

CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 DECEMBER 2008

The unaudited results of Grand-Flo Solution Berhad and its subsidiaries for the 12 months period ended 31 December 2008 are as follows:-

		FOR THE Q 3 MONTHS		FOR THE CUMULA 12 MONTHS	
	NOTE	31/12/2008 RM	31/12/2007 RM	31/12/2008 RM	31/12/2007 RM
REVENUE	A8	8,972,716	18,640,791	36,947,616	64,670,031
COST OF SALES		(7,976,539)	(13,405,708)	(27,639,553)	(43,706,600)
GROSS PROFIT		996,177	5,235,083	9,308,063	20,963,431
OTHER OPERATING INCOME		(262,588)	156,128	487,700	582,580
SELLING AND DISTRIBUTION EXPEN	ISES	(353,101)	(673,505)	(1,324,701)	(2,485,650)
ADMINISTRATION EXPENSES		(2,100,013)	(2,856,374)	(7,028,458)	(10,549,278)
OTHER OPERATING EXPENSES		(561,511)	(157,047)	(816,175)	(444,182)
PROFIT FROM OPERATIONS	A8	(2,281,036)	1,704,285	626,429	8,066,901
GAIN ON DEEMED DISPOSAL		-	1,007,876	-	1,007,876
FINANCE EXPENSES		(173,180)	(74,580)	(471,772)	(266,947)
SHARE OF PROFIT IN ASSOCIATE CO	ı.	64,222	104,711	382,036	126,636
PROFIT BEFORE TAXATION	A8	(2,389,994)	2,742,292	536,693	8,934,466
INCOME TAX EXPENSES	B4	416,267	(263,922)	(326,155)	(1,156,218)
PROFIT AFTER TAXATION		(1,973,727)	2,478,370	210,538	7,778,248
PROFIT ATTRIBUTABLE TO:- EQUITY HOLDERS OF THE COMPANY	Ý	(2,190,164)	2,197,563	(332,854)	6,261,277
MINORITY INTERESTS		216,437	280,807	543,392	1,516,971
		(1,973,727)	2,478,370	210,538	7,778,248
EARNINGS PER SHARE:-					
BASIC (SEN)	B12a	(1.76)	1.77	(0.27)	5.04
DILUTED (SEN)	B12b	-	1.76	-	5.01

The unaudited condensed Consolidated Income Statements should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008

	Note	(UNAUDITED) AS AT 31/12/2008 RM	(AUDITED) AS AT 31/12/2007 RM
ASSETS		16.11	14.11
Non-Current Assets			
Property, plant and equipment	A9	9,283,682	4,412,049
Prepaid lease payment		783,216	-
Investment in associate		8,832,332	8,697,449
Other investment, unquoted		75,429	108,509
Development costs		-	1,483,227
Goodwill		14,374,057	10,346,698
		33,348,716	25,047,932
Current Assets			
Inventories		4,439,582	3,760,316
Trade receivables		11,128,172	9,953,092
Other receivables & prepayment		1,460,688	496,750
Amount due from associate		55,586	385
Tax recoverable		427,631	89,362
Fixed deposit with licensed banks		586,857	4,306,307
Cash and bank balances		1,898,745	1,142,479
		19,997,261	19,748,691
TOTAL ASSETS		53,345,977	44,796,623
Share premium Other reserves Foreign exchange fluctuation reserve Share option reserves Retained earnings Treasury shares, at cost Minority Interests Total Equity	A6 (b)	8,759,655 1,056,304 588,888 108,176 7,539,269 (2,043) 30,495,902 1,932,328 32,428,230	8,723,055 1,056,304 588,823 70,476 10,361,254 - 33,221,165 - 33,221,165
Non-Commont Linkilities			
Non-Current Liabilities Long-term borrowings	В8	5,016,066	1,778,501
Deferred tax	Во	160,800	138,000
Beleffed the		5,176,866	1,916,501
G 41:13%			
Current Liabilities		4 655 910	2.020.002
Trade payables		4,655,819	3,038,893
Other payables & accruals		2,397,137	1,579,313
Amount owing to directors Short-term borrowings	В8	2,815,002	3,303,180
Provision for taxation	Во	5,689,959 182,964	1,737,067 504
Flovision for taxation		15,740,881	9.658.957
Total Liabilities		20,917,747	11,575,458
TOTAL EQUITY AND LLABILITY		· · · · · · · · · · · · · · · · · · ·	
TOTAL EQUITY AND LIABILITIES		53,345,977	44,796,623
NET ASSETS PER SHARE ATTRIBUTABLE ORNINARY EQUITY HOLDERS OF THE F		24.50	26.75

The unaudited condensed Consolidated Balance Sheet should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 DECEMBER 2008

	1		7	Attributable to I	Attributable to Equity Holders of the Company	the Company		↑		
	•		Z	Non-Distributable	le .	· †	Distributable			
					Foreign Exchange	Share			Minority	
	Share	Share	Treasury	Other	Fluctuation	Option	Retained	Loto	Interest	Total
	RM	RM	RM	RM	RM	RM	Earnings	RM	RM	Equity
Balance as at 1 January 2007	12,184,333	8,065,545	1	1,109,451	127,988	32,772	5,734,666	27,254,755	4,416,040	31,670,795
Issue of ordinary shares :-	000 00	002.04						002 60		000
Fursuant to ESOS	33,000	49,500	ı	ı		ı	1	82,500	ı	82,500
Issued for cash	203,920	611,760	ı	1		1	ı	815,680	ı	815,680
Transaction costs	Ī	(3,750)	1		1	ı		(3,750)	1	(3,750)
Share options granted under ESOS	•	1	•	•	1	37,704		37,704	•	37,704
Dividend paid	1	1	ı	ı	1	1	(1,813,503)	(1,813,503)	1	(1,813,503)
Legal reserve of a subsidiary	•	1	•	(53,147)	•	1		(53,147)		(53,147)
Foreign exchange fluctuation reserve	•	1	•	1	460,835	1		460,835	543,522	1,004,357
Deemed disposal of subsidiary		ı	•	ı		ı	178,814	178,814	(6,476,533)	(6,297,719)
Net profit for the year	ı	•	•	•		•	6,261,277	6,261,277	1,516,971	7,778,248
Balance as at 31 December 2007	12,421,253	8,723,055	1	1,056,304	588,823	70,476	10,361,254	33,221,165	1	33,221,165
Balance as at 1 January 2008	12,421,253	8,723,055		1,056,304	588,823	70,476	10,361,254	33,221,165	ı	33,221,165
Issue of ordinary shares :- Pursuant to ESOS	24,400	36,600	,			,		61,000		61,000
Share options granted under ESOS				•		37,700	•	37,700		37,700
Shares repurchased	•	1	(2,043)	1		ı		(2,043)		(2,043)
Dividend paid		1	•	1		ı	(2,489,131)	(2,489,131)	ı	(2,489,131)
Foreign exchange fluctuation reserve	•	1	•	1	65	1		99		65
Net profit for the year	1	ı	ı	ı		1	(332,854)	(332,854)	543,392	210,538
Acquisition of Subsidiaries	1	•	•	1	1	•		•	1,388,936	1,388,936
Balance as at 31 December 2008	12,445,653	8,759,655	(2,043)	1,056,304	588,888	108,176	7,539,269	30,495,902	1,932,328	32,428,230

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements as at 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.



CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 DECEMBER 2008

rofit hefore taxation 336,693 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,66 8,934,17 8,93		12 MONTHS ENDED 31/12/2008 RM	12 MONTHS ENDER 31/12/2007 RM
Mighstemest For-	CASH FLOW FROM OPERATING ACTIVITIES	*** ***	0.004.455
Section Sect		536,693	8,934,466
umoritation of other investment and added best written of from the process of the proces	•	_	519 930
bad debts written off 15,039 2,54 bepreciation of plant and equipment iam on disposal of property, plant and equipment is assistant of plant and equipment in the provision for doubtful debts (73,793) (16,085) vertarial interest trousion for doubtful debts 354,117 - (1,007,87) iscodewill written off 82,41 - (1,007,87) tental income - (1,035,56) - (1,035,56) hare of associate profits (82,037) (126,68) hare of associate profits (82,037) (126,68) hare of profits perfect the profits of the profits	Amortisation of other investment	5,584	2,846
Seperation of plant and equipment S83,317 1,918,39 16,050	Bad debts written off	· ·	2,542
rain on disposal of property, plant and equipment (et gain on deemed disposal of a subsidiary) (1,605 et gain on deemed disposal of a subsidiary) overdraft interest 14,301 15,011 overdraft interest 14,301 15,011 overdraft interest 354,117 - incondition of could debts 354,117 - incondition of could debt of the count of the c	Development costs written off	1,483,227	-
iet gain on deemed disposal of a subsidiary provision for doubtful debts rovision ful debts rovis	Depreciation of plant and equipment	883,317	1,918,393
14,301 15,	Gain on disposal of property, plant and equipment	(73,793)	(16,058
Trovision for doubtful debts ioodwill written off	Net gain on deemed disposal of a subsidiary	-	(1,007,876
Section Sect		· ·	15,012
Part and equipment written off tental income			-
Cartal income			-
thare of associate profits have options granted under ESOS 137,700 137	* *	-	
there options gramed under ESOS iffer Purchase and lease Interest iffer Purchase and lease Interest iffer Purchase and lease Interest interest income (63,800) (166,3500) (166,3		(202.027)	
139,863 129,979 130,863 129,979 130,863 129,979 130,863 130,963 130,963 130,963 130,963 130,963 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,974 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,863 130,973 130,		1 1 1	
100,107			
15.03 15.0		1	
Carrollarin interest 226,501 6.08.88	*		
American Comment Com	Ferm loan interest	1 1 1	50,777
2,739,367	Inrealised gian on foreign exchange	-	(68,883
reventories rade and other receivables rade and other receivables rade and other payables (A,585,143) (3,851,056) (6,947,28) (460,166) (1,844) (1,956,26) (3,736,236) (3,736,226) (3,736,226) (3,736,226) (3,736,236) (3,736,226) (3,736,236) (3,736,226) (3,736,236) (3,736,226) (3,736,236) (3,736,226) (3,736,236) (3,736,226) (3,736,236) (3,736,2		2,739,367	408,434
rade and other receivables (a,885,143) (3,851,056) (6,947,28) (6,947,28) (460,166) (1,841,19) (1,956,26) (1,841,19) (1,956,26) (1,144,08) (1,14	Operating profit before working capital changes	3,276,060	9,342,900
Trade and other payables (3,851,056) (6,947,28 40,0166 (1,841,91 40,0166 (1,841,91 3,736,226 7,500,98 20,216,65 3,736,226 7,500,98 20,216,65 20,200,200 (1,14,408) (1,956,26 (1,14,408) (1,956,26 (1,14,408) (1,956,26 (1,14,408) (1,956,26 (1,14,408) (1,956,26 (1,14,408) (1,956,26 (1,14,408) (1,14,40	nventories	1 1 1	2,132,169
A60,166 (1,841,91 3,736,226 7,500,98 7,500,98 7,500,98 (460,874) (1,956,26 (114,408) (160,38 (
Ask FROM OPERATIONS 3,736,226 7,500,98 Ask paid (460,874) (114,408) (160,384) Ask interest paid (114,408) (160,384) Ask (575,282) (2,116,656) Ask Ask (575,282) (3,133,380) Ask (575,282) (5,134,98) Ask (575,28) (5,134,98) Ask (575,28) (5,134,98) Ask (575,28) (5,134,98) Ask	rade and other payables		
Cax paid (460,874) (1,956.26 160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (160.38 160.984 (180.38 160.984 (180.38 160.984 (180.38 160.984 (180.38 (180.38 160.984 (180.38	CASH FROM OPERATIONS		
Comparison	CASH PROM OF EXALIGNS		
Company	Tax paid	` ′ ′	(1,956,263
ACTION Company Compa	Bank interest paid		
CASH FLOW FROM INVESTING ACTIVITIES 13,800 136,35 13,830 13,330	NET CASH FROM OPERATING ACTIVITIES		
136,35 1		3,100,211	2,201,220
Additional purchase price of subsidiaries Additional purchase price of subsidiaries (253,380) (428,17)	rterest income	63,800	136,354
Capacitage Cap	Acquisition of subsidiaries	(5,194,785)	(2
Carchase of property (187,522) (31,33 1,391 1,391,12 1,291,12 1	Additional purchase price of subsidiaries	(153,380)	(428,178
Purchase of plant and equipment (2,722,113) (1,991,12 (1,9	Deemed disposal of subsidiary	-	(2,936,472
Proceeds from disposal of property, plant and equipment roceeds from disposal of other investment roceeds from associated company roceeds from associated company roceeds from associated company roceeds from associated company roceeds from investming roceeds from issuance of share capital / excersice of ESOS roceeds from issuance of share capital / excersice of ESOS roceeds from issuance of share capital / excersice of ESOS roceeds from interest roceeds from other short term borrowings roceeds from other short term b	Purchase of property		(31,332
Proceeds from disposal of other investment 26,000			
Development costs incurred		1	97,499
1,035,56 1,035,56	•	26,000	(071 410
Cash FLOW FROM FINANCING ACTIVITIES Cash FLOW FROM FINANCING ACTIVITIES	•	729 674	(9/1,418
CASH FLOW FROM FINANCING ACTIVITIES C7,081,176 C8,089,10		/38,074	1 035 560
ASSH FLOW FROM FINANCING ACTIVITIES Proceeds from issuance of share capital / excersice of ESOS Parasaction costs Proceeds from issuance of share capital / excersice of ESOS Parasaction costs Parasa		(7.081.176)	(5,089,105
Proceeds from issuance of share capital / excersice of ESOS Parasaction costs Parasa		(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(0,000,000
Purchase of treasury shares	Proceeds from issuance of share capital / excersice of ESOS	981,000	898,182
Germ loan interest (226,501) (50,77 Gire purchase and lease interest (130,863) (55,78 Groceeds from other short term borrowings 479,103 1,974,00 Repayment of other short term borrowings - (2,061,72 Repayment of bills payable (828,095) (93,53 Repayment of hire purchase and lease payables (1,111,633) (1,033,00 Dividend paid to company shareholders (2,489,131) (1,813,50 Dividend paid to minority interest - (1,169,99 NET CASH FROM/(FOR) FINANCING ACTIVITIES 971,432 (3,010,22 NET DECREASE IN CASH AND CASH EQUIVALENTS (2,948,800) (2,714,99 Oreign exchange fluctuation reserve 731 253,37 CASH AND CASH EQUIVALENTS B/F 5,084,165 7,545,78 CASH AND CASH EQUIVALENTS C/F 2,136,096 5,084,16 OUTES TO CASH FLOW STATEMENT 23ah and cash equivalents comprise: 20verdraft (349,506) (364,62 Overdraft (349,506) (368,62 4,306,30 (368,62)	Transaction costs	-	(56,897
dire purchase and lease interest (130,863) (55,78 droceeds from other short term borrowings 479,103 1,974,00 depayment of other short term borrowings - (2,061,72 depayment of term loan (828,095) (93,53 depayment of bills payable (38,227) - depayment of hire purchase and lease payables (1,111,633) (1,038,00 Drawdown on finance lease payables 4,337,822 457,80 Dividend paid to company shareholders (2,489,131) (1,813,50 Dividend paid to minority interest - (1,169,99 VET CASH FROM/(FOR) FINANCING ACTIVITIES 971,432 (3,010,22 VET DECREASE IN CASH AND CASH EQUIVALENTS (2,948,800) (2,714,99 Foreign exchange fluctuation reserve 731 253,37 CASH AND CASH EQUIVALENTS B/F 5,084,165 7,545,78 CASH AND CASH EQUIVALENTS C/F 2,136,096 5,084,16 SOTES TO CASH FLOW STATEMENT 238 and cash equivalents comprise: 200,000 364,62 Overdraft (349,506) (364,62 366,62 Overdraft	Purchase of treasury shares	(2,043)	-
1,974,00 1,974,00	Term loan interest	(226,501)	(50,777
Capayment of other short term borrowings			(55,782
Repayment of term loan (828,095) (93,53 (38,227) (38,237) (38,227) (38,237) (38,227) (38,237) (38,237) (38,237) (38,227) (38,237) (38,227) (38,237) (38,227) (38,237) (38,227) (38,237) (38,227) (38,237) (38,227) (38,237		479,103	1,974,000
Caparage		-	
Repayment of hire purchase and lease payables			(93,533
Drawdown on finance lease payables		1 1 1	(1.020.004
1,813,50 1,813,50 1,813,50 1,813,50 1,169,99		* * * * * *	
1,169,99 NET CASH FROM/(FOR) FINANCING ACTIVITIES 971,432 (3,010,22 NET DECREASE IN CASH AND CASH EQUIVALENTS (2,948,800) (2,714,99 Oreign exchange fluctuation reserve 731 253,37 CASH AND CASH EQUIVALENTS B/F 5,084,165 7,545,78 CASH AND CASH EQUIVALENTS C/F 2,136,096 5,084,16 OTES TO CASH FLOW STATEMENT CASH AND CASH EQUIVALENTS C/F (349,506) (364,62 Overdraft (349,			
NET CASH FROM/(FOR) FINANCING ACTIVITIES 971,432 (3,010,22 NET DECREASE IN CASH AND CASH EQUIVALENTS (2,948,800) (2,714,99 Oreign exchange fluctuation reserve 731 253,37 CASH AND CASH EQUIVALENTS B/F 5,084,165 7,545,78 CASH AND CASH EQUIVALENTS C/F 2,136,096 5,084,16 NOTES TO CASH FLOW STATEMENT Cash and cash equivalents comprise: Overdraft (349,506) (364,62 Cixed deposit with licensed banks 586,857 4,306,30		(2,707,131)	
253,37	NET CASH FROM/(FOR) FINANCING ACTIVITIES	971,432	(3,010,222
253,37	NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,948,800)	(2,714,991
CASH AND CASH EQUIVALENTS C/F 2,136,096 5,084,16 NOTES TO CASH FLOW STATEMENT Cash and cash equivalents comprise: Overdraft (349,506) (364,62) Cixed deposit with licensed banks 586,857 4,306,30	Foreign exchange fluctuation reserve	731	253,376
NOTES TO CASH FLOW STATEMENT Cash and cash equivalents comprise: Overdraft (349,506) (364,62 Fixed deposit with licensed banks 586,857 4,306,30	CASH AND CASH EQUIVALENTS B/F	5,084,165	7,545,780
Cash and cash equivalents comprise: (349,506) (364,62) Diverdraft (349,506) (364,62) Diverdraft (ixed deposit with licensed banks) 586,857 4,306,30	CASH AND CASH EQUIVALENTS C/F	2,136,096	5,084,165
Overdraft (349,506) (364,62 Eixed deposit with licensed banks 586,857 4,306,30	NOTES TO CASH FLOW STATEMENT		
Fixed deposit with licensed banks 586,857 4,306,30	Cash and cash equivalents comprise:		
	Overdraft		(364,621
asn and bank balances 1,898,745 1,142,47	•		
2,136,096 5,084,16	Cash and bank balances		1,142,479 5,084,165

The unaudited condensed Consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2007