

ADDITIONAL COMPLIANCE INFORMATION

In compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”), the following information is provided:

Non-Statutory Audit Fees

The amount of non-statutory audit fees paid and payable to the external auditors by the Company and its subsidiaries for the financial year ended 31 December 2010 are as follows:

	RM'000
PricewaterhouseCoopers	27
PricewaterhouseCoopers Taxation Services Sdn. Bhd.	154
PricewaterhouseCoopers Advisory Services Sdn. Bhd.	115
Total	296

Material Contracts

Neither the Company nor any of its subsidiaries have entered into any contracts which are or may be material (not being contracts entered into in the ordinary course of business) involving Directors' and major shareholders' interests since the end of the previous financial year other than the conditional share sale agreement (“SSA”) made on 23 November 2010 to acquire 100% of Lowe Motors Sdn. Bhd. (“LMSB”), a company incorporated in Malaysia for RM16 million. LMSB is the authorised dealer of Mercedes-Benz in the state of Penang, Malaysia. The acquisition is expected to complete in 2011.

Recurrent Related Party Transactions

The Company had at the Annual General Meeting held on 27 April 2010 obtained a shareholders' mandate for the Group to enter into recurrent transactions of a revenue or trading nature, which are necessary for its day-to-day operations and are in the ordinary course of business, with related parties. The said general mandate has been in effect from 27 April 2010 until the conclusion of the forthcoming

Annual General Meeting of the Company. The Company intends to seek a renewal of the said general mandate for recurrent related party at the forthcoming Annual General Meeting of the Company.

The details of the new mandate to be sought have been furnished in the Circular to Shareholders dated 29 March 2011 together with this Annual Report.

Details of related party transactions are disclosed in Note 27 to the financial statements, of which none of the aggregate value of transactions conducted pursuant to the shareholders' mandate during the financial year exceeds the applicable prescribed threshold under Chapter 10.09(2)(e) of the Main Market Listing Requirements of BMSB.

Sanctions or Penalties

During the financial year, there were no sanctions and/or penalties imposed on the Company and its subsidiaries, Directors or management by the relevant regulatory bodies other than the tax penalty imposed by Inland Revenue Board.

Others

The Company does not have the following activities during the financial year:

- Utilisation of proceeds raised from any proposal
- Share buy-backs
- Issuance of options or convertible securities
- Depository receipt programme sponsored by the Company
- Announcement of profit estimation, forecast and projections
- Receipt of profit guarantee
- Employee share option scheme (“ESOS”)

STATEMENT OF DIRECTORS' RESPONSIBILITY FOR PREPARING THE FINANCIAL STATEMENTS

The Directors are required by the Companies Act, 1965 to prepare financial statements for each financial year which have been made out in accordance with the applicable approved accounting standards for entities other than private entities 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 and of the results and cash flows of the Group and of the Company for the financial year.

In preparing the financial statements, the Directors have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- ensured that all applicable accounting standards for entities other than private entities have been followed; and

- prepared financial statements on the going concern basis as the Directors have a reasonable expectation, having made enquiries, that the Group and the Company have adequate resources to continue operations for the foreseeable future.

The Directors acknowledge the responsibility for ensuring that the Company keeps accounting records which disclose with reasonable accuracy 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 have overall responsibilities for taking such steps as are reasonably open to them to safeguard the assets of the Group, to prevent and detect fraud and other irregularities.