial training with us as part of their course requirements.

CORPORATE GOVERNANCE

The Company places utmost priority on maintaining the highest level of corporate governance in all our operations across the Group. In particular, we focused on three areas that are critical to the sustainability of our business operations: (i) a sound risk management framework and internal control system; (ii) a strengthened internal audit function; and (iii) a culture of due process through formal policies and procedures for proper governance and compliance. Our outsourced internal auditor, Messrs Azman Wong Salleh & Co. reports its' findings of various business and support units to the Audit & Risks Management Committee on a quarterly basis.

In addition, reviews and revisions to the terms of reference of the various Board Committees were undertaken with a view to clearly define their roles and functions and to align them with the Company's revised Limits of Authority and regulatory requirements. These measures were undertaken to ensure the functionality and efficacy of the Board of Directors in order to meet the needs of our Company.

The Board of Directors will continue to subscribe to best practices in corporate governance as advocated by the 2012 Malaysian Code on Corporate Governance (2012 Code) to strengthen our organization at the most fundamental level.

DIVIDEND

A dividend of 1% per ICPS share, was paid on respect of the financial year ended 31 December 2012. The Board is proposing a final dividend of 1% per ICPS, for approval of the shareholders, at the forthcoming Annual General Meeting. If approved by shareholders, the total dividend payout for the financial year ended 31 December 2013 will be 1% per ICPS.

CHAIRMAN'S STATEMENT (CONTINUED)

OUTLOOK

With the fiscal tightening and various cooling measures introduced in 2014 budget, the Group believes 2014 will be a challenging year. The economy will still grow but a slower pace. The Group will continue to look at various ways in improving its revenue stream. The Group will continue to focus on its property development, oil palm plantation, bamboo bio resources and renewable energy divisions and the continuous development of its existing land banks. The Property development and Bamboo Bio Resources divisions are gathering strength and continues to search out for growth opportunities locally and regionally. With the Group's recent active involvement in property development, bamboo bio resources and renewable energy, the latest division's long term growth prospect are expected to be enhanced. The Group can look forward to another profitable year ahead and create value for shareholders.

ACKNOWLEDGEMENTS

We wish to acknowledge the contributions by our team which includes not only our employees, but also our Directors, joint venture partners, contractors, consultants, financiers, associates and service providers who have worked along with us every step of the way. Our sincere gratitude also goes to the state government authorities, Statutory Bodies and Regulatory Agencies who have co-operated and guided us throughout the year. Our heartfelt thanks also go to our customers and shareholders for their unwavering support throughout the years,. On this note, we would like to acknowledge the contribution of our outgoing Executive Director, Encik Abdul Aziz Bin Subali who resigned as Non Independent Executive Director, due to his retirement as the Deputy Chief Executive Officer, Perbadanan Kemajuan Negeri Perak for his invaluable advice and contributions to the Group. We would also like to welcome our new Directors, YBhg. Dato' Aminuddin Bin Md Desa, Encik Jamal Bin Mohd Aris and YBhg. Dato' Mohd Azmi Bin Hj. Othman - we greatly look forward to their kind guidance to bring Majuperak Holdings Berhad to greater heights in time to come. For 2014, we have set ourselves a modest target – with the support of our customers and clients, and commitment of our team and all concerned, we are confident we can achieve this and look forward to an even more exciting journey ahead!

Thank you and our warmest regards.

**Tan Sri Dato' Seri Megat Najmuddin
Bin Datuk Seri Dr. Haji Megat Khas**
Chairman

3 June 2014

STATEMENT ON CORPORATE GOVERNANCE PURSUANT TO PARAGRAPH 15.25 OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

The Board of Directors recognizes the importance of safeguarding and promoting the interests of shareholders. The Board is committed to uphold the value of good corporate governance by continuously advocating transparency, accountability, integrity and responsibility to enhance long term shareholders' values and safeguarding the stakeholders' values. The Board is pleased to report on the corporate governance practices of the company and the in which the company has complied with the principles as set out in the Malaysian Code on Corporate Governance (Revised 2007) ("Code").

BOARD OF DIRECTORS

Board Composition and Balance

The Group is helmed by an effective and experienced Board comprising individuals of caliber and credibility from a diverse professional backgrounds with a wealth of experience, skills and expertise. The Directors together as a team set a values and standard of the company and ensures that the Group's business is properly managed to safeguard the Group's assets and shareholders' investment. A brief profile of each Director is set out in the Profile of Directors section of this Annual Report.

The Board's composition of eight (8) members, comprising one (1) Managing Director, three (3) Non-Independent Non-Executive Directors and four (4) Independent Directors is in compliance with paragraph 15.02 of Bursa Malaysia Security Berhad Main Market Listing Requirements ("Listing Requirements"). The independent directors which make up more than half the Board play a crucial role in the exercise of independent assessment and objective participation in Board deliberations and the decision-making process.

The independent directors do not participate in the day-to-day management of the Company and do not engage in any business dealings and are not involved in any other relationship with the Company which could materially interfere with the exercise of their independent judgement. The role of the Chairman, Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr Haji Megat Khas and the Managing Director, Encik Jamal bin Mohd Aris are separated with clear distinction of responsibility between them. 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 and implementation of Board's policies and decisions.

The Board has also identified the Chairman, whom is the independent director as the senior independent director. Any concerns relating to the Group may be conveyed by the stakeholders to the senior independent director. The Board through the Nomination & Remuneration Committee ensures that it recruits to the Board individuals of sufficient caliber, knowledge, integrity, professionalism and experience.

The Nomination & Remuneration Committee also conducts an annual review of the performance of the Board to ensure that it is continuously effective. The review conducted via a set of questionnaires to assist the reviewer in his assessment and is spread over the following three (3) key areas:

- The performance and contribution of each of the Directors based on their self and peer assessment results of the Board Effective Evaluation;
- The level of independence demonstrated by each of the Non- Executive Directors and his ability to act in the best interest of the Company in decision making, to ensure that the Non-Executive Directors were independent of management and free from any business or other relationship which could materially interfere with the exercise of their independent judgement or the ability to act in the best interest of the Company; and
- Contributions of individual Director's level of contribution to the Board through each of their skills, experience and strength in qualities.

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

Duties and Responsibilities

The Board's principal focus is the overall strategic direction, development and control of the Group. In support of this focus, the Board maps out and reviews the Group's medium and long term strategic plans on an annual basis, so as to align the Group's business directions and goals with the prevailing economic and market conditions. It also reviews the management's performance and ensures that necessary financial and human resources are available to meet the Group's objectives. The Board's other main duties include regular oversight of the Group's business performance, and ensuring that the internal controls risk management processes of the Group are well implemented consistently to safeguard the assets of the Group.

On-going succession planning and training which is aligned to the organization's objectives are put in place to ensure orderly management transition in the Group.

Board Meetings and Supply of Information

The Board meets at least four (4) times annually with additional meetings convened as and when deemed necessary. During the financial year, the Board met seven (7) times where the Board deliberated and considered a variety of matters including the Group's financial results, budget and strategy, corporate proposals and strategic issues that affect the Group's business operations.

The Board and Board Committees meeting are planned in advance prior to the commencement of a new year and the schedule is circulated to the Directors and Committee members well in advance to enable them to plan ahead. Board members are given at least seven (7) day's notice before any Board meeting is held. The agenda for each Board meeting and papers relating to the matters to be deliberated at the meeting are forwarded to all Directors for perusal prior to the date of the Board meeting. The Board papers are comprehensive covering agenda items to facilitate informed decision-making. In between Board meetings, approvals on matters requiring the sanction of the Board are sought by way of circular resolutions enclosing all relevant information to enable the Board to make informed decisions. All circular resolutions approved by the Board will be table for notation at next Board meeting.

The Board also peruse the decisions deliberated by Board Committees through minutes of these Committees. The Chairman of the Board Committees is responsible to inform the Directors at Board meeting of any salient matters noted by the Committees and which require the Board's notice or direction. All proceeding of Board meetings are minuted and signed by the Chairman of the meeting in accordance with provision of Companies Act, 1965.

The Directors are notified of any corporate announcements released to Bursa Malaysia Security Berhad. They are also notified of the impending restriction in dealing with the securities of the Company at least thirty (30) days prior to the targeted released date of the quarterly financial results announcement. All Directors have direct access to the advice and services of the Company Secretary. The Company Secretary is responsible in ensuring that Board procedures and the listing requirements are met and constantly advise the Directors on compliance issues and corporate governance.

Details of attendance of Directors at Board meeting during the financial year are as follows:

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

Name of Directors	No of Meetings	
	Attended	Percentage
Y. Bhg. Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr Megat Khas <i>Chairman, Independent Non Executive Director</i>	7 of 7	100%
Y. Bhg. Tan Sri Dato' (Dr.) Abdul Aziz bin Abdul Rahman <i>Independent Non Executive (Cessation of office: 26 June 2013)</i>	3 of 7	42%
Haji Mustapha bin Mohamed <i>Independent, Non Executive Director</i>	7 of 7	100%
Y.M. Dato' Seri Dr. Raja Ahmad Zainuddin bin Raja Haji Omar <i>Non Independent, Non Executive Director</i>	7 of 7	100%
Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun <i>Independent, Non Executive Director</i>	5 of 7	71%
Y.B. Dato' Mohd Khusairi bin Abdul Talib <i>Non Independent, Non Executive Director</i>	6 of 7	85%
Abdul Aziz bin Subali <i>Executive Director (Resigned w.e.f. 1 August 2013)</i>	4 of 7	57%
YBhg. Dato' Aminuddin bin Md Desa <i>Non Independent, Non Executive Director (Appointed w.e.f. 31 July 2013)</i>	3 of 7	42%
Jamal bin Mohd Aris <i>Managing Director (Redesignation w.e.f. 1 March 2014) Director (Appointed w.e.f. 29 August 2013)</i>	2 of 7	29%
YBhg. Dato' Mohd Azmi bin Hj Othman <i>Independent, Non Executive Director (Appointed w.e.f. 25 February 2014)</i>	Nil	Nil

Appointment to the Board

The proposed appointment of new Board members as well as the proposed re-election/re-appointment of existing Directors who are seeking re-election/re-appointment at the annual general meeting are first considered and evaluated by the Nomination and Remuneration Committee. Upon its evaluation, the Nomination and Remuneration Committee will make recommendations on the proposal(s) to the Board for approval. The Board makes the final decision on the proposed appointment or re-election/re-appointment to be presented to shareholders for approval.

Re-election of Directors

In accordance with the Company's Articles of Association, one-third (1/3) of the Directors are subject to retirement by rotation at every annual general meeting and provided always that all Directors shall retire at least once every three (3) years but shall be eligible for re-election. Directors who are appointed by the Board are subject to re-election by the shareholders at the annual general meeting held following their appointments. Directors of or over 70 years of age are required to submit themselves for re-appointment annually in accordance with Section 129(6) of Companies Act, 1965.

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

Directors' Training

The Board acknowledges the importance of continuous education and training broaden one's perspective and to keep abreast with the current and future developments in the industry and global markets, regulatory updates as well as management strategies to enhance the Board's skills and knowledge in discharging their duties. Orientation programme is initiated for newly appointed Directors who have attended the Mandatory Accreditation Programme prescribed by Bursa Malaysia Securities Berhad. The Directors also continued to attend and participate in various training programmes, briefings, conferences and seminars, which they have individually considered as relevant and useful to further enhance their business acumen and professionalism in discharging their stewardship responsibilities.

Some of the programmes attended by the Directors during the financial year ended 31 December 2013 are as follows:

Key Areas

- Corporate Governance
- Directors' Duties & Obligations
- Leadership
- Financial, Taxation & Investment
- Laws & Regulations

(i) Y. Bhg. Tan Sri Dato' Seri Megat Najmuddin Bin Datuk Seri Dr Megat Khas

- National COSEC Conference, 17/01/13
- National Enterprise Risk Management Conference, 21/01/13 - 22/01/13
- Director Duties, Regulatory Updates and Governance Seminar for Directors, 29/01/13
- Directors' Remuneration Seminar, 28/02/13
- National Personal Assistants, Secretaries & Administrators Conference, 10/04/13
- National HRM Conference, 21/05/13 -22/05/13
- Improving Audit Committee Effectiveness, 04/06/13
- Directors Duties Updates, 27/06/13
- Corporate Fraud & Financial Crime, 03/07/13 - 04/07/13
- Real Estate Investment Trust-Conventional & Islamic, 21/08/13 - 22/08/13
- Financial Controller's Conference, 17/09/13 -18/09/13
- Inaugural Asean Corporate Governance Summit 2013, 06/11/13 -07/11/13
- CPE (Continuous Professional Education) Training Programme for The Board and Senior Management of Alam Maritim Group, 04/12/13

(ii) Mustapha Bin Mohamed

- The Practice of Liquidation: Latest Developments and Trends (The Malaysian Institute of Certified Public Accountants and The Insolvency Practitioners Association of Malaysia)
- National Enterprise Risk Management Conference for Public & Private Sector 2013 (Malaysian Institute of Corporate Governance)
- National Accountants Conference 2013 (Malaysian Institute of Accountants)
- The Essential 2014 Tax Guide: Preparing For Change (Federation of Malaysian Manufacturers)

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

- (iii) Y. Bhg. Dato' Aminuddin Bin Md Desa
- Mandatory Accreditation Program For Directors of Public Listed Company; 2013
 - Makmal Kajian Pengukuhan Hala Tuju Perbadanan Ekonomi Negeri; 2013
 - AEROPH Study Tour- Barcelona "Smart City Expo World Congress"; 2013
- (iv) Jamal Bin Mohd Aris
- Mandatory Accreditation Program For Directors of Public Listed Company; 2013
- (v) Y. Bhg. Dato' Mohd Azmi bin Hj Othman
- Mandatory Accreditation Program For Directors of Public Listed Company; 2013

Directors' Remuneration

All Non-Executive Directors are paid Directors' fees as approved by the shareholders at the annual general meeting based on the recommendation of the Board. The determination of the level of fees of the Non-Executive Directors is a matter decided by the Board as a whole to ensure that is sufficient to attract and retain the services of the Non-Executive Directors which are vital to the Company. Meetings attendance allowance are paid to Non-Executive Directors in accordance with the number of meeting attended during the financial year. Individual Directors will abstain from participating in the discussion and decision of their own remuneration. For the Managing Director, the remuneration packages link rewards to individual as well as corporate performance and achievement of key performance indicators, taking into consideration the market and industry practice.

Details of the remuneration of the Company for the financial year ended 31 December 2013 are as follows:

- Aggregate of Remuneration

<i>Category</i>	<i>Executive Director (RM)</i>	<i>Non-Executive Directors (RM)</i>	<i>Total (RM)</i>
Fees		242,000	242,000
Other Emoluments	75,531	-	75,531
Defined contributions	-	-	-
Benefits-in-kind	-	-	-

- Analysis of Remuneration

<i>Range of Remuneration</i>	<i>No. of Executive Director (RM)</i>	<i>No. of Non-Executive Directors (RM)</i>
RM50,000 & below	-	5
RM50,001 & Above	1	2

The disclosure of Directors' remuneration is made in accordance with Appendix 9C, Part A, item 11 of the Listing Requirements. The Board is of the opinion that the disclosure of Directors' remuneration through 'band disclosure' is sufficient to meet the objectives of the Code. Separate and detailed disclosure of individual Directors remuneration would not add significantly to the understanding of shareholders and other interested persons in this aspect.

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

WHISTLE BLOWING POLICY

The Group in its effort to enhance corporate governance has put in place a whistle blowing policy to provide an avenue for employees and stakeholders to report genuine concern about malpractices, unethical behavior, misconduct or failure to comply with regulatory requirements without fear of reprisal. Any concern raised will be investigated and a report and update is provided to the Audit Committee (if any).

BOARD COMMITTEES

The Group has delegated certain responsibilities to the Board Committees which operate within defined terms of reference approved by Board to assist the Board in discharging its fiduciary duties and responsibilities. The Board Committees include the Audit & Risk Management Committee and Nomination & Remuneration Committee.

The Board Committees exercise transparency and full disclosure in their proceedings. Where necessary, issues deliberated by the Board Committees are presented to the Board with the appropriate recommendations. The ultimate responsibility for the final decision on all matters however, lies with Board.

The Board Committees in MHB are as follows:

Audit & Risk Management Committee

The Audit & Risk Management Committee comprises three (3) Independent Non-Executive Directors and is in compliance with the Listing Requirements. The members of the Audit Committee are as follows:

1. Mustapha bin Mohamed
(Independent Director) - Chairman
2. Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun
(Independent Director)
3. Y. Bhg. Dato' Mohd Azmi bin Hj Othman
(Independent Director)

Nomination & Remuneration Committee

1. Y. Bhg. Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr Megat Khas
(Independent, Non Executive Director)
2. Y.B. Dato' Mohd Khusairi bin Abdul Talib
(Non Independent Non Executive Director)
3. Y. Bhg. Dato' Aminuddin bin Md Desa
(Non Independent, Non Executive Director)

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

The Audit & Risk Management Committee's principal role is to reduce conflicts of interest particularly between and shareholders and to ensure that the Group's assets are utilised efficiently. As part of the Audit Committee's responsibilities, they would review the Company's financial statements, related party transaction and the system of internal controls. They may also consider whether procedures on internal audit are effect at monitoring adherence to the Company's standard and values. During the financial year, the Audit & Risk Management Committee held meetings whereby the external auditors attended two (2) of the meetings and also met with the Committee members without the presence of the management and Managing Director at one (1) of the meeting. A full Audit & Risk Management Committee Report enumerating its membership, summary of terms of reference and a summary of activities during the year are set out in the Audit & Risk Management Committee Report.

The role of the Nomination & Remuneration Committee, set out in its terms of reference, includes among others, the following:

- (a) Appointment and Evaluation
 - (i) To consider and recommend candidates for directorship to the Board and to Board Committees based on the following broad criteria:
 - skills, knowledge, expertise and experience;
 - professionalism;
 - integrity;and
 - for independent non-executive directors, the ability to discharge their duties.
 - (ii) Reviewing annually the required mix of skills, experience and other qualities, Including core competencies, which Directors should bring to the Board.
 - (iii) Assessing annually the effectiveness of the Board as a whole, including its size and composition, the committees of the contribution of each individual Director.
 - (iv) Reviewing the training needs of Directors.
- (b) Remuneration
 - (i) To recommend to the Board on the framework or broad policy for the remuneration of the Company's or Group's Chief Executive and other senior management as the Committee is designated to consider.

The Nomination & Remuneration Committee meets at least once in a financial year and whenever required. The Committee met twice during the financial year. During the financial year, the Nomination & Remuneration Committee undertook the following:

- Evaluation exercise on the effectiveness, composition and balance of the Board as well as effectiveness of the Committees and contribution of each individual Director of the Company;
- Reviewed all Directors who are due for re-election/re-appointment at the company's 11th Annual General Meeting to determine whether or not to recommend their re-election/re-appointment;
- Reviewed the remuneration package for the Group Chief Executive Officer;
- Reviewed and recommended the appointment of YBhg. Dato' Aminuddin bin Md Desa as Non Independent Non-Executive Director, Encik Jamal bin Mohd Aris as Managing Director as well as YBhg. Dato' Mohd Azmi Bin Hj Othman as an Independent Non-Executive Director.
- Finally, reviewed and recommended the appointment of Encik Rozahan bin Osman as the Chief Financial Officer for the Group.

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

ACCOUNTABILITY AND AUDIT

Financial Reporting

The Board endeavours to present a balanced and comprehensive assessment of the Group's performance through the annual audited financial statements and quarterly announcement of financial results to shareholders. The Board is assisted by the Audit Committee to oversee the Group's financial reporting and the quality of its financial reporting.

Directors' Responsibility Statement

The Directors are required by the Companies Act, 1965 to ensure that the financial statements prepared for each financial year give a true and fair view of the state of affairs of the Group and the Company as at the end of the financial year, and of the results of their operations and cash flows for the financial year. The Directors consider that in preparing the financial statements, the Directors have consistently used and applied the appropriate and relevant accounting policies and made judgements and estimates that are reasonable and prudent.

The Directors have a general responsibility in ensuring that the Company and the Group keep proper accounting records in accordance with the provisions of the Companies Act, 1965 to enable the preparation of the financial statements with reasonable accuracy. The Directors are also responsible for taking reasonable steps to safeguard the assets of the Company and the Group to prevent and detect fraud other irregularities.

Internal Control

The Board acknowledges its overall responsibility in maintaining an internal control system that provides reasonable assurance of effective and efficient operations, compliance with laws and regulations, as well as internal procedures and guidelines. However, the Group's system of internal control is designed to manage and not eliminate the risk of failure to achieve the Group's objectives, hence the internal control system can only provide reasonable and not absolute assurance against the risk of material errors, fraud or loss.

The Statement on Internal Control, which provides an overview of the state of internal control within the Group, is set out on pages 31 to 32 of this Annual Report.

Audit & Risk Management Committee

The Audit & Risk Management Committee conducts a review of the Internal Audit Function in terms of its authority, resources and scope as defined in the Internal Audit Charter adopted by the Group. The minutes of the Audit & Risk Management Committee meetings are table to the Board for perusal and for action where appropriate.

Relationship with Auditors

The Company, through its Audit & Risk Management Committee, has established a transparent and appropriate relationship with the Company's auditors, both internal and external. It is the policy of the Audit & Risk Management Committee to meet the external auditors to discuss their audit plan, audit findings and the financial statements. The Audit & Risk Management Committee also meets the external auditors without the presence of the management and executive Board members.

The roles of both the internal and external auditors are further described in the Audit & Risk Management Committee Report.

STATEMENT ON CORPORATE GOVERNANCE (CONTINUED)

RELATIONSHIP AND COMMUNICATION WITH SHAREHOLDERS AND INVESTORS

Communication with Shareholders

The Board is committed to provide shareholders and investors accurate, useful and timely information about the Company, its business and its activities. The Company has regularly communicated with shareholders and investors in conformity with the disclosure requirements.

The Company's annual general meeting remains the principal forum for dialogue and interaction with shareholders and provides an opportunity for the shareholders to seek and clarify any issues and to have a better understanding of the Group's business and corporate development.

The Group ensures that timely disclosures are made to the public with regard to the Group's corporate proposals, financial results and other required announcement.

Corporate and financial information of the Group as well as the Company's announcements to Bursa Malaysia Securities Berhad are also made available to the public through the Company's website at www.majuperak.com.my

CORPORATE SOCIAL RESPONSIBILITY

The Group recognizes the importance of corporate social responsibility ('CSR') as an integral part of business and strongly pursue its belief of caring for and sharing with people, business associates and community. In this respect, the Group continued its initiative to strive for a balanced approach in achieving its business profitability and the expectation of its stakeholders and the community thereby creating value to our shareholders and enhancing the long term sustainability of the Group.

In its CSR initiatives, the Group has organized various junctions with the orphanage during the Ramadan month and donations were given to orphanages.

The Group recognises the importance of preserving the natural environment and is committed to achieving good standards of environment performance, preventing pollution and minimizing the impact of its operations. Additionally, the Group also promotes a culture of waste minimization and resource optimization. In our office environment, we ensure that waste is re-used or re-cycled as far as possible.

The Group's employees are the most important asset, the major contributors to the organization's success and growth. Trainings and career development are conducted to equip employees with the necessary skills and knowledges as well as to achieve their potential. We also take a proactive approach in providing opportunities for our employees to obtain professional and nationally recognized qualifications and in encouraging continuous professional development programmes that are conducted internally and externally.

A great deal of effort and resources are channeled into the Group's CSR programmes and the top management is directly involved in the Group's CSR efforts. We look upon the giving back to society in the hope of making a difference in the many lives we touches.

STATEMENT ON INTERNAL CONTROL

INTRODUCTION

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. The Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements require directors of public listed companies to include a statement in their annual reports on the state of their internal controls. The Bursa Malaysia Statement on Internal Control: Guidance for Directors of Public Listed Companies ("the Internal Control Guidance") provides guidance for compliance with these requirements.

Set out below is the Board's Statement on Internal Control, which has been prepared in accordance with the Internal Control guidance.

BOARD RESPONSIBILITY

The Board of Directors recognizes the importance of sound internal controls and risk management practices for good corporate governance and has instructed the Management of the Company to design and establish a system of internal controls and risk managements to be implemented in the Group.

The Board affirms that there is an on-going process for identifying, evaluating, monitoring and managing the significant risks affecting the achievement of the Group's business objectives, which has been in place during the year and up to the date of approval of the annual report and financial statements.

The system of internal control is design to manage rather than to eliminate the risk of failure to achieve business objectives. In pursuing these objectives, internal controls can only provide reasonable, but not absolute assurance against material misstatement or loss.

AUDIT & RISK MANAGEMENT FRAMEWORK

The Board fully supports the contents of the Internal Control Guidance and with the assistance of the internal audit which has been outsourced; a structured risk management framework for the Group has been put in place. The risk framework for adoption by the Group involves the following:

- **Group Audit & Risk Management Committee**
Responsible to identify continuously and communicate and report to the Board, the critical risks the Group faces, their changes and the management action plans to manage the risks. Audit & Risk Management Committee chaired by Mustapha Bin Mohamed and the members are YBhg. Dato' Hj Mohd Zolkafly Bin Haji Harun and YBhg. Dato' Mohd Azmi Bin Hj Othman.
- **Key Management Staff**
Nomination of key management staff in each operating unit to prepare action plans, with implementation time-scales to address any risk and control issues.
- **Risk Management Reporting**
Reporting by the head of operating units/management staff to the Group risk. All the General Managers reporting to the Group Audit & Risk Management Committee.

The Group, via the Internal Auditors provides supports to the Audit & Risk Management Committee in discharging its duties with respect to the adequacy and integrity of the system of internal controls within the Group.

STATEMENT ON INTERNAL CONTROL (CONTINUED)

The Internal Auditors carried out audits based on an internal audit plan approved by the Audit & Risk Management Committee. Their reports are table to the Audit & Risk Management Committee meeting, where the Audit & Risk Management Committee members reviewed the findings with management. The internal auditors ensured that recommendations to improve controls were implemented by management.

OTHER KEY ELEMENTS OF INTERNAL CONTROL

Apart from key risk management and internal audit, the Group has in place the following key elements of internal control:

- **Organisational Structure**
The Group has in place an organizational structure with clearly defined lines of accountability and delegated authority.
- **Management Financial Report**
Quarterly financial and performance reports are submitted to the Board and reviewed, which include explanation and management action taken for improvement of results.
- **Regular visits** to the subsidiaries by the members of the management to monitor and assess the Group's performance and control.

CONCLUSION

A number of minor structural deficiencies were identified during the period, all of which have been addressed. None of the deficiencies have results in any material losses, contingencies or uncertainties that required disclosure in the Company's annual report.

Management has taken the necessary action to ensure minimum exceptions to be reported in this Statement.

AUDIT COMMITTEE REPORT

In line with the Malaysian Code of Corporate Governance, all members of the Audit & Risk Management Committee are Non-Executive Directors with all of them being Independent Directors. The Audit Committee was established on 21 May 2007 to act as a Committee for the Board of Directors.

Chairman

Mustapha bin Mohamed

Independent /Non Executive Director

Members

Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun

Independent /Non Executive Director

Y. Bhg. Dato' Mohd Azmi Bin Hj. Othman

Independent /Non Executive Director

TERMS OF REFERENCE

Objectives

The objectives of the Audit Committee are:-

1. To ensure compliance with Paragraph 15, Part C of the Listing Requirements of Bursa Malaysia Securities Berhad.
2. To ensure the independence of the External Auditors, the integrity of management and the adequacy of disclosures to shareholders.
3. To assist the board of Directors in fulfilling its fiduciary responsibilities by ensuring that the results of internal and external audit findings are fully considered and properly resolved.
4. To maintain a direct line of communication between the Board and the External and Internal Auditors.
5. To enhance the independence of the External and Internal Audit functions.
6. To create a climate of discipline and control, which will reduce the opportunity for fraud.

ATTENDANCE

The attendances of the members of the Audit Committee during the financial year 2013 are as follows:

<i>Members</i>	<i>No. of meetings attended during the financial year</i>	<i>Percentage</i>
Y. Bhg. Tan Sri Dato' (Dr) Abdul Aziz bin Abdul Rahman <i>Independent/Non Executive Director (cessation of office 26 June 2013)</i>	3 of 6	50%
Mustapha bin Mohamed <i>Independent/Non Executive Director</i>	6 of 6	100%
Y.B. Dato' Haji Mohd Zolkafly bin Haji Harun <i>Independent/Non Executive Director</i>	3 of 6	50%
Jamal b. Mohd Aris <i>Non Independent /Non Executive Director (Redesignation w.e.f. 1 March 2014)</i>	2 of 6	33%
Y.B. Dato' Mohd Azmi Bin Hj. Othman <i>(Appointed w.e.f. 25 February 2014) Independent /Non Executive Director</i>	0	0%

AUDIT COMMITTEE REPORT (CONTINUED)

MEMBERSHIP

1. The Committee shall be appointed by the Board of Directors amongst the Directors of the Company which fulfils the following requirements:
 - (a) The Committee must be composed of no fewer than 3 members:
 - (b) A majority of the Committee must be independent directors; and
 - (c) At least one member of the Committee:
 - i. Must be a member of the Malaysian Institute of Accountants; or
 - ii. If he is not a member of the Malaysian Institute of Accountants, he must have at least 3 years' working experience and:
 - (aa) he must have passed the examinations specified in Part I of the 1st Schedule of the Accountants Act 1967; or
 - (bb) he must be a member of one the associations of accountants specified in Part II of the 1st Schedule of the Accountants Act 1967;
 - (cc) Fulfills such other requirement as prescribed or approved by Bursa Malaysia Securities Berhad.
2. The members of the Committee shall elect a Chairman from among themselves who shall be an independent director.
3. No alternate director should be appointed as a member of the Committee.
4. If membership for any reason falls below 3 members, the Board of Directors shall, within 3 months of the events, appoint such number of new members as may be required to fulfill the minimum requirement.
5. The Committee Members shall collectively have:
 - (a) Knowledge of the Industries in which the Company and Group operates;
 - (b) The ability to read and understand fundamental financial statements, including a company statement of financial position, statement of comprehensive income and cash flow statement; and
 - (c) The ability to understand key business and financial risk and related controls and control processes.
6. The terms of office and performance of the Committee and its members shall be reviewed by the Board of Directors at least once every 3 years to determine whether the Committee and its members have carried out their duties in accordance with their terms of reference.

MEETINGS

1. Secretary

The Company Secretary shall be the Secretary of the Committee or his/her appointed nominee with the appropriate qualifications and experience.

2. Frequency

- (a) Meetings shall be held not less than four (4) times a year.
- (b) Upon the request of any member of Committee, the Internal Auditor or External Auditor, the Chairman of the Committee shall convene a meeting of the Committee to consider any matter brought up by them.

AUDIT COMMITTEE REPORT (CONTINUED)

3. Quorum

A quorum shall be two (2) members and the majority of the members present shall be independent directors.

4. Agenda

The agenda for the Committee meeting shall be the responsibility of the Committee Chairman with input from the Committee members. The Chairman may also ask the management and others to participate in this process.

5. Attendance

- (a) The Group Chief Executive Officer, Group Chief Finance Officer, a representative of Internal Auditor and the External Auditor shall normally attend meetings. Other directors and members of senior management attended some of the meetings upon invitation by the Audit & Risk Management Committee.
- (b) During the financial year ended 31 December 2013 the Audit Committee held a total of six (6) meetings. The details of attendance of the Audit Committee Members are as per table on page [**].

6. Reporting Procedure

The minute of each Committee meeting shall be circulated to all members of the Board of Directors. The Committee through its Chairman, shall report to the Board after each meeting. Additionally, the Chairman of the Committee shall be available to answer questions about the Committee's work at the Annual General Meeting of the Company.

7. Meeting Procedure

The Committee shall formulate, implement and regulate its own procedure, with respect to:

- (a) the calling of meeting;
- (b) the notice to be given of such meetings;
- (c) the voting and proceedings of such meetings;
- (d) the keeping of minutes; and
- (e) the custody, production and inspection of such minutes.

RIGHTS

- 1. The Committee in performing its duties in accordance with procedure to be determined by the Board of Directors shall:
 - (a) have authority to investigate any matter within its terms of reference;
 - (b) have the resources which are required to perform its duties;
 - (c) have full and unrestricted access to any information pertaining to the Company;
 - (d) have direct communication channels with the external auditor and person (s) carrying out the internal audit function or activity (if any);
 - (e) be able to obtain independent professional or other advice; and
 - (f) be able to convene meetings with external auditor, including the attendance of the executive members of the Committee, whenever deemed necessary.

AUDIT COMMITTEE REPORT (CONTINUED)

DUTIES AND RESPONSIBILITIES

The Committee shall carry out the following responsibilities:

Financial Statements

- (a) Review and recommend acceptance or otherwise of major accounting policies, principles and practices.
- (b) Review the Group's quarterly results and annual financial statements of the Company and the Group before submission to the Board, focusing particularly on:
 - (i) the going concern assumption;
 - (ii) changes in or implementation of major accounting policy changes;
 - (iii) significant adjustments resulting from audit;
 - (iv) major judgmental areas, significant and unusual events: and
 - (v) compliance with accounting standards and other legal requirements.
- (c) Review with the Group's Counsel, any legal matter that could have a significant impact on the Company and Group financial statements.

Internal Control

- (a) Assess the quality and effectiveness of the systems of internal control and the efficiency of the Company's and Group's Operations, particularly those relating to areas of significant risks.
- (b) Assess the internal processes for determining and managing key risk other than those that are dealt with by other specific Board committees.
- (c) Review the scope of the Internal and External Auditors' review of internal controls at Company and Group levels.
- (d) Review Internal/External Audit reports and the management's response and ensure that appropriate action is taken in respect of these reports and the Committee's resolutions.

Internal/External Audit

- (a) Review Internal/External Audit plans and scope of work before the audit commences.
- (b) Discuss problems and reservations arising out of internal/external audits, including assistance given by the employees and any matters the auditors may wish to discuss, in the absence of Management or Executive Directors where necessary.
- (c) Nominate the External Auditors/Internal Auditors (as the internal function is presently outsourced), and recommend for approval of the Board the external/internal audit fees, and consider any questions of resignation or dismissal, experience, resources and capability.

Compliance

- (a) Review the effectiveness of the system for monitoring compliance with laws and regulations and the results of the management's investigation and follow-up of any instances of non-compliance.
- (b) Review the findings of any examinations by regulatory authorities.
- (c) Obtain regular updates from the management and Group's legal counsel regarding compliance matters.

AUDIT COMMITTEE REPORT (CONTINUED)

- (d) Review any related party transaction and conflict of interest situation that may arise within the Company or Group including any transaction, procedure or course of conduct that raises questions of management integrity.
- (e) Where the Committee is of the view that a matter reported by it to the Board of Directors has not been satisfactorily resolve resulting in a breach of the Bursa Malaysia Listing Requirements, the Committee must promptly report such matters to Bursa Malaysia.
- (f) To carry out such other function as may be agreed to by the Committee and the Board of Directors.

SUMMARY OF ACTIVITIES

During the period, the Audit Committee carried out its duties and responsibilities in accordance with its terms of reference.

The main activities undertaken by Audit Committee were as follows:

1. Review and approve the internal audit findings, report and recommendation plan for the period from 1 October 2012 to 30 September 2013.
2. Review and approve the External Auditors audit findings, the audit report and recommendations in respect of control weakness noted in the course or their audit.
3. Review of the audited financial statements of the Group and Company for the year ended 31 December 2013 before recommending the same to the Board of Directors for approval.
4. Review of the Company's compliance, in particular the quarterly and year end financial statements with the listing requirements of Bursa Malaysia and the applicable approved accounting standards issued by the Malaysian Accounting Standard Board.
5. Review of the quarterly unaudited financial results before recommending them for the Board of Directors' approval.
6. Reviewed the related party transactions entered into the Group.
6. Review of the extent of the Group's compliance with the relevant provisions set out under the Malaysian Code on Corporate Governance for the purpose of preparing the Corporate Governance Statement and Statement on Internal Control pursuant to Bursa Malaysia's Listing Requirements.

GROUP INTERNAL AUDIT FUNCTION

The Group's Internal Audit Function ("IAF") was outsourced with effect from 7 October 2009. The IAF continues to adopt a risk-based approach, and prepares its audit strategy and plan based on risk profiles of the business units of the Group. The IAF would conduct activities in accordance with its annual internal audit plan and also undertakes special reviews and investigations at the request of the senior management. Its audit functions include:-

- Providing reasonable assurance in relation to the adequacy, efficiency and effectiveness of the internal control systems;
- Independent assessment and systematic review of the operational efficiency of the Group;
- Identifying and evaluating potential risk areas;
- Assessing the reliability of systems and the reported information; and
- Ensuring compliance with the Group's policies/guidelines and with legislation.

AUDIT COMMITTEE REPORT (CONTINUED)

During the year, the IAF had performed its roles with impartiality, proficiency and due professional care. The scope of the audit encompassed the corporate governance structure and the control environment focusing on revenue and accounts receivable.

The Management is responsible for ensuring that corrective actions are taken to overcome the reported deficiencies within an appropriate time frame. Audit reports incorporating the audit findings and recommendations for corrective actions on systems and control deficiencies are presented to the management concerned, and thereafter to the Audit & Risk Management Committee for appraisal and review.

The cost incurred during the financial year ended 31 December 2013 for the internal audit function at the Group Corporate Office level was approximately RM50,000 excluding reimbursements and indirect taxes.

ADDITIONAL COMPLIANCE INFORMATION

In compliance with the Listing Requirements of Bursa Malaysia Securities Berhad (the listing Requirements), the following is provided:-

1. Details of the Recurrent Related Party Transactions

The details of the Recurrent Related Party Transactions are set out in the following table:

<i>Transacting company within the MHB Group</i>	<i>Related Transacting Party</i>	<i>Nature of transactions</i>	<i>Related Parties</i>	<i>Nature of Relationship</i>	<i>Proposed Renewal Shareholders' Mandate</i>
					<i>Estimated aggregate value to be incurred from the 11th AGM to the next AGM date (RM)</i>
MHB	PKNP	Pension contribution for PKNP's staff seconded to MHB	@	*	129,750
Total					129,750

Notes:

* PKNP is a major shareholder of MHB with 51.12% equity interest in MHB Share and 65.10% equity interest in the ICPS of RM0.50 each in MHB as at 30 April 2014. PKNP was formed on 7 October 1967 as a state incorporated body under the Perak State Development Corporation Enactment No.3 of 1967 in Perak Darul Ridzuan. Its principal activities include investment holding and property and infrastructure development, tourism, entrepreneur development, manufacturing, industrial development and industrial promotional activities in Perak Darul Ridzuan.

@ The director of MHB who are interested in the Proposed Mandate are YBhg. Dato' Aminuddin bin Md Desa and Jamal bin Mohd Aris. They are deemed interested in the Proposed Mandate by virtue of them being a person connected to PKNP, the major shareholder.

2. Non-audit fee

There were no non-audit fees payables to the external auditors by the company during the financial year under review.

3. Material Contract

During the financial year, there was no material contracts entered into the Group involving directors' and/or major shareholders interests.

LIST OF PROPERTIES AS AT 31 DECEMBER 2013 (ABOVE RM1 MILLION)

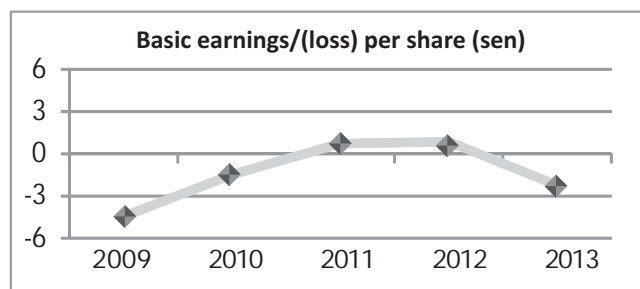
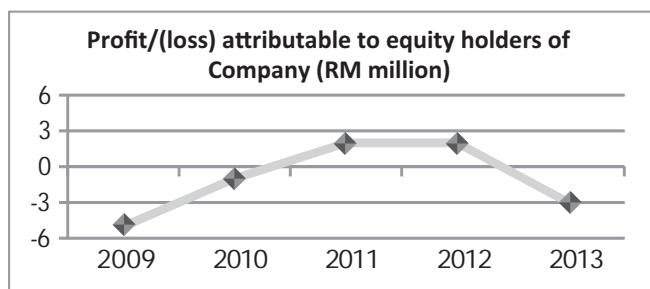
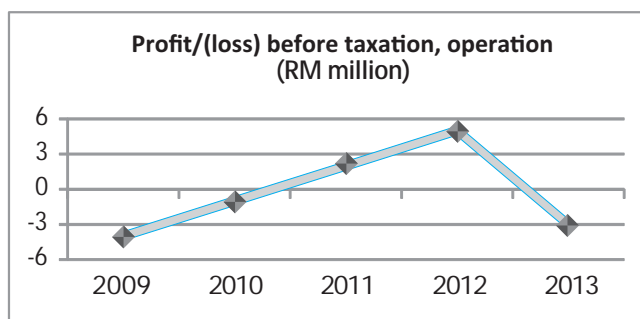
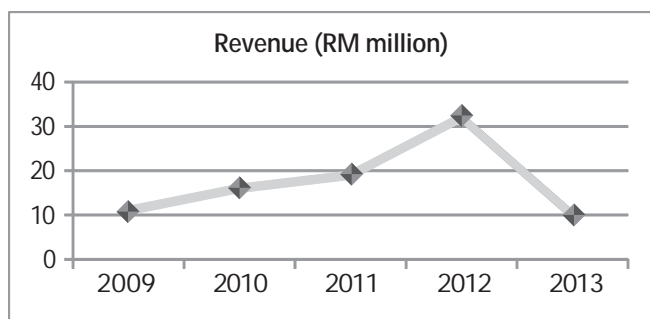
No.	Name of Owner	Title/ Location	Tenure/ Age of Building	Land Use	Land Area/ Built up Area	Net Book value as at 31.12.2013 (RM)	Acquisition Date
A. INVESTMENT PROPERTIES							
1.	Majuperak Holdings Berhad	PT 829, HS(D) 4413, Hulu Perak, Mukim Lenggong, District of Gerik, Perak	99 years lease expiring on 2110	Agriculture	5,000 acres	4,392,185	2011
2.	Syarikat Majuperak Berhad	Lot 008051N (PN 31150) Wisma Maju UMNO, Unit Nos 2, 3, 4 and 5 at Level 1, Unit No 2 at Level 2 and Level 5 to Level 10, Jalan Sultan Idris Shah, 30000 Ipoh	Leasehold of 99 years expiring in year 2086/ 25yrs	10-Storey Office Building	24,089 sq.ft/ 72,602 sq.ft	5,332,990	1987
3.	Syarikat Majuperak Berhad	Lot 9225N (PN 213729) PT 125562, Kompleks Seri Idaman, Jalan Sultan Idris Shah, 30000 Ipoh	Leasehold of 99 years expiring in year 2095/ 75yrs	Commercial/ Office Building/ Parking	71,586 sq.ft/ 8,085 sq.ft	3,642,781	1996
4.	Syarikat Majuperak Berhad	Lot 28801 (GRN 59907) Medan Letak Kenderaan, Jalan Sultan Idris Shah, 30000 Ipoh	Freehold (Residential)	Commercial/ Parking	16,226 sq.ft	1,228,482	2002
B. DEVELOPMENT PROPERTIES							
1.	Jua Juara Sdn Bhd (a subsidiary of Majuperak Development Berhad)	Off 9th M.S., Jalan Slim Lama, Kampong Sungai Dara, Tanjung Malim, Perak, located in the Mukim of Ulu Bernam, District of Batang Padang, Perak	#99 years	a) Residential/ Commercial b) Industry c) Agriculture	143.11 acres (inclusive of 8.89 for road reserved)	1,395,838	2002
2.	Jua Juara Sdn Bhd (a subsidiary of Majuperak Development Berhad)	Mukim of UluBernam, District of Batang Padang, Perak, located off the 2½ M.S. Jalan Slim Lama and lies adjoining the Bernam Industrial Park, Proton City, Tanjung Malim, Perak	#99 years	a) Residential/ Commercial b) Industry c) Agriculture	203.44 acres	2,253,351	2002
3.	Tenaga Danawa Sdn Bhd (a subsidiary of Majuperak Development Berhad)	PT 1779 [HS(D) 25344] – PT 1783 [HS(D) 25348] Mukim Trong, District of Larut Matang, Perak.	Leasehold of 99 years expiring in year 2107	Residential/ Commercial	123.39 acres	2,355,015	2001

LIST OF PROPERTIES AS AT 31 DECEMBER 2013 (CONTINUED)

No.	Name of Owner	Title/ Location	Tenure/ Age of Building	Land Use	Land Area/ Built up Area	Net Book value as at 31.12.2013 (RM)	Acquisition Date
4.	Tenaga Danawa Sdn Bhd (a subsidiary of Majuperak Development Berhad)	PT 1312-1319, PT 1321-1552, PT 1680-1716, HS(D) LM 14102-(4109), HS(D) LM 14111-14342), (HS(D)LM 14470-14506), Taman Trong Bakti, Trong, District of Larut Matang, Perak. (Trong Phase 2: 277 lot)	Leasehold of 99 years expiring in year 2099	Commercial/ Residential	7.73 acres	2,632,012	2000
5.	Tenaga Danawa Sdn Bhd (a subsidiary of Majuperak Development Berhad)	Tapah Road, District of Batang Padang, Perak (UCM)	#99 years	Residential/ Commercial	52.79 acres	16,742,277	2006
			* 99 years	Residential/ Commercial	122 acres		2006
		Aportion of the above land, title issued PT67488 [HS(D) 17221]	Leasehold of 99 years expiring in 2110	Residential/ Commercial	100 acres		2006
6.	Syarikat Majuperak Berhad	Part of Lot no. 127196, 155002, 11450, 35433, 28414 & 35434 Balance of package 1 Bdr Tasik Idaman, located along 2½ m.s. Batu Gajah/Gopeng Road, Batu Gajah, Mukim Sungai Terap, District of Kinta	*99 years	Residential		2,035,060	2000
		Lot 310259 - lot 310263 (5 lots) Lot 310279 - lot 310280 (2 lots)	Leasehold of 99 years expiring in year 2102				
		PT 37487-PT 35546 (60 lots)	Leasehold of 99 years expiring in year 21109		10.07 acres		
		286 lots Plot 3 - 4, Plot 113 - 176, plot 230 - 350, Plot 433 - 464, Plot 506 - 537, Plot 594 - 603, Plot 614 - 624, Plot 647 - 650	* 99 years		15.94 acres		
		128 lots Plot 351 - 432, Plot 538 - 551, Plot 701 - 732	* 99 years		10.69 acres		
		1 lot – futuredevelopment	# 99 years		5 acres		

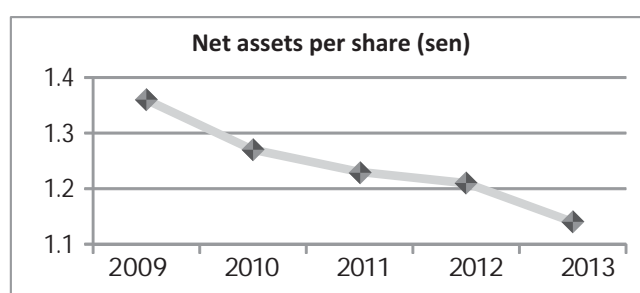
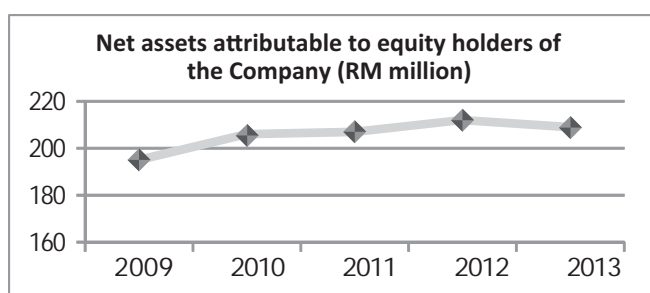
Notes: * In the process of issuing individual title # In the process of issuing block title

GROUP FIVE-YEAR FINANCIAL HIGHLIGHTS



Financial Results

	2013	2012	2011	2010	2009
Revenue (RM'000)	10,252	32,056	19,279	15,863	10,641
Profit/(loss) before taxation, operation (RM'000)	(3,199)	4,721	2,166	(998)	(3,647)
Profit/(loss) attributable to equity holders of the Company (RM'000)	(3,288)	2,388	1,741	(1,497)	(5,336)
Basic earnings/(loss) per share (sen)	(2.24)	0.86	0.73	(1.48)	(4.46)



Financial Positions

	2013	2012	2011	2010	2009
Total assets (RM'000)	274,458	278,874	278,469	278,223	290,827
Total liabilities (RM'000)	65,575	67,084	70,205	71,940	95,097
Net assets attributable to equity holders of the Company (RM'000)	208,883	211,791	207,687	205,710	195,180
Number of ordinary shares issued and fully paid ('000 shares)	182,581	175,176	169,372	161,957	143,164
Net assets per share (RM)	1.14	1.21	1.23	1.27	1.36

ANALYSIS OF SHAREHOLDING

ORDINARY SHARES

Authorised Share Capital	:	RM425,000,000
Issued and Fully Paid	:	RM91,789,518
Class of Shares	:	Ordinary Shares of RM0.50 each
Voting Rights	:	One vote per RM0.50 share

Distribution of Shareholdings as at 30 April 2014

<i>No. of Holders</i>	<i>Holdings</i>	<i>Total Holdings</i>	<i>%</i>
582	Less than 100	18,574	0.01
1,405	100 – 1,000	851,045	0.46
1,568	1,001 – 10,000	5,685,692	3.10
552	10,001 – 100,000	22,560,617	12.29
98	100,001 – 9129075 (*)	47,059,940	25.63
3	5321872 and above (**)	107,403,168	58.51
4,208		183,579,036	100.00

(*) Less than 5% issued holdings (**) 5% and above of issued holdings

Substantial Shareholder in the Company as at 30 April 2014

	No. of Shares held			
	<i>Direct</i>	<i>%</i>	<i>Deemed</i>	<i>%</i>
Perbadanan Kemajuan Negeri Perak	93,853,594	51.12		

Directors Shareholdings in the Company as at 30 April 2014

	No. of Shares held			
	<i>Direct</i>	<i>%</i>	<i>Deemed</i>	<i>%</i>
Haji Mustapha bin Mohamed	922	negligible	–	–

Director's Shareholdings In Related Corporation as at 30 April 2014

The Directors' shareholdings in related corporation are as disclosed in the Directors' Report on pages 13 to 16.

ANALYSIS OF SHAREHOLDING (CONTINUED)

Thirty (30) Largest Registered Shareholders as at 30 April 2014

	Name	No. of Shares	%
1	Perbadanan Kemajuan Negeri Perak	80,853,594	44.04
2	BI Credit & Leasing Berhad	13,549,574	7.38
3	Perbadanan Kemajuan Negeri Perak	13,000,000	7.08
4	ABB Nominee (Tempatan) Sdn Bhd	5,393,371	2.94
5	KUB Malaysia Berhad	4,328,707	2.36
6	Cherry Blossom Sdn Bhd	4,038,686	2.20
7	Cimsec Nominees (Tempatan) Sdn Bhd	3,503,759	1.91
8	Public Nominees (Tempatan) Sdn Bhd	2,939,469	1.60
9	Lim Han Kong	2,458,800	1.34
10	Alliancegroup Nominees (Tempatan) Sdn Bhd	1,538,115	0.84
11	RHB Capital Nominees (Tempatan) Sdn Bhd	1,411,345	0.77
12	Chan Wan Moi	1,322,429	0.72
13	RHB Nominees (Tempatan) Sdn Bhd	1,297,100	0.71
14	UOBM Nominees (Tempatan) Sdn Bhd	1,146,606	0.62
15	Maybank Nominees (Tempatan) Sdn Bhd	1,072,817	0.58
16	HLIB Nominees (Tempatan) Sdn Bhd	1,013,414	0.55
17	Chia Aun Kee @ Angela	1,000,000	0.54
18	Chong Siow Fah	998,200	0.54
19	HDM Nominees (Asing) Sdn Bhd	865,188	0.47
20	Zainorazua binti Zainun	749,800	0.41
21	Sikap Utama Sdn Bhd	651,850	0.36
22	Cimsec Nominees (Asing) Sdn Bhd	600,000	0.33
23	Chuah Hun Leong	589,100	0.32
24	SSF Venture Sdn Bhd	583,200	0.32
25	Tan Ching Ching	544,872	0.30
26	Fast Continent Sdn Bhd	500,087	0.27
27	Tee Kim Gek	500,000	0.27
28	Koh Sooi Kwang	480,000	0.26
29	Loh Chee Hing	451,200	0.25
30	Noor Syaziah binti Salim	440,000	0.24
	Total	147,821,283	80.52

ANALYSIS OF SHAREHOLDING (CONTINUED)

IRREDEEMABLE CUMULATIVE PREFERENCE SHARE ("ICPS")

Authorised Share Capital	:	RM75,000,000
Issued and Fully Paid	:	RM52,481,221
Class of Shares	:	ICPS of RM0.50 each
Voting Rights	:	No voting rights

Distribution of Shareholdings as at 30 April 2014

<i>No of Holders</i>	<i>Holdings</i>	<i>Total Holdings</i>	<i>%</i>
212	Less than 100	8,058	0.01
78	100 - 1,000	39,447	0.04
269	1,001 – 10,000	1,317,132	1.25
367	10,001 – 100,000	10,804,686	10.29
47	100,001 – 5321871 (*)	10,037,187	9.56
2	5321872 and above (**)	82,755,932	78.84
975		104,962,442	100.00

(*) Less than 5% issued holdings (**) 5% and above of issued holdings

Substantial Shareholder in the Company as at 30 April 2014

	No. of Shares held			
	<i>Direct</i>	<i>%</i>	<i>Deemed</i>	<i>%</i>
Perbadanan Kemajuan Negeri Perak	68,326,737	65.10	–	–

Director's Shareholdings in the Company as at 30 April 2014

	No. of Shares held			
	<i>Direct</i>	<i>%</i>	<i>Deemed</i>	<i>%</i>
Nil	Nil	Nil	Nil	Nil

Director's Shareholdings In Related Corporation as at 30 April 2014

The Directors' shareholdings in related corporation are as disclosed in the Directors' Report on page 13 to 16

ANALYSIS OF SHAREHOLDING (CONTINUED)

Thirty (30) Largest Registered Shareholders as at 30 April 2014

	Name	No. of Shares	%
1	Perbadanan Kemajuan Negeri Perak	68,326,737	65.10
2	KUB Malaysia Berhad	14,429,195	13.75
3	Public Nominees (Tempatan) Sdn Bhd	996,449	0.95
4	Chua Siow Yee	975,000	0.93
5	Seraya Sdn Bhd	647,579	0.62
6	Chong Tho Chin @ Chong Jho Chin	570,000	0.54
7	Yap Kok Wai	548,200	0.52
8	Lau Joo Seng	361,000	0.34
9	Sai Yee @ Sia Say Yee	340,000	0.32
10	Adam bin Mohd Taib	336,741	0.32
11	Tan Eng Hai	327,000	0.31
12	Liew Thong	300,000	0.29
13	Teoh Cha Boo	295,000	0.28
14	Maybank Nominees (Tempatan) Sdn Bhd	284,228	0.27
15	Tiew Sze Kiat @ Chang Sze Kiat	200,000	0.19
16	Mohd Hassin @ Mohd Hashim bin Daud	187,225	0.18
17	Kenanga Nominees (Tempatan) Sdn Bhd	183,160	0.17
18	Chiang Jiann Wei	160,000	0.15
19	Dzulkarnain bin Haji Abdul Rahman	155,419	0.15
20	Marzuki bin Mahmud	155,419	0.15
21	Foo Kean Oo	150,000	0.14
22	Kam Wei Foon	150,000	0.14
23	RHB Capital Nominees (Tempatan) Sdn Bhd	147,000	0.14
24	Khor Kheng Im	140,000	0.13
25	Salim bin Suhaimi	134,696	0.13
26	Abu Bakar bin Arshad	129,836	0.12
27	Abdul Rahman bin Ahmed	129,516	0.12
28	Abu Bakar bin Haji Mohd Ismail	129,516	0.12
29	Adnan bin Amran	129,516	0.12
30	Ann Mariah bt Mohd Taib	129,516	0.12
	Total	91,147,948	86.84

DIRECTORS' STATEMENT OF RESPONSIBILITY PURSUANT TO PARAGRAPH 15.27(A) OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

The Directors are required by the Companies Act, 1965 to prepare financial statements and give a true and fair view of the state of affairs of the Group and of the Company at the end of the financial year, the results and cash flows of the Group and of the Company for that financial year.

In preparing these financial statements, the Directors have:

- adopted suitable accounting policies and applied them consistently;
- made judgements and estimates that are prudent and reasonable;
- ensured applicable accounting standards have been followed; and
- prepared the financial statements on the going concern.

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

The Directors are also responsible for taking such steps that are reasonably open to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

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MAJUPERAK HOLDINGS BERHAD

(585389-X)

(Incorporated in Malaysia)

REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2013

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DIRECTORS' REPORT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

The directors hereby submit their report together with the audited financial statements of the Group and the Company for the financial year ended 31 December 2013.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are described in Note 5 to the financial statements. There have been no significant changes in the nature of the activities during the financial year.

RESULTS

	GROUP RM	COMPANY RM
(Loss)/Profit for the financial year	(3,302,675)	251,636
Attributable to non-controlling interests	14,401	-
(Loss)/Profit for the financial year attributable to owners of the parent	<u>(3,288,274)</u>	<u>251,636</u>

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

DIVIDEND

The amount of dividend paid and declared by the Company since the previous financial year as reported in the directors report are as follows:

	RM
Irredeemable Convertible Preference Shares ("ICPS") dividend of 1% per share, approved on 26 June 2013 and paid on 25 July 2013.	<u>577,913</u>

In respect of the next financial year ending 31 December 2014, directors have recommended the payment of dividend of 1% per share on ICPS.

DIRECTORS' REPORT (CONTINUED)

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions other than those disclosed in the financial statements.

ISSUANCE OF SHARES

During the financial year, the Company increased its issued and fully paid up share capital from RM87,588,084 to RM91,290,769 by way of the issuance of 7,405,372 ordinary shares of RM0.50 each pursuant to the conversion of 10,578,700 ICPS of RM0.50 each.

Upon conversion of the ICPS into new ordinary shares, such new ordinary shares to be issued will rank pari passu in all respects with the existing ordinary shares of the Company (Note 20).

SHARE OPTIONS

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

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

DIRECTORS

The directors who held office since the date of the last report are as follows:

Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas	
Y.M. Dato' Seri Raja Ahmad Zainuddin bin Raja Haji Omar	
Dato' Haji Mohd Zolkafly bin Haji Harun	
Dato' Mohd Khusairi bin Abdul Talib	
Haji Mustapha bin Mohamed	
Dato' Aminuddin bin Md Desa	(Appointed on 03.07.2013)
Jamal bin Mohd Aris	(Appointed on 29.08.2013)
Dato' Mohd Azmi bin Haji Othman	(Appointed on 25.02.2014)
Tan Sri Dato' (Dr) Abdul Aziz bin Abdul Rahman	(Resigned on 26.06.2013)
Abdul Aziz bin Subali	(Resigned on 01.08.2013)

In accordance with Articles 84 and 91 of the Company's Articles of Association, Y.M. Dato' Seri Raja Ahmad Zainuddin bin Raja Haji Omar, Dato' Haji Mohd Zolkafly bin Haji Harun, Dato' Aminuddin bin Md Desa and Jamal bin Mohd Aris retires at the forthcoming Annual General Meeting and being eligible, offers themselves for re-appointment.

DIRECTORS' REPORT (CONTINUED)

DIRECTORS' BENEFITS

During and at the end of the financial year, no arrangements subsisted to which the Company or its subsidiaries is a party, with the object or objects of enabling directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by the directors shown in the financial statements or the fixed salary of a full-time employee of the Company as disclosed in Note 31 to the financial statements) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

DIRECTORS' INTERESTS

According to the Register of Directors' Shareholdings, the interests of directors in office at the end of the financial year in the ordinary shares of the Company and its related corporations during the financial year are as follows:

	Number of ordinary shares of RM0.50 each			
	At 01.01.2013	Bought	Sold	At 31.12.2013
Haji Mustapha bin Mohamed	922	-	-	922

	Number of ICPS of RM0.50 each			
	At 01.01.2013	Bought	Sold	At 31.12.2013
Haji Mustapha bin Mohamed	371	-	-	371

* ICPS: Irredeemable Convertible Preference Shares

None of the other directors in office at the end of the financial year held any shares or debentures in the Company or in any related corporations during the financial year ended 31 December 2013.

By virtue of the abovementioned directors' interests in the Company, these directors are also deemed to have interests in the subsidiaries of the Company to the extent of the Company's interests in the subsidiaries.

DIRECTORS' REPORT (CONTINUED)

OTHER STATUTORY INFORMATION

Before the financial statements of the Group and the Company were prepared, the directors took reasonable steps:

- (a) to ascertain that proper action had been taken in relation to the writing-off of bad debts and the making of allowance for doubtful debts, and have satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and
- (b) to ensure that any current assets which were unlikely to be realised at their book values in the ordinary course of business have been written down to their estimated realisable values.

As of the date of this report, the directors are not aware of any circumstances:

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

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

- (a) any charge on the assets of the Group or the Company which has arisen since the end of the financial year and secures the liability of any other person; or
- (b) any contingent liability of the Group or the Company which has arisen since the end of the financial year other than those disclosed in Note 37 to the financial statements.

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

In the opinion of the directors, no item, transaction or event of a material or 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 the Company for the financial year.

SIGNIFICANT EVENTS

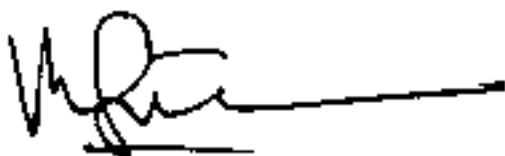
Details of the significant events are set out in Note 41 to the financial statements.

DIRECTORS' REPORT (CONTINUED)

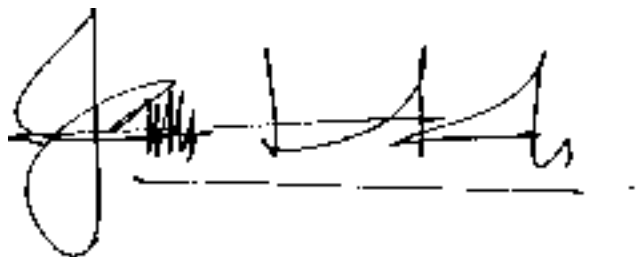
AUDITORS

The retiring auditors, Messrs. AljeffriDean, have indicated their willingness to be re-appointed in accordance with Section 172(2) of the Companies Act, 1965.

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



.....
Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas



.....
Jamal bin Mohd Aris

Ipoh, Perak Darul Ridzuan

Date: 17 April 2014

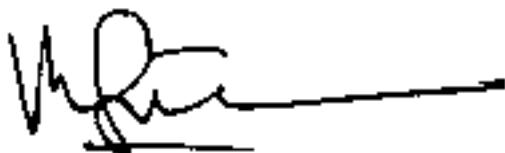
STATEMENT BY DIRECTORS

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

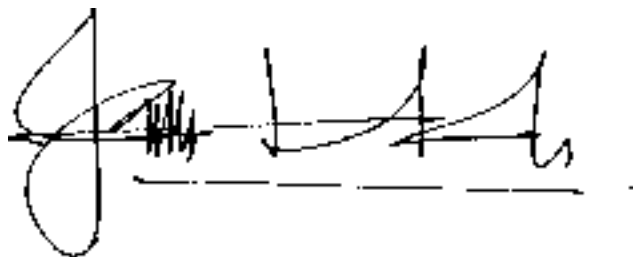
We, **Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas** and **Jamal bin Mohd Aris**, being two of the directors of **Majuperak Holdings Berhad**, do hereby state that in the opinion of the directors, the accompanying financial statements set out on pages 10 to 72 are drawn up in accordance with the applicable Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards, and the requirements of Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2013 and financial performance and the cash flows of the Group and of the Company for the year then ended.

The supplementary information set out in Note 42, which is not part of the financial statements, is prepared in all material respects in accordance with the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

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



.....
Tan Sri Dato' Seri Megat Najmuddin bin Datuk Seri Dr. Haji Megat Khas



.....
Jamal bin Mohd Aris

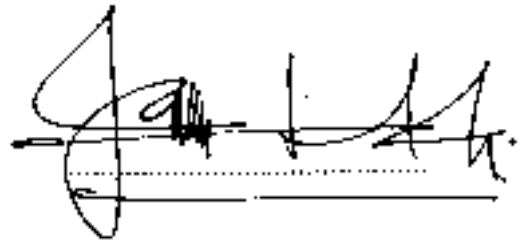
Ipoh, Perak Darul Ridzuan

Date: 17 April 2014

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

I, **Jamal bin Mohd Aris**, the director primarily responsible for the financial management of **Majuperak Holdings Berhad**, do solemnly and sincerely declare that the financial statements set out in page 10 to 72 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 **Jamal bin Mohd Aris**)
I/C No: 630419-02-6151)
at Ipoh, Perak Darul Ridzuan)
on this day of 17 April 2014)



Before me,


.....
COMMISSIONER FOR OATHS
S. LETCHUMI DEVI
No. 33 Jalan Dato' Maharajalela
30000 Ipoh, Perak.



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
MAJUPERAK HOLDINGS BERHAD (Company No.: 585389-X)
(Incorporated in Malaysia)**

Report on the Financial Statements

We have audited the financial statements of **Majuperak Holdings Berhad**, which comprise the statements of financial position of the Group and the Company as at **31 December 2013**, and the statements of comprehensive income, changes in equity and cash flows of the Group and the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 10 to 72.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia, and for such internal control as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and the Company as at 31 December 2013 and of their financial performance and cash flows for the financial year then ended.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Report on Other Legal and Regulatory Requirements

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

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

Other Reporting Responsibilities

The supplementary information set out in Note 42 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysia Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and directive of Bursa Malaysia Securities Berhad.

Other Matters

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



Aljeffri Dean
(AF 1366)
Chartered Accountants

Ipoh, Perak Darul Ridzuan

Date: 17 April 2014



Mohd Neezal Noordin
No. 2162/06/15 (J)
Chartered Accountant

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2013

	NOTE	GROUP		COMPANY	
		2013 RM	2012 RM	2013 RM	2012 RM
ASSETS					
Non-current assets					
Property, plant and equipment	4	6,336,586	5,755,704	103,451	194,522
Investment in subsidiary companies	5	-	-	148,497,343	148,497,343
Investment in associate company	6	-	-	-	-
Investment in jointly controlled entity	7	270,788	-	-	-
Long-term investment	8	9,903,993	9,078,250	200,000	200,000
Investment properties	9	10,116,823	10,246,394	4,392,185	4,438,985
Land held for property development	10	167,644,368	162,191,506	140,855	-
Development expenditure	11	7,845,338	5,493,225	1,097,031	212,605
Goodwill on consolidation	12	9,636,260	9,636,260	-	-
		<u>211,754,156</u>	<u>202,401,339</u>	<u>154,430,865</u>	<u>153,543,455</u>
Current assets					
Trade receivables	13	15,606,692	30,006,844	-	-
Other receivables, deposits and prepayments	14	11,203,270	11,337,250	3,731,973	2,902,667
Inventories	15	2,390,054	4,182,990	-	-
Property development cost	16	5,961,239	5,139,483	-	-
Contract work-in-progress	17	744,554	693,494	-	-
Amount due from subsidiary companies	5	-	-	37,388,386	41,044,753
Amount due from related companies	18	9,064,241	9,747,458	321,269	955,448
Deposits, cash and bank balances	19	17,733,737	15,365,382	379,984	217,856
		<u>62,703,787</u>	<u>76,472,901</u>	<u>41,821,612</u>	<u>45,120,724</u>
TOTAL ASSETS		<u>274,457,943</u>	<u>278,874,240</u>	<u>196,252,477</u>	<u>198,664,179</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013
(CONTINUED)**

	NOTE	GROUP		COMPANY	
		2013 RM	2012 RM	2013 RM	2012 RM
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent					
Share capital	20	91,290,769	87,588,084	91,290,769	87,588,084
Irredeemable convertible preference share	21	53,193,921	58,483,271	53,193,921	58,483,271
Share premium	22	35,108,151	33,521,486	35,108,151	33,521,486
Investment revaluation reserve	23	1,247,055	421,313	-	-
Accumulated profits	24	27,338,767	31,204,954	2,508,336	2,834,613
Shareholders' equity		208,178,663	211,219,108	182,101,177	182,427,454
Non-controlling interest	25	704,122	571,523	-	-
Total equity		208,882,785	211,790,631	182,101,177	182,427,454
LIABILITIES					
Current liabilities					
Trade payables		3,720,997	2,528,210	-	-
Other payables and accruals	26	5,838,631	6,750,789	628,690	647,283
Amount due to related companies	18	9,213,494	9,336,062	-	110,401
Amount due to holding corporation	27	6,161,975	8,193,653	6,161,975	8,193,653
Bank borrowings	28	1,440,230	885,611	-	-
Hire purchase payables	29	23,846	27,215	12,778	12,778
Provision for taxation		1,223,117	1,223,915	186,244	88,132
		27,622,290	28,945,455	6,989,687	9,052,247
Non-current liabilities					
Amount due to holding corporation	27	7,103,959	7,103,959	7,103,959	7,103,959
Bank borrowings	28	2,650,000	2,800,000	-	-
Hire purchase payables	29	108,215	142,370	57,654	80,519
Deferred taxation	30	28,090,694	28,091,825	-	-
		37,952,868	38,138,154	7,161,613	7,184,478
TOTAL LIABILITIES		65,575,158	67,083,609	14,151,300	16,236,725
TOTAL EQUITY AND LIABILITIES		274,457,943	278,874,240	196,252,477	198,664,179

See accompanying notes to the financial statements.

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

	NOTE	GROUP		COMPANY	
		2013 RM	2012 RM	2013 RM	2012 RM
Revenue		10,252,152	32,056,562	2,720,000	3,345,000
Cost of sales		(4,303,118)	(19,116,149)	-	(11,827)
Gross profit		5,949,034	12,940,413	2,720,000	3,333,173
Other income		1,721,716	1,914,249	853,327	304,754
Administrative expenses		(10,179,607)	(9,663,650)	(2,563,007)	(2,239,923)
(Loss)/Profit from operation	31	(2,508,857)	5,191,012	1,010,320	1,398,004
Finance costs	32	(460,593)	(470,326)	(345,058)	(383,277)
Share of results of jointly controlled entity		(229,212)	-	-	-
(Loss)/Profit before taxation		(3,198,662)	4,720,686	665,262	1,014,727
Taxation	33	(104,013)	(2,338,747)	(413,626)	(729,147)
Net (loss)/profit for the year		(3,302,675)	2,381,939	251,636	285,580
Other comprehensive income					
Item that may be subsequently reclassified to profit or loss:					
- Fair value of available-for-sale financial assets		825,742	14,629	-	-
- Reclassification adjustment for gain included in profit or loss		-	(1,947)	-	-
Net other comprehensive income for the financial year		825,742	12,682	-	-
Total comprehensive (loss)/income for the year		(2,476,933)	2,394,621	251,636	285,580
(Loss)/Profit attributable to:					
Equity holders of the Company		(3,288,274)	2,387,717	251,636	285,580
Non-controlling interests		(14,401)	(5,778)	-	-
		(3,302,675)	2,381,939	251,636	285,580
Total comprehensive (loss)/income attributable to:					
Equity holders of the Company		(2,462,532)	2,400,399	251,636	285,580
Non-controlling interests		(14,401)	(5,778)	-	-
		(2,476,933)	2,394,621	251,636	285,580
(Loss)/Earnings per share					
- Basic	34 (a)	(2.24) sen	0.86 sen		
- Diluted	34 (b)	(2.24) sen	0.86 sen		

See accompanying notes to the financial statements.

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013**

GROUP	NOTE	Share Capital RM	ICPS RM	Investment Revaluation Reserve RM	Share Premium RM	Accumulated Profits RM	Total RM	Non-controlling Interest RM	Total Equity RM
As at 31.12.2011		84,685,849	62,629,321	408,631	32,277,671	27,208,434	207,209,906	577,301	207,787,207
Conversion of ICPS to share capital and share premium	20 - 22	2,902,235	(4,146,050)	-	1,243,815	-	-	-	-
Dividend on ICPS	35	-	-	-	-	(603,086)	(603,086)	-	(603,086)
Winding up of subsidiary companies		-	-	-	-	976,000	976,000	-	976,000
Reversal of deferred taxation liabilities		-	-	-	-	1,235,889	1,235,889	-	1,235,889
Total comprehensive income for the year		-	-	12,682	-	2,387,717	2,400,399	(5,778)	2,394,621
As at 31.12.2012		87,588,084	58,483,271	421,313	33,521,486	31,204,954	211,219,108	571,523	211,790,631

STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

GROUP	NOTE	Share Capital RM	ICPS RM	Investment Revaluation Reserve RM	Share Premium RM	Accumulated Profits RM	Total RM	Non-controlling Interest RM	Total Equity RM
As at 31.12.2012		87,588,084	58,483,271	421,313	33,521,486	31,204,954	211,219,108	571,523	211,790,631
Conversion of ICPS to share capital and share premium	20 - 22	3,702,685	(5,289,350)	-	1,586,665	-	-	-	-
Dividend on ICPS	35	-	-	-	-	(577,913)	(577,913)	-	(577,913)
Acquisition of subsidiary company	40	-	-	-	-	-	-	147,000	147,000
Total comprehensive loss for the year		-	-	825,742	-	(3,288,274)	(2,462,532)	(14,401)	(2,476,933)
As at 31.12.2013		91,290,769	53,193,921	1,247,055	35,108,151	27,338,767	208,178,663	704,122	208,882,785

See accompanying notes to the financial statements.

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

COMPANY		Share Capital RM	ICPS RM	Share Premium RM	Accumulated Profits RM	Total RM
	NOTE					
As at 01.01.2012		84,685,849	62,629,321	32,277,671	3,152,119	182,744,960
Conversion of ICPS to share capital and share premium	20 - 22	2,902,235	(4,146,050)	1,243,815	-	-
Dividend on ICPS	35	-	-	-	(603,086)	(603,086)
Total comprehensive income for the year		-	-	-	285,580	285,580
As at 31.12.2012		87,588,084	58,483,271	33,521,486	2,834,613	182,427,454
Conversion of ICPS to share capital and share premium	20 - 22	3,702,685	(5,289,350)	1,586,665	-	-
Dividend on ICPS	35	-	-	-	(577,913)	(577,913)
Total comprehensive income for the year		-	-	-	251,636	251,636
As at 31.12.2013		91,290,769	53,193,921	35,108,151	2,508,336	182,101,177

See accompanying notes to the financial statements.

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

	GROUP		COMPANY		
	NOTE	2013 RM	2012 RM	2013 RM	2012 RM
CASH FLOW FROM OPERATING ACTIVITIES					
Cash collection from customer/receivables		25,754,150	25,513,173	-	-
Cash received from other income		172,459	510,425	57,024	250,337
Cash paid to employees		(3,977,198)	(4,063,667)	(873,231)	(745,971)
Cash paid for other expenses		(4,181,843)	(3,960,878)	(520,972)	(823,680)
Cash paid to trade payables		(2,850,274)	(2,327,025)	(153,685)	(45,136)
Cash paid to other payables		(1,316,001)	(1,122,796)	(611,055)	(367,590)
Cash paid to related companies		-	-	(5,000)	(147,782)
Repayment from subsidiary companies		-	-	3,963,505	2,971,723
Repayment to holding corporation		(2,272,722)	(2,281,797)	(552,090)	(31,164)
Cash paid for contract work in progress		(11,566)	(162,448)	-	-
Cash paid for tax		(1,839,929)	(2,097,419)	(496,725)	(231,805)
Net cash generated from operating activities		9,477,076	10,007,568	807,771	828,932
CASH FLOW FROM INVESTING ACTIVITIES					
Interest income received		354,118	119,114	-	-
Dividend received		232,980	284,223	-	-
Purchase of property, plant and equipment		(1,259,389)	(283,768)	(40,224)	(91,742)
Proceed from disposal of property, plant and equipment		20,000	261,300	-	-
Proceed from disposal of investment securities		-	27,550	-	-
Land held for property development		(59,310)	(1,593,201)	-	-
Development cost		(4,907,005)	(2,917,992)	-	-
Net cash used in investing activities		(5,618,606)	(4,102,774)	(40,224)	(91,742)
CASH FLOW FROM FINANCING ACTIVITIES					
Dividend paid on ICPS		(577,913)	(603,086)	(577,913)	(603,086)
Proceed from secured loan		377,329	2,975,000	-	-
Placement of deposit pledge to bank		(1,466,724)	-	-	-
Repayment of borrowings		(250,000)	-	-	-
Repayment of hire purchase		(40,152)	(212,660)	(27,506)	(27,506)
Interest paid		(138,254)	(114,091)	-	(37,213)
Net cash (used in)/generated from financing activities		(2,095,714)	2,045,163	(605,419)	(667,805)

**STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

	GROUP		COMPANY		
	NOTE	2013 RM	2012 RM	2013 RM	2012 RM
Net increase in cash and cash equivalents		1,762,756	7,949,957	162,128	69,385
Cash and cash equivalents at beginning of the year		14,929,771	6,979,814	217,856	148,471
Cash and cash equivalents at end of the year		16,692,527	14,929,771	379,984	217,856
Represented by:					
Cash and bank balances		6,345,901	7,477,361	379,984	217,856
Fixed deposit with licensed bank		11,387,836	7,888,021	-	-
Bank overdraft		(1,041,210)	(435,611)	-	-
		16,692,527	14,929,771	379,984	217,856

See accompanying notes to the financial statements

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

1. GENERAL INFORMATION

The Company is a public limited liability company, domiciled and incorporated in Malaysia and listed on the Main Market of the Bursa Malaysia Securities Berhad. The registered office and principal place of business is located at 1st Floor Wisma Wan Mohamed, Jalan Panglima Bukit Gantang Wahab, 30000 Ipoh, Perak Darul Ridzuan.

The principal activities of the Company are investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are described in Note 5. There have been no significant changes in the nature of the activities during the financial year.

The financial statements of the Group and of the Company are presented in Ringgit Malaysia, which is the functional and presentation currency of the Group and of the Company.

The financial statements of the Company were authorised for issue by the Board of Directors on 17 April 2014.

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The financial statements have been prepared under the historical cost convention, except as disclosed in the significant accounting policies below.

The preparation of financial statements in conformity with MFRSs requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenue and expenses during the reporting period. It also requires Directors to exercise their judgment in the process of applying the Group’s and the Company’s accounting policies. Although these estimates and judgment are based on the Directors’ best knowledge of current events and actions, actual results may differ.

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Group and by the Company are consistent with those adopted in the previous year except as discussed below:

a) Effects of adopting new/amendments MFRSs

On 01 January 2013, the Group and the Company adopted the following new and amended MFRSs mandatory for annual financial periods beginning on or after 01 January 2013.

Effective for financial periods beginning on or after 01 January 2013

MFRS 3	Business Combinations
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (revised)
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
Amendments to MFRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Annual Improvements to 1C Interpretations and MFRS s 2009 – 2011 Cycle	

The adoption of the above pronouncements did not have any impact on the financial statements of the Group and the Company, except for the following:

MFRS 12 Disclosures of Interests in Other Entities

MFRS 12 is a disclosure standard and is applicable to entities that have interest in subsidiaries, joint arrangements, associates and/or unconsolidated structured entities. In general, the disclosure requirements in MFRS 12 are more extensive than those in the current standards. The adoption of this standard affects disclosures in the financial statements only and has no financial impact on the Group's financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

a) Effects of adopting new/amendments MFRSs...(Cont'd.)

MFRS 13 Fair Value Measurement

MFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. The standards define fair value, establishes a framework for measuring fair value, and requires disclosures about fair value measurements. The scope of MFRS 13 is broad, it applies to both financial instruments items and non-financial instrument items for which other IFRSs require or permit fair value measurements and disclosure about fair value measurements, except in specified circumstances. In general, the disclosure requirements in MFRS 13 are more extensive than those required in the current standards. For example, quantitative and qualitative disclosures based on the three-level value hierarchy required for financial instruments only under MFRS 7 Financial Instruments: Disclosure will be extended by MFRS 13 to cover all assets and liabilities within its scope.

The Directors anticipate that the application of the new Standards may affect the amounts reported in the financial statements and result in more extensive disclosure in the financial statements.

Amendments to MFRS 101 Presentation of Items of Other Comprehensive Income

The amendments to MFRS 101 Presentation of Items of Other Comprehensive Income change the grouping of items presented in other comprehensive income. Items that could be reclassified to profit or loss at a future points in time (for examples, exchange differences on translation of foreign operations and net gains or losses on AFS financial assets) would be presented separately from items that will never be reclassified (for example, actuarial gains and losses on defined benefit obligations).

The adoption of this standard affects the presentation in the financial statements only and has no financial impact on the Group and the Company's financial statements.

b) Standards issued but not yet effective

The Group and the Company have not adopted the following MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective:

Effective for financial periods beginning on or after 01 January 2014

Amendment to MFRS 10	Consolidated Financial Statements: Investment Entities
Amendment to MFRS 12	Disclosure of Interests in Other Entities: Investment Entities
Amendment to MFRS 127	Consolidated and Separate Financial Statements: Investment Entities
Amendments to MFRS 132	Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

b) Standards issued but not yet effective...(Cont'd.)

Effective for financial periods beginning on or after 01 July 2014

Amendments to MFRS 3	Business Combinations (Annual Improvements 2010 - 2012 Cycle and 2011 - 2013 Cycle)
Amendments to MFRS 13	Fair Value Measurement (Annual Improvements 2011 - 2013 Cycle)
Amendment to MFRS 119	Employee Benefits - Defined Benefit Plans: Employee Contributions
Amendments to MFRS 140	Investment Properties (Annual Improvements 2011 - 2013 Cycle)

Effective for a date yet to be confirmed

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009)
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)
Amendments to MFRS 9	Financial Instruments – Mandatory Effective Date of MFRS 9 and Transition Disclosure

The Group and the Company plan to apply the abovementioned standards and amendments when they become effective in the respective financial periods. These standards and amendments are not expected to have any effect to the Group's and Company's financial statements upon its initial application or interpretations that are effective for financial periods beginning on or after 01 January 2014.

The Directors expect that the adoption of the other standards and interpretation above will have no material impact on the financial statements in the period of initial application except for those discussed below:

MFRS 9 Financial Instruments

MFRS 9 requires all recognised financial assets that are within the scope of MFRS 139 Financial Instruments: Recognition and Measurement to be subsequently measured at amortised cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods. All other debt investments and equity investments are measured at their fair values at the end of subsequent accounting periods.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

b) Standards issued but not yet effective...(Cont'd.)

MFRS 9 Financial Instruments...(Cont'd.)

The most significant effect of MFRS 9 regarding the classification and measurement of financial liabilities relates to the accounting for changes in the fair value of a financial liability (designated as at 'fair value through profit or loss') attributable to changes in the credit risk of that liability. Specifically, under MFRS 9, for financial liabilities that are designated as at 'fair value through profit or loss', the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss.

c) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and all subsidiaries. Subsidiaries are entities controlled by the Company. The Group adopted MFRS 10 Consolidated Financial Statements in the current financial year. This resulted in changes in the following policies:

- a) Control exists when the Group is exposed, or has rights, to variable return from its involvement with the entity and has the ability to affect those returns through its power over the entity. In the previous financial year, control exists when the Group has the ability to exercise its power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.
- b) Potential voting rights considered when assessing control only when such rights are substantive. In the previous financial years, potential voting rights are considered when assessing control when such rights are presently exercisable.
- c) The Group considers its *de facto* power over an investee when, despite not having the majority of voting rights, it has the current ability to direct the activities of the investee that significantly affect the investee's return. In the previous financial years, the Group did not consider *de facto* power in its assessment of control.

The change in accounting policy has been made retrospectively and in accordance with the transitional provision of MFRS 10. The adoption of MFRS 10 has no significant impact to the financial statements of the Group.

Investment in subsidiaries are accounted for in the Company's separate financial statements at cost. If an investment in a subsidiary is classified as held for sale, that investment is accounted for in accordance with MFRS 5 Non-current Assets Held for Sale and Discontinued Operations.

The results of a subsidiary are included in the consolidated financial statements from the acquisition date until the date on which the Company ceases to control the subsidiary. Any difference between the fair value of the consideration received from the loss of control of a subsidiary and the carrying amount as at the date when control is lost, including the cumulative amount of any translation difference that relate to the subsidiary formerly recognised in other comprehensive income, is reclassified to consolidated profit or loss as a gain or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

c) Basis of consolidation...(Cont'd.)

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

Non-controlling interests are presented in the consolidated statement of financial position within equity, separately from the equity attributable to owners of the parent. Non-controlling interests in the profit or loss of the Group are also separately disclosed.

Changes in the Company's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received are recognised directly in equity and attributable to the owners of the parent.

All intragroup balances, transactions, income and expenses are eliminated in full.

d) Business combinations

Business combinations are accounted for by applying the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, the liabilities incurred by the Group to former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. Acquisition-related costs are generally recognised in profit or loss as incurred.

At the acquisition date, the Group allocates the cost of a business combination by recognising the acquiree's identifiable assets, liabilities and contingent liabilities that satisfy the recognition criteria in MFRS 3 Business Combinations at their fair values, except for non-current assets and disposal groups that are classified as held for sale in accordance with MFRS 5 Non-current Assets Held for Sale and Discontinued Operations, which are recognised at fair value less costs to sell.

e) Jointly controlled entity

The Group has an interest in a joint venture which is a jointly controlled entity. A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control, and a jointly controlled entity is a joint venture that involves the establishment of a separate entity in which each venturer has an interest.

Investment in jointly controlled entity is accounted for in the consolidated financial statements using the equity method of accounting.

In the Company's separate financial statements, investment in jointly controlled entity is stated at cost less impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 3(r).

On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

f) Property, plant and equipment

The cost of an item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the Group and the Company and the cost of the item can be measured reliably. After recognition as an asset, items of property, plant and equipment are carried at cost less accumulated depreciation and any accumulated impairment losses, except for freehold land and buildings.

After recognition as an asset, freehold land and buildings (excluding the building referred to above) are carried at their revalued amount, being their fair value at the date of the revaluation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are made with sufficient regularity to ensure that carrying amounts do not differ materially from that which would be determined using fair value at the end of the reporting period.

A revaluation increase arising from a revaluation is recognised in other comprehensive income and accumulated in equity under the heading of property revaluation surplus, except when the increase is recognised in the profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A revaluation decrease arising from a revaluation is recognised in profit or loss, except when the decrease is recognised in other comprehensive income to the extent of any credit balance existing in the property revaluation surplus in respect of that asset. The decrease recognised in other comprehensive income reduces the amount accumulated in equity under the heading of property revaluation surplus. A revaluation surplus is transferred directly to retained earnings when the associated asset is derecognised.

Except for freehold land and properties under construction which are not depreciated, depreciation is provided on a straight-line basis so as to write off the depreciable amount of the following assets over their estimated useful lives, as follows:

Buildings	50 years
Renovation	5 to 10 years
Furniture, fittings and office equipment	5 to 10 years
Motor vehicles	5 years

Depreciation of an asset begins when it is ready for its intended use.

The carrying amounts of items of property, plant and equipment are derecognised on disposal or when no future economic benefits are expected from their use or disposal. Any gain or loss arising from the derecognition of items of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amounts of the item, is included in profit or loss. Neither the sale proceeds nor any gain on derecognition is classified as revenue.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

g) Goodwill

Goodwill arising on the acquisition of a subsidiary or a proportionately consolidated jointly-controlled entity, being the excess of the aggregate of the consideration transferred, the amount of any non-controlling interest in the acquiree, and the acquirer's previously held equity interest in the acquiree over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. After initial recognition, goodwill is measured at cost less any accumulated impairment losses.

Goodwill is not amortised but is reviewed for impairment at least annually. For the purpose of impairment testing, goodwill is allocated at the acquisition date to each of the Group's cash-generating units that are expected to benefit from the synergies of the combination. A cash-generating unit to which goodwill has been allocated is tested for impairment annually, and whenever there is an indication that the unit may be impaired, by comparing the carrying amount of the unit, including the goodwill, with the recoverable amount of the unit. An impairment loss is recognised for a cash-generating unit when the recoverable amount of the unit is less than the carrying amount of the unit. Any impairment loss recognised is first allocated to reduce the carrying amount of any goodwill allocated to the unit and then, to the other assets of the unit within the scope of MFRS 136 Impairment of Assets pro rata on the basis of the carrying amount of each applicable asset in the unit. Any impairment loss recognised for goodwill is not reversed.

Goodwill arising on the acquisition of investments in associates or equity accounted jointly-controlled entities is included within the carrying amount of the investments and is assessed for impairment as part of the investment.

If, after reassessment, the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised exceeds the cost of the business combination, the excess is recognised immediately in profit or loss.

On disposal of a subsidiary or a proportionately consolidated jointly-controlled entity, the attributable amount of goodwill is included in the determination of the gain or loss on disposal.

h) Investment properties

Investment properties of the Group principally comprising office and industrial buildings are held for long-term rental yields and are not substantially occupied by the Company. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and any accumulated impairment loss.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in profit or loss in the year in which they arise.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

i) Investment in associates

An associate is an entity over which the Group has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

Investment in associates are accounted for in the Company's separate financial statements at cost. If an associate is classified as held for sale, the investment is accounted for in accordance with MFRS 5 Non-current Assets Held for Sale and Discontinued Operations.

Investment in associates are accounted for in the Group's consolidated financial statements using the equity method until the date the Group ceases to have significant influence over the associates or the investment is classified as held for sale in accordance with MFRS 5 Non-current Assets Held for Sale and Discontinued Operations.

Under the equity method, investment in associates are initially recognised at cost and thereafter, the carrying amount is increased or decreased to recognise the Group's share of the profit or loss of the investees after the date of acquisition. Losses of associates in excess of the Group's interest in the associates, include any long-term interests that form part of the Group's net investment in the associates, are not recognised.

Profits or losses on transactions entered into between the Group and associates are eliminated to the extent of the Group's interest in the associates.

On acquisition of an investment in an associate, any excess of the cost of the investment over the Group's share of the net fair value of the associate's identifiable assets, liabilities and contingent liabilities is included in the carrying amount of the investment. If, after reassessment, the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised exceeds the cost of the business combination, the excess is included as income in the determination of the Group's share of the associates' profit or loss in the period in which the investment is acquired.

j) Inventories

i) Developed properties held for sale

Completed properties held for sale are stated at the lower of cost and net realisable value. Cost consists of costs associated with the acquisition of land, direct costs and appropriate proportions of common costs attributable to developing properties to completion.

ii) Other inventories

Consumables and spare parts are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost basis. Net realisable value represents the estimated selling price in the ordinary course of business less selling and distribution costs and all other estimated costs to completion.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

k) Leases

Lease of property, plant and equipment is recognised as finance lease if it transfers substantially to the Group and the Company all the risk and rewards incidental to the ownership. All other leases are treated as operating lease.

The upfront payments made under an operating lease are classified as prepaid lease payments and are amortised to the statements of comprehensive income on a straight line basis over the lease period.

l) Development expenditure

Agricultural

Direct and indirect payments for projects under development are stated at cost in the financial statements. Such expenditures are capitalised until the project is able to generate income. The policy of the recognition and measurement of impairment losses are in accordance with Note 3(r) to the financial statements.

Renewable energy development

Direct and indirect expenditure payments for solar energy projects under development are stated at cost in the financial statements. Such expenditures is capitalised until the project is able to generate income. The policy of the recognition and measurement of impairment losses are in accordance with Note 3(r) to the financial statements.

The amount of development costs recognised as asset are amortised and recognised as an expense on a systematic basis so as to reflect the pattern in which the related economic benefits are recognised.

m) Amount due from contract customer

Amount due from contract customers on construction contracts is stated at cost plus attributable profits less foreseeable losses and less progress billings. Cost includes all direct construction costs and other related costs. Where progress billings exceed the aggregate amount due from contract customers plus attributable profits less foreseeable losses, the net credit balance on all such contracts is shown in payables as amount due to contract customers. Where progress billings less than the aggregate amount due from contract customers plus attributable profits less foreseeable losses, the net debit balance on all such contracts is shown as accrued billings under current assets.

n) Land held for property development

Land held for property development consist of land or such portions thereof on which no development activities have been carried out or where development activities are not expected to be completed within the Group's normal operating cycle of 2 to 3 years. Such land is classified within non-current assets and is stated at cost less any accumulated impairment losses.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

n) Land held for property development...(Cont'd.)

Land held for property development is reclassified as property development costs at the point when development activities have commenced and where it can be demonstrated that the development activities can be completed within the Group's normal operating cycle of 2 to 3 years. Cost associated with the acquisition of land includes price of the land, professional fees, stamp duties, commissions, conversion fees and other relevant levies.

o) Property development cost

Property development costs comprise costs associated with the acquisition of land and all costs that are directly attributable to development activities or that can be allocated on a reasonable basis to such activities. 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.

The excess of revenue recognised in the statement of comprehensive income over billings to purchasers is classified as accrued billings within trade receivables and the excess of billings to purchasers over revenue recognised in the statement of comprehensive income is shown under trade payables.

p) Accounting for hire purchase arrangements

Assets acquired under hire purchase arrangements are being capitalised and the corresponding obligations treated as liabilities in the financial statements.

Finance costs are allocated to profit or loss to give a constant periodic rate of interest on the remaining hire purchase payables.

Assets acquired under hire purchase arrangements are depreciated over their expected useful lives on the same basis as owned assets.

q) Financial assets

Financial assets are recognised in the statements of financial position when the Group and the Company become a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised and derecognised using trade date accounting.

On initial recognition, financial assets are measured at fair value, plus transaction costs for financial assets not at 'fair value through profit or loss'.

Effective interest method is a method of calculating the amortised cost of financial assets and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimate future cash receipts through the expected life of the financial assets or a shorter period to the net carrying amount of the financial assets.

After initial recognition, financial assets are classified into one of four categories: financial assets at 'fair value through profit or loss', 'held-to-maturity' investments, loans and receivables and 'available-for-sale' financial assets.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

q) Financial assets...(Cont'd.)

i) Financial assets at 'fair value through profit or loss'

Financial assets are classified as at 'fair value through profit or loss' when the financial assets are either 'held for trading', or upon initial recognition, financial assets are designated as at 'fair value through profit or loss'.

A financial asset is classified as 'held for trading' if:

- it is acquired principally for the purpose of selling it in the near term; or
- on initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective hedging instrument.

Financial assets (other than 'held for trading') are designated as at 'fair value through profit or loss' upon initial recognition if:

- it eliminates or significant reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or recognising the gains and losses on them on different bases; or
- a group of financial assets is managed and its performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- a contract contains one or more embedded derivatives, the entire hybrid contracts are designated as at 'fair value through profit or loss'.

After initial recognition, financial assets at 'fair value through profit or loss' are measured at fair value. Gains or losses on the financial assets at 'fair value through profit or loss' are recognised in profit or loss.

ii) 'Held-to-maturity' Investments

'Held-to-maturity' investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Group and the Company have the positive intention and ability to hold to maturity.

After initial recognition, 'held-to-maturity' investments are measured at amortised cost using the effective interest method less any accumulated impairment losses. Gains or losses are recognised in profit or loss when 'held-to-maturity' investments are derecognised or impaired.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

q) Financial assets...(Cont'd.)

iii) Loans and receivables

Loans and receivables are non-derivative financial assets (such as trade receivables, loans assets, unquoted debt instruments and deposits held in banks) with fixed or determinable payments that are not quoted in an active market.

After initial recognition, loans and receivables are measured at amortised cost using the effective interest method less any accumulated impairment losses. Gains or losses are recognised in profit or loss when loans and receivables are derecognised or impaired.

iv) 'Available-for-sale' financial assets

Investment in quoted equity and debt instruments that are traded in active market and certain unquoted equity instruments (when the fair value can be determined using a valuation technique) are classified as 'available-for-sale' financial assets. 'Available-for-sale' financial assets are measured at fair value.

Gains or losses on 'available-for-sale' financial assets are recognised in other comprehensive income, except for impairment losses and foreign exchange gains or losses, until the 'available-for-sale' financial assets are derecognised. At that time, the cumulative gains or losses previously recognised in other comprehensive income are reclassified from equity to profit or loss as a reclassification adjustment.

Interest calculated using the effective interest method is recognised in profit or loss. Dividends on 'available-for-sale' equity instruments are recognised in profit or loss when the Group's and the Company's right to receive payment is established.

v) Investment in unquoted equity Instruments carried at cost

Investment in equity instruments which do not have a quoted market price in an active market and whose fair value cannot be reliably measured and derivatives that are linked to and must be settled by delivery of such an unquoted equity instruments, are measured at cost less any accumulated impairment losses.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

q) Financial assets...(Cont'd.)

vi) Reclassifications of financial assets

The Group and the Company do not reclassify derivative out of the 'fair value through profit or loss' category while they are held or in issue. Equally, the Group and the Company do not reclassify other financial assets out of the 'fair value through profit or loss' category if upon initial recognition, those financial assets were designated as at 'fair value through profit or loss'. Other financial assets are not reclassified into the 'fair value through profit or loss' category after initial recognition under another category.

When it is no longer appropriate to classify an investment as 'held-to-maturity' as a result of a change in intention and ability, the investment is reclassified as held for sale and re-measured at fair value. Any difference between the carrying amount and fair value of the investment is recognised in other comprehensive income.

vii) Impairment of financial assets

At the end of each reporting period, the Group and the Company assess whether there is any objective evidence that financial assets held, other than financial assets at 'fair value through profit or loss', are impaired. Financial assets are impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the financial assets which have an impact on the estimated future cash flows of the financial assets that can be reliably measured.

For investments in equity instruments classified as 'available-for-sale', objective evidence that the financial assets are impaired include the disappearance of an active market for the financial assets because of financial difficulties, or the decline of the market price below the cost.

For other financial assets, objective evidence could include:

- significant financial difficulty of the issuer; or
- a breach of contract; or
- the lender granting to the borrower a concession that the lender would not otherwise consider; or
- it becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- observable data indicating that there is a measurable decrease in the estimated future cash flows from the financial assets since the initial recognition of those assets.

Impairment losses, in respect of 'held-to-maturity' investments carried at amortised cost are measured as the differences between the assets' carrying amounts and the present values of their estimated future cash flows discounted at the 'held-to-maturity' investments' original effective interest rate.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

q) Financial assets...(Cont'd.)

vii) Impairment of financial assets...(Cont'd.)

For certain categories of financial assets, such as trade receivables, if it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the assets are included in a group with similar credit risk characteristics and collectively assessed for impairment.

The carrying amounts of the financial assets are reduced directly, except for the carrying amounts of trade receivables which are reduced through the use of an allowance account. Any impairment loss is recognised in profit or loss immediately. If, in later periods, the amount of any impairment loss decreases, the previously recognised impairment losses are reversed directly, except for the amounts related to trade receivables which are reversed to write back the amount previously provided in the allowance account. The reversal is recognised in profit or loss immediately.

If there is objective evidence that impairment losses have been incurred on financial assets carried at cost, the amount of any impairment loss is measured as the differences between the carrying amounts of the financial assets and the present value of their estimated future cash flows discounted at the current market rate of return for a similar financial assets. Such impairment losses are not reversed.

For 'available-for-sale' financial assets, if a decline in fair value has been recognised in other comprehensive income and there is objective evidence that the assets are impaired, the cumulative losses that have been recognised are reclassified to profit or loss.

Impairment losses recognised in profit or loss for an investment in an equity instrument classified as 'available-for-sale' financial assets are not reversed through profit or loss.

If the fair value of a debt instrument classified as an 'available-for-sale' financial asset subsequently increases, and the increase can be objectively related to an event occurring after the impairment losses were recognised in profit or loss, the impairment losses are reversed and recognised in profit or loss.

viii) Derecognition of financial assets

Financial assets are derecognised when the contractual rights to the cash flows from the financial assets expire or the Group and the Company transfer the financial assets and the transfers qualify for derecognition.

On derecognition of financial assets in their entirety, the differences between the carrying amounts and the sum of the consideration received and any cumulative gains or losses that have been recognised in other comprehensive income are recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

r) Impairment of non-financial assets

At each statements of financial position 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 amounts of the assets with their recoverable amount. Recoverable amount is the higher of net selling price and value in use, which is measured by reference to discounted future cash flows.

Impairment losses are recognised as an expense in the statement of comprehensive income immediately, unless the assets are carried at a revalued amount. Any impairment losses of revalued assets are treated as a revaluation decrease to the extent of any unutilised previously recognised revaluation surplus for the same assets. Reversal of impairment losses recognised in prior years are recorded when the impairment losses recognised for the assets no longer exist or have decreased.

s) Financial liabilities and equity instruments

i) Classification of liabilities and equity

On initial recognition, financial liabilities and equity instruments are classified in accordance with the substance of the contractual arrangement.

Interests, dividends, losses and gains relating to a financial instrument that is classified as a financial liability is recognised as income or expense in profit or loss. Distributions to holders of an equity instrument are debited directly to equity, net of any related income tax benefit. Transaction costs of an equity instrument are accounted for as a deduction from equity, net of any related income tax benefit.

ii) Equity instruments

Equity instruments are any contracts that evidence a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

iii) Financial liabilities

Financial liabilities are recognised in the statements of financial position when the Group and the Company become a party to the contractual provisions of the instrument.

On initial recognition, financial liabilities are measured at fair value, plus transaction costs for financial liabilities not at 'fair value through profit or loss'.

After initial recognition, financial liabilities are either classified as at 'fair value through profit or loss' or amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

s) Financial liabilities and equity instruments...(Cont'd.)

iv) Other financial liabilities

The Group's and the Company's other financial liabilities include trade payables, other payables and loans and borrowings.

Trade and other payables are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Loans and borrowings are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

For other financial liabilities, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

v) Derecognition of financial liabilities

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Any difference between the carrying amounts of financial liabilities derecognised and the consideration paid is recognised in profit or loss.

t) Revenue recognition

i) Revenue from construction contracts

Revenue from construction contracts in short term is recognised in the statement of comprehensive income when the job is done. Revenue from construction contracts in long term is recognised as revenue and expenses respectively by using the stage of completion method. The stage of completion is measured by reference to the proportion of contract costs incurred for work performed to date to the estimated total contract costs.

Where the outcome of a construction contract cannot be reliably estimated, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred. When it is probable that contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

ii) Management service

Revenue from management service is recognised on an accrual basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

t) Revenue recognition...(Cont'd.)

iii) Sale of completed properties

Revenue relating to sale of completed properties is recognised, net of discounts, upon the transfer of significant risk and reward of ownership to the buyer.

iv) Contract income

Income from contracts/projects of the Group is recognised on percentage of completion method.

v) Interest income

Interest income is recognised on an accrual basis that reflects the effective yield on the asset.

vi) Rental income

Rental income is recognised on an accrual basis.

vii) Dividend income

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

u) Employee benefits

i) Short-term employment benefits

Short-term employment benefits, such as wages, salaries and social security contributions, are recognised as expense when the employees have rendered services to the Group and the Company.

The expected cost of accumulating compensated absences are recognised when the employees render services that increase their entitlement to future compensated absences. The expected cost of non-accumulating compensated absences, such as sick and medical leaves, are recognised when the absences occur.

The expected cost of accumulating compensated absences are measured as the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the end of the reporting period.

The expected cost of profit-sharing and bonus payments are recognised when the Group and the Company have a present legal or constructive obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made. A present obligation exists when the Group and the Company have no realistic alternative but to make the payments.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

u) Employee benefits...(Cont'd.)

ii) Defined contribution plan

Contributions payable to the defined contribution plan are recognised as expense when the employees have rendered services to the Group and the Company.

iii) Termination benefits

Termination benefits are recognised as a liability and an expense when the Group and the Company are demonstrably committed to either terminate the employment of the employees before the normal retirement date, or provide termination benefits as a result of an offer made for voluntary redundancy. The Group and the Company are demonstrably committed to a termination when the Group and the Company have a detailed formal plan for the termination and are without realistic possibility of withdrawal.

Termination benefits in relation to the offer made to encourage voluntary redundancy are measured based on the number of employees expected to accept the offer.

v) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of the assets when the Group and the Company incur the expenditure for the assets, incur borrowing costs and undertake activities that are necessary to prepare the assets for the intended use or sale.

Capitalisation of borrowing costs is suspended during extended periods in which active development is suspended and ceased when substantially all the activities necessary to prepare the qualifying assets for the intended use or sale are complete.

Other borrowing costs are recognised as expense in profit or loss when they are incurred.

w) Cash and cash equivalents

The Group and the Company adopts the direct method in the preparation of statements of cash flows.

Cash and cash equivalents in statements of cash flows comprise cash and bank balances, short-term deposits and other short-term, highly liquid investments that are readily convertible to a known amount of cash and which are subject to an insignificant risk of changes in value, net of bank overdrafts.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

x) Earnings per share

The Group presents basic earning per share ("EPS") data for its ordinary shares.

Basic EPS is calculated by dividing the consolidated profit or loss attributable to ordinary shareholders of the Company (net dividend of ICPS) by the weightage average number of ordinary shares outstanding during the period, adjusted for own share held.

y) Income tax

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

Current tax and deferred tax are charged or credited directly to other comprehensive income or equity if the tax relates to items that are credited or charged directly to other comprehensive income or equity.

Current tax for current and prior periods is recognised as a liability to the extent unpaid. If the amount already paid in respect of the current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax assets and liabilities for the current and prior periods are measured at the amounts expected to be paid or recovered, using the tax rates that have been enacted or substantially enacted by the end of the reporting period.

Current tax assets and liabilities are offset only when the Group and the Company have a legally enforceable right to set off the recognised amounts and intend either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax is provided in full on temporary differences which are the differences between the carrying amounts in the financial statements and the corresponding tax base of an asset or liability at the end of the reporting period.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised.

Deferred tax liabilities and assets are not recognised if the temporary differences arise from initial recognition of goodwill and the initial recognition of assets or liabilities that is not a business combination and at the time of the transaction, affected neither accounting profit nor taxable profit.

Deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Group and the Company expect to recover or settle the carrying amounts of their assets and liabilities and are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantially enacted by the end of the reporting period.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

y) Income tax...(Cont'd.)

The carrying amounts of the deferred tax assets are reviewed at the end of each reporting period, and they are reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit or part of the deferred tax assets to be utilised. The reduction is reversed to the extent that it becomes probable that sufficient taxable profit will be available.

Deferred tax assets and liabilities are offset when the Group and the Company have a legally enforceable right to set off current tax assets and liabilities, and the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

z) Significant accounting estimates and judgment

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

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

i. Income taxes

There are certain transactions and computation for which the ultimate tax determination is uncertain during the ordinary course of business. Significant judgment is involved especially in determining tax base allowances and deductibility of certain expense in determining the Company-wide provision for income taxes. The Group and the Company recognises liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the financial year in which such determination is made.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

z) Significant accounting estimates and judgment...(Cont'd.)

ii. Useful lives and residual value of property, plant and equipment

Property, plant and equipment are depreciated on straight-line basis over their estimated useful lives after deducting its residual value. The management exercises their judgment in estimating the useful lives and the residual value of the depreciable assets. The group assesses annually the residual value and the useful lives of the property, plant and equipment and if the expectation in the period in which such estimate has been charged.

iii. Revenue from construction contracts

Revenue from construction contracts in short term is recognised in the statement of comprehensive income when the job is done. Revenue from construction contracts in long term is recognised as revenue and expenses respectively by using the stage of completion method. The stage of completion is measured by reference to the proportion of contract costs incurred for work performed to date to the estimated total contract costs.

Where the outcome of a construction contract cannot be reliably estimated, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred. When it is probable that contract costs will exceed total contract revenue, the expected loss is recognised as expense immediately.

iv. Impairment of goodwill

The Group determines whether goodwill is impaired at least on an annual basis. This requires an estimation of the value in use of cash-generating units to which the goodwill is allocated. Estimating the value in use requires the Group to make an estimate of the expected future cash flow from the cash generating unit and also to choose a suitable discount rate in order to calculate the present value of those cash flows. The carrying amount of the Group's goodwill as at 31 December 2013 was RM9,636,260.

v. Impairment of receivables

The Group assesses at each reporting date whether there is any objective evidence that a financial asset is impaired. To determine whether there is objective evidence of impairment, the Group considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default of significant delay in payments. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. The carrying amount of the Group's receivables at the reporting date is disclosed in Note 13.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

aa) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified receivables fails to make payment when due.

Financial guarantee contracts are recognised initially as liability at fair value, net of transaction costs. Subsequent to initial recognition, financial guarantee contracts are recognised as income in the statements of comprehensive income over the period of guarantee. If the receivable fails to make payment relating to financial guarantee contract when it is due and the Group, as the issuer, is required to reimburse the holder for the associated loss, the liability is measured at the higher of the best estimate of the expenditure required to settle the present obligation at the reporting date and the amount initially recognised less cumulative amortisation.

As at reporting date, no values are placed on corporate guarantees provided by the Group to secure the bank loans and other banking facilities granted to its subsidiaries where such loans and banking facilities are fully collateralised by fixed and floating charges over the property, plant and equipment and other assets of the subsidiaries and where the directors regard the value of the credit enhancement provided by the corporate guarantees is minimal.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

4. PROPERTY, PLANT AND EQUIPMENT

GROUP

	Long term leasehold land and buildings RM	Leasehold land RM	Plant machinery, fixture and office equipment RM	Motor vehicles RM	Shop houses RM	Renovation RM	Total RM
Net carrying amount as at 01.01.2013	4,629,924	89,003	587,149	340,118	43,111	66,399	5,755,704
Addition	-	-	646,481	612,908	-	-	1,259,389
Disposal	-	-	(9)	(49,183)	-	-	(49,192)
Written off	-	-	(16)	-	-	-	(16)
Depreciation	(139,994)	(1,098)	(274,621)	(210,575)	(1,268)	(1,743)	(629,299)
Net carrying amount as at 31.12.2013	4,489,930	87,905	958,984	693,268	41,843	64,656	6,336,586
As at 31.12.2013							
At cost	6,014,055	108,664	2,481,499	1,517,725	63,399	87,142	10,272,484
Accumulated depreciation	(1,524,125)	(20,759)	(1,522,515)	(824,457)	(21,556)	(22,486)	(3,935,898)
Net carrying amount	4,489,930	87,905	958,984	693,268	41,843	64,656	6,336,586

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

4. PROPERTY, PLANT AND EQUIPMENT...(Cont'd.)

GROUP	Long term leasehold land and buildings RM	Leasehold land RM	Plant machinery, fixture and office equipment RM	Motor vehicles RM	Shop houses RM	Renovation RM	Total RM
Net carrying amount as at 01.01.2012	5,114,996	94,101	535,697	475,239	43,154	68,142	6,331,329
Addition	-	-	267,618	16,150	-	-	283,768
Disposal	(339,700)	(4,000)	(7,149)	(1)	-	-	(350,850)
Depreciation	(145,372)	(1,098)	(209,017)	(151,270)	(43)	(1,743)	(508,543)
Net carrying amount as at 31.12.2012	4,629,924	89,003	587,149	340,118	43,111	66,399	5,755,704
As at 31.12.2012							
At cost	6,014,055	108,664	2,097,401	1,239,242	63,399	87,142	9,609,903
Accumulated depreciation	(1,384,131)	(19,661)	(1,510,252)	(899,124)	(20,288)	(20,743)	(3,854,199)
Net carrying amount	4,629,924	89,003	587,149	340,118	43,111	66,399	5,755,704

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

4. PROPERTY, PLANT AND EQUIPMENT...(Cont'd.)

COMPANY

	Office equipment RM	Motor vehicles RM	Total RM
Net carrying amount as at 01.01.2013	120,688	73,834	194,522
Addition	40,224	-	40,224
Transfer to subsidiary companies	(71,424)	-	(71,424)
Depreciation	(24,431)	(35,440)	(59,871)
Net carrying amount	65,057	38,394	103,451
As at 31.12.2013			
At cost	148,542	177,200	325,742
Accumulated depreciation	(83,485)	(138,806)	(222,291)
Net carrying amount	65,057	38,394	103,451
Net carrying amount as at 01.01.2012	55,449	109,274	164,723
Addition	91,742	-	91,742
Disposal	(7,079)	-	(7,079)
Depreciation	(19,424)	(35,440)	(54,864)
Net carrying amount	120,688	73,834	194,522
As at 31.12.2012			
At cost	179,742	177,200	356,942
Accumulated depreciation	(59,054)	(103,366)	(162,420)
Net carrying amount	120,688	73,834	194,522

Certain motor vehicles of the Group with net carrying amount of RM99,790 (2012: RM140,901) were acquired under hire purchase arrangements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

5. INVESTMENT IN SUBSIDIARY COMPANIES

	COMPANY	
	2013 RM	2012 RM
Investment in subsidiaries	149,218,603	149,218,603
Less: Accumulated impairment losses	(721,260)	(721,260)
Carrying amounts	<u>148,497,343</u>	<u>148,497,343</u>

Details of the Company's subsidiaries as at 31 December 2013 are as follows:

Name of Subsidiaries	Shareholding (%)		Principal Activities
	2013	2012	
Syarikat Majuperak Berhad	100	100	Property development
Majuperak Energy Resources Sdn. Bhd.	100	100	Property development
Majuperak Development Berhad	100	100	Management services
Majuperak Property Management Sdn. Bhd.	100	100	Property management
Majuperak Land Sdn. Bhd.	100	100	Dormant
Majuperak Bio Resources Sdn. Bhd.	100	100	Contract management
Held through Syarikat Majuperak Berhad:			
Majuperak Trading Sdn. Bhd.	100	100	Dormant
Majuperak Freight Services Sdn. Bhd.	-	100	In the process of winding up
Majuperak Properties Sdn. Bhd.	100	100	Property development
Majuperak Bina Sdn. Bhd.	100	100	Property development
Majuperak Management Services Sdn. Bhd.	100	100	Dormant
Bihun Jaya (Perak) Sdn. Bhd.	62	62	Property management
Held through Majuperak Development Berhad:			
Majuperak Utilities Management Sdn. Bhd.	100	100	Dormant
Tenaga Danawa Sdn. Bhd.	100	100	Property development
Jua Juara Sdn. Bhd.	100	100	Property development

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

5. INVESTMENT IN SUBSIDIARY COMPANIES...(Cont'd.)

Name of Subsidiaries	Shareholding (%)		Principal Activities
	2013	2012	
Held through Majuperak Energy Resources Sdn. Bhd.:			
Majuperak Kinta Hydro Sdn. Bhd.	100	100	Dormant
Held through Majuperak Land Sdn. Bhd.:			
Majuperak Realty Sdn. Bhd.	51	-	Dormant

The Group's subsidiaries that have material non-controlling interests ("NCI") are as follows:

	Bihun Jaya (Perak) Sdn. Bhd. RM	Majuperak Realty Sdn. Bhd. RM	Total RM
<u>31 December 2013</u>			
NCI percentage of ownership interest and voting interest	38%	49%	
Carrying amount of NCI	559,775	144,347	704,122
<u>31 December 2012</u>			
NCI percentage of ownership interest and voting interest	38%	-	
Carrying amount of NCI	571,523	-	571,523

Summarised financial information on subsidiaries with material NCI:

i. Summarised statement of comprehensive income

	Bihun Jaya (Perak) Sdn. Bhd.		Majuperak Realty Sdn. Bhd.
	2013 RM	2012 RM	2013 RM
Revenue	10,500	27,500	-
Loss before taxation	(30,915)	(15,206)	(5,415)
Taxation	-	-	-
Loss for the year	(30,915)	(15,206)	(5,415)
Total comprehensive loss for the year	(30,915)	(15,206)	(5,415)
Total comprehensive loss allocated to NCI	(11,748)	(5,778)	(2,653)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

5. INVESTMENT IN SUBSIDIARY COMPANIES...(Cont'd.)

ii. Summarised statement of financial position

	Bihun Jaya (Perak) Sdn. Bhd.		Majuperak Realty Sdn. Bhd.
	2013 RM	2012 RM	2013 RM
Current			
Assets	10,697	11,651	448,965
Liabilities	(81,615)	(71,962)	(156,380)
Total current net (liabilities)/assets	(70,918)	(60,311)	292,585
Non-current			
Assets	683,875	704,183	-
Total non-current net assets	683,875	704,183	-
Net assets	612,957	643,872	292,585

iii. Summarised statement of cash flows

	Bihun Jaya (Perak) Sdn. Bhd.		Majuperak Realty Sdn. Bhd.
	2013 RM	2012 RM	2013 RM
Net cash (used in)/ generated from operating activities	(954)	3,550	(4,033)
Net cash generated from financing activities	-	-	299,998
Net (decrease)/increase in cash and cash equivalents	(954)	3,550	295,965
Cash and cash equivalents at beginning of the year	11,473	7,923	2
Cash and cash equivalents at end of the year	10,519	11,473	295,967

Amount due from subsidiary companies are unsecured, bear interest at 3% per annum, and repayable on demand.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

6. INVESTMENT IN ASSOCIATE COMPANY

	GROUP	
	2013 RM	2012 RM
Unquoted shares at cost	12,250	12,250
Allowance for diminution in value	(12,250)	(12,250)
	-	-

Details of the associated company, which is incorporated in Malaysia as follows:

Name of company	Shareholding (%)		Principal activities
	2013	2012	
Held through Syarikat Majuperak Berhad:			
Konsodium Bihun Jaya Sdn. Bhd.	30	30	Dormant

7. INVESTMENT IN JOINTLY CONTROLLED ENTITY

	GROUP	
	2013 RM	2012 RM
Unquoted shares - at cost:	500,000	-
Share of post - acquisition loss	(229,212)	-
	270,788	-

The Company's aggregate share of the current assets, non-current assets, current liabilities, income and expenses of the jointly controlled entity are as follows:

	2013 RM
Assets and liabilities	
Current assets	65,591
Non-current assets	1,957,583
Total assets	2,023,174
Current liabilities	(1,481,597)
Results	
Revenue	-
Expenses	(458,424)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

7. INVESTMENT IN JOINTLY CONTROLLED ENTITY...(Cont'd.)

Details of the jointly controlled entity, which is incorporated in Malaysia as follows:

Name of company	Shareholding (%)		Principal activities
	2013	2012	
Held through Majuperak Resources Sdn. Bhd.:			
Majuperak Go Green Sdn. Bhd.	50	-	Bamboo based products

8. LONG-TERM INVESTMENT

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Available-for-sale financial assets				
Quoted shares	1,945,928	1,120,185	-	-
Unquoted shares	7,958,065	7,958,065	200,000	200,000
	9,903,993	9,078,250	200,000	200,000

9. INVESTMENT PROPERTIES

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Balance as at beginning of the year	10,246,394	10,375,964	4,438,985	4,485,784
Depreciation	(129,571)	(129,570)	(46,800)	(46,799)
Balance as at end of the year	10,116,823	10,246,394	4,392,185	4,438,985
At cost	11,597,721	11,597,721	4,497,316	4,497,316
Accumulated depreciation	(1,480,898)	(1,351,327)	(105,131)	(58,331)
Net carrying amount	10,116,823	10,246,394	4,392,185	4,438,985
Fair value	12,600,000	12,600,000	5,000,000	5,000,000
Representing item at:				
Cost	7,952,721	7,952,721	4,497,316	4,497,316
Valuation - 1991	3,645,000	3,645,000	-	-
	11,597,721	11,597,721	4,497,316	4,497,316

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

10. LAND HELD FOR PROPERTY DEVELOPMENT

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
At cost:				
Balance as at beginning of the year	162,191,506	173,021,246	-	-
Addition	8,663,085	3,239,556	140,855	-
	170,854,591	176,260,802	140,855	-
Cost charged to statements of comprehensive income	(3,210,223)	(13,950,912)	-	-
Transfer to property development cost	-	(93,012)	-	-
Transfer to related company	-	(25,372)	-	-
Balance as at end of the year	167,644,368	162,191,506	140,855	-
Representing item at:				
Cost	33,546,997	28,094,135	140,855	-
Revaluation – 2002	134,097,371	134,097,371	-	-
	167,644,368	162,191,506	140,855	-

Certain land held for property development of the Group amounting to RM4,757,526 (2012: RM3,276,337) are held in trust and have been registered under the name of the holding corporation. The Group however, has been granted on the beneficial interest of the land pursuant to a transfer of assets and liabilities agreement and its supplementary agreement which had mutually agreed between the Group and the holding corporation dated 28 December 2001 and 15 April 2002.

11. DEVELOPMENT EXPENDITURE

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Agriculture cost:				
Land	315,812	315,812	-	-
Development expenditure	7,529,526	5,177,413	1,097,031	212,605
	7,845,338	5,493,225	1,097,031	212,605

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

12. GOODWILL ON CONSOLIDATION

GROUP

	2013 RM	2012 RM
Purchased goodwill, at cost	89,479,467	89,479,467
Less: Accumulated impairment losses	(79,843,207)	(79,843,207)
Net carrying amount	<u>9,636,260</u>	<u>9,636,260</u>

13. TRADE RECEIVABLES

GROUP

	2013 RM	2012 RM
Trade receivables	17,765,798	32,503,369
Less: Allowance for impairment	(2,159,106)	(2,496,525)
	<u>15,606,692</u>	<u>30,006,844</u>

Ageing analysis of trade receivables

The ageing analysis of the Group's trade receivables are as follows:

	2013 RM	2012 RM
Neither past due nor impaired	-	-
1 to 30 days past due not impaired	1,144,989	10,361,156
31 to 60 days past due not impaired	807,457	4,053,761
61 to 90 days past due not impaired	-	171,962
91 to 180 days past due not impaired	371,395	4,847,301
More than 180 days past due not impaired	13,282,851	10,572,664
	<u>15,606,692</u>	<u>30,006,844</u>
Impaired	2,159,106	2,496,525
	<u>17,765,798</u>	<u>32,503,369</u>

Trade receivables that are neither past due nor impaired

Trade receivables that were neither past due nor impaired relate to customers for whom there were no default

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

13. TRADE RECEIVABLES...(Cont'd.)

Trade receivables that are past due but not impaired

Trade receivables that were past due but not impaired relate to customers that have good track record with the Company. Based on past experience and no adverse information to date, the directors of the Company are of the opinion that no allowance for impairment is necessary in respect of these balances as there has not been a significant change in the credit quality and the balances are still considered fully recoverable.

Movement in allowances accounts:

GROUP

	2013 RM	2012 RM
Beginning of the year	2,496,525	2,596,126
Addition	10,524	-
Recovery of impairment	(47,052)	(99,601)
Impairment written off	(300,891)	-
End of the year	<u>2,159,106</u>	<u>2,496,525</u>

14. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Other receivables, deposits and prepayment	11,663,235	11,797,215	3,731,973	2,902,667
Less: Allowances for impairment	(459,965)	(459,965)	-	-
	<u>11,203,270</u>	<u>11,337,250</u>	<u>3,731,973</u>	<u>2,902,667</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

15. INVENTORIES

GROUP

	2013 RM	2012 RM
At cost:		
Shophouses	2,382,236	2,550,222
Residential houses	-	1,624,950
Land lots held for sale	7,818	7,818
	2,390,054	4,182,990

5 unit of unsold shophouses (2012: 5 unit) at cost of RM481,210 (2012: RM481,210) is charged as security for credit facility granted to a subsidiary company.

16. PROPERTY DEVELOPMENT COSTS

GROUP

	2013 RM	2012 RM
Land	8,583,717	8,583,717
Development expenditure	187,151,302	186,402,498
Accumulated costs charged to statements of comprehensive income	(190,595,536)	(189,567,755)
	5,139,483	5,418,460
Development expenditure incurred during the year	1,168,294	726,804
Transfer from other receivables	-	22,000
Cost charged out to statements of comprehensive income	(346,538)	(1,027,781)
	5,961,239	5,139,483
Represented by:		
Land	8,583,717	8,583,717
Development expenditure	188,319,596	187,151,302
Accumulated costs charged to statements of comprehensive income	(190,942,074)	(190,595,536)
	5,961,239	5,139,483

Development costs that are expected to be completed within the normal operating cycle of 2 to 3 years are classified as current asset.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

17. CONTRACT WORK-IN-PROGRESS

GROUP

	2013 RM	2012 RM
As at beginning of the year	693,494	-
Addition	147,981	693,494
Less: Impairment loss	(96,921)	-
Balance as at end of the year	<u>744,554</u>	<u>693,494</u>

18. AMOUNT DUE FROM/(TO) RELATED COMPANIES

The amount due from/(to) related companies are unsecured and repayable on demand.

19. DEPOSITS, CASH AND BANK BALANCES

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Fixed deposit with licensed bank	11,387,836	7,888,021	-	-
Cash and bank balances	6,345,901	7,477,361	379,984	217,856
	<u>17,733,737</u>	<u>15,365,382</u>	<u>379,984</u>	<u>217,856</u>

Included in the Group's cash and bank balances are amounts of RM440,080 (2012: RM421,457), and RM366,629 (2012: RM349,460) respectively, the utilisation of which is subject to the Housing Developers (Housing Development Account) (Amendment) Regulations 2002.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

20. SHARE CAPITAL

GROUP AND COMPANY

	2013 RM	2012 RM
Authorised:		
Ordinary shares of RM0.50 each	425,000,000	425,000,000
Issued and fully paid:		
Ordinary shares of RM0.50 each		
As at beginning of year	87,588,084	84,685,849
Issue during the year arising from conversion of ICPS	3,702,685	2,902,235
As at end of year	91,290,769	87,588,084

21. IRREDEEMABLE CONVERTIBLE PREFERENCE SHARE ("ICPS")

GROUP AND COMPANY

	2013 RM	2012 RM
Authorised:		
ICPS of RM0.50 each	75,000,000	75,000,000
Issued and fully paid:		
ICPS of RM0.50 each		
As at beginning of year	58,483,271	62,629,321
Conversion of ICPS to share capital	(3,702,685)	(2,902,235)
Conversion of ICPS to share premium	(1,586,665)	(1,243,815)
As at end of year	53,193,921	58,483,271

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

21. IRREDEEMABLE CONVERTIBLE PREFERENCE SHARE (“ICPS”)...(Cont’d.)

The principal terms of ICPS attached to them are as follows:

- i) Dividend The ICPS bear a fixed cumulative dividend of 1.0% per annum, payable after and including the third year. The ICPS holders will not be entitled to any rights, bonus issues, allotments and/or any other distributions that may be declared by the Company.
- ii) Maturity The maturity date of the ICPS is the ten anniversary date of the issue date of the ICPS.
- iii) Conversion right The ICPS holders will have the right to convert the ICPS at conversion price into new Company’s ordinary shares and/or including the fifth anniversary of the date of issue the ICPS until maturity. Any nominal value not converted by maturity date will be mandatory converted into new ordinary shares on maturity date.
- iv) Conversion price The conversion price of the ICPS into new ordinary shares shall be RM0.70 each. Fractions resulting from conversion, if any, shall be disregarded and the Company shall not be required to pay the ICPS holders the value of such fractions.
- v) Mode of conversion Conversion shall be by tendering 10 ICPS for every 7 new ordinary shares of the Company.
- vi) Listing The ICPS and new ordinary shares to be issued pursuant to the conversion of the ICPS will be listed on the Bursa Malaysia Securities Berhad.
- vii) Ranking The conversion shares shall rank parri passu in all respect with the then existing issued of ordinary shares of the Company except that they shall not be entitled to any dividends, rights, allotments and/or other distribution, the entitlement date of which is prior to the date of conversion of the ICPS.
- viii) Voting right The ICPS holders shall not be entitled to voting rights except where the rights of ICPS holders are affected or on a resolution for the winding up of the Company.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

22. SHARE PREMIUM

GROUP AND COMPANY

	2013 RM	2012 RM
As at beginning of the year	33,521,486	32,277,671
Issuance during the year	1,586,665	1,243,815
Balance as at end of the year	<u>35,108,151</u>	<u>33,521,486</u>

Share premium arose from the issues of ordinary shares in excess of the par value.

23. INVESTMENT REVALUATION RESERVE

GROUP

	2013 RM	2012 RM
As at beginning of the year	421,313	408,631
Effect of adopting the fair value measurement on security available-for-sale	825,742	14,629
Reclassification adjustment for gain included in Profit or Loss	-	(1,947)
As at end of the year	<u>1,247,055</u>	<u>421,313</u>

Investment revaluation reserve comprises the cumulative net change in the fair value of available-for-sale financial assets until the investment are derecognised or impaired.

24. ACCUMULATED PROFITS

The Company had not previously made an irrevocable option to disregard the Section 108 tax credit under the Finance Act 2007. Accordingly, the Company will move to a single tier tax system upon expiry of the transitional period on 31 December 2013. Any remaining balance in the Section 108 tax credit will be disregarded.

25. NON-CONTROLLING INTEREST

GROUP

This consists of the non-controlling shareholders' proportion of share capital and reserves of subsidiaries.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

26. OTHER PAYABLES AND ACCRUALS

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Other payables	3,102,674	5,178,675	628,690	647,283
Retention sum	45,526	45,526	-	-
Deposit and accruals	2,690,431	1,526,588	-	-
	5,838,631	6,750,789	628,690	647,283

27. AMOUNT DUE TO HOLDING CORPORATION

The holding corporation is Perbadanan Kemajuan Negeri Perak, a statutory body established under the Perak State Economic Development Corporation Enactment No. 3, 1967.

The amount due to holding corporation is unsecured, bear interest at 3% per annum, and repayable on demand.

28. BANK BORROWINGS

GROUP

	2013 RM	2012 RM	Effective interest rate
<i>Not later than 1 year:</i>			
Short term revolving credit	-	100,000	5.19%
Secured loan	399,020	350,000	5.1%
Bank overdraft	1,041,210	435,611	4%
	1,440,230	885,611	
<i>Later than 1 year and not later than 5 years:</i>			
Secured loan	750,000	750,000	5.1%
<i>Later than 5 years:</i>			
Secured loan	1,900,000	2,050,000	5.1%
	2,650,000	2,800,000	
	4,090,230	3,685,611	

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

28. BANK BORROWINGS...(Cont'd.)

- i) The revolving credit is repayable 6 months after the drawdown date. The effective interest rate charged is 5.19% (2012: 5.19%). The revolving credit is secured on one unit of shop houses of the Group.
- ii) Secured loan ("Bai-Bithaman Ajil") is secured by a property of the Group. The secured loan bears interest at a rate of 5.1%. The repayment is within 240 months and shall commence on September 2012.
- iii) The bank overdraft facility of the Group is secured by a first and second, third and fourth fixed charges amounting to RM1.5 million (2012: RM1.5 million) over certain properties of the Group. The bank overdraft bears interest at a rate of 4% (2012: 4%).

29. HIRE PURCHASE PAYABLES

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Minimum hire purchase payment:				
Not later than 1 year	40,872	44,260	27,504	27,504
Later than 1 year and not later than 5 years	121,127	162,074	57,238	84,742
	161,999	206,334	84,742	112,246
Future finance charges of hire purchase	(29,938)	(36,749)	(14,310)	(18,949)
Present value of hire purchase liabilities	132,061	169,585	70,432	93,297
Present value of hire purchase liabilities:				
Not later than 1 year	23,846	27,215	12,778	12,778
Later than 1 year and not later than 5 years	108,215	142,370	57,654	80,519
	132,061	169,585	70,432	93,297

The effective interest rate per annum of the hire purchase payables at the statement of financial position date is 2.58% (2012: 2.58%).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

30. DEFERRED TAXATION

GROUP

	2013 RM	2012 RM
As at beginning of the year	28,091,825	29,343,133
Reversal of deferred tax liability	-	(1,235,889)
Charged from statement of comprehensive income (Note 33)	(1,131)	(15,419)
As at end of the year	<u>28,090,694</u>	<u>28,091,825</u>

Deferred taxation are in respect of the following items:

	2013 RM	2012 RM
Capital allowances excess depreciation	95,195	96,326
Revaluation	27,995,499	27,995,499
	<u>28,090,694</u>	<u>28,091,825</u>

31. (LOSS)/PROFIT FROM OPERATION

(Loss)/Profit from operation is arrived at after charging/(crediting):

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Audit fee - current year	105,800	104,500	19,000	17,000
- Under provision in prior year	-	-	2,000	-
Allowances for impairment	10,524	-	-	-
Bad debt written off	66,750	2,687	-	-
Property, plant and equipment written off	16	-	-	-
Remunerations of key personnel management				
- fee	307,500	265,250	242,000	233,250
- other than fee	244,031	256,058	75,531	108,348
Depreciation of property, plant and equipment	629,299	508,543	59,871	54,864
Depreciation of investment properties	129,571	129,570	46,800	46,799

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

31. (LOSS)/PROFIT FROM OPERATION...(Cont'd.)

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Impairment loss on investment in subsidiary	-	-	-	2,500
Impairment on development expenditure	-	53,153	-	-
Impairment on property development cost	-	30,622	-	-
Impairment on contract work-in-progress	96,921	-	-	-
Loss on winding up of subsidiary companies	10,055	-	-	-
Penalty and summon	234,201	205,844	360	910
Rental of premises	184,847	243,509	73,033	73,033
Staff cost:				
- Short term benefit	3,324,758	3,541,216	811,671	749,035
- EPF and pension contribution	305,010	244,555	76,414	34,361
Goodwill written off	2,000	-	-	-
Gain on disposal of property, plant and equipment	(50,851)	(82,469)	-	-
Gain on disposal of quoted investment	-	(7,885)	-	-
Recovery of impairment	(47,052)	(99,601)	-	-
Interest income	(511,448)	(234,116)	(283,327)	(281,708)
Rental income	(294,260)	(279,680)	-	-
Gain on winding up of subsidiary companies	-	(1,084,674)	-	-
Waiver of payables	(19,092)	(23,046)	-	(23,046)

Remunerations of key personnel management comprise the following:

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Directors:				
Fee	307,500	263,250	242,000	233,250
Salaries and other emoluments	211,531	226,058	75,531	108,348
Chairman:				
Fee	-	2,000	-	-
Salaries and other emoluments	32,500	30,000	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

31. (LOSS)/PROFIT FROM OPERATION...(Cont'd.)

Range of emoluments of the Company's directors are as follows:

	Number of directors	
	2013	2012
Above RM50,001	3	3
RM30,001 – RM50,000	3	3
Below RM30,000	2	1

32. FINANCE COSTS

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Short term revolving credit interest	4,797	9,444	-	-
Secured loan interest	89,577	20,425	-	-
Hire purchase interest	6,784	36,692	4,639	4,639
Interest on payables	-	37,108	-	37,108
Bank overdraft interest	19,016	14,410	-	-
Interest on advance by holding corporation	340,419	352,247	340,419	341,530
	460,593	470,326	345,058	383,277

33. TAXATION

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Provision for the year	716,513	2,002,587	386,244	288,132
(Over)/Under provision in prior year	(611,369)	351,579	27,382	441,015
Deferred tax expenses relating to the origination and reversal of temporary differences (Note 30)	(1,131)	(15,419)	-	-
	104,013	2,338,747	413,626	729,147

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

33. TAXATION...(Cont'd.)

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

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
(Loss)/Profit before taxation	(3,198,662)	4,720,686	665,262	1,014,727
Malaysia statutory tax rate :				
- at 25%	(799,666)	1,180,172	166,316	253,682
Income not subject to tax	(480,184)	(53,448)	-	-
Tax effect on expenses not deductible for tax purposes	674,244	735,283	237,781	206,362
Tax effect on utilisation of unabsorbed capital allowances and tax losses	(139,036)	(60,275)	(17,853)	(171,912)
(Over)/Under provision in prior year	(611,369)	351,579	27,382	441,015
Deferred tax assets not recognised during the year	1,402,721	185,436	-	-
Share of results of a jointly controlled entity	57,303	-	-	-
Tax expenses for the year	104,013	2,338,747	413,626	729,147

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

	GROUP	
	2013 RM	2012 RM
Unabsorbed capital allowances	335,314	1,066,791
Unutilised tax losses	2,312,164	17,796,394
	2,647,478	18,863,185

The above unabsorbed capital allowances and unutilised tax losses are available indefinitely for offset against future taxable profit subject to the approval with the Inland Revenue Board. Deferred tax assets have not been recognised in respect of this item due to uncertainty of its recoverability.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

34. EARNINGS PER SHARE

a) Basic

The basic earnings per share is calculated by dividing the Group's net (loss)/profit attributable to shareholders (net dividend of ICPS) by the weighted average number of shares in issue during the year.

	GROUP	
	2013 RM	2012 RM
Net (loss)/income attributable to shareholders	(4,086,183)	1,510,468
Weighted average number of ordinary shares in issue	182,581,538	175,176,166
	SEN	SEN
Basic (loss)/earnings per share	(2.24)	0.86

b) Diluted

For the diluted earnings per share calculation, the weighted average numbers of ordinary shares in issue during the financial year have been adjusted for the dilutive effects of potential ordinary shares in respect of conversion of ICPS into ordinary shares.

	GROUP	
	2013 RM	2012 RM
Net (loss)/income attributable to shareholders	(3,288,274)	2,387,717
Weighted average number of ordinary shares in issue	182,581,538	175,176,166
Effect of dilution ICPS	*	*
Adjusted weighted average number of ordinary shares in issue and issuable	182,581,538	175,176,166
	SEN	SEN
Diluted (loss)/earnings per share	(2.24)	0.86

* Not taken into account in the computation of diluted earnings per share as the effect arising from conversion of ICPS is anti-dilutive.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

35. DIVIDEND

	2013 RM	2012 RM
Irredeemable Convertible Preference Shares ("ICPS") dividend of 1% per share.	577,913	603,086

The proposed ICPS dividend of 1% per share approved on 26 June 2013 and paid on 25 July 2013, has been appropriated from the retained profit in this financial year.

In respect of the next financial year ending 31 December 2014, directors have recommended the payment of dividend of 1% per share on ICPS.

36. SEGMENTAL REPORTING

i) Business segment

31 December 2013

	Property development RM	Management services RM	Others RM	Elimination RM	Total RM
Revenue	7,971,029	1,658,338	3,342,785	(2,720,000)	10,252,152
Results					
Segment result	(1,095,026)	(486,699)	(816,937)	(800,000)	(3,198,662)
Taxation					(104,013)
Net loss for the year					(3,302,675)
Non-controlling interest					14,401
Net loss for the year attributable to equity holders of the Company					<u>(3,288,274)</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)

36. SEGMENTAL REPORTING...(Cont'd.)

i) Business segment

31 December 2012

	Property development RM	Management services RM	Others RM	Elimination RM	Total RM
Revenue	30,690,925	1,426,179	3,344,458	(3,405,000)	32,056,562
Results					
Segment result	11,288,222	(142,816)	1,036,013	(7,460,733)	4,720,686
Taxation					(2,338,747)
Net profit for the year					2,381,939
Non-controlling interest					5,778
Net profit for the year attributable to equity holders of the Company					2,387,717

ii) Geographical segment

The segmental information is not presented by geographical segment as the Group's business activities are predominantly located in Malaysia.

37. CONTINGENT LIABILITIES

	GROUP	
	2013 RM	2012 RM
Unsecured:		
i) Bank guarantee given to related parties for the purpose of utilities.	35,000	35,000
ii) Legal claims to a subsidiary company by a third party in respect of work done for proposed property development project that has been aborted.	116,694	116,994
	151,994	151,994

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

38. SIGNIFICANT RELATED PARTY TRANSACTION

For the purpose of these financial statements, parties are considered to be related to the Group if the Group or the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control or common significant influence.

a) Transaction within the Group

	2013 RM	2012 RM
Project management services paid within related companies	-	60,000
Management fee charge by holding company	1,920,000	2,545,000
Interest charge by holding corporation	340,419	352,247
Dividend paid and payables by subsidiary companies to holding company	800,000	800,000

b) Transaction with key personnel management

Key personnel management are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group and of the Company. The details analysis of transactions made during the financial year are disclosed in Note 31 to the financial statements.

39. FINANCIAL INSTRUMENTS

Financial Risk Management

a) Financial risk management objectives and policies

The Group's financial risk management policy is to ensure that adequate financial resources are available for the development of the Group's operation whilst managing its financial risks, including credit risks, liquidity and cash flow risk. The Group and the Company operates within clearly defined guidelines that are approved by the Board and the Company's policy is not to engage in speculative transaction.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

39. FINANCIAL INSTRUMENTS...(Cont'd.)

b) Credit risk

i) Receivables

The Group's exposure to credit risk arises mainly from receivables. Receivables are monitored on an on-going basis via management reporting procedure and action is taken to recover debts when due.

Exposure to credit risk

At the reporting date, the Group's maximum exposure to credit risk arising from receivables is represented by the carrying amount of each class of financial assets recognised in the statement of financial position.

Impairment losses

The allowances account in respect of trade receivables is used to record impairment losses. Unless the Group and the Company is satisfied that recovery of the amount is possible, the amount considered irrecoverable is written off against the receivables directly.

ii) Inter-company balances

The Company provides unsecured loans and advances to related companies. The Company monitors the results of the related companies regularly.

Exposure to credit risk

At the reporting date, the maximum exposure to credit risk from unsecured loans and advances to related companies is represented by their carrying amounts in the statements of financial position.

Loans and advances are only provided to related companies which are wholly owned by the holding corporation.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

39. FINANCIAL INSTRUMENTS...(Cont'd.)

c) Liquidity and cash flow risk

The Group and the Company actively manage its debts maturity profile, operating cashflows and availability of funding so as to ensure that all repayment and funding needs are met.

The table below summarises the maturity profile of the Group and of the Company's liabilities at the financial year end based on contractual undiscounted repayment obligations.

GROUP

	←----- Maturity-----→			
	On demand RM	Less than three months RM	Three to twelve months RM	Total RM
At 31 December 2013				
<u>Current liabilities</u>				
Bank borrowings	1,041,210	-	399,020	1,440,230
Hire purchase payables	1,987	5,961	15,898	23,846
	<u>1,043,197</u>	<u>5,961</u>	<u>414,918</u>	<u>1,464,076</u>
At 31 December 2012				
<u>Current liabilities</u>				
Bank borrowings	435,611	100,000	350,000	885,611
Hire purchase payables	2,268	6,804	18,143	27,215
	<u>437,879</u>	<u>106,804</u>	<u>368,143</u>	<u>912,826</u>

COMPANY

At 31 December 2013				
<u>Current liabilities</u>				
Hire purchase payables	1,905	3,192	7,681	12,778
At 31 December 2012				
<u>Current liabilities</u>				
Hire purchase payables	1,905	3,192	7,681	12,778

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

39. FINANCIAL INSTRUMENTS...(Cont'd.)

d) Interest rate risk

The Group constantly monitors its interest rate risk by reviewing its debts portfolio to ensure favourable rates are obtained. The Group is exposed to interest rate risk arising from its short and long term debts obligations, and its fixed deposits. Fixed deposits interest rate is insignificant and any fluctuations in the rate would have no material impact on the results of the Company.

Interest rate risk sensitivity

An increase in market interest rates by 1% on financial asset and financial liability of the Group which have variable interest rates at the end of the reporting period would decrease the loss before taxation by RM71,655 (2012: Increase the profit before taxation approximately by RM40,328). This analysis assumes that all other variables remain unchanged.

A decrease in market interest rates by 1% on financial asset and financial liability of the Group and the Company which have variable interest rates at the end of the reporting period would have had the equal but opposite effect on the amounts shown above, on the basis that all other variables remain unchanged.

e) Fair values of financial assets and financial liabilities

The carrying amounts of cash and cash equivalents, receivables, payables, inter company balances and short term borrowings including hire purchase are approximate their fair values due to the relatively short term nature of these financial instruments.

The fair values of investment properties is disclosed in Note 9 to the financial statements.

The fair values of quoted shares is determined directly by reference to its published market bid price at the financial year end.

The fair values of all other financial assets and liabilities of the Group and of the Company as at 31 December 2013 are not materially different from their carrying amounts.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

39. FINANCIAL INSTRUMENTS...(Cont'd.)

Capital Risk Management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholder and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may return capital to shareholders, issue new shares or sell assets to reduce debts. Consistent with others in the industry, the Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including current and non-current borrowings as shown in the statements of financial position) less cash and cash equivalent. Total capital is calculated as 'equity' as shown in the statement of financial position plus net debt.

The gearing ratios at 31 December 2013 and 2012 were as follow:

	GROUP		COMPANY	
	2013 RM	2012 RM	2013 RM	2012 RM
Amount due to related companies	9,213,494	9,336,062	-	110,401
Amount due to holding corporation	13,265,934	15,297,612	13,265,934	15,297,612
Bank borrowings	4,090,230	3,685,611	-	-
Hire purchase payables	132,061	169,585	70,432	93,297
	26,701,719	28,488,870	13,336,366	15,501,310
Less: cash and cash equivalent	(16,692,527)	(14,929,771)	(379,984)	(217,856)
Net debt	10,009,192	13,559,099	12,956,382	15,283,454
Total equity	208,882,785	211,790,631	182,101,177	182,427,454
Total capital	218,891,977	225,349,730	195,057,559	197,710,908
Gearing ratio	4.57%	6.02%	6.64%	7.73%

Under the requirement of Bursa Malaysia Practice Note No. 17/2005, the Group is required to maintain a consolidated shareholders' equity equal to or not less than the 25% of the issued and paid up capital (excluding treasury shares) and such shareholders' equity is not less than RM40 million. The Company has complied with this requirement.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

40. FAIR VALUE HIERARCHIES OF FINANCIAL INSTRUMENTS

The fair value measurement hierarchies used to measure assets and liabilities carried at fair value in the statements of financial position as at 31 December 2013 are as follows:

- a) Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b) Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly, (i.e. prices) or indirectly (i.e. derived from prices).
- c) Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 RM	Level 2 RM	Total RM
Group			
As at 31 December 2013			
Asset			
AFS Financial assets	1,945,928	7,958,065	7,958,065
As at 31 December 2012			
Asset			
AFS Financial assets	1,120,185	7,958,065	9,078,250
Company			
As at 31 December 2013			
Asset			
AFS Financial assets	-	200,000	200,000
As at 31 December 2012			
Asset			
AFS Financial assets	-	200,000	200,000

There were no transfers between Level 1 and Level 2 during the current and previous financial years.

The Group and the Company do not have any financial liabilities carried at fair value nor any financial instruments classified as Level 3 as at 31 December 2013 and 31 December 2012.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

41. SIGNIFICANT EVENTS

The details of the significant events during the financial year are as follows:

- a) On 10 April 2013, a wholly owned subsidiary company, Majuperak Bio Resources Sdn. Bhd. ("MBRSB") has incorporated a jointly controlled entity named Majuperak Go Green Sdn. Bhd. ("MGGSB").

The incorporation of MGGSB is as a result of the execution of joint venture agreement entered into by MBRSB with Tetap Murni Sdn. Bhd. ("TMSB") to produce bamboo based products on a joint venture basis. MBRSB and TMSB is holding 50% plus 1 share and 50% less 1 share respectively of the paid up share of MGGSB.

- b) On 19 February 2013, the Boards of Directors of the Company and Syarikat Majuperak Berhad ("SMB") have approved Company's application to vary the terms and conditions of the Joint Venture Agreement dated 24 November 2010 ("JVA") to set out additional obligations and new terms and conditions appearing therein.

SMB and Xtreme New Sdn. Bhd. ("XN") hereby agree to enter into Supplemental Agreement to record the terms and conditions on the variation of the JVA to shorten the period for the completion date of the JVA to five (5) years as stipulated in the JVA and the Company's Entitlement shall be fixed sum of RM45,000,000.00 only which shall be paid in cash and in kind by XN to the Company.

- c) On 14 June 2013, a wholly owned subsidiary company, Majuperak Land Sdn. Bhd. acquired 153,000 unit shares of RM1 each or 51% shares in Majuperak Realty Sdn. Bhd. with a purchase consideration amounting RM153,000 which made the company as a holding company for the financial year ended.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013 (CONTINUED)**

42. SUPPLEMENTARY INFORMATION – BREAKDOWN OF RETAINED PROFITS INTO REALISED AND UNREALISED

With the purpose of improving transparency, Bursa Malaysia Securities Berhad has on 25 March 2010, and subsequently on 20 December 2010, issued directives which require all listed corporations to disclose the breakdown of unappropriated profits into realised and unrealised on group and company basis in the annual audited financial statements.

The breakdown of accumulated profits as at the reporting date has been prepared by directors in accordance with the directives from Bursa Malaysia Securities Berhad stated above and the Guidance Special Matter No. 1 – Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants are as follows:

	GROUP		COMPANY	
	2013	2012	2013	2012
	RM	RM	RM	RM
Realised	27,242,053	31,107,109	2,508,336	2,834,613
Unrealised	96,714	97,845	-	-
	27,338,767	31,204,954	2,508,336	2,834,613

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FORM OF PROXY

MAJUPERAK HOLDINGS BERHAD (585389-X)
(Incorporated In Malaysia)



I/We _____
(FULL NAME IN BLOCK CAPITALS)

of _____
(FULL ADDRESS)

being a member/members of **MAJUPERAK HOLDINGS BERHAD**, hereby appoint _____

_____ (FULL NAME IN BLOCK CAPITALS)

of _____ (FULL ADDRESS)

or failing him/her, _____

of _____

as my/our proxy to vote for me/us and on my/our behalf, at the **11th (ELEVENTH) ANNUAL GENERAL MEETING** of the Company to be held at Aman Jaya Convention Centre, Casuarina @ Meru Hotel, Bandar Meru Raya, 30020 Ipoh, Perak Darul Ridzuan, Malaysia on Friday, 27th June 2014, at 4.00 p.m. or at any adjournment thereof in the manner indicated below:

Resolutions For Against

Resolutions		For	Against
To receive and adopt the Audited Financial Statements of the Company for the financial year ended 31 December 2013 together with the Report of the Directors and Auditors thereon.	Please Refer To Note 1 of The Notice of The AGM		
To approve the payment of Directors' Fees for the financial year ended 31 December 2013.	Resolution 1		
To re-elect YM Dato' Seri Dr. Raja Ahmad Zainuddin bin Raja Haji Omar who retires under Article 84 of the Company's Articles of Association.	Resolution 2		
To re-elect YB Dato' Mohd Zolkafly bin Haji Harun who retires under Article 84 of the Company's Articles of Association.	Resolution 3		
To re-elect Y.Bhg. Dato' Aminuddin bin Md Desa who retires under Article 91 of the Company's Articles of Association.	Resolution 4		
To re-elect Y.Bhg. Dato' Mohd Azmi bin Hj Othman who retires under Article 91 of the Company's Articles of Association.	Resolution 5		
To re-appoint Messrs AljefriDean as Auditors of the Company and to authorise the Directors to fix their remuneration.	Resolution 6		
Authority for the Directors to issue shares pursuant to Section 132D of the Companies Act, 1965.	Resolution 7		
Proposed Renewal Of Existing Shareholder's Mandate For The Recurrent Related Party Transactions Of A Revenue Or Trading Nature	Resolution 8		

(Please indicate with an "X" in the appropriate box above how you wish to cast your vote. If this form is returned without any indication as to how the proxy shall vote, the proxy shall vote or abstain as he/she thinks fit.)

Dated this _____ day of _____ in the year _____.

Number of ordinary shares held

Signature/Seal _____

Notes:

- A member entitled to attend and vote at the AGM is entitled to appoint a proxy/proxies who may but need not be a member/members of the Company to attend and vote in his/her stead and Section 149 (1)(b) of the Act shall not apply.
- When a member appoints more than one proxy the appointments shall be invalid unless he/she specifies the proportion of his/her shareholding to be represented by each proxy.
- Where a member is an authorised nominee as defined under the Securities Industry (Central Depositories) Act, 1991, it may appoint at least one proxy in respect of each Securities Account it holds with ordinary shares of the Company standing to the credit of the said Securities Account.
- The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing or if the appointer is a corporation, either under its common seal or under the hand of an officer or attorney duly authorised.
- The instrument appointing a proxy must be deposited at the Registered Office of the Company at Aras 3, Perbadanan Kemajuan Negeri Perak, Menara A, No. 1-A, Jalan Meru Casuarina, Bandar Meru Raya, 30020 Ipoh, Perak Darul Ridzuan at least forty-eight (48) hours before the time appointed for holding the AGM or any adjournment thereof.
- The registration for the above Meeting will commence on Friday, 27th June 2014 at 2.45 p.m.

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First Fold

THE SECRETARY

MAJUPERAK HOLDINGS BERHAD Co. No. 585389-X

Perbadanan Kemajuan Negeri Perak,

Aras 3, No. 1-A, Menara PKNP,

Jalan Meru Casuarina,

Bandar Meru Raya, 30020 Ipoh,

Perak Darul Ridzuan

stamp

Second Fold

MAJUPERAK HOLDINGS BERHAD (585389-X)

Aras 3, No. 1-A, Blok A, Menara PKNP

Jalan Meru Casuarina

Bandar Meru Raya

30020 Ipoh, Perak Darul Ridzuan

Tel: (05) 5019 888/ 5019 588

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