



GH SYSTEMS BERHAD
CONSOLIDATED INCOME STATEMENTS
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009
THE FIGURES HAVE NOT BEEN AUDITED

	<u>Note</u>	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
		QUARTER 30/06/2009	QUARTER 30/06/2008	TO DATE 30/06/2009	PERIOD 30/06/2008
		RM	RM	RM	RM
Revenue	A8	13,089,090	11,696,246	23,608,149	23,111,888
Cost of sales		<u>(3,902,527)</u>	<u>(2,936,865)</u>	<u>(5,592,811)</u>	<u>(6,471,550)</u>
Gross profit		9,186,563	8,759,381	18,015,338	16,640,338
Other income		6,563	79,945	522,958	426,398
Administration expenses		(10,600,561)	(9,168,510)	(21,960,711)	(16,772,071)
Distribution costs		(890,389)	(1,013,596)	(1,783,033)	(1,906,690)
Other expenses		(128,583)	(125,230)	(264,161)	(298,704)
Finance cost		(26,978)	(51,215)	(62,789)	(87,878)
Loss before taxation		(2,453,385)	(1,519,225)	(5,532,398)	(1,998,607)
Income tax expense		47,041	(35)	(41,195)	(35)
Loss for the period		<u>(2,406,344)</u>	<u>(1,519,260)</u>	<u>(5,573,593)</u>	<u>(1,998,642)</u>
Attributable to:					
Equity holders of the parent		(2,406,344)	(1,519,260)	(5,573,593)	(1,998,642)
Minority interest		-	-	-	-
		<u>(2,406,344)</u>	<u>(1,519,260)</u>	<u>(5,573,593)</u>	<u>(1,998,642)</u>
Weighted average number of ordinary shares in issue		138,065,097	137,783,849	138,290,722	138,281,362
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
Loss Per Ordinary Share					
- Basic (sen)	B13	(1.74)	(1.10)	(4.03)	(1.45)
- Diluted (sen)		(1.74)	(1.10)	(4.03)	(1.45)

(The Condensed Consolidated Income Statement should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2008)



GH SYSTEMS BERHAD
CONSOLIDATED BALANCE SHEET
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009
THE FIGURES HAVE NOT BEEN AUDITED

	Note	AS AT CURRENT YEAR QUARTER 30/06/2009 RM	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2008 (Audited) RM
ASSETS			
Non-current assets			
Property, plant and equipment		51,012,807	55,737,225
Prepaid lease payments		1,567,551	1,575,757
Other investment		88,250	88,250
Goodwill on consolidation		1,913,105	1,913,105
		<u>54,581,713</u>	<u>59,314,337</u>
Current assets			
Inventories		9,724,712	9,486,878
Trade receivables		16,618,404	12,050,156
Other receivables		5,414,925	1,931,037
Tax recoverable		137,818	137,994
Fixed deposits placed with licensed banks		4,724,718	3,351,989
Cash and bank balances		6,731,473	9,345,502
		<u>43,352,050</u>	<u>36,303,556</u>
TOTAL ASSETS		<u>97,933,763</u>	<u>95,617,893</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		69,431,108	69,431,108
Reserves		8,953,542	13,826,436
Treasury Shares		(212,318)	(4,467)
Total equity		<u>78,172,332</u>	<u>83,253,077</u>
Non-current liabilities			
Hire purchase payables	B9	25,530	34,786
Bank borrowing	B9	2,934,036	3,082,585
		<u>2,959,566</u>	<u>3,117,371</u>
Current liabilities			
Trade payables		7,907,967	1,045,304
Other payables		8,564,002	7,450,608
Hire purchase payables	B9	20,426	51,244
Bank borrowings	B9	222,840	664,262
Tax Payable		86,630	36,027
		<u>16,801,865</u>	<u>9,247,445</u>
Total liabilities		<u>19,761,431</u>	<u>12,364,816</u>
TOTAL EQUITY AND LIABILITIES		<u>97,933,763</u>	<u>95,617,893</u>
Number of ordinary shares		138,862,215	138,862,215
NA per share (sen)		56.29	59.95

(The Condensed Consolidated Balance Sheet should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2008)



GH SYSTEMS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009
THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR QUARTER 30/06/2009 RM	CUMULATIVE QUARTER PRECEDING YEAR CORRESPONDING QUARTER 30/06/2008 RM
Cash Flows From Operating Activities		
Loss before taxation	(5,532,398)	(1,998,607)
Adjustment for:		
Reversal of doubtful debts	-	(44,264)
Depreciation of property, plant & equipment	6,164,672	4,136,279
Loss on disposal of property, plant & equipment	12,280	23,943
Interest income	(67,837)	(206,230)
Interest expenses	62,789	87,878
Property, plant & equipments written off	22,943	1,518
Operating profit before working capital changes	<u>662,449</u>	<u>2,000,517</u>
Decrease/ (Increase) in working capital		
Inventories	(237,834)	(7,345,981)
Trade and other receivables	(8,051,960)	5,455,537
Trade and other payables	7,976,058	(2,677,868)
	<u>(313,736)</u>	<u>(4,568,312)</u>
Cash generated from/ (used in) operations	348,713	(2,567,795)
Interest paid	(62,789)	(87,878)
Interest received	67,837	206,230
Tax refund/ (paid)	198,443	(188,493)
Exchange fluctuation adjustment	700,699	(261,927)
	<u>904,190</u>	<u>(332,068)</u>
Net cash generated from/ (used in) operating activities	1,252,903	(2,899,863)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(2,246,438)	(3,478,230)
Proceeds from disposal of property, plant & equipment	779,168	1,771,235
Purchase of Company's own shares	(207,851)	(444,293)
Proceeds from disposal of marketable securities	-	591,685
Net cash used in investing activities	<u>(1,675,121)</u>	<u>(1,559,603)</u>
Cash Flows From Financing activities		
Repayment of hire purchase payables	(40,074)	(64,904)
Repayment of borrowings	(589,970)	(6,111,832)
Decrease of fixed deposit pledge	289,751	1,726,338
Net cash used in financing activities	<u>(340,292)</u>	<u>(4,450,398)</u>
Net decrease in cash and cash equivalents	(762,511)	(8,909,864)
Cash and cash equivalents at beginning of financial period	<u>11,149,286</u>	<u>22,067,442</u>
Cash and cash equivalents at end of financial period	<u>10,386,775</u>	<u>13,157,578</u>
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	6,731,473	5,596,971
Short term marketable securities	-	3,462,975
	<u>6,731,473</u>	<u>9,059,946</u>
Fixed deposits placed with licensed banks	4,724,718	5,197,632
	<u>11,456,191</u>	<u>14,257,578</u>
Less: Fixed deposits pledged to licensed banks	(1,069,416)	(1,100,000)
	<u>10,386,775</u>	<u>13,157,578</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with Audited Financial Statements for the year ended 31 December 2008)



GHL SYSTEMS BERHAD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009
THE FIGURES HAVE NOT BEEN AUDITED

	Share Capital RM	Foreign Exchange Reserves RM	ESOS Reserve RM	Treasury Shares RM	Retained Profits RM	Total Shareholders' Equity RM	Minority Interests RM	Total Equity RM
At 1 January 2008	69,431,108	241,943	576,521	-	21,677,072	91,926,644	9,653	91,936,297
Foreign exchange differences, representing net income not recognised in income statement	-	(261,927)	-	-	-	(261,927)	-	(261,927)
Treasury shares	-	-	-	(444,293)	-	(444,293)	-	(444,293)
Net loss for the financial period	-	-	-	-	(1,998,642)	(1,998,642)	-	(1,998,642)
At 30 June 2008	69,431,108	(19,984)	576,521	(444,293)	19,678,430	89,221,782	9,653	89,231,435
At 1 January 2009	69,431,108	(1,256,993)	-	(4,467)	15,083,429	83,253,077	-	83,253,077
Foreign exchange differences, representing net income not recognised in income statement	-	700,699	-	-	-	700,699	-	700,699
Treasury Shares	-	-	-	(207,851)	-	(207,851)	-	(207,851)
Net loss for the financial period	-	-	-	-	(5,573,593)	(5,573,593)	-	(5,573,593)
At 30 June 2009	69,431,108	(556,294)	-	(212,318)	9,509,836	78,172,332	-	78,172,332

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2008)