



**GHL SYSTEMS BERHAD**  
**CONSOLIDATED INCOME STATEMENTS**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008**  
**THE FIGURES HAVE NOT BEEN AUDITED**

	<b>Note</b>	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		<b>CURRENT YEAR QUARTER 31/12/2008</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 31/12/2007</b>	<b>CURRENT YEAR TO DATE 31/12/2008</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007</b>
		<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Revenue	A8	16,341,529	12,687,787	53,655,317	51,340,232
Cost of sales		(6,514,583)	(5,939,474)	(17,566,117)	(18,396,265)
<b>Gross profit</b>		<b>9,826,946</b>	<b>6,748,313</b>	<b>36,089,200</b>	<b>32,943,967</b>
Other income		279,770	2,212,490	1,537,522	4,949,415
Administration expenses		(12,960,535)	(12,476,108)	(39,456,827)	(33,725,068)
Distribution costs		(1,155,465)	798,963	(3,916,470)	(2,484,548)
Other expenses		(111,976)	(535,744)	(528,378)	(912,328)
Finance cost		(81,037)	67,683	(213,945)	(300,539)
<b>(Loss)/Profit before taxation</b>		<b>(4,202,297)</b>	<b>(3,184,403)</b>	<b>(6,488,898)</b>	<b>470,899</b>
Income tax expense		325,468	423,338	325,433	387,636
<b>(Loss)/Profit for the period</b>		<b>(3,876,829)</b>	<b>(2,761,065)</b>	<b>(6,163,465)</b>	<b>858,535</b>
<b>Attributable to:</b>					
Equity holders of the parent		(3,867,176)	(2,770,684)	(6,153,812)	848,916
Minority interest		(9,653)	9,619	(9,653)	9,619
		<b>(3,876,829)</b>	<b>(2,761,065)</b>	<b>(6,163,465)</b>	<b>858,535</b>
Weighted average number of ordinary shares in issue		138,846,304	138,862,215	138,515,441	138,598,899
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
(Loss)/Earnings Per Ordinary Share					
- Basic (sen)	B13	(2.79)	(1.99)	(4.44)	0.61
- Diluted (sen)		(2.79)	(1.96)	(4.44)	0.60

(The Condensed Consolidated Income Statement should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2007)



**GH SYSTEMS BERHAD**  
**CONSOLIDATED BALANCE SHEET**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008**  
**THE FIGURES HAVE NOT BEEN AUDITED**

	Note	AS AT CURRENT YEAR QUARTER 31.12.2008	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 (Audited)
		RM	RM
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		55,733,119	49,973,480
Prepaid lease payments		1,579,862	1,592,172
Other investment		88,250	553,688
Goodwill on consolidation		1,913,105	1,913,105
		<u>59,314,336</u>	<u>54,032,445</u>
<b>Current assets</b>			
Marketable securities		-	591,685
Inventories		9,486,880	9,557,780
Trade receivables		12,431,548	18,986,414
Other receivables		2,167,581	3,978,157
Tax recoverable		88,499	142,003
Fixed deposits placed with licensed banks		2,149,046	13,486,240
Cash and bank balances		10,548,444	11,407,540
		<u>36,871,998</u>	<u>58,149,819</u>
<b>TOTAL ASSETS</b>		<u>96,186,334</u>	<u>112,182,264</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		69,431,108	69,431,108
Reserves		13,942,212	22,495,536
Treasury Shares		(4,468)	-
		<u>83,368,852</u>	<u>91,926,644</u>
<b>Minority interest</b>		-	9,653
<b>Total equity</b>		<u>83,368,852</u>	<u>91,936,297</u>
<b>Non-current liabilities</b>			
Hire purchase payables	B9	35,042	92,131
Bank borrowing	B9	3,082,585	3,248,259
Deferred taxation		-	497,457
		<u>3,117,627</u>	<u>3,837,847</u>
<b>Current liabilities</b>			
Trade payables		1,750,265	2,197,127
Other payables		7,732,570	7,572,950
Hire purchase payables	B9	53,124	130,203
Bank borrowings	B9	163,896	6,507,840
		<u>9,699,855</u>	<u>16,408,120</u>
<b>Total liabilities</b>		<u>12,817,482</u>	<u>20,245,967</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>96,186,334</u>	<u>112,182,264</u>
Number of ordinary shares		138,862,215	138,862,215
NA per share (sen)		60.04	66.20

(The Condensed Consolidated Balance Sheet should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2007)



**GH SYSTEMS BERHAD**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008**  
**THE FIGURES HAVE NOT BEEN AUDITED**

	CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.12.2008 RM	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2007 RM
<b>Cash Flows From Operating Activities</b>		
(Loss)/ Profit before taxation	(6,488,898)	470,899
Adjustment for:		
Reversal of doubtful debts	(55,028)	-
Amortisation of goodwill	-	342,329
Bad debt written off	-	25,708
Depreciation of property, plant & equipment	8,467,446	7,391,113
Amortisation of prepaid land lease payments	-	16,414
Loss on disposal of property, plant & equipment	17,350	71,440
Share based payments	-	232,554
Interest income	(319,509)	(499,109)
Interest expenses	213,945	298,298
Allowance for doubtful debts	2,582,515	-
Foreign currency translation reserve	-	(232,501)
Property, plant & equipments written off	-	6,387
Gain on disposal of associated companies	-	(2,522,699)
Operating profit before working capital changes	<u>4,417,821</u>	<u>5,600,833</u>
Decrease/ (Increase) in working capital		
Inventories	70,901	(4,260,910)
Trade and other receivables	5,088,470	371,374
Trade and other payables	(287,242)	(3,920,510)
Amount owing by associated company	-	-
	<u>4,872,129</u>	<u>(7,810,046)</u>
Cash generated from/ (used in) operations	9,289,950	(2,209,213)
Interest received	319,509	499,109
Interest paid	(213,945)	(298,298)
Tax paid	(64,097)	(105,719)
Exchange fluctuation adjustment	(1,383,166)	142,357
	<u>(1,341,699)</u>	<u>237,449</u>
Net cash generated from/ (used in) operating activities	7,948,251	(1,971,764)
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(15,331,057)	(10,073,125)
Proceeds from disposal of property, plant & equipment	1,098,931	5,573,459
Proceeds from disposal of associated company	-	7,030,000
Additional investment in subsidiaries company	-	(387,872)
Purchase of Company's own shares	(444,293)	-
Proceeds from disposal of marketable securities	591,685	(575,426)
Net cash (used in)/ generated from investing activities	<u>(14,084,734)</u>	<u>1,567,036</u>
<b>Cash Flows From Financing activities</b>		
Proceeds from issue of shares	-	656,647
Increased of letter of credit	-	5,695,503
Repayment of hire purchase payables	(134,169)	(170,824)
Repayment of borrowings	(6,509,618)	(874,014)
Decrease of fixed deposit pledge	2,310,318	681,590
Dividend paid to shareholders	-	(629,576)
Net cash (used in)/ generated from financing activities	<u>(4,333,469)</u>	<u>5,359,326</u>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	(10,469,952)	4,954,598
<b>Cash and cash equivalents at beginning of financial year</b>	<u>22,067,442</u>	<u>17,112,844</u>
<b>Cash and cash equivalents at end of financial period</b>	<u>11,597,490</u>	<u>22,067,442</u>
<b>Cash and cash equivalents at end of period comprises:</b>		
Cash and bank balances	10,548,444	11,407,540
Fixed deposits placed with licensed banks	2,149,046	13,486,240
	<u>12,697,490</u>	<u>24,893,780</u>
Less: Fixed deposits pledged to licensed banks	(1,100,000)	(2,826,338)
	<u>11,597,490</u>	<u>22,067,442</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with Audited Financial Statements for the year ended 31 December 2007)



**GH SYSTEMS BERHAD**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008**

**THE FIGURES HAVE NOT BEEN AUDITED**

	Share Capital RM	Foreign Exchange Reserves RM	ESOS Reserves RM	Retained Profits RM	Treasury Shares RM	Total Shareholders' Equity RM	Minority Interest RM	Total Equity RM
At 1 January 2007	62,478,744	20,334	343,967	27,753,449	-	90,596,494	1,618	90,598,112
Arising from acquisition of shares in subsidiary companies	-	-	-	-	-	-	(1,584)	(1,584)
Foreign exchange differences, representing net loss not recognised in income statement	-	221,609	-	-	-	221,609	-	221,609
Issue of shares pursuant to ESOS	656,647	-	-	-	-	656,647	-	656,647
Bonus Issue	6,295,717	-	-	(6,295,717)	-	-	-	-
Dividend	-	-	-	(629,576)	-	(629,576)	-	(629,576)
Net profit for the financial year	-	-	-	848,916	-	848,916	9,619	858,535
Share based payment	-	-	232,554	-	-	232,554	-	232,554
At 31 December 2007	69,431,108	241,943	576,521	21,677,072	-	91,926,644	9,653	91,936,297
At 1 January 2008	69,431,108	241,943	576,521	21,677,072	-	91,926,644	9,653	91,936,297
Transfer of reserve arising from expired of ESOS	-	-	(576,521)	-	-	(576,521)	-	(576,521)
Foreign exchange differences, representing net income not recognised in income statement	-	(1,383,166)	-	-	-	(1,383,166)	-	(1,383,166)
Dividend	-	-	-	(439,825)	-	(439,825)	-	(439,825)
Treasury Shares	-	-	-	-	(4,468)	(4,468)	-	(4,468)
Net loss for the financial year	-	-	-	(6,153,812)	-	(6,153,812)	(9,653)	(6,163,465)
At 31 December 2008	69,431,108	(1,141,223)	-	15,083,435	(4,468)	83,368,852	-	83,368,852

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2007)