

DXN HOLDINGS BHD.
(Company No : 363120-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MAY 2006

| | Share Capital | Share Premium | Non-Distributable Exchange Fluctuation Reserve | Distributable Retained Profits | Total |
|---|------------------|------------------|---|--------------------------------------|---------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| As at 1 March 2006 | | | | | |
| As previously stated | 60,191 | 1,613 | (267) | 55,451 | 116,988 |
| Effects of adopting FRS 3 | - | - | - | 10,873 | 10,873 |
| As at 1 March 2006 (Restated balance) | 60,191 | 1,613 | (267) | 66,324 | 127,861 |
| Net profit for the period | - | - | - | 4,640 | 4,640 |
| Exchange differences on translation of foreign entities | - | - | (1,775) | - | (1,775) |
| As at 31 May 2006 | 60,191 | 1,613 | (2,042) | 70,964 | 130,726 |

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MAY 2005

| | Share Capital | Share Premium | Non-Distributable Exchange Fluctuation Reserve | Distributable Retained Profits | Total |
|---|------------------|------------------|---|--------------------------------------|---------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| As at 1 March 2005 | 60,189 | 1,606 | 439 | 38,670 | 100,904 |
| Issue of shares - ESOS | 2 | 7 | - | - | 9 |
| Net profit for the period | - | - | - | 7,280 | 7,280 |
| Exchange differences on translation of foreign entities | - | - | (20) | - | (20) |
| As at 31 May 2005 | 60,191 | 1,613 | 419 | 45,950 | 108,173 |

The notes set out on page 5 to 12 form an integral part of, and, should be read in conjunction with this interim financial report.