

## General Announcement

Reference No **MG-110429-35495**

Company Name : **METRONIC GLOBAL BERHAD**  
Stock Name : **MTRONIC**  
Date Announced : **29/04/2011**

Type : **Announcement**  
Subject : **OTHERS**  
Description : **QUALIFICATION IN THE EXTERNAL AUDITORS' REPORT ON THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010**

### Announcement Details/Table Section :

Pursuant to Paragraph 9.19(37) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Board of Directors of Metronic Global Berhad (“the Company”) wishes to inform that the external auditors’ report on the audited financial statements of the Company for the financial year ended 31 December 2010 contains a qualified opinion by the external auditors, Messrs Ernst & Young. Details of the qualification are as follows:

#### *“Basis for Qualified Opinion*

As disclosed in Note 23(A) of the financial statements, the Group has long outstanding receivables due from a related party and certain group of debtors with their carrying amount totalling RM46,565,420 as at 31 December 2010, of which a total impairment amount of RM20,344,806 has been made. The net carrying amount of these debtors after the impairment provision is RM26,230,614. The impairment amount was determined by the management based on estimated timing of collection as disclosed in Note 3(b)(iii) of the financial statements. As we are unable to obtain sufficient appropriate evidence about the timing of collection of these debtors, we are unable to determine if any adjustment to the impairment amount and thus the carrying amount of these debtors is necessary.

#### *Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above, the financial statements have been properly drawn up in accordance with Financial Reporting Standards and the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial positions of the Group and of the Company as at 31 December 2010 and of their financial performance and cash flows for the year then ended.”

This announcement is dated 29 April 2011.