



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 30/09/2010	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2009	CURRENT YEAR TO DATE 30/09/2010	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2009
		RM	RM	RM	RM
Revenue	A8	15,582,733	18,105,097	41,828,971	41,713,247
Cost of sales		<u>(5,185,674)</u>	<u>(4,605,004)</u>	<u>(11,829,199)</u>	<u>(10,197,816)</u>
Gross profit		10,397,059	13,500,093	29,999,772	31,515,431
Other income		232,778	120,038	982,363	642,996
Administration expenses		(9,608,606)	(12,661,262)	(29,775,139)	(34,621,973)
Distribution costs		(1,185,591)	(789,324)	(3,388,703)	(2,572,358)
Other expenses		(181,673)	(102,955)	(539,868)	(367,116)
Finance cost		(49,419)	(45,876)	(142,480)	(108,664)
(Loss)/Profit before taxation		(395,452)	20,714	(2,864,055)	(5,511,684)
Income tax expense		-	39,781	(3,401)	(1,414)
(Loss)/Profit for the period		<u>(395,452)</u>	<u>60,495</u>	<u>(2,867,456)</u>	<u>(5,513,098)</u>
Attributable to:					
Equity holders of the parent		(395,452)	80,495	(2,867,456)	(5,493,098)
Minority interest		-	(20,000)	-	(20,000)
		<u>(395,452)</u>	<u>60,495</u>	<u>(2,867,456)</u>	<u>(5,513,098)</u>
Weighted average number of ordinary shares in issue		152,382,049	146,407,286	148,529,393	145,159,905
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
(Loss)/Profit Per Ordinary Share					
- Basic (sen)	B13	(0.26)	0.05	(1.93)	(3.78)
- Diluted (sen)	B13	(0.26)	0.05	(1.93)	(3.78)
Profit/(Loss) for the period		(395,452)	60,495	(2,867,456)	(5,513,098)
Other comprehensive income/(loss), net of tax					
Foreign currency translation differences		683,716	(120,851)	(227,558)	579,848
Total comprehensive income/(loss) for the period		<u>288,264</u>	<u>(60,356)</u>	<u>(3,095,014)</u>	<u>(4,933,250)</u>
Total comprehensive income attributable to:					
Equity holders of the Company		288,264	(60,356)	(3,095,014)	(4,933,250)
Minority shareholder		-	-	-	-
		<u>288,264</u>	<u>(60,356)</u>	<u>(3,095,014)</u>	<u>(4,933,250)</u>

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



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	Note	AS AT CURRENT YEAR QUARTER 30/09/2010 RM	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2009 (Audited) RM
ASSETS			
Non-current assets			
Property, plant and equipment		45,984,312	52,316,781
Prepaid lease payments		1,547,032	1,559,343
Goodwill on consolidation		1,913,105	1,913,105
		<u>49,444,449</u>	<u>55,789,229</u>
Current assets			
Inventories		10,772,723	6,319,727
Trade receivables		9,695,969	13,990,646
Other receivables		6,288,822	5,467,023
Tax recoverable		488,274	147,062
Fixed deposits placed with licensed banks		3,952,205	1,959,470
Cash and bank balances		10,382,040	12,773,273
		<u>41,580,033</u>	<u>40,657,201</u>
TOTAL ASSETS		<u>91,024,482</u>	<u>96,446,430</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		72,901,050	69,431,108
Reserves		595,529	7,160,485
Treasury Shares		(824)	(824)
Total equity		<u>73,495,755</u>	<u>76,590,769</u>
Non-current liabilities			
Hire purchase payables	B9	179,536	17,931
Bank borrowing	B9	2,598,258	2,880,770
Deferred taxation		503,559	503,559
		<u>3,281,353</u>	<u>3,402,260</u>
Current liabilities			
Trade payables		3,272,187	5,225,757
Other payables		10,190,186	11,033,537
Hire purchase payables	B9	519,444	17,544
Bank borrowings	B9	265,557	176,563
		<u>14,247,374</u>	<u>16,453,401</u>
Total liabilities		<u>17,528,727</u>	<u>19,855,661</u>
TOTAL EQUITY AND LIABILITIES		<u>91,024,482</u>	<u>96,446,430</u>
Number of ordinary shares		145,802,100	138,862,215
NA per share (sen)		50.41	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)



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/09/2010 RM	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2009 RM
Cash Flows From Operating Activities		
Loss before taxation	(2,864,055)	(5,511,684)
Adjustment for:		
Amortisation of goodwill		
Bad debt written off	1,510,263	-
Depreciation of property, plant & equipment	7,202,289	8,502,199
Amortisation of prepaid land lease payments	-	-
(Gain)/Loss on disposal of property, plant & equipment	(200,702)	23,323
Deferred tax		
Share based payments		
Interest income	(121,429)	(93,582)
Interest expenses	142,480	108,664
Unrealised gain on foreign exchange	(497,632)	-
Inventories recovery	(64,795)	-
Gain on disposal of other investment	(17,461)	-
Allowance for doubtful debts		
Reversal of allowance for doubtful debts no longer required	(1,293,689)	-
Foreign currency translation reserve		
Property, plant & equipments written back	(128)	-
Property, plant & equipments written off	-	22,208
Minority interest		
Gain on disposal of associated companies		
Share of profit in associated companies	-	-
Operating profit before working capital changes	<u>3,795,141</u>	<u>3,051,128</u>
 (Increase)/Decrease in working capital		
Inventories	(4,388,201)	278,415
Trade and other receivables	4,753,936	(8,096,600)
Trade and other payables	(2,796,921)	5,986,747
Amount owing by associated company	-	-
	<u>(2,431,186)</u>	<u>(1,831,438)</u>
Cash generated from operations	1,363,955	1,219,690
Interest paid	(142,480)	(108,664)
Interest received	121,429	93,582
Tax (paid)/refund	(341,212)	2,561
Exchange fluctuation adjustment	(227,558)	579,848
	<u>(589,821)</u>	<u>567,327</u>
Net cash generated from operating activities	774,134	1,787,017
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(872,524)	(2,404,835)
Proceeds from disposal of property, plant & equipment	264,038	475,648
Proceeds from disposal of others investment	17,461	-
Proceeds from disposal of associated company		
Additional investment in subsidiaries company		
Purchase of Company's own shares	-	3,643
Distribution of Treasury Shares		
Proceeds from disposal of marketable securities	-	-
Net cash outflow from acquisition of subsidiary companies		
Net cash outflow from acquisition of quoted shares		
Net cash used in investing activities	<u>(591,025)</u>	<u>(1,925,544)</u>
Cash Flows From Financing activities		
Proceeds from issue of shares		
Purchase of marketable securities		
Increased of letter of credit		
Drawdown of hire purchase	-	-
Repayment of hire purchase payables	(336,495)	(45,303)
Repayment of borrowings	(193,518)	(646,361)
Increase of fixed deposit pledge	(313,843)	474,655
(Increased)/ Decrease of fixed deposit		
Dividend paid to shareholders	-	-
Net cash used in financing activities	<u>(843,856)</u>	<u>(217,009)</u>
Net decrease in cash and cash equivalents	(660,747)	(355,536)
Cash and cash equivalents at beginning of financial period	13,616,367	11,149,286
Cash and cash equivalents at end of financial period	<u>12,955,620</u>	<u>10,793,750</u>
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	10,382,040	6,731,473
Short term marketable securities	-	-
Cash and bank balances	10,382,040	9,813,157
Fixed deposits placed with licensed banks	3,952,205	2,045,375
	<u>14,334,245</u>	<u>11,858,532</u>
Less: Fixed deposits pledged to licensed banks	(1,378,625)	(1,064,782)
	<u>12,955,620</u>	<u>10,793,750</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 THIRD QUARTER ENDED 30 SEPTEMBER 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	Minority Interests RM	Total Equity RM
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	-	579,848	-	-	-	579,848	-	579,848
Shares purchased during the financial year held as treasury shares	-	-	-	(226,990)	-	(226,990)	-	(226,990)
Dividend	-	-	-	230,633	(230,633)	-	-	-
Net loss for the financial period	-	-	-	-	(5,493,098)	(5,493,098)	(20,000)	(5,513,098)
At 30 September 2009	<u>69,431,108</u>	<u>(677,145)</u>	<u>-</u>	<u>(824)</u>	<u>9,359,698</u>	<u>78,112,837</u>	<u>-</u>	<u>78,112,837</u>
At 1 January 2010	69,431,108	(749,850)	35,364	(824)	7,874,971	76,590,769	-	76,590,769
Foreign exchange differences, representing net loss not recognised in income statement	-	(227,558)	-	-	-	(227,558)	-	(227,558)
Bonus Issue	3,469,942	-	-	-	(3,469,942)	-	-	-
Net loss for the financial period	-	-	-	-	(2,867,456)	(2,867,456)	-	(2,867,456)
At 30 September 2010	<u>72,901,050</u>	<u>(977,408)</u>	<u>35,364</u>	<u>(824)</u>	<u>1,537,573</u>	<u>73,495,755</u>	<u>-</u>	<u>73,495,755</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)