

Statement Of Internal Control (continued)

The Board ensures that on-going reviews are continuously carried out to measure the effectiveness of the internal control system and to establish shareholders' confidence. This is to ensure that the Group's system of internal control is updated in line with the changes in the operating environment and consistent with the Group's overall objectives. The Board further seeks regular assurance on the continuity and effectiveness of the internal control system through independent appraisals by internal and external auditors.

Major associated companies have been dealt with in this statement as part of the Group for the purposes of applying the internal control processes.

The Board is of the view that current system of internal control is sufficient to safeguard the Group's interest.

Directors' Responsibility Statement In Respect Of Annual Audited Accounts

The Directors are responsible for ensuring that the annual audited financial statements of the Company and the Group are drawn up in accordance with the requirements of the applicable approved accounting standards in Malaysia, the provisions of the Companies Act, 1965, Bank Negara Malaysia Guidelines and the Listing Requirements of Bursa Securities.

The Directors are also responsible for ensuring that the annual audited financial statements of the Company and the Group are prepared with reasonable accuracy from the accounting records of the Company and the Group so as to give a true and fair view of the state of affairs of the Company and the Group as at 31 December 2006.

In preparing the annual audited financial statements, the Directors have:-

- (a) applied the appropriate and relevant accounting policies on a consistent basis;
- (b) made judgements and estimates that are reasonable and prudent; and
- (c) prepared the annual audited financial statements on a going concern basis.