

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**For the quarter ended 31 December 2006**

	Current quarter ended 31.12.06 RM	Comparative quarter ended 31.12.05 RM (restated)	12 months Cumulative to date 31.12.06 RM	12 months Cumulative to date 31.12.05 RM (restated)
Revenue	41,642,243	31,530,798	153,726,468	131,557,577
Cost of sales	<u>(29,351,746)</u>	<u>(22,714,562)</u>	<u>(108,944,821)</u>	<u>(95,291,835)</u>
Gross profit	12,290,497	8,816,236	44,781,647	36,265,742
Other operating income	(92,639)	648,552	324,844	2,253,837
Administrative expenses	(2,955,124)	(3,804,623)	(10,358,363)	(13,477,976)
Selling and marketing Expenses	(3,279,879)	(2,684,074)	(12,418,812)	(9,255,480)
Other operating expenses	<u>(1,316,109)</u>	<u>(304,887)</u>	<u>(1,834,077)</u>	<u>(675,246)</u>
Profit from operations	4,646,746	2,671,204	20,495,239	15,110,877
Finance costs	<u>(191,053)</u>	<u>(122,470)</u>	<u>(777,152)</u>	<u>(571,701)</u>
Profit before taxation	4,455,693	2,548,734	19,718,087	14,539,176
Taxation	<u>905,902</u>	<u>(289,304)</u>	<u>(2,060,547)</u>	<u>(484,690)</u>
Net profits for the period	<u><u>5,361,595</u></u>	<u><u>2,259,430</u></u>	<u><u>17,657,540</u></u>	<u><u>14,054,486</u></u>
Attributable to:				
Equity holders of the parent	5,325,475	2,271,517	17,587,148	14,030,380
Minority Interests	<u>36,120</u>	<u>(12,087)</u>	<u>70,392</u>	<u>24,106</u>
	<u><u>5,361,595</u></u>	<u><u>2,259,430</u></u>	<u><u>17,657,540</u></u>	<u><u>14,054,486</u></u>
Earnings per share attributable to equity holders of the parent:				
Basic (sen)	3.17	1.35	10.47	8.35
Diluted (sen)	-	-	-	-

Notes:

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2005

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS

As at 31 December 2006

	As at Period ended 31.12.2006 RM	As at Year ended 31.12.2005 RM <i>(restated)</i>
ASSETS		
Non-current Assets		
Property, Plant & Equipment	55,919,212	53,452,604
Other Investment	-	-
Prepaid lease payments	-	-
Intangible Assets	172,827	278,654
Goodwill on Consolidation	131,783	131,783
Deferred tax assets	-	-
	<u>56,223,822</u>	<u>53,863,041</u>
Current Assets		
Inventories	80,678,720	74,806,552
Trade receivables	48,357,588	29,271,025
Other receivables, deposits and prepayments	3,155,604	4,920,272
Due from customers on contract	1,237,412	1,877,995
Taxation recoverable	80,641	1,447,838
Marketable securities	-	-
Cash and bank balances	2,168,674	3,880,058
	<u>135,678,640</u>	<u>116,203,740</u>
TOTAL ASSETS	<u><u>191,902,462</u></u>	<u><u>170,066,781</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	84,000,000	84,000,000
Share premium	3,854,541	3,854,541
Other reserves	(357,989)	(456,128)
Retained profits	59,514,479	46,127,331
	<u>147,011,031</u>	<u>133,525,744</u>
Minority Interests	245,812	151,225
Total equity	<u>147,256,843</u>	<u>133,676,969</u>
Non-current Liabilities		
Deferred income	-	-
Deferred tax liabilities	2,928,036	5,148,024
	<u>2,928,036</u>	<u>5,148,024</u>
Current Liabilities		
Borrowings	19,168,726	13,493,662
Trade payables	8,443,301	7,750,121
Other payables	13,400,571	9,984,751
Tax payable	704,985	13,254
Dividend payable	-	-
	<u>41,717,583</u>	<u>31,241,788</u>
Total Liabilities	44,645,619	36,389,812
TOTAL EQUITY AND LIABILITIES	<u><u>191,902,462</u></u>	<u><u>170,066,781</u></u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2005

EKOWOOD INTERNATIONAL BERHAD (301735-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
For the quarter ended 31 December 2006

	Current quarter ended 31.12.06 RM	Comparative quarter ended 31.12.05 RM (restated)	12 months Cumulative to date 31.12.06 RM	12 months Cumulative to date 31.12.05 RM (restated)
Cash Flows from Operating Activities				
Profit before taxation	4,455,693	2,548,734	19,718,087	14,539,176
Adjustment for non-cash flow:-				
Depreciation of property, plant & equipment	932,173	1,205,764	4,389,028	4,635,016
Gain on disposal of property, plant & equipment	(60,842)	(10,107)	154,104	(23,739)
Written-back for provision of doubtful debt	4,094	(124,503)	-	(378,957)
Government grant receivable	(84,065)	(1,587,939)	(84,065)	(1,587,939)
PPE written off	89,031	1,550	89,031	1,550
Inventories written down	325,953	66,317	325,953	66,317
Inventories written off	-	26,171	-	26,171
Amortisation of intangible assets	21,604	24,670	105,828	98,676
Unrealised gain on exchange rate	52,147	(38,078)	62,629	(72,719)
Bad debts written off	8,395	16,181	9,380	22,821
Provision for doubtful debts	847,726	20,167	847,726	20,167
Share-based payment under ESOS	36,259	19,758	101,033	50,860
Interest expense	191,053	122,470	777,152	571,701
Interest income	(5,673)	(4,611)	(8,135)	(31,233)
Operating cash flows before working capital changes	6,813,548	2,286,544	26,487,751	17,937,868
(Increase)/decrease in inventories	(1,969,507)	(3,903,369)	(5,936,035)	(3,017,495)
(Increase)/decrease in due to customers on contract	1,703,699	(684,807)	640,583	(966,053)
(Increase)/decrease in receivables	(7,078,930)	(1,053,617)	(19,123,952)	(4,224,787)
Increase/(decrease) in payables	3,321,137	2,598,768	3,871,459	1,681,492
Increase/(decrease) in related companies	-	-	-	-
Increase/(decrease) in holding company	195,629	174,912	329,274	(407,899)
Increase/(decrease) in short term borrowings	333,734	(766,672)	5,168,734	(6,085,384)
Cash generated from/(absorbed by) operations	3,319,310	(1,348,241)	11,437,814	4,917,742
Government grant received	1,076,519	116,489	1,076,519	116,489
Interest paid	(191,053)	(122,470)	(777,152)	(571,701)
Taxation paid	(110,127)	(564,844)	(2,223,519)	(3,424,930)
Interest received	5,673	543	8,135	27,165
Net cash generated from/(used in) operating activities	4,100,321	(1,918,523)	9,521,796	1,064,765
Cash Flows from Investing Activities				
Placement of deposit with financial institution	166,555	(383,918)	303,537	(306,308)
Purchase of property, plant & equipment	(6,650,815)	(495,555)	(8,021,458)	(2,820,450)
Proceeds from disposal of property, plant & equipment	225,130	8,800	929,391	37,504
Net cash used in investing activities	(6,259,130)	(870,673)	(6,788,530)	(3,089,254)
Cash Flows from Financing Activities				
Dividend Paid	(0)	-	(4,200,000)	(4,200,000)
Net cash generated from/(used in) financing activities	(0)	-	(4,200,000)	(4,200,000)
Net increase/(decrease) in cash and cash equivalents	(2,158,809)	(2,789,196)	(1,466,734)	(6,224,489)
Cash and cash equivalents at beginning of period	1,067,112	3,899,468	1,469,227	2,886,335
Effect of exchange rate differences	672,087	358,955	(422,103)	4,807,381
Cash and cash equivalents at end of period	(419,610)	1,469,227	(419,610)	1,469,227

Notes:

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2005

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the quarter ended 31 December 2006

	← Attributable to equity holders of the parent →						Minority interest	Total equity
	← Non-distributable →			Distributable				
	Share capital RM	Share premium RM	Foreign Exchange reserve RM	ESOS reserve RM	Retained profits RM	Total RM		
At 1 January 2005	84,000,000	3,854,541	(1,237,975)	-	36,296,951	122,913,517	127,119	123,040,636
Issue of shares	-	-	-	-	-	-	-	-
Foreign exchange difference	-	-	730,987	-	-	730,987	-	730,987
Issue of bonus shares	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	-	50,860	-	50,860	-	50,860
Dividend payable	-	-	-	-	(4,200,000)	(4,200,000)	-	(4,200,000)
Net profit for the period	-	-	-	-	14,030,380	14,030,380	24,106	14,054,486
At 31 December 2005 (restated)	<u>84,000,000</u>	<u>3,854,541</u>	<u>(506,988)</u>	<u>50,860</u>	<u>46,127,331</u>	<u>133,525,744</u>	<u>151,225</u>	<u>133,676,969</u>
At 1 January 2006								
As previously stated	84,000,000	3,854,541	(506,988)	-	46,178,191	133,525,744	151,225	133,676,969
Prior year adjustment - effects of adopting FRS 2	-	-	-	50,860	(50,860)	-	-	-
At 1 January 2006 (restated)	<u>84,000,000</u>	<u>3,854,541</u>	<u>(506,988)</u>	<u>50,860</u>	<u>46,127,331</u>	<u>133,525,744</u>	<u>151,225</u>	<u>133,676,969</u>
Issue of shares	-	-	-	-	-	-	-	-
Foreign exchange difference	-	-	(2,894)	-	-	(2,894)	24,195	21,301
Issue of bonus shares	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	-	101,033	-	101,033	-	101,033
Dividend payable	-	-	-	-	(4,200,000)	(4,200,000)	-	(4,200,000)
Net profit for the period	-	-	-	-	17,587,148	17,587,148	70,392	17,657,540
At 31 December 2006	<u>84,000,000</u>	<u>3,854,541</u>	<u>(509,882)</u>	<u>151,893</u>	<u>59,514,479</u>	<u>147,011,031</u>	<u>245,812</u>	<u>147,256,843</u>

Notes:

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2005