

GROUP STRUCTURE



100 %



CENTRAL
ALUMINIUM
MANUFACTORY
SDN. BHD.

100 %



CENTRAL
MELAMINEWARE
SDN. BHD.

100 %



ADVANCE EAGLE
MARKETING
SDN. BHD.

CHAIRMAN'S STATEMENT

On behalf of the Board of Directors, I am pleased to present the Annual Report and Financial Statements of CAM Resources Berhad and the Group for the financial year ended 31 December 2003.

FINANCIAL PERFORMANCE

For the financial year ended 31 December 2003, the Group recorded revenue of RM54.7 million, an improvement of 9.7% as compared to the previous year of RM49.8 million. Despite the increase in revenue, the Group registered a lower profit after taxation of RM3.9 million compared to RM8.5 million in the previous year. The rising raw materials costs and competitive pricing of our products that eroded the profit margin and the profit obtained from disposal of machineries in the preceding year were the main factors contributing to the relatively lower profit for the current financial year.

PROSPECTS

Generally, the global and domestic economy have both shown a strong upturn in the second half of 2003, especially in Asian region which had recovered strongly from the impact of SARS outbreak.

The outlook for the global economy has becoming increasingly optimistic as a result of strengthening of the electronics upcycle and projected faster growth in world output and trade. Malaysia economy is therefore expected to further expand from the favourable export performance, stronger intra-regional trade, continuing growth in private consumption and expansion from both foreign and domestic investment.

The Group will continue to maintain strategic level of raw materials in order to cushion the impact of the

surging cost. The Group would also adopting strategic marketing efforts, focus on high value added products and implementing cost cutting programme to improve efficiency and productivity. These will equip us to be more competitive in the market so as to achieve better results from the improving and recovering economy.

In view of the above, we are optimistic that the Group will be able to achieve a better performance for the financial year ended 31 December 2004.

DIVIDEND

The Board has recommended for your approval a first and final dividend of 4% per share less income tax for the financial year ended 31 December 2003.

ACKNOWLEDGEMENT

On behalf of the Board of Directors, I would like to express my appreciation to the management and staff of the Group for their effort and dedication in facing the challenges throughout the year. I also wish to thank all our shareholders, banks, valued customers and business associates for their continued support and confidence in the Group.

Lee Chin Yen
Executive Chairman