

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2008**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2008 RM	Preceding Year Corresponding Quarter 31.03.2007 RM	Current Year Quarter 31.03.2008 RM	Preceding Year Corresponding Quarter 31.03.2007 RM
Revenue	31,261,709	34,546,859	31,261,709	34,546,859
Cost of sales	<u>(21,105,548)</u>	<u>(23,680,238)</u>	<u>(21,105,548)</u>	<u>(23,680,238)</u>
Gross profit	10,156,161	10,866,621	10,156,161	10,866,621
Other operating income	277,306	160,172	277,306	160,172
Administrative expenses	(3,240,064)	(2,846,915)	(3,240,064)	(2,846,915)
Selling and marketing Expenses	(2,814,137)	(2,640,680)	(2,814,137)	(2,640,680)
Other operating expenses	<u>(238,448)</u>	<u>(204,239)</u>	<u>(238,448)</u>	<u>(204,239)</u>
Profit from operations	4,140,817	5,334,959	4,140,818	5,334,959
Finance costs	<u>(272,690)</u>	<u>(200,375)</u>	<u>(272,690)</u>	<u>(200,375)</u>
Profit before taxation	3,868,127	5,134,584	3,868,128	5,134,584
Taxation	<u>(459,165)</u>	<u>351,366</u>	<u>(459,165)</u>	<u>351,366</u>
Net profits for the period	<u><u>3,408,962</u></u>	<u><u>5,485,950</u></u>	<u><u>3,408,963</u></u>	<u><u>5,485,950</u></u>
Attributable to:				
Equity holders of the Company	3,401,510	5,504,454	3,401,510	5,504,454
Minority Interests	<u>7,453</u>	<u>(18,504)</u>	<u>7,453</u>	<u>(18,504)</u>
	<u><u>3,408,963</u></u>	<u><u>5,485,950</u></u>	<u><u>3,408,963</u></u>	<u><u>5,485,950</u></u>
Earnings per share attributable to equity holders of the Company:				
- Basic (sen)	2.02	3.28	2.02	3.28

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 MARCH 2008**

	As At 31.03.2008 RM	As At 31.12.2007 RM
ASSETS		
Non-current Assets		
Property, Plant & Equipment	60,071,465	59,757,483
Prepaid land lease payments	6,312,695	6,345,791
Intangible assets	196,593	218,196
Deferred tax assets	564,172	564,172
	<u>67,144,925</u>	<u>66,885,642</u>
Current Assets		
Inventories	89,684,738	84,879,656
Trade receivables	47,380,423	51,798,523
Other receivables	3,532,540	3,293,457
Due from customers on contract	5,338,819	3,508,701
Taxation recoverable	992,991	1,111,405
Cash and bank balances	2,428,889	3,792,307
	<u>149,358,400</u>	<u>148,384,049</u>
TOTAL ASSETS	<u><u>216,503,325</u></u>	<u><u>215,269,691</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	84,000,000	84,000,000
Share premium	3,854,541	3,854,541
Reserves	76,178,958	72,707,584
	<u>164,033,499</u>	<u>160,562,125</u>
Minority Interests	301,703	283,838
Total equity	<u>164,335,202</u>	<u>160,845,963</u>
Non-current Liabilities		
Deferred tax liabilities	2,342,454	2,430,874
Borrowings	9,250,000	4,523,788
	<u>11,592,454</u>	<u>6,954,662</u>
Current Liabilities		
Borrowings	21,316,799	21,832,998
Trade payables	11,585,287	12,429,330
Other payables	7,647,675	13,177,576
Tax payable	25,908	29,162
	<u>40,575,669</u>	<u>47,469,066</u>
Total Liabilities	52,168,123	54,423,728
TOTAL EQUITY AND LIABILITIES	<u><u>216,503,325</u></u>	<u><u>215,269,691</u></u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2008**

	← Attributable to equity holders of the Company →					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 2007	84,000,000	3,854,541	(509,882)	151,893	57,887,309	145,383,862	245,812	145,629,674
Foreign exchange difference	-	-	221,518	-	-	221,518	(2,777)	218,741
Share-based payment under ESOS	-	-	-	100,994	-	100,994	-	100,994
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>
At 1 January 2008	84,000,000	3,854,541	(658,235)	515,696	72,850,123	160,562,125	283,838	160,845,963
Foreign exchange difference	-	-	(12,182)	-	-	(12,182)	10,412	(1,770)
Share-based payment under ESOS	-	-	-	82,046	-	82,046	-	82,046
Profit for the period	-	-	-	-	3,401,510	3,401,510	7,453	3,408,963
At 31 March 2008	<u>84,000,000</u>	<u>3,854,541</u>	<u>(670,417)</u>	<u>597,742</u>	<u>76,251,633</u>	<u>164,033,499</u>	<u>301,703</u>	<u>164,335,202</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2008**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2008 RM	Preceding Year Corresponding Quarter 31.03.2007 RM	Current Year Quarter 31.03.2008 RM	Preceding Year Corresponding Quarter 31.03.2007 RM
Cash Flows from Operating Activities				
Profit before taxation	3,868,128	5,134,584	3,868,128	5,134,584
Adjustment for :				
Depreciation of property, plant & equipment	1,164,311	1,144,743	1,164,311	1,144,743
(Gain) / Loss on disposal of property, plant & equipment	(33,544)	39,283	(33,544)	39,283
Prepaid land lease payments	33,095	37,550	33,095	37,550
Government grant receivable	-	26,148	-	26,148
Property, plant and equipment written off	-	55,221	-	55,221
Amortisation of intangible assets	21,603	21,603	21,603	21,603
Unrealised gain on foreign exchange	(190,920)	(47,016)	(190,920)	(47,016)
Provision for doubtful debts	109,940	-	109,940	-
Share options granted under ESOS	82,046	100,994	82,046	100,994
Interest expense	272,690	199,830	272,690	199,830
Interest income	(397)	-	(397)	-
Operating cash flows before working capital changes	5,326,952	6,712,940	5,326,952	6,712,940
(Increase)/decrease in inventories	(4,223,688)	4,097,718	(4,223,688)	4,097,718
Decrease in receivables	4,798,608	1,091,263	4,798,608	1,091,263
Increase in due from customers on contract	(1,830,117)	(2,377,678)	(1,830,117)	(2,377,678)
Decrease in payables	(6,641,929)	(3,904,409)	(6,641,929)	(3,904,409)
Increase in holding company	204,145	348,374	204,145	348,374
Increase/(decrease) in short term borrowings	416,717	(2,268,155)	416,717	(2,268,155)
Cash generated from/(absorbed by) operations	(1,949,312)	3,700,053	(1,949,312)	3,700,053
Government grant received	-	193,986	-	193,986
Interest paid	(272,690)	(199,830)	(272,690)	(199,830)
Taxation paid	(433,333)	(1,154,687)	(433,333)	(1,154,687)
Interest received	397	-	397	-
Net cash generated from/(used in) operating activities	(2,654,938)	2,539,522	(2,654,938)	2,539,522
Cash Flows from Investing Activities				
Purchase of property, plant & equipment	(1,597,233)	(2,914,090)	(1,597,233)	(2,914,090)
Proceeds from disposal of property, plant & equipment	155,796	17,235	155,796	17,235
Net cash used in investing activities	(1,441,437)	(2,896,855)	(1,441,437)	(2,896,855)
Cash Flows from Financing Activities				
Proceeds from term loans	4,726,212	-	4,726,212	-
Net cash generated from financing activities	4,726,212	-	4,726,212	-
Net increase/(decrease) in cash and cash equivalents	629,837	(357,333)	629,837	(357,333)
Cash and cash equivalents at beginning of period	1,496,027	(406,962)	1,496,027	(406,962)
Effect of exchange rate differences	(1,051,287)	725,284	(1,051,287)	725,284
Cash and cash equivalents at end of period	<u>1,074,577</u>	<u>(39,011)</u>	<u>1,074,577</u>	<u>(39,011)</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007