

YB SENATOR DATO' HAMZAH BIN ZAINUDIN, JP

Executive Chairman

Date appointed : 21 June 1996

Age : 44

Nationality : Malaysian

Qualification : Diploma in Quantity Surveying from Universiti Teknologi Malaysia, 1979

Work experience : Started his career in 1980 with Maju Bangun Bhd, a subsidiary of the Perak State Economic & Development Corporation, and then left as the General Manager in 1984. He then joined Justera Sdn Bhd, a subsidiary of CASH Bhd, and was a Director until he resigned in 1991. He has ventured into private business since 1989, was a Director in Astinapura Sdn Bhd from 1993 to 1996, and since 1995 is the Chairman of Evermaster Group Bhd, a company principally engaged in the integrated timber products industry.

Dato' Hamzah is very active in the social economic development of the country. He has served as a Board Member of Dewan Bandaraya Ipoh from 1987 to 1993. He is currently a Senator in Malaysia's Dewan Negara (Senate), and Chairman of FELCRA Bhd, the Federal Land Consolidation and Rehabilitation Authority that oversees land management and development of agro land owned by the State and individuals.

Board committees : None

Directorship of other public companies : Asian Pac Holdings Berhad (Director)
Evermaster Group Berhad (Chairman), and
Isuta Holdings Berhad (Director)

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

TAN BENG WAN, JASON

Group Managing Director

Date appointed : 21 June 1996

Age : 48

Nationality : Malaysian

Qualification : Graduated from Singapore Polytechnic majoring in Production Engineering, 1977

Work experience : Began his career in 1977 as a Manufacturing Engineer with a German company, C. Melchers Pte Ltd, Singapore, a manufacturer of audio-visual electronic components where he gained his industrial engineering experience. In 1980 he joined Union Alloy (M) Sdn Bhd, a company specialising in engineering plastics supplies and services as a Sales Engineer. Realising the potential and importance of the engineering plastics industry, he then founded Hexagon Group in 1984 with five other founding members. Together with the founding members, he built and transformed Hexagon from a private to a public-listed company. He has been the Group's Managing Director since its inception in 1984.

Board committees : Audit Committee

Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

NG CHOONG HON

Executive Director

- Date appointed : 21 June 1996
- Age : 47
- Nationality : Malaysian
- Qualification : Graduated from Birmingham University, United Kingdom with a Bachelor of Science in Mechanical Engineering, 1977
- He is a registered Professional Engineer with the Board of Engineers, Malaysia, and is a member of the Institute of Engineers, Malaysia
- Work experience : He started his career in 1977 with Dunlop (M) Industries Bhd as a Mechanical Engineer where he gained a wide range of experience in manufacturing and industrial engineering. He then joined Hexagon Group in 1987 as one of the founding members of the Group. He has been the General Manager of Polymer Composite Asia since its inception in 1989, where he supervises and provides the technical and manufacturing process design expertise, and the manufacture of advanced composite products
- Board committees : None
- Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

TAN HOCK SIANG, BENNY

Executive Director

- Date appointed : 21 June 1996
- Age : 45
- Nationality : Malaysian
- Qualification : Higher School Certificate
- Work experience : Started his career as a Branch Executive with Union Alloy (M) Sdn Bhd in 1979. He was in charge of the company's hydraulic equipment and engineering plastics supplies and services for six years before moving on to form Hexagon Group in 1984 with the other founding members. With his extensive experience in projects management of engineering plastics and advanced composites, he has been the General Manager of Hexagon Tower, Northern region since its inception.
- Board committees : None
- Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

TAN KWANG WAH, ANDY**Executive Director**

Date appointed : 21 June 1996

Age : 46

Nationality : Malaysian

Qualification : Diploma in Management from the Malaysian Institute of Management, 1992

Work experience : Started his career as a Sales Executive with Union Alloy (M) Sdn Bhd, where he provided engineering support for advanced composite related components. In 1984, he joined the other founding members to establish Hexagon Group and was the General Manager for Hexagon Tower, Southern region. With Hexagon Group's penetration into the construction, installation and maintenance of petroleum retail stations, Andy Tan is now the general Manager for Hexagon Technologies and Hexagon Shop System.

Board committees : None

Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

LOW KWEE BENG, STEPHEN**Executive Director**

Date appointed : 21 June 1996

Age : 45

Nationality : Malaysian

Qualification : Trained in Certificate of Technology from the Tunku Abdul Rahman College, 1977

Work experience : Started his career in 1977 as a Sales Executive with Union Alloy (M) Sdn Bhd, where for eight years, he was actively involved in the sales of industrial engineering supplies and services. He left in 1984 to form Hexagon Group with the other five founding members. He has been the General Manager of Hexagon Tower, Central Region since its inception in 1984, and he is also responsible for the business development of Hexagon Tower.

Board committees : None

Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

HEW YUEN FOH

Executive Director

Date appointed :	5 August 1999
Age :	45
Nationality :	Malaysian
Work experience :	James is one of the pioneer staff of the Hexagon Group of companies when he joined Hexagon in 1984 as its Chief Technician. With his extensive experience in the industrial and construction sectors, he has built a team of project implementators, and manages the execution of major projects for Hexagon. He was then promoted to the Board in 1999 , and currently is the General Manager for Operations for Hexagon Tower.
Board committees :	None
Directorship of other public companies :	None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

TUAN HAJI MOKATAR RUDIN BIN WAN YUSOF

Independent Non-Executive Director

Date appointed :	12 September 1997
Age :	51
Nationality :	Malaysian
Qualification :	Graduated from Curtin University of Technology, Perth, Australia with Bachelor of Applied Science in Land Surveying, 1972 Fellow of Institution of Surveyors (Malaysia) Member of Malaysian Association of Authorised Land Surveyors (PEJUTA)
Work experience :	Licensed land surveyor since 1980. Member of Parliament (Dewan Rakyat) from 1995 to 1999 Board Member of Tenaga Nasional Berhad from 1998 to 2001 Director of Tenaga Nasional Berhad from 1998 to 2001. Chairman of Autoair Holdings Berhad, a listed company with principal activities in the manufacture of automotive components and accessories.
Board committees :	Audit Committee
Directorship of other public companies :	Autoair Holdings Berhad (Chairman)

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

BAHRIN BIN KASRI**Independent Non-Executive Director**

- Date appointed : 21 June 1996
- Age : 44
- Nationality : Malaysian
- Qualification : Graduated from the University of Nottingham, United Kingdom with a Bachelor of Science Degree in Civil Engineering, 1981
Member of the Insitute of Engineers, Malaysia
- Work experience : Started his career as a Site Engineer with the Johore State Economic Development Corporation in 1982. He then worked with three other companies with interests in property development, construction and engineering activities from 1984 to 1990. In 1991, he moved on to Gopeng Berhad as Project Manager for their infrastructural activities, and he was also the General Manager for Gopeng Construction Sdn Bhd until 1996. Today he a businessman involved in a diverse range of trading activities. He is also a director in Suremax Group Berhad, a property development and construction group.
- Board committees : Audit Committee
- Directorship of other public companies : Suremax Group Berhad (Director)

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

TONG YUN MONG**Independent Non-Executive Director**

- Date appointed : 15 October 1999
- Age : 46
- Nationality : Malaysian
- Qualification : Higher School Certificate
- Work experience : Businessman and company director in property development.
- Board committees : Audit Committee
- Directorship of other public companies : None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

VICTOR LIEW TET FOOK

Independent Non-Executive Director

Date appointed :	16 October 2000
Age :	38
Nationality :	Malaysian
Qualification :	Bachelor of Commerce (Accounting, Finance & Systems), University of New South Wales, Sydney, Australia, 1985
Work experience :	Started his career with Australian Mutual Provident, Sydney in 1985 as an Executive in foreign exchange / cash management, and then in 1986 promoted to Fund Manager, US Equities. He then returned to Malaysia in 1990 to join Hong Leong Fund Management Sdn Bhd as a Fund Manager. He then became a Company Dealer in 1992 for Zalik Securities Sdn Bhd , and then in 1993 for PB Securities Sdn Bhd. In 1996, he started Alchemy Technology Sdn Bhd, a company specialising in design of software applications for smart phones and handheld computers. The company is also the sole distributor of Psion computer products in Malaysia.
Board committees :	Audit Committee
Directorship of other public companies :	None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

YONG KING CHING, MICHAEL

Executive Director

Date appointed :	31 July 2001
Age :	42
Nationality :	Malaysian
Qualification :	Certified Public Accountant (Malaysian Association of Certified Public accountants), 1986
Work experience :	Started his career in accounting with Pricewaterhouse, Malaysia from 1979 to 1988 wherein he qualified as a CPA from the Malaysian Association of Certified Public accountants. Then continued his accounting career in Ernst & Whinney, London, United Kingdom from 1988 to 1990, before returning to Pricewaterhouse, Malaysia in 1990. He then spent 8 years in Indonesia working in senior management financial positions for 2 Indonesian conglomerates; PT Bank Dharmala and PT Summarecon Agung Tbk before returning to Malaysia in 1998. He then joined Hexagon in April 2000 as the Group Financial Controller.
Board committees :	Audit Committee (appointed 31 July 2001)
Directorship of other public companies :	None

He has no family relationship with any other director and/or major shareholder of Hexagon, nor are there any conflict of interests with Hexagon.

It is my pleasure on behalf of the Board of Directors to present the Annual Report and Accounts of the Hexagon Group for the financial year ended 31 March 2001.

REVIEW AND PROSPECTS

The Malaysian economy recorded a stronger growth with improved economic and financial fundamentals in the year 2000. While growth was supported by strong external demand, rising private consumption and the strong revival in domestic investment were the main contributors to economic growth. Real Gross Domestic Product (GDP) registered a higher growth of 8.5% , well above the 5.8% achieved in 1999.

The better conditions in the economy during the year largely emanated from the buoyant manufacturing activities. Exports of manufactured goods rose strongly during the first half of the year due to higher export volume and prices. This export strength was due to the sustained strong demand for electronics and electrical products and the robust expansion in oil-based exports, leading to higher private investments in the manufacturing and services sectors, where capacity expansion and new investments were undertaken in response to this rising demand. Hexagon benefited from this uptake in new investments as the Group provides the engineering services and industrial products required in the building of these plants.

However, towards the end of the year, the global economic activity began to slow down, especially in the United States. This led to an adverse impact on our exports, particularly for semi-conductors.

Growth of the Malaysian economy in the year 2001 will be affected by the less than encouraging global economic conditions. In an environment of a stronger-than- expected deceleration of growth in the US, a weak performance of the Japanese economy and uncertainty in the global financial markets, economic growth in 2001 is expected to moderate to 5%.

FINANCIAL PERFORMANCE

In tandem with the economic recovery, the Group's turnover for the financial year ended 31 March 2001 increased by 45% to RM 162 million from RM 111 million, whilst Profit after Tax and Minority Interests increased by RM 7.08 million to RM 3.00 million from a loss of RM 4.08 million in the previous year.

The slow down in the Malaysian economy, with its consequent reduction in investments, may affect the Group's performance for the coming financial year as the Group's business is dependent on new capital investments in the electronics and semi-conductor industries. However, alternative plans are being put in place to sustain the Group's business during these difficult times.

With the slowdown in the Malaysian economy, the group is venturing abroad, especially into China where the market is still bouyant. With the incorporation of Hexagon Tower (Tianjin) Specialty Piping Services Co. Ltd, the Group has placed a management and engineering team to undertake business development in China.

CORPORATE EXERCISE PRIVATE PLACEMENT

During the financial year, the Paid-up Share Capital of the Company was increased by 10% to RM 21,967,000 bringing total proceeds of RM 3.55 million or an average of RM 1.78 per share. The successful subscription of this private placement demonstrates the new shareholders' confidence in the company, and to whom we are most grateful.

Chairman's Statement (Cont'd)

DIVIDENDS

The Board of Directors', in line with the Group's commitment to their shareholders, is recommending a first and final dividend of 4% less tax in the forthcoming Seventh Annual General Meeting for the financial year ended 31 March 2001.

DIRECTORS

We are pleased to welcome Mr. Victor Liew and Mr Michael Yong to the Board of the Company, who without doubt, with their accounting and finance credentials will bring a wealth of experience to our Board.

APPRECIATION

I would like to take this opportunity to express my gratitude and thanks to the Members of the Board, and on behalf of the Board, our appreciation to the shareholders, bankers, customers, suppliers, advisors, and business partners for their continuous support and assistance to the Group.

YB Senator Dato' Hamzah bin Zainudin, JP

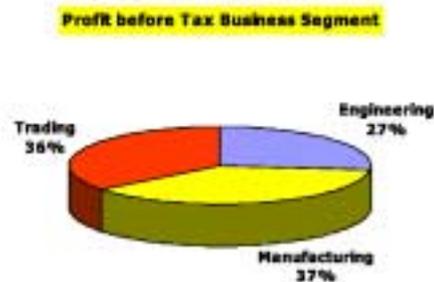
Executive Chairman

THE YEAR IN REVIEW

The concerted effort put in by the Company during the year has been relatively rewarding as sales have come in strongly to reach a historical high of RM 162 million. However in this competitive environment of capturing sales, and hence market share, the Profit Before Tax was only RM 4.10 million. The RM 4.10 million Profit before Tax was nevertheless a significant improvement over last year when a loss of RM 4.15 million was incurred.

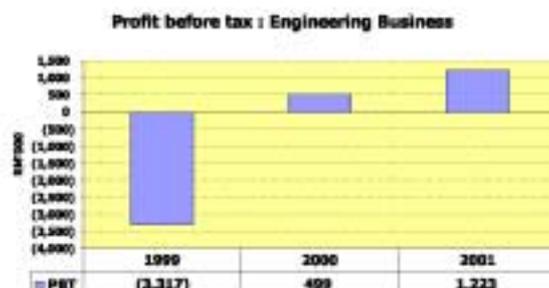
With an average share capital of 20,541,197 the company's Earnings per share has come in at a healthy 15 Sen per RM 1 share, compared with a loss of 20 Sen last year.

GROUP PERFORMANCE



REVIEW OF MAJOR OPERATIONS

ENGINEERING :

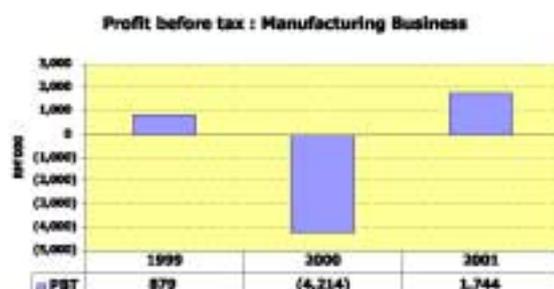


Engineering business is still the dominant business activity providing 68 % of the Group's turnover. Hexagon's involvement in the high technology projects of 1st Silicon Sdn Bhd in Kuching, Sarawak and Silterra Sdn Bhd, Kulim, Kedah brought in contracts worth RM 70 million from 2000 to now. Hexagon was also the only Malaysian team to be involved in Motorola's MOS17 project, a USD 1.20 billion project in Tianjin, China which

should provide a steady revenue stream of revenues to the Group in the future.

The engineering sector is however becoming very competitively priced, thereby commanding low profit margins. With Engineering's role of providing integrated solutions to our customers, whereby it brings sales to its other business units, it also had to adopt pricing strategies that lowers its own profitability. Hence the low contribution of 27% to Group total Profit Before Tax .

● **MANUFACTURING :**

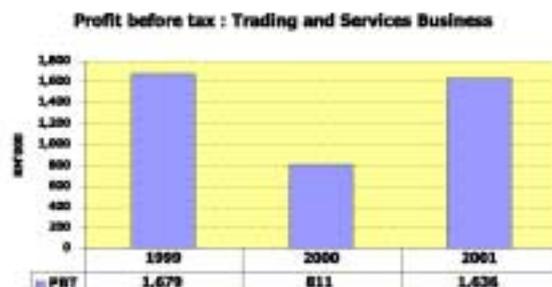


Polymer Composite Asia Sdn Bhd managed a turnaround in performance mainly on account of projects sourced through Engineering whereby PCA supplied advanced composite products and services from its Fibre-Glass Products Division (FRP) to the major projects undertaken by Engineering.

Sales from the Signages Division was relatively flat as its major customers from the petroleum retailing industry did not undertake any major expansion or refurbishment of petrol stations.

Despite only a 15% contribution to Group Turnover, its Profit Before Tax contribution to Group profits was 37% for the year.

● **TRADING AND SERVICES :**



Hexagon Distributors Sdn Bhd has always been a consistent performer in both sales and profits, as it has stable businesses from the industrial maintenance sector but for this financial year it has exceeded all expectations by achieving its highest turnover todate of RM 29 million. Together with the Group's engineering and FRP penetration into the development of wafer-fabrication plants, Distributors also made significant inroads into these projects.

CHALLENGES AHEAD

With the slowdown of the regional economies, the road ahead is indeed very challenging for the Group to exceed or sustain the performance of the last financial year but it is not insurmountable.

The strategies adopted by the Group which emphasise on the importance of positioning the organisation in relation to its environment and competitors to achieve its objectives still holds true as demonstrated by the past year's results.

The Group will continue to implement the three key strategies that have been instrumental in the Group's sustenance and future direction ;

- **Business Strategy** in the high technology industry of wafer fabrication plants, which will spearhead the Group's efforts into the provision of specialised engineering, procurement and construction services to these plants.
- **Corporate Strategy** to form strategic and synergistic alliances with internationally renowned business partners with leading edge technology and resources, thereby providing the impetus to be a successful regional organisation.
- **Market Strategy** via its offices located throughout Malaysia, ASEAN and now, China, supported by more than 600 employees, to better position itself and extend its market influence in this fast changing business environment.

With this strategic direction, Hexagon will be a more focused business group that maximises its resources to develop the business opportunities that await us in spite of the not too robust future.

ACKNOWLEDGEMENTS

This past year has been a challenging, yet rewarding period for the Hexagon Group. I would like to thank all our employees for their commitment to excellence and maintenance of a strong work ethic, which has resulted in a relatively successful year for the organisation.

To our many customers, principals, suppliers, bankers, and business associates, I am appreciative of your faithful support, and I believe that there are many exciting things to come from Hexagon in the future. Thank you once again for support to our Group.

Despite the not too bright economic outlook in the immediate future, we believe that your continuing commitment and support to the Group will see us through.

Thank you.

Jason B W Tan
Group Managing Director