



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2010
THE FIGURES HAVE NOT BEEN AUDITED

| | Note | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--------------------------------------|-------------|-----------------------------|---|-----------------------------|--|
| | | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | | 31/03/2010 | 31/03/2009 | 31/03/2010 | 31/03/2009 |
| | | RM | RM | RM | RM |
| Revenue | A8 | 13,237,205 | 10,519,060 | 13,237,205 | 10,519,060 |
| Cost of sales | | <u>(2,532,520)</u> | <u>(1,690,284)</u> | <u>(2,532,520)</u> | <u>(1,690,284)</u> |
| Gross profit | | 10,704,685 | 8,828,776 | 10,704,685 | 8,828,776 |
| Other income | | 460,793 | 516,395 | 460,793 | 516,395 |
| Administration expenses | | (9,754,046) | (11,360,150) | (9,754,046) | (11,360,150) |
| Distribution costs | | (983,421) | (892,645) | (983,421) | (892,645) |
| Other expenses | | (206,094) | (135,577) | (206,094) | (135,577) |
| Finance cost | | (51,986) | (35,811) | (51,986) | (35,811) |
| Profit/(Loss) before taxation | | 169,931 | (3,079,012) | 169,931 | (3,079,012) |
| Income tax expense | | - | (88,237) | - | (88,237) |
| Profit/(Loss) for the period | | 169,931 | (3,167,249) | 169,931 | (3,167,249) |
| Attributable to: | | | | | |
| Equity holders of the parent | | <u>169,931</u> | <u>(3,167,249)</u> | <u>169,931</u> | <u>(3,167,249)</u> |
| | | 169,931 | (3,167,249) | 169,931 | (3,167,249) |
| Earnings/(Loss) Per Ordinary Share | | | | | |
| - Basic (sen) | B13 | 0.12 | (2.29) | 0.12 | (2.29) |
| - Diluted (sen) | B13 | 0.12 | (2.29) | 0.12 | (2.29) |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2009)



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2010
THE FIGURES HAVE NOT BEEN AUDITED

| | AS AT CURRENT YEAR QUARTER 31/03/2010 | AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2009 (Audited) |
|--|--|--|
| | RM | RM |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 50,725,833 | 52,316,781 |
| Prepaid lease payments | 1,563,447 | 1,559,343 |
| Goodwill on consolidation | 1,913,105 | 1,913,105 |
| | <u>54,202,385</u> | <u>55,789,229</u> |
| Current assets | | |
| Inventories | 8,149,798 | 6,319,727 |
| Trade receivables | 11,844,216 | 13,990,646 |
| Other receivables | 5,749,705 | 5,467,023 |
| Tax recoverable | 395,182 | 147,062 |
| Fixed deposits placed with licensed banks | 3,197,787 | 1,959,470 |
| Cash and bank balances | 10,479,744 | 12,773,273 |
| | <u>39,816,432</u> | <u>40,657,201</u> |
| TOTAL ASSETS | <u>94,018,817</u> | <u>96,446,430</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 69,431,108 | 69,431,108 |
| Reserves | 7,209,318 | 7,160,485 |
| Treasury Shares | (824) | (824) |
| Total equity | <u>76,639,602</u> | <u>76,590,769</u> |
| Non-current liabilities | | |
| Hire purchase payables | 540,671 | 17,931 |
| Bank borrowing | 2,766,459 | 2,880,770 |
| Deferred taxation | 503,559 | 503,559 |
| | <u>3,810,689</u> | <u>3,402,260</u> |
| Current liabilities | | |
| Trade payables | 4,737,017 | 5,225,757 |
| Other payables | 8,144,164 | 11,033,537 |
| Hire purchase payables | 455,243 | 17,544 |
| Bank borrowings | 232,102 | 176,563 |
| | <u>13,568,526</u> | <u>16,453,401</u> |
| Total liabilities | <u>17,379,215</u> | <u>19,855,661</u> |
| TOTAL EQUITY AND LIABILITIES | <u>94,018,817</u> | <u>96,446,430</u> |
| Number of ordinary shares | 138,862,215 | 138,862,215 |
| NA per share (sen) | 55.19 | 55.16 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2009)



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2010
THE FIGURES HAVE NOT BEEN AUDITED

| | CUMULATIVE QUARTER | |
|---|--|--|
| | CURRENT YEAR QUARTER 31/03/2010 RM | PRECEDING YEAR CORRESPONDING QUARTER 31/03/2009 RM |
| Cash Flows From Operating Activities | | |
| Profit/(Loss) before taxation | 169,931 | (3,079,012) |
| Adjustment for: | | |
| Bad debt written off | 1,816,491 | - |
| Depreciation of property, plant & equipment | 2,168,308 | 3,784,420 |
| (Gain)/Loss on disposal of property, plant & equipment | (201,917) | 10,896 |
| Interest income | (32,361) | (40,920) |
| Interest expenses | 51,986 | 35,811 |
| Unrealised gain on foreign exchange | (23,058) | - |
| Inventories recovery | (64,393) | - |
| Gain on disposal of other investment | (17,461) | - |
| Reversal of allowance for doubtful debts no longer required | (1,415,229) | - |
| Property, plant & equipments written off | - | 23,144 |
| Operating profit before working capital changes | <u>2,452,297</u> | <u>734,339</u> |
| (Increase)/Decrease in working capital | | |
| Inventories | (1,765,678) | (917,829) |
| Trade and other receivables | 1,485,544 | (352,570) |
| Trade and other payables | (3,378,113) | 5,625,786 |
| | <u>(3,658,247)</u> | <u>4,355,387</u> |
| Cash (used in)/generated from operations | (1,205,950) | 5,089,726 |
| Interest paid | (51,986) | (35,811) |
| Interest received | 32,361 | 40,920 |
| Tax (paid)/refund | (248,120) | 39,145 |
| Exchange fluctuation adjustment | (121,098) | 148,132 |
| | <u>(388,843)</u> | <u>192,386</u> |
| Net cash (used in)/generated from operating activities | (1,594,793) | 5,282,112 |
| Cash Flows From Investing Activities | | |
| Purchase of property, plant and equipment | (560,547) | (1,914,163) |
| Proceeds from disposal of property, plant & equipment | 181,000 | 92,422 |
| Proceeds from disposal of others investment | 17,461 | - |
| Net cash used in investing activities | <u>(362,086)</u> | <u>(1,821,741)</u> |
| Cash Flows From Financing activities | | |
| Drawdown of hire purchase | 1,000,000 | - |
| Repayment of hire purchase payables | (39,561) | (29,032) |
| Repayment of borrowings | (58,772) | (534,429) |
| Decrease of fixed deposit pledge | 43,441 | 418,133 |
| Net cash generated from/(used in) financing activities | <u>945,108</u> | <u>(145,328)</u> |
| Net (decrease)/increase in cash and cash equivalents | (1,011,771) | 3,315,043 |
| Cash and cash equivalents at beginning of financial period | <u>13,616,367</u> | <u>11,149,286</u> |
| Cash and cash equivalents at end of financial period | <u>12,604,596</u> | <u>14,464,329</u> |
| Cash and cash equivalents at end of period comprises: | | |
| Cash and bank balances | 10,479,744 | 9,164,346 |
| Fixed deposits placed with licensed banks | <u>3,197,787</u> | <u>6,356,547</u> |
| | 13,677,531 | 15,520,893 |
| Less: Fixed deposits pledged to licensed banks | <u>(1,072,935)</u> | <u>(1,056,564)</u> |
| | <u>12,604,596</u> | <u>14,464,329</u> |

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with Audited Financial Statements for the year ended 31 December 2009)



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2010
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 |
|---|------------------------|------------------------------------|-----------------------|--------------------------|---------------------------|--|
| At 1 January 2009 | 69,431,108 | (1,256,993) | - | (4,467) | 15,083,429 | 83,253,077 |
| Foreign exchange differences, representing net income not recognised in income statement | - | 148,132 | - | - | - | 148,132 |
| Net loss for the financial period | - | - | - | - | (3,167,249) | (3,167,249) |
| At 31 March 2009 | <u>69,431,108</u> | <u>(1,108,861)</u> | <u>-</u> | <u>(4,467)</u> | <u>11,916,180</u> | <u>80,233,960</u> |
| At 1 January 2010 | 69,431,108 | (749,850) | 35,364 | (824) | 7,874,971 | 76,590,769 |
| Foreign exchange differences, representing net income not recognised in income statement | - | (121,098) | - | - | - | (121,098) |
| Net profit for the financial period | - | - | - | - | 169,931 | 169,931 |
| At 31 March 2010 | <u>69,431,108</u> | <u>(870,948)</u> | <u>35,364</u> | <u>(824)</u> | <u>8,044,902</u> | <u>76,639,602</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 2009)