

**CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2009**

The unaudited results of Grand-Flo Solution Berhad and its subsidiaries for the 3 months period ended 31 March 2009 are as follows:-

	NOTE	FOR THE QUARTER 3 MONTHS ENDED		FOR THE CUMULATIVE PERIOD 3 MONTHS ENDED	
		31/03/2009 RM	31/03/2008 RM	31/03/2009 RM	31/03/2008 RM
REVENUE	A8	7,815,057	8,563,356	7,815,057	8,563,356
COST OF SALES		<u>(5,140,430)</u>	<u>(5,508,734)</u>	<u>(5,140,430)</u>	<u>(5,508,734)</u>
GROSS PROFIT		2,674,627	3,054,622	2,674,627	3,054,622
OTHER OPERATING INCOME		271,080	229,033	271,080	229,033
SELLING AND DISTRIBUTION EXPENSES		(300,025)	(283,461)	(300,025)	(283,461)
ADMINISTRATION EXPENSES		(2,039,077)	(1,683,174)	(2,039,077)	(1,683,174)
OTHER OPERATING EXPENSES		<u>(104,023)</u>	<u>(94,208)</u>	<u>(104,023)</u>	<u>(94,208)</u>
PROFIT FROM OPERATIONS	A8	502,582	1,222,812	502,582	1,222,812
FINANCE EXPENSES		(100,908)	(68,483)	(100,908)	(68,483)
SHARE OF PROFIT IN ASSOCIATE CO.		<u>(165,837)</u>	<u>253,796</u>	<u>(165,837)</u>	<u>253,796</u>
PROFIT BEFORE TAXATION	A8	235,837	1,408,125	235,837	1,408,125
INCOME TAX EXPENSES	B4	(97,756)	(149,471)	(97,756)	(149,471)
PROFIT AFTER TAXATION		<u>138,081</u>	<u>1,258,654</u>	<u>138,081</u>	<u>1,258,654</u>
PROFIT ATTRIBUTABLE TO:-					
EQUITY HOLDERS OF THE COMPANY		26,944	1,167,912	26,944	1,167,912
MINORITY INTERESTS		<u>111,137</u>	<u>90,742</u>	<u>111,137</u>	<u>90,742</u>
		<u>138,081</u>	<u>1,258,654</u>	<u>138,081</u>	<u>1,258,654</u>
EARNINGS PER SHARE:-					
BASIC (SEN)	B12a	0.02	0.96	0.02	0.96
DILUTED (SEN)	B12b	0.02	0.95	0.02	0.95

The unaudited condensed Consolidated Income Statements should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2009

	Note	(UNAUDITED) AS AT 31/03/2009 RM	(AUDITED) AS AT 31/12/2008 RM
ASSETS			
Non-Current Assets			
Property, plant and equipment	A9	9,164,754	9,290,397
Prepaid lease payment		780,929	783,216
Investment in associate		8,604,963	8,770,800
Other investment, unquoted		75,106	75,429
Development costs		128,666	-
Goodwill		22,720,572	14,366,638
		<u>41,474,990</u>	<u>33,286,480</u>
Current Assets			
Inventories		4,673,786	4,531,763
Trade receivables		9,635,826	10,653,592
Other receivables & prepayment		605,598	1,223,584
Amount due from associate		134,668	115,746
Tax recoverable		432,667	239,241
Fixed deposit with licensed banks		390,255	589,984
Cash and bank balances		5,416,240	1,927,569
		<u>21,289,040</u>	<u>19,281,479</u>
TOTAL ASSETS		<u>62,764,030</u>	<u>52,567,959</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the company			
Share capital		13,585,471	12,445,653
Share premium		12,407,071	8,759,655
Treasury shares, at cost	A6 (b)	(5,338)	(2,043)
Other reserves		1,056,304	1,056,304
Foreign exchange fluctuation reserve		531,945	588,888
Share option reserves		93,090	76,560
Retained earnings		7,591,759	7,564,815
		<u>35,260,302</u>	<u>30,489,832</u>
Minority Interests		1,953,145	1,842,008
Total Equity		<u>37,213,447</u>	<u>32,331,840</u>
Non-Current Liabilities			
Amount due to directors		1,120,501	1,120,500
Long-term borrowings	B8	4,359,148	3,929,372
Deferred tax		118,800	118,800
		<u>5,598,449</u>	<u>5,168,672</u>
Current Liabilities			
Short-term borrowings	B8	7,153,479	7,416,654
Trade payables		3,253,906	4,381,108
Other payables & accruals		7,300,219	1,550,798
Amount owing to directors		1,694,501	1,484,502
Provision for taxation		550,029	234,385
		<u>19,952,134</u>	<u>15,067,447</u>
Total Liabilities		<u>25,550,583</u>	<u>20,236,119</u>
TOTAL EQUITY AND LIABILITIES		<u>62,764,030</u>	<u>52,567,959</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO			
ORDINARY EQUITY HOLDERS OF THE PARENT (SEN)			
		25.95	24.50

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 2008 and the accompanying explanatory notes attached to the interim financial statements.

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 31 MARCH 2009**

	3 MONTHS ENDED 31/03/2009 RM	3 MONTHS ENDED 31/03/2008 RM
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	235,837	1,408,125
Adjustments for:-		
Amortisation of development costs	13,166	147,393
Amortisation of other investment	2,609	-
Depreciation of plant and equipment	251,086	167,109
Gain on disposal of property, plant and equipment	-	(82,442)
Overdraft interest	11,843	-
Share of associate loss	165,837	-
Share options granted under ESOS	16,530	(253,796)
Hire Purchase and lease Interest	36,428	23,479
Interest expense	24,380	24,475
Interest income	(5,158)	(26,182)
Term loan interest	28,380	20,530
Unrealised gain on foreign exchange	-	-
	<u>545,101</u>	<u>20,566</u>
Operating profit before working capital changes	780,938	1,428,691
Inventories	253,399	120,857
Trade and other receivables	3,138,614	3,651,421
Trade and other payables	4,782,425	(818,788)
	<u>8,174,438</u>	<u>2,953,490</u>
CASH FROM OPERATIONS	8,955,376	4,382,181
Tax paid	(147,830)	(96,998)
Bank interest paid	(36,223)	(24,475)
	<u>(184,053)</u>	<u>(121,473)</u>
NET CASH FROM OPERATING ACTIVITIES	8,771,323	4,260,708
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	5,158	26,182
Acquisition of subsidiaries	(8,624,971)	(3,729,387)
Additional purchase price of subsidiaries	(596,478)	-
Deemed disposal of subsidiary	-	-
Purchase of property	-	-
Purchase of plant and equipment	(64,908)	(780,124)
Proceeds from disposal of property, plant and equipment	-	346,000
Proceeds from disposal of other investment	-	-
Development costs incurred	(141,832)	(190,621)
Dividend received from associated company	-	-
Rental income	-	-
	<u>(9,423,031)</u>	<u>(4,327,950)</u>
NET CASH FOR INVESTING ACTIVITIES	(9,423,031)	(4,327,950)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of share capital / exercise of ESOS	4,787,234	61,000
Transaction costs	-	-
Purchase of treasury shares	(3,295)	-
Term loan interest	(28,380)	(20,530)
Hire purchase and lease interest	(36,428)	(23,479)
Proceeds from other short term borrowings	-	187,522
Repayment of other short term borrowings	-	(461,416)
Repayment of term loan	(433,108)	(38,737)
Repayment of bills payable	(995,074)	-
Repayment of hire purchase and lease payables	(294,709)	(215,869)
Drawdown on finance lease payables	294,000	274,826
Dividend paid to company shareholders	-	-
Dividend paid to minority interest	-	-
	<u>3,290,240</u>	<u>(236,683)</u>
NET CASH FROM/(FOR) FINANCING ACTIVITIES	3,290,240	(236,683)
NET DECREASE IN CASH AND CASH EQUIVALENTS	2,638,532	(303,925)
Foreign exchange fluctuation reserve	918	731
CASH AND CASH EQUIVALENTS B/F	2,168,047	5,084,165
CASH AND CASH EQUIVALENTS C/F	<u>4,807,497</u>	<u>4,780,971</u>
NOTES TO CASH FLOW STATEMENT		
Cash and cash equivalents comprise:		
Overdraft	(998,998)	(11,184)
Fixed deposit with licensed banks	390,255	3,288,432
Cash and bank balances	5,416,240	1,503,723
	<u>4,807,497</u>	<u>4,780,971</u>

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 2008.