

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**For the quarter ended 31 March 2007**

	Current quarter ended 31.03.2007 RM	Comparative quarter ended 31.03.2006 RM (Restated)	3 months Cumulative to date 31.03.2007 RM	3 months Cumulative to date 31.03.2006 RM (Restated)
Revenue	34,546,859	37,455,802	34,546,859	37,455,802
Cost of sales	<u>(23,680,238)</u>	<u>(27,011,472)</u>	<u>(23,680,238)</u>	<u>(27,011,472)</u>
Gross profit	10,866,621	10,444,330	10,866,621	10,444,330
Other operating income	160,172	13,929	160,172	13,929
Administrative expenses	(2,846,915)	(2,256,426)	(2,846,915)	(2,256,426)
Selling and marketing Expenses	(2,640,680)	(2,777,370)	(2,640,680)	(2,777,370)
Other operating expenses	<u>(204,239)</u>	<u>(336,679)</u>	<u>(204,239)</u>	<u>(336,679)</u>
Profit from operations	5,334,959	5,087,784	5,334,959	5,087,784
Finance costs	<u>(200,375)</u>	<u>(187,069)</u>	<u>(200,375)</u>	<u>(187,069)</u>
Profit before taxation	5,134,584	4,900,715	5,134,584	4,900,715
Taxation	<u>351,366</u>	<u>(348,119)</u>	<u>351,366</u>	<u>(348,119)</u>
Net profits for the period	<u><u>5,485,950</u></u>	<u><u>4,552,596</u></u>	<u><u>5,485,950</u></u>	<u><u>4,552,596</u></u>
Attributable to:				
Equity holders of the parent	5,504,454	4,544,556	5,504,454	4,544,556
Minority Interests	<u>(18,504)</u>	<u>8,040</u>	<u>(18,504)</u>	<u>8,040</u>
	<u><u>5,485,950</u></u>	<u><u>4,552,596</u></u>	<u><u>5,485,950</u></u>	<u><u>4,552,596</u></u>
Earnings per share attributable to equity holders of the parent:				
Basic (sen)	3.28	2.71	3.28	2.71
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 2006**

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS

As at 31 March 2007

	As at Period ended 31.03.2007 RM	As at Year ended 31.12.2006 RM (restated)
ASSETS		
Non-current Assets		
Property, Plant & Equipment	48,597,529	46,941,893
Other Investment	-	-
Prepaid lease payments	7,312,600	7,350,150
Intangible Assets	151,223	172,826
Goodwill on Consolidation	131,783	131,783
Deferred tax assets	-	564,172
	<u>56,193,135</u>	<u>55,160,824</u>
Current Assets		
Inventories	76,321,837	80,678,720
Trade receivables	46,721,103	48,357,588
Other receivables, deposits and prepayments	3,193,630	3,155,604
Due from customers on contract	3,615,090	1,237,412
Taxation recoverable	213,705	80,641
Marketable securities	-	-
Cash and bank balances	2,755,210	2,168,674
	<u>132,820,574</u>	<u>135,678,639</u>
TOTAL ASSETS	<u>189,013,710</u>	<u>190,839,463</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	(35,477)	(357,989)
Retained profits	63,391,763	57,887,309
	<u>151,210,827</u>	<u>145,383,861</u>
Minority Interests	224,531	245,812
Total equity	<u>151,435,358</u>	<u>145,629,673</u>
Non-current Liabilities		
Deferred income	-	-
Deferred tax liabilities	2,144,434	3,492,208
	<u>2,144,434</u>	<u>3,492,208</u>
Current Liabilities		
Borrowings	17,099,093	19,168,726
Trade payables	6,381,671	8,443,302
Other payables	11,837,986	13,400,571
Tax payable	115,168	704,983
Dividend payable	-	-
	<u>35,433,918</u>	<u>41,717,582</u>
Total Liabilities	37,578,352	45,209,790
TOTAL EQUITY AND LIABILITIES	<u>189,013,710</u>	<u>190,839,463</u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2006

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

For the quarter ended 31 March 2007

	Current quarter ended 31.03.2007 RM	Comparative quarter ended 31.03.2006 RM (restated)	3 months Cumulative to date 31.03.2007 RM	3 months Cumulative to date 31.03.2006 RM (restated)
Cash Flows from Operating Activities				
Profit before taxation	5,134,584	4,900,715	5,134,584	4,900,715
Adjustment for non-cash flow:-				
Depreciation of property, plant & equipment	1,144,743	1,170,696	1,144,743	1,170,696
Gain on disposal of property, plant & equipment	39,283	216,795	39,283	216,795
Prepaid land lease payments	37,550	37,550	37,550	37,550
Government grant receivable	26,148	-	26,148	-
PPE written off	55,221	-	55,221	-
Inventories written down	-	-	-	-
Inventories written off	-	-	-	-
Amortisation of intangible assets	21,603	41,017	21,603	41,017
Unrealised gain on exchange rate	(47,016)	41,749	(47,016)	41,749
Bad debts written off	-	-	-	-
Provision for doubtful debts	-	-	-	-
Share-based payment under ESOS	100,994	18,674	100,994	18,674
Interest expense	199,830	187,069	199,830	187,069
Interest income	-	-	-	-
Operating cash flows before working capital changes	6,712,940	6,614,265	6,712,940	6,614,265
(Increase)/decrease in inventories	4,097,718	3,179,112	4,097,718	3,179,112
(Increase)/decrease in due to customers on contract	(2,377,678)	(458,294)	(2,377,678)	(458,294)
(Increase)/decrease in receivables	1,091,263	(8,587,664)	1,091,263	(8,587,664)
Increase/(decrease) in payables	(3,904,409)	(3,439,682)	(3,904,409)	(3,439,682)
Increase/(decrease) in related companies	-	-	-	-
Increase/(decrease) in holding company	348,374	172,354	348,374	172,354
Increase/(decrease) in short term borrowings	(2,268,155)	3,258,865	(2,268,155)	3,258,865
Cash generated from/(absorbed by) operations	3,700,052	738,956	3,700,052	738,956
Government grant received	193,986	-	193,986	-
Interest paid	(199,830)	(187,069)	(199,830)	(187,069)
Taxation paid	(1,154,687)	(819,203)	(1,154,687)	(819,203)
Interest received	0	-	0	-
Net cash generated from/(used in) operating activities	2,539,520	(267,316)	2,539,520	(267,316)
Cash Flows from Investing Activities				
Placement of deposit with financial institution	-	-	-	-
Purchase of property, plant & equipment	(2,914,090)	(468,878)	(2,914,090)	(468,878)
Proceeds from disposal of property, plant & equipment	17,235	698,241	17,235	698,241
Net cash used in investing activities	(2,896,855)	229,363	(2,896,855)	229,363
Cash Flows from Financing Activities				
Dividend Paid	-	-	-	-
Net cash generated from/(used in) financing activities	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	(357,335)	(37,953)	(357,335)	(37,953)
Cash and cash equivalents at beginning of period	(406,962)	1,469,227	(406,962)	1,469,227
Effect of exchange rate differences	725,284	502,380	725,284	502,380
Cash and cash equivalents at end of period	(39,013)	1,933,654	(39,013)	1,933,654

Notes:

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Report for the year ended 31st December 2006

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the quarter ended 31 March 2007

	← 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 2006								
As previously stated	84,000,000	3,854,541	(506,988)	50,860	46,127,330	133,525,744	151,225	133,676,969
Prior year adjustment - effects of adopting FRS 117	-	-	-	-	(1,476,969)	(1,476,969)	-	(1,476,969)
At 1 January 2006 (restated)	<u>84,000,000</u>	<u>3,854,541</u>	<u>(506,988)</u>	<u>50,860</u>	<u>44,650,361</u>	<u>132,048,775</u>	<u>151,225</u>	<u>132,200,000</u>
Issue of shares	-	-	-	-	-	-	-	-
Foreign exchange difference	-	-	200,846	-	-	200,846	16,207	217,053
Issue of bonus shares	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	-	18,674	-	18,674	-	18,674
Dividend payable	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	4,544,556	4,544,556	8,040	4,552,596
At 31 March 2006	<u>84,000,000</u>	<u>3,854,541</u>	<u>(306,142)</u>	<u>69,534</u>	<u>49,194,917</u>	<u>136,812,851</u>	<u>175,472</u>	<u>136,988,323</u>
At 1 January 2007								
As previously stated	84,000,000	3,854,541	(509,882)	151,893	59,514,478	147,011,030	245,812	147,256,842
Prior year adjustment - effects of adopting FRS 117	-	-	-	-	(1,627,169)	(1,627,169)	-	(1,627,169)
At 1 January 2007 (restated)	<u>84,000,000</u>	<u>3,854,541</u>	<u>(509,882)</u>	<u>151,893</u>	<u>57,887,309</u>	<u>145,383,861</u>	<u>245,812</u>	<u>145,629,673</u>
Issue of shares	-	-	-	-	-	-	-	-
Foreign exchange difference	-	-	221,519	-	-	221,519	(2,777)	218,742
Issue of bonus shares	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	-	100,994	-	100,994	-	100,994
Dividend payable	-	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	5,504,454	5,504,454	(18,504)	5,485,950
At 31 March 2007	<u>84,000,000</u>	<u>3,854,541</u>	<u>(288,364)</u>	<u>252,887</u>	<u>63,391,763</u>	<u>151,210,827</u>	<u>224,531</u>	<u>151,435,358</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 2006