



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 |
| | | 30/09/2011 | 30/09/2010 | 30/09/2011 | 30/09/2010 |
| | | RM | RM | RM | RM |
| Revenue | A8 | 18,819,442 | 15,582,733 | 51,411,655 | 41,828,971 |
| Cost of sales | | <u>(6,633,427)</u> | <u>(5,185,674)</u> | <u>(16,352,553)</u> | <u>(11,829,199)</u> |
| Gross profit | | 12,186,015 | 10,397,059 | 35,059,102 | 29,999,772 |
| Other income | | 1,082,189 | 232,778 | 1,510,310 | 982,363 |
| Administration expenses | | (12,011,837) | (9,608,606) | (32,393,047) | (29,775,139) |
| Distribution costs | | (920,618) | (1,185,591) | (2,745,896) | (3,388,703) |
| Other expenses | | (165,180) | (181,673) | (515,548) | (539,868) |
| Finance cost | | <u>(62,658)</u> | <u>(49,419)</u> | <u>(151,059)</u> | <u>(142,480)</u> |
| Profit/(Loss) before taxation | | 107,911 | (395,452) | 763,862 | (2,864,055) |
| Income tax expense | | - | - | - | (3,401) |
| Profit/(Loss) for the period | | <u>107,911</u> | <u>(395,452)</u> | <u>763,862</u> | <u>(2,867,456)</u> |
| Attributable to: | | | | | |
| Equity holders of the parent | | <u>107,911</u> | <u>(395,452)</u> | <u>763,862</u> | <u>(2,867,456)</u> |
| | | <u>107,911</u> | <u>(395,452)</u> | <u>763,862</u> | <u>(2,867,456)</u> |
| Weighted average number of ordinary shares in issue | | 142,280,297 | 152,382,049 | 142,280,297 | 148,529,393 |
| Nominal value per share | | RM 0.50 | RM 0.50 | RM 0.50 | RM 0.50 |
| Earnings/(Loss) Per Ordinary Share | | | | | |
| - Basic (sen) | B14 | 0.08 | (0.26) | 0.54 | (1.93) |
| - Diluted (sen) | B14 | 0.08 | (0.26) | 0.54 | (1.93) |
| Profit/(Loss) for the period | | 107,911 | (395,452) | 763,862 | (2,867,456) |
| Other comprehensive (loss)/income, net of tax | | | | | |
| Foreign currency translation differences | | <u>(206,199)</u> | <u>683,716</u> | <u>(146,314)</u> | <u>(227,558)</u> |
| Total comprehensive (loss)/income for the period | | <u>(98,288)</u> | <u>288,264</u> | <u>617,548</u> | <u>(3,095,014)</u> |
| Total comprehensive (loss)/income attributable to: | | | | | |
| Equity holders of the parent | | <u>(98,288)</u> | <u>288,264</u> | <u>617,548</u> | <u>(3,095,014)</u> |
| | | <u>(98,288)</u> | <u>288,264</u> | <u>617,548</u> | <u>(3,095,014)</u> |

(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 THIRD QUARTER ENDED 30 SEPTEMBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

| | Note | AS AT CURRENT YEAR QUARTER 30/09/2011 | AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2010 (Audited) |
|--|------|--|---|
| | | RM | RM |
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 37,512,658 | 45,153,939 |
| Goodwill on consolidation | | 1,096,239 | 1,096,239 |
| | | <u>38,608,897</u> | <u>46,250,178</u> |
| Inventories | | 10,210,099 | 6,538,138 |
| Trade receivables | | 18,103,657 | 13,173,391 |
| Other receivables | | 3,926,232 | 5,773,194 |
| Tax recoverable | | 145,610 | 129,077 |
| Fixed deposits placed with licensed banks | | 2,118,305 | 2,121,037 |
| Cash and bank balances | | 13,554,261 | 10,571,573 |
| | | <u>48,058,164</u> | <u>38,306,410</u> |
| TOTAL ASSETS | | <u>86,667,061</u> | <u>84,556,588</u> |
| EQUITY AND LIABILITIES | | | |
| Equity attributable to equity holders of the parent | | | |
| Share capital | | 72,901,050 | 72,901,050 |
| Reserves | | (10,150,370) | (10,767,918) |
| Treasury Shares | | (638,221) | (638,221) |
| Total equity | | <u>62,112,459</u> | <u>61,494,911</u> |
| Non-current liabilities | | | |
| Hire purchase payables | B9 | 1,313,335 | 43,721 |
| Bank borrowings | B9 | 2,397,424 | 2,618,551 |
| | | <u>3,710,759</u> | <u>2,662,272</u> |
| Current liabilities | | | |
| Trade payables | | 6,290,194 | 5,246,194 |
| Other payables | | 13,465,052 | 14,442,804 |
| Hire purchase payables | B9 | 875,371 | 527,889 |
| Bank borrowings | B9 | 213,226 | 182,518 |
| | | <u>20,843,843</u> | <u>20,399,405</u> |
| Total liabilities | | <u>24,554,602</u> | <u>23,061,677</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>86,667,061</u> | <u>84,556,588</u> |
| Number of ordinary shares | | 145,802,100 | 145,802,100 |
| NA per share (sen) | | 42.60 | 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)



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

| | CUMULATIVE QUARTER | |
|---|--|--|
| | CURRENT YEAR QUARTER 30/09/2011 | PRECEDING YEAR CORRESPONDING QUARTER 30/09/2010 |
| Cash Flows From Operating Activities | | |
| Profit/(Loss) before taxation | 763,862 | (2,864,055) |
| <i>Adjustment for :-</i> | | |
| Bad debts written off | 41,683 | 1,510,263 |
| Depreciation of property, plant and equipment | 8,515,948 | 7,202,289 |
| Loss/(Gain) on disposal of property, plant and equipment | 529,622 | (200,702) |
| Interest expenses | 151,059 | 142,480 |
| Interest income | (137,523) | (121,429) |
| Gain on disposal of other investment | - | (17,461) |
| Unrealised gain on foreign exchange | (249,755) | (497,632) |
| Inventories recovery | (58,127) | (64,795) |
| Property, plant and equipment written off | 1,696 | (128) |
| Property, plant and equipment written back | (4,156) | - |
| Reversal of allowance for doubtful debts no longer required | (1,474,681) | (1,293,689) |
| Operating profit before working capital changes | <u>8,079,628</u> | <u>3,795,141</u> |
| <i>(Increase)/ Decrease in working capital</i> | | |
| Inventories | (3,613,834) | (4,388,201) |
| Trade and other receivables | (1,358,867) | 4,753,936 |
| Trade and other payables | 66,250 | (2,796,921) |
| | <u>(4,906,451)</u> | <u>(2,431,186)</u> |
| Cash generated from operations | 3,173,177 | 1,363,955 |
| Interest paid | (151,059) | (142,480) |
| Interest received | 137,523 | 121,429 |
| Tax paid | (16,533) | (341,212) |
| Exchange fluctuation adjustment | (146,314) | (227,558) |
| | <u>(176,383)</u> | <u>(589,821)</u> |
| Net cash generated from operating activities | <u>2,996,794</u> | <u>774,134</u> |
| Cash Flows from Investing Activities | | |
| Purchase of property, plant and equipment | (1,765,430) | (872,524) |
| Proceeds from disposal of property, plant and equipment | 321,915 | 264,038 |
| Proceeds from disposal of other investment | - | 17,461 |
| Net cash used in investing activities | <u>(1,443,515)</u> | <u>(591,025)</u> |
| Cash Flows from Financing Activities | | |
| Drawdown of hire purchase | 2,172,502 | - |
| Repayment of borrowings | (190,419) | (193,518) |
| Repayment of hire purchase payables | (555,406) | (336,495) |
| Decrease in fixed deposit pledged | 541,317 | (313,843) |
| Net cash generated from/(used in) financing activities | <u>1,967,994</u> | <u>(843,856)</u> |
| Net increase/(decrease) in cash and cash equivalents | 3,521,273 | (660,747) |
| Cash and cash equivalents at beginning of financial period | 10,729,317 | 13,616,367 |
| Cash and cash equivalents at end of financial period | <u>14,250,590</u> | <u>12,955,620</u> |
| Cash and cash equivalents at end of period comprises: | | |
| Cash and bank balances | 13,554,261 | 10,382,040 |
| Fixed deposits with licensed banks | 2,118,305 | 3,952,205 |
| | <u>15,672,566</u> | <u>14,334,245</u> |
| Less: Fixed deposits pledged to licensed banks | (1,421,976) | (1,378,625) |
| | <u>14,250,590</u> | <u>12,955,620</u> |

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



GH SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 |
| Foreign exchange differences, representing net loss not recognised in income statement | - | (227,558) | - | - | - | (227,558) |
| Bonus Issue | 3,469,942 | - | - | - | (3,469,942) | - |
| Net loss for the financial period | - | - | - | - | (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> |
| 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 financial period | - | (146,314) | - | - | 763,862 | 617,548 |
| At 30 September 2011 | <u>72,901,050</u> | <u>(1,401,338)</u> | <u>257,915</u> | <u>(638,221)</u> | <u>(9,006,947)</u> | <u>62,112,459</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)