



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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
		31/12/2010	31/12/2009	31/12/2010	31/12/2009
		RM	RM	RM	RM
Revenue	A8	21,846,782	15,436,970	63,675,753	57,150,217
Cost of sales		<u>(11,674,978)</u>	<u>(8,359,043)</u>	<u>(23,504,177)</u>	<u>(18,556,859)</u>
Gross profit		10,171,804	7,077,927	40,171,576	38,593,358
Other income		2,231,020	446,288	3,213,383	1,089,284
Administration expenses		(19,269,862)	(5,744,965)	(49,045,001)	(40,366,938)
Distribution costs		(4,001,709)	(2,919,249)	(7,390,412)	(5,491,607)
Other expenses		(876,309)	255,708	(1,416,177)	(111,408)
Finance cost		(56,286)	(78,867)	(198,766)	(187,531)
Loss before taxation		(11,801,342)	(963,158)	(14,665,397)	(6,474,842)
Income tax expense		492,451	(521,568)	489,050	(522,982)
Loss for the period		(11,308,891)	(1,484,726)	(14,176,347)	(6,997,824)
Attributable to:					
Equity holders of the parent		(11,308,891)	(1,484,726)	(14,176,347)	(6,977,824)
non-controlling interest		-	-	-	(20,000)
		<u>(11,308,891)</u>	<u>(1,484,726)</u>	<u>(14,176,347)</u>	<u>(6,997,824)</u>
Weighted average number of ordinary shares in issue		151,994,089	145,442,164	187,501,663	145,247,027
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
Loss Per Ordinary Share					
- Basic (sen)	B13	(7.44)	(1.02)	(7.56)	(4.80)
- Diluted (sen)	B13	(7.44)	(1.02)	(7.56)	(4.80)
Loss for the period		(11,308,891)	(1,484,726)	(14,176,347)	(6,997,824)
Other comprehensive income, net of tax					
Foreign currency translation differences		<u>(277,617)</u>	<u>(72,705)</u>	<u>(505,175)</u>	<u>507,143</u>
Total comprehensive income for the period		(11,586,507)	(1,557,431)	(14,681,522)	(6,490,681)
Total comprehensive income attributable to:					
Equity holders of the parent		(11,586,507)	(1,557,431)	(14,681,522)	(6,470,681)
Non-controlling interest		-	-	-	(20,000)
		<u>(11,586,507)</u>	<u>(1,557,431)</u>	<u>(14,681,522)</u>	<u>(6,490,681)</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)



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

	Note	AS AT CURRENT YEAR QUARTER 31/12/2010	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2009 (Restated)
		RM	RM
ASSETS			
Non-current assets			
Property, plant and equipment		45,153,939	53,876,124
Goodwill on consolidation		1,096,239	1,913,105
		<u>46,250,178</u>	<u>55,789,229</u>
Current assets			
Inventories		6,538,138	6,319,727
Trade receivables		13,173,391	13,990,646
Other receivables		5,773,193	5,467,023
Tax recoverable		129,077	147,062
Fixed deposits placed with licensed banks		2,121,037	1,959,470
Cash and bank balances		10,571,575	12,773,273
		<u>38,306,411</u>	<u>40,657,201</u>
TOTAL ASSETS		<u>84,556,589</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
Treasury Shares		(638,221)	(824)
(Accumulated losses)/retained profits		(9,771,318)	7,874,971
ESOS Reserves		257,915	35,364
Exchange Equalisation Reserves		(1,255,025)	(749,850)
Total equity		<u>61,494,401</u>	<u>76,590,769</u>
Non-current liabilities			
Hire purchase payables	B9	43,721	17,931
Bank borrowing	B9	2,618,551	2,880,770
Deferred taxation		-	503,559
		<u>2,662,272</u>	<u>3,402,260</u>
Current liabilities			
Trade payables		5,246,193	5,225,757
Other payables		14,443,316	11,033,537
Hire purchase payables	B9	527,889	17,544
Bank borrowings	B9	182,518	176,563
		<u>20,399,916</u>	<u>16,453,401</u>
Total liabilities		<u>23,062,188</u>	<u>19,855,661</u>
TOTAL EQUITY AND LIABILITIES		<u>84,556,589</u>	<u>96,446,430</u>
Number of ordinary shares		145,802,100	138,862,215
NA per share (sen)		42.18	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 STATEMENT OF CASH FLOWS
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTER CURRENT YEAR QUARTER 31/12/2010 RM	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2009 RM
Cash Flows From Operating Activities		
Loss before taxation	(14,665,397)	(6,474,842)
<i>Adjustment for :-</i>		
Allowance for doubtful debts	1,035,775	402,693
Impairment loss on goodwill	816,866	-
Bad debts written off	2,380,997	70,362
Depreciation of property, plant and equipment - current year	8,030,719	10,761,035
Amortisation of prepaid land lease payments	16,415	16,414
(Gain)/Loss on disposal of property, plant and equipment	(169,851)	176,363
Share options granted under ESOS	222,551	35,364
Interest expenses	198,766	187,531
Interest income	(174,243)	(208,178)
Inventories written off/(reversal)	95,793	336,544
Impairment loss on other investment	-	88,250
Impairment loss on property, plant and equipment	5,760,325	-
Gain on disposal of other investments	(17,461)	-
Loss/(Gain) on foreign exchange - unrealised	529,266	(529,498)
Property, plant and equipment written off	420,339	71,980
Reversal of allowance for doubtful debts no longer required	(1,963,484)	(231,559)
Operating profit before working capital changes	2,517,376	4,702,459
<i>Decrease/(Increase) in working capital</i>		
Inventories	94,559	2,242,815
Trade receivables	1,215,698	(1,582,126)
Other receivables	(2,687,167)	(3,606,348)
Trade payables	20,436	4,180,453
Other payables	3,409,779	3,582,929
	2,053,305	4,817,723
Cash generated from operations	4,570,681	9,520,182
Interest paid	(198,766)	(187,531)
Interest received	174,243	208,178
Tax refund	96,754	53,686
Tax paid	(93,278)	(118,204)
Exchange fluctuation adjustment	(154,216)	397,046
	(175,263)	353,175
Net cash from operating activities	4,395,418	9,873,357
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,462,201)	(8,026,254)
Proceeds from disposal of property, plant and equipment	366,717	1,135,209
Proceeds from disposal of other investments	17,461	-
Net cash used in investing activities	(5,078,023)	(6,871,045)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repurchase of share	(637,397)	(226,991)
Repayment of borrowings	(256,264)	(189,148)
Repayment of hire purchase liabilities	(463,865)	(50,555)
Increase in fixed deposit pledged	(846,917)	(68,537)
Net cash used in financing activities	(2,204,443)	(535,231)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(2,887,048)	2,467,081
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	13,616,367	11,149,286
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	10,729,319	13,616,367
Closing balance of cash and cash equivalents comprises:-		
Cash and bank balances	10,571,575	12,773,273
Fixed deposits with licensed banks	2,121,037	1,959,470
	12,692,612	14,732,743
Less: Fixed deposits pledged to licensed banks	(1,963,293)	(1,116,376)
	10,729,319	13,616,367

(The Condensed Consolidated Statement of Cash Flows 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 FOURTH QUARTER ENDED 31 DECEMBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	Share Capital RM	Foreign Exchange Reserves RM	ESOS Reserve RM	Treasury Shares RM	Retained Profits / (Accumulated Losses) RM	Total Shareholders' Equity RM	Non-controlling interest 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
Shares purchased during the financial year held as treasury shares	-	-	-	(226,991)	-	(226,991)	-	(226,991)
Dividend	-	-	-	230,634	(230,634)	-	-	-
Total comprehensive income for the year	-	507,143	-	-	(6,977,824)	(6,470,681)	(20,000)	(6,490,681)
Share based payment	-	-	35,364	-	-	35,364	-	35,364
At 31 December 2009	69,431,108	(749,850)	35,364	(824)	7,874,971	76,590,769	-	76,590,769
At 1 January 2010	69,431,108	(749,850)	35,364	(824)	7,874,971	76,590,769	-	76,590,769
Transfer of reserve arising from lapsed of ESOS	-	-	222,551	-	-	222,551	-	222,551
Arising from capital injection to a subsidiary company	-	-	-	-	-	-	-	-
Bonus Issue	3,469,942	-	-	-	(3,469,942)	-	-	-
Share purchased during the financial year held as treasury shares	-	-	-	(637,397)	-	(637,397)	-	(637,397)
Total comprehensive income for the year	-	(505,175)	-	-	(14,176,347)	(14,681,522)	-	(14,681,522)
At 31 December 2010	72,901,050	(1,255,025)	257,915	(638,221)	(9,771,318)	61,494,401	-	61,494,401

(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)