



GHL SYSTEMS BERHAD
CONSOLIDATED INCOME STATEMENTS
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009
THE FIGURES HAVE NOT BEEN AUDITED

	Note	YEAR QUARTER 31/12/2009	CORRESPONDING QUARTER 31/12/2008	YEAR TO DATE 31/12/2009	CORRESPONDING PERIOD 31/12/2008
		RM	RM	RM	RM
Revenue	A8	15,436,970	14,931,065	57,150,217	52,244,852
Cost of sales		<u>(8,358,793)</u>	<u>(5,835,633)</u>	<u>(18,556,609)</u>	<u>(16,887,166)</u>
Gross profit		7,078,177	9,095,432	38,593,608	35,357,686
Other income		187,827	(291,665)	830,823	966,087
Administration expenses		(5,124,086)	(11,644,327)	(40,096,059)	(38,140,619)
Distribution costs		(2,919,249)	(1,155,464)	(5,491,607)	(3,916,469)
Other expenses		(94,289)	(111,785)	(111,405)	(528,187)
Finance cost		(86,474)	(81,037)	(195,138)	(213,945)
Loss before taxation		(958,094)	(4,188,846)	(6,469,778)	(6,475,447)
Income tax expense		(521,568)	312,011	(522,982)	311,976
Loss for the period/year		<u>(1,479,662)</u>	<u>(3,876,835)</u>	<u>(6,992,760)</u>	<u>(6,163,471)</u>
Attributable to:					
Equity holders of the parent		(1,479,662)	(3,867,182)	(6,972,760)	(6,153,818)
Minority interest		-	(9,653)	(20,000)	(9,653)
		<u>(1,479,662)</u>	<u>(3,876,835)</u>	<u>(6,992,760)</u>	<u>(6,163,471)</u>
Weighted average number of ordinary shares in issue		138,525,411	138,846,304	138,331,036	138,516,347
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
Loss Per Ordinary Share					
- Basic (sen)	B13	(1.07)	(2.79)	(5.04)	(4.44)
- Diluted (sen)	B13	(1.07)	(2.79)	(5.04)	(4.44)

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



GHL SYSTEMS BERHAD
CONSOLIDATED BALANCE SHEET
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT CURRENT YEAR QUARTER 31/12/2009	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2008 (Audited)
	RM	RM
ASSETS		
Non-current assets		
Property, plant and equipment	52,316,781	55,737,225
Prepaid lease payments	1,559,343	1,575,757
Other investment	-	88,250
Goodwill on consolidation	1,913,105	1,913,105
	<u>55,789,229</u>	<u>59,314,337</u>
Current assets		
Inventories	6,319,727	9,486,878
Trade receivables	13,986,407	12,050,156
Other receivables	5,375,308	1,931,037
Tax recoverable	147,062	137,994
Fixed deposits placed with licensed banks	2,051,185	3,351,989
Cash and bank balances	12,773,273	9,345,502
	<u>40,652,962</u>	<u>36,303,556</u>
TOTAL ASSETS	<u>96,442,191</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	7,165,550	13,826,436
Treasury Shares	(824)	(4,467)
Total equity	<u>76,595,834</u>	<u>83,253,077</u>
Non-current liabilities		
Hire purchase payables	17,931	34,786
Bank borrowing	2,880,770	3,082,585
Deferred taxation	503,559	-
	<u>3,402,260</u>	<u>3,117,371</u>
Current liabilities		
Trade payables	5,225,757	1,045,304
Other payables	10,961,574	7,450,608
Hire purchase payables	17,544	51,244
Bank borrowings	176,563	664,262
Tax payable	-	36,027
Amount owing to director	62,659	-
	<u>16,444,097</u>	<u>9,247,445</u>
Total liabilities	<u>19,846,357</u>	<u>12,364,816</u>
TOTAL EQUITY AND LIABILITIES	<u>96,442,191</u>	<u>95,617,893</u>
Number of ordinary shares	138,862,215	138,862,215
NA per share (sen)	55.16	59.95



GHL SYSTEMS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009
THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR QUARTER 31/12/2009 RM	CUMULATIVE QUARTER PRECEDING YEAR CORRESPONDING QUARTER 31/12/2008 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(6,469,778)	(6,475,447)
<i>Adjustment for :-</i>		
Allowance for doubtful debts	890,409	2,868,511
Amortisation of goodwill	-	(21,793)
Bad debts written off	70,362	-
Depreciation of PPE	9,841,501	8,451,037
Amortisation of prepaid land lease payments	16,414	16,415
Loss on disposal of PPE	177,132	15,803
Share options granted under ESOS	35,364	-
Interest expenses	195,138	213,945
Interest income	(226,917)	(319,509)
Inventories written off	336,544	-
Impairment loss on other investment	88,250	465,438
(Gain)/Loss on foreign exchange - unrealised	(288,348)	44,644
PPE written off	74,015	337
Reversal of allowance for doubtful debts no longer required	(25,547)	(288,304)
Operating profit before working capital changes	4,714,539	4,971,077
<i>Decrease/(Increase) in working capital</i>		
Inventories	2,830,607	70,902
Trade receivables	(2,512,765)	4,311,407
Other receivables	(3,514,633)	2,047,120
Trade payables	4,180,453	(1,151,823)
Other payables	3,510,967	(122,342)
Amount owing to directors	62,659	-
	4,557,288	5,155,264
Cash generated from operations	9,271,827	10,126,341
Interest paid	(195,138)	(213,945)
Interest received	226,917	319,509
Tax refund	50,001	100,223
Tax paid	(114,519)	(94,847)
Exchange fluctuation adjustment	507,143	(1,712,698)
	474,404	(1,601,758)
Net cash from operating activities	9,746,231	8,524,583
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of PPE	(7,545,295)	(15,897,189)
Net cash inflow from minority interest	20,000	-
Proceeds from disposal of PPE	873,091	1,717,435
Additional investment in subsidiary companies	-	21,793
Net cash used in investing activities	(6,652,204)	(14,157,961)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repurchase of shares	(226,991)	(444,292)
Decrease in short term borrowing	-	(5,695,503)
Repayment of borrowings	(189,148)	(814,115)
Repayment of hire purchase liabilities	(50,555)	(124,531)
Dividend paid	-	(576,521)
(Decrease)/increase in fixed deposit pledged	(21,025)	1,778,499
Net cash used in financing activities	(487,719)	(5,876,463)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,606,308	(11,509,841)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	11,149,286	22,659,127
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	13,755,594	11,149,286
Closing balance of cash and cash equivalents comprises:-		
Cash and bank balances	12,773,273	9,345,502
Bank overdraft	-	(500,366)
Fixed deposits with licensed banks	2,051,185	3,351,989
	14,824,458	12,197,125
Less: Fixed deposits pledged to licensed banks	(1,068,864)	(1,047,839)
	13,755,594	11,149,286

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



GHL SYSTEMS BERHAD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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
Realisation of ESOS reserves on issues of shares	-	-	(576,521)	-	-	(576,521)	-	(576,521)
Foreign exchange differences, representing net income not recognised in income statement	-	(1,498,936)	-	-	-	(1,498,936)	-	(1,498,936)
Share purchased during the financial year held as treasury shares	-	-	-	(444,292)	-	(444,292)	-	(444,292)
Dividend	-	-	-	439,825	(439,825)	-	-	-
Net loss for the financial period/year	-	-	-	-	(6,153,818)	(6,153,818)	(9,653)	(6,163,471)
At 31 December 2008	<u>69,431,108</u>	<u>(1,256,993)</u>	<u>-</u>	<u>(4,467)</u>	<u>15,083,429</u>	<u>83,253,077</u>	<u>-</u>	<u>83,253,077</u>
At 1 January 2009	69,431,108	(1,256,993)	-	(4,467)	15,083,429	83,253,077	-	83,253,077
Arising from acquisition of shares in subsidiary company	-	-	-	-	-	-	20,000	20,000
Foreign exchange differences, representing net income not recognised in income statement	-	507,143	-	-	-	507,143	-	507,143
Share purchased during the financial year held as treasury shares	-	-	-	(226,990)	-	(226,990)	-	(226,990)
Share based payment	-	-	35,364	-	-	35,364	-	35,364
Dividend	-	-	-	230,633	(230,633)	-	-	-
Net loss for the financial period/year	-	-	-	-	(6,972,760)	(6,972,760)	(20,000)	(6,992,760)
At 31 December 2009	<u>69,431,108</u>	<u>(749,850)</u>	<u>35,364</u>	<u>(824)</u>	<u>7,880,036</u>	<u>76,595,834</u>	<u>-</u>	<u>76,595,834</u>

(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)