



**GH SYSTEMS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2011**  
**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
		31/03/2011	31/03/2010	31/03/2011	31/03/2010
		RM	RM	RM	RM
Revenue	A8	15,559,967	13,237,205	15,559,967	13,237,205
Cost of sales		(3,969,778)	(2,532,520)	(3,969,778)	(2,532,520)
<b>Gross profit</b>		<b>11,590,189</b>	<b>10,704,685</b>	<b>11,590,189</b>	<b>10,704,685</b>
Other income		185,316	460,793	185,316	460,793
Administration expenses		(10,137,593)	(9,754,046)	(10,137,593)	(9,754,046)
Distribution costs		(871,766)	(983,421)	(871,766)	(983,421)
Other expenses		(195,231)	(206,094)	(195,231)	(206,094)
Finance cost		(45,118)	(51,986)	(45,118)	(51,986)
<b>Profit before taxation</b>		<b>525,797</b>	<b>169,931</b>	<b>525,797</b>	<b>169,931</b>
Income tax expense		-	-	-	-
<b>Profit for the period</b>		<b>525,797</b>	<b>169,931</b>	<b>525,797</b>	<b>169,931</b>
<b>Attributable to:</b>					
Equity holders of the parent		525,797	169,931	525,797	169,931
Non-controlling interest		-	-	-	-
		<b>525,797</b>	<b>169,931</b>	<b>525,797</b>	<b>169,931</b>
Weighted average number of ordinary shares in issue		139,153,258	138,331,036	139,153,258	138,331,036
Nominal value per share		RM 0.50	RM 0.50	RM 0.50	RM 0.50
Earnings Per Ordinary Share					
- Basic (sen)	B14	0.38	0.12	0.38	0.12
- Diluted (sen)	B14	0.38	0.12	0.38	0.12
<b>Profit for the period</b>		<b>525,797</b>	<b>169,931</b>	<b>525,797</b>	<b>169,931</b>
Other comprehensive income, net of tax					
Foreign currency translation differences		(17,944)	(121,098)	(17,944)	(121,098)
<b>Total comprehensive income for the period</b>		<b>507,853</b>	<b>48,833</b>	<b>507,853</b>	<b>48,833</b>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the parent		507,853	48,833	507,853	48,833
non-controlling interest		-	-	-	-
		<b>507,853</b>	<b>48,833</b>	<b>507,853</b>	<b>48,833</b>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2010)



**GH SYSTEMS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2011**  
**THE FIGURES HAVE NOT BEEN AUDITED**

	Note	AS AT CURRENT YEAR QUARTER 31/03/2011	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2010 (Audited)
		RM	RM
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		41,789,609	45,153,939
Goodwill on consolidation		1,096,239	1,096,239
		<u>42,885,848</u>	<u>46,250,178</u>
Inventories		7,393,340	6,538,138
Trade receivables		11,995,603	13,173,391
Other receivables		3,491,360	5,773,194
Tax recoverable		249,139	129,077
Fixed deposits placed with licensed banks		2,248,977	2,121,037
Cash and bank balances		8,969,187	10,571,573
		<u>34,347,606</u>	<u>38,306,410</u>
<b>TOTAL ASSETS</b>		<u>77,233,454</u>	<u>84,556,588</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		72,901,050	72,901,050
Reserves		(10,260,065)	(10,767,918)
Treasury Shares		(638,221)	(638,221)
<b>Total equity</b>		<u>62,002,764</u>	<u>61,494,911</u>
<b>Non-current liabilities</b>			
Hire purchase payables	B9	-	43,721
Bank borrowing	B9	2,533,062	2,618,551
		<u>2,533,062</u>	<u>2,662,272</u>
<b>Current liabilities</b>			
Trade payables		1,262,032	5,246,194
Other payables		10,789,156	14,442,804
Hire purchase payables	B9	442,407	527,889
Bank borrowings	B9	204,033	182,518
		<u>12,697,628</u>	<u>20,399,405</u>
<b>Total liabilities</b>		<u>15,230,690</u>	<u>23,061,677</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>77,233,454</u>	<u>84,556,588</u>
Number of ordinary shares		145,802,100	145,802,100
NA per share (sen)		42.53	42.18

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2010)



**GHL SYSTEMS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2011**  
**THE FIGURES HAVE NOT BEEN AUDITED**

	CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2011 RM	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2010 RM
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	525,797	169,931
<i>Adjustment for :-</i>		
Bad debts written off	-	1,816,491
Depreciation of property, plant and equipment	3,165,698	2,168,308
Loss/(Gain) on disposal of property, plant and equipment	31,082	(201,917)
Interest expenses	45,118	51,986
Interest income	(41,097)	(32,361)
Gain on disposal of other investments	-	(17,461)
Unrealised Gain on foreign exchange	(155,043)	(23,058)
Inventories recovery	(9,432)	(64,393)
Property, plant and equipment written back	(875)	-
Reversal of allowance for doubtful debts no longer required	(4,746)	(1,415,229)
Operating profit before working capital changes	<u>3,556,502</u>	<u>2,452,297</u>
<i>Decrease/(Increase) in working capital</i>		
Inventories	(845,770)	(1,765,678)
Trade and other receivables	3,838,500	1,485,544
Trade and other payables	(7,637,810)	(3,378,113)
	<u>(4,645,080)</u>	<u>(3,658,247)</u>
Cash used in operations	(1,088,578)	(1,205,950)
Interest paid	(45,118)	(51,986)
Interest received	41,097	32,361
Tax (paid)/refund	(120,062)	(248,120)
Exchange fluctuation adjustment	(17,944)	(121,098)
	<u>(142,027)</u>	<u>(388,843)</u>
Net cash used in operating activities	<u>(1,230,605)</u>	<u>(1,594,793)</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant and equipment	(107,449)	(560,547)
Proceeds from disposal of property, plant and equipment	42,348	181,000
Proceeds from disposal of other investments	-	17,461
Net cash used in investing activities	<u>(65,101)</u>	<u>(362,086)</u>
<b>Cash Flows from Financing Activities</b>		
Drawdown of hire purchase	-	1,000,000
Repayment of borrowings	(63,974)	(58,772)
Repayment of hire purchase liabilities	(129,203)	(39,561)
(Increase)/Decrease in fixed deposit pledged	7,219	43,441
Net cash (used in)/generated from financing activities	<u>(185,958)</u>	<u>945,108</u>
<b>Net decrease in cash and cash equivalents</b>	<u>(1,481,664)</u>	<u>(1,011,771)</u>
<b>Cash and cash equivalents at beginning of financial period</b>	<u>10,729,317</u>	<u>13,616,367</u>
<b>Cash and cash equivalents at end of financial period</b>	<u>9,247,653</u>	<u>12,604,596</u>
<b>Cash and cash equivalents at end of period comprises:</b>		
Cash and bank balances	8,969,187	10,479,744
Fixed deposits with licensed banks	<u>2,248,977</u>	<u>3,197,787</u>
	11,218,164	13,677,531
Less: Fixed deposits pledged to licensed banks	<u>(1,970,511)</u>	<u>(1,072,935)</u>
	<u>9,247,653</u>	<u>12,604,596</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with Audited Financial Statements for the year ended 31 December 2010)



**GHL SYSTEMS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2011**  
**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
At 1 January 2010	69,431,108	(749,850)	35,364	(824)	7,874,971	76,590,769
Total comprehensive income for the year	-	(121,098)	-	-	169,931	48,833
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>
At 1 January 2011	72,901,050	(1,255,024)	257,915	(638,221)	(9,770,809)	61,494,911
Total comprehensive income for the year	-	(17,944)	-	-	525,797	507,853
At 31 March 2011	<u>72,901,050</u>	<u>(1,272,968)</u>	<u>257,915</u>	<u>(638,221)</u>	<u>(9,245,012)</u>	<u>62,002,764</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 2010)