

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2008**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2008 RM	Preceding Year Corresponding Quarter 31.12.2007 RM	Current Year Quarter 31.12.2008 RM	Preceding Year Corresponding Quarter 31.12.2007 RM
Revenue	20,072,573	37,229,802	110,179,273	150,077,876
Cost of sales	<u>(17,943,677)</u>	<u>(26,429,224)</u>	<u>(83,122,918)</u>	<u>(106,782,752)</u>
Gross profit	2,128,896	10,800,578	27,056,355	43,295,124
Other operating income	199,021	107,795	522,161	450,049
Administrative expenses	(2,534,874)	(3,035,206)	(11,240,526)	(11,816,671)
Selling and marketing Expenses	(1,907,911)	(2,795,312)	(10,652,909)	(10,791,153)
Other operating expenses	<u>(1,310,489)</u>	<u>(201,993)</u>	<u>(2,000,770)</u>	<u>(593,656)</u>
(Loss) / Profit from operations	(3,425,357)	4,875,862	3,684,311	20,543,693
Finance costs	<u>(352,058)</u>	<u>(173,481)</u>	<u>(1,388,600)</u>	<u>(780,025)</u>
(Loss) / Profit before taxation	(3,777,415)	4,702,381	2,295,711	19,763,668
Taxation	<u>(511,728)</u>	<u>26,368</u>	<u>(1,503,089)</u>	<u>(575,336)</u>
Net (loss) / profits for the period	<u><u>(4,289,143)</u></u>	<u><u>4,728,749</u></u>	<u><u>792,622</u></u>	<u><u>19,188,332</u></u>
Attributable to:				
Equity holders of the Company	(4,252,305)	4,682,441	784,315	19,162,814
Minority Interests	<u>(36,838)</u>	<u>46,308</u>	<u>8,307</u>	<u>25,518</u>
	<u><u>(4,289,143)</u></u>	<u><u>4,728,749</u></u>	<u><u>792,622</u></u>	<u><u>19,188,332</u></u>
Earnings per share attributable to equity holders of the Company:				
- Basic (sen)	(2.53)	2.79	0.47	11.41

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 DECEMBER 2008

	As At 31.12.2008 RM	As At 31.12.2007 RM
ASSETS		
Non-current Assets		
Property, Plant & Equipment	58,882,040	59,757,483
Prepaid land lease payments	6,443,551	6,345,791
Intangible assets	131,783	218,196
Deferred tax assets	564,172	564,172
	<u>66,021,546</u>	<u>66,885,642</u>
Current Assets		
Inventories	100,020,412	84,879,656
Trade receivables	30,441,367	51,798,523
Other receivables	3,059,891	3,293,457
Due from customers on contract	3,229,357	3,508,701
Taxation recoverable	1,451,332	1,111,405
Cash and bank balances	1,782,295	3,792,307
	<u>139,984,654</u>	<u>148,384,049</u>
TOTAL ASSETS	<u><u>206,006,200</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	69,433,840	72,707,584
	<u>157,288,381</u>	<u>160,562,125</u>
Minority Interests	289,042	283,838
Total equity	<u>157,577,423</u>	<u>160,845,963</u>
Non-current Liabilities		
Deferred tax liabilities	3,294,934	2,430,874
Borrowings	4,250,000	4,523,788
	<u>7,544,934</u>	<u>6,954,662</u>
Current Liabilities		
Borrowings	25,030,230	21,832,998
Trade payables	5,632,199	12,429,330
Other payables	10,199,223	13,177,576
Tax payable	22,191	29,162
	<u>40,883,843</u>	<u>47,469,066</u>
Total Liabilities	48,428,777	54,423,728
TOTAL EQUITY AND LIABILITIES	<u><u>206,006,200</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 FOURTH QUARTER ENDED 31 DECEMBER 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 earnings RM			Total RM
At 1 January 2007	84,000,000	3,854,541	(509,882)	151,893	57,887,309	145,383,861	245,812	145,629,673
Foreign exchange difference	-	-	(148,353)	-	-	(148,353)	12,508	(135,845)
Share-based payment under ESOS	-	-	-	363,803	-	363,803	-	363,803
Dividends	-	-	-	-	(4,200,000)	(4,200,000)	-	(4,200,000)
Profit for the period	-	-	-	-	19,162,814	19,162,814	25,518	19,188,332
At 31 December 2007	<u>84,000,000</u>	<u>3,854,541</u>	<u>(658,235)</u>	<u>515,696</u>	<u>72,850,123</u>	<u>160,562,125</u>	<u>283,838</u>	<u>160,845,963</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	-	-	(52,036)	-	-	(52,036)	(3,103)	(55,139)
Share-based payment under ESOS	-	-	-	220,857	-	220,857	-	220,857
Dividends	-	-	-	-	(4,226,880)	(4,226,880)	-	(4,226,880)
Profit for the period	-	-	-	-	784,315	784,315	8,307	792,622
At 31 December 2008	<u>84,000,000</u>	<u>3,854,541</u>	<u>(710,271)</u>	<u>736,553</u>	<u>69,407,558</u>	<u>157,288,381</u>	<u>289,042</u>	<u>157,577,423</u>

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

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

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2008	Preceding Year Corresponding Quarter 31.12.2007	Current Year Quarter 31.12.2008	Preceding Year Corresponding Quarter 31.12.2007
Cash Flows from Operating Activities				
(Loss) / Profit before taxation	(3,777,415)	4,702,381	2,295,711	19,763,668
Adjustment for :				
Depreciation of property, plant & equipment	1,150,969	1,186,055	4,630,705	4,655,496
Gain on disposal of property, plant & equipment	(16,030)	(13,454)	(117,054)	(19,962)
Prepaid land lease payments	35,570	33,095	138,155	145,745
Government grant receivable	-	-	-	21,565
Property, plant and equipment written off	15,569	7,173	15,569	64,981
Amortisation of intangible assets	21,603	21,603	86,413	86,413
Unrealised (gain)/loss on foreign exchange	58,008	100,823	81,405	(27,450)
Bad debts written off	16,022	(21,348)	16,022	(25,209)
Provision for doubtful debts	1,128,991	195,251	1,520,461	175,734
Provision for doubtful debts written back	-	(90,799)	-	(90,799)
Share options granted under ESOS	55,898	163,415	220,857	363,803
Interest expense	352,058	174,096	1,388,600	780,025
Interest income	(6,718)	(4,716)	(10,075)	(8,004)
Operating cash flows before working capital changes	(965,475)	6,453,575	10,266,769	25,886,006
Increase in inventories	(5,102,325)	(4,075,990)	(15,141,471)	(3,685,700)
Decrease / (Increase) in receivables	8,738,519	(1,693,587)	19,142,232	(2,852,255)
Decrease / (Increase) in due from customers on contract	1,062,309	547,832	279,345	(2,271,290)
Increase / (Decrease) in payables	(3,580,558)	4,877,825	(9,799,826)	2,529,432
Increase in holding company	147,223	213,798	887,447	1,499,263
(Decrease) / Increase in short term borrowings	(639,294)	(3,113,202)	226,032	2,181,327
Cash (utilised in) / generated from operations	(339,601)	3,210,251	5,860,528	23,286,783
Government grant received	-	-	-	701,098
Interest paid	(352,058)	(174,096)	(1,388,600)	(780,025)
Taxation refund/(paid)	914	(1,434)	(985,737)	(3,345,121)
Interest received	6,718	4,716	10,075	8,004
Net cash (utilised in) / generated from operating activities	(684,027)	3,039,437	3,496,266	19,870,739
Cash Flows from Investing Activities				
Withdrawal of deposit with financial institution	(2,106)	(4,135)	34,408	(4,135)
Purchase of property, plant & equipment	(630,322)	(7,490,630)	(4,248,687)	(18,010,946)
Proceeds from disposal of property, plant & equipment	19,153	10,000	357,860	176,627
Net cash used in investing activities	(613,275)	(7,484,765)	(3,856,419)	(17,838,454)
Cash Flows from Financing Activities				
Repayment of term loans	(750,000)	-	(750,000)	-
Dividend Paid	-	-	(4,226,880)	(4,200,000)
Proceeds from term loans	-	5,273,788	4,726,212	5,273,788
Net cash (used in) / generated from financing activities	(750,000)	5,273,788	(250,668)	1,073,788
Net (decrease) / increase in cash and cash equivalents	(2,047,302)	828,460	(610,821)	3,106,073
Cash and cash equivalents at beginning of period	1,555,255	610,984	1,496,027	(419,611)
Effect of exchange rate differences	1,289,956	56,583	(87,297)	(1,190,435)
Cash and cash equivalents at end of period	797,909	1,496,027	797,909	1,496,027

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