

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2009 RM	Preceding Year Corresponding Quarter 30.09.2008 RM	Current Year Quarter 30.09.2009 RM	Preceding Year Corresponding Quarter 30.09.2008 RM
Revenue	15,745,497	29,008,756	50,795,583	90,106,700
Cost of sales	<u>(12,721,063)</u>	<u>(22,475,771)</u>	<u>(42,590,002)</u>	<u>(65,179,241)</u>
Gross profit	3,024,434	6,532,985	8,205,581	24,927,459
Other operating income	657	30,087	235,203	323,140
Administrative expenses	(2,219,351)	(2,768,727)	(7,109,774)	(8,705,652)
Selling and marketing expenses	(1,559,958)	(2,851,597)	(4,972,960)	(8,744,998)
Other operating expenses	<u>(134,877)</u>	<u>(292,496)</u>	<u>(354,515)</u>	<u>(690,281)</u>
(Loss) / Profit from operations	(889,095)	650,252	(3,996,465)	7,109,668
Finance costs	<u>(168,778)</u>	<u>(459,680)</u>	<u>(592,039)</u>	<u>(1,036,542)</u>
(Loss) / Profit before taxation	(1,057,873)	190,572	(4,588,504)	6,073,126
Taxation	<u>(367,751)</u>	<u>(179,325)</u>	<u>(961,721)</u>	<u>(991,361)</u>
Net (loss) / profits for the period	<u>(1,425,624)</u>	<u>11,247</u>	<u>(5,550,225)</u>	<u>5,081,765</u>
Attributable to:				
Equity holders of the Company	(1,430,097)	11,010	(5,549,603)	5,036,621
Minority Interests	<u>4,473</u>	<u>237</u>	<u>(622)</u>	<u>45,144</u>
	<u>(1,425,624)</u>	<u>11,247</u>	<u>(5,550,225)</u>	<u>5,081,765</u>
Earnings per share attributable to equity holders of the Company:				
- Basic (sen)	(0.58)	0.01	(3.04)	3.00

**The Condensed Consolidated Income Statements should be read in conjunction with the Audited
Financial Statements for the year ended 31 December 2008**

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS**AS AT 30 SEPTEMBER 2009**

	As At 30.09.2009 RM	As At 31.12.2008 RM
ASSETS		
Non-current Assets		
Property, Plant & Equipment	55,780,819	58,882,039
Prepaid land lease payments	6,364,209	6,443,552
Intangible assets	131,783	131,783
Deferred tax assets	1,764,022	1,895,081
	<u>64,040,833</u>	<u>67,352,455</u>
Current Assets		
Inventories	91,185,905	100,020,412
Trade receivables	21,407,350	30,447,803
Other receivables	3,832,004	3,555,627
Due from customers on contract	1,560,395	3,229,357
Taxation recoverable	563,662	1,451,327
Cash and bank balances	3,295,145	1,782,295
	<u>121,844,461</u>	<u>140,486,821</u>
TOTAL ASSETS	<u>185,885,294</u>	<u>207,839,276</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	63,290,957	69,428,829
	<u>151,145,498</u>	<u>157,283,370</u>
Minority Interests	301,100	289,042
Total equity	<u>151,446,598</u>	<u>157,572,412</u>
Non-current Liabilities		
Deferred tax liabilities	5,192,051	4,625,843
Borrowings	500,000	4,250,000
	<u>5,692,051</u>	<u>8,875,843</u>
Current Liabilities		
Borrowings	17,210,499	25,030,230
Trade payables	3,852,279	5,313,242
Other payables	7,683,867	11,025,358
Tax payable	-	22,191
	<u>28,746,645</u>	<u>41,391,021</u>
Total Liabilities	<u>34,438,696</u>	<u>50,266,864</u>
TOTAL EQUITY AND LIABILITIES	<u>185,885,294</u>	<u>207,839,276</u>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2009	Preceding Year Corresponding Quarter 30.09.2008	Current Year Quarter 30.09.2009	Preceding Year Corresponding Quarter 30.09.2008
Cash Flows from Operating Activities				
(Loss) / Profit before taxation	(1,057,873)	190,572	(4,588,504)	6,073,126
Adjustment for :				
Depreciation of property, plant & equipment	1,459,670	1,153,793	4,126,273	3,479,736
Loss / (Gain) on disposal of property, plant & equipment	2	5	(44,650)	(101,024)
Prepaid land lease payments	29,356	35,569	100,496	102,585
Inventories written off	(1,102)	-	126,040	-
Amortisation of intangible assets	-	21,603	-	64,810
Unrealised loss / (gain) on foreign exchange	72,128	(39,333)	15,384	23,397
Provision for doubtful debts	66	281,504	(56,935)	391,470
Share options granted under ESOS	23,611	55,898	104,602	164,959
Interest expense	168,779	459,680	592,039	1,036,542
Interest income	(133)	(2,556)	(661)	(3,357)
Operating cash flows before working capital changes	694,504	2,156,735	374,084	11,232,244
Decrease / (Increase) in inventories	1,731,681	(4,371,715)	9,463,049	(10,039,146)
Decrease in receivables	3,523,578	4,333,451	8,469,786	10,403,702
Decrease / (Increase) in due from customers on contract	89,508	511,466	1,668,962	(782,964)
(Decrease) / Increase in payables	(1,417,538)	206,963	(5,118,633)	(6,219,268)
Increase in holding company	179,336	100,488	673,871	740,224
Increase / (Decrease) in short term borrowings	622,458	907,885	(9,810,245)	865,326
Cash generated from operations	5,423,527	3,845,273	5,720,874	6,200,118
Interest paid	(168,779)	(459,680)	(592,039)	(1,036,542)
Taxation paid	(166,355)	-	(560,845)	(986,651)
Taxation refunded	47	57,438	1,161,840	-
Interest received	133	2,556	661	3,357
Net cash generated from operating activities	5,088,573	3,445,587	5,730,491	4,180,282
Cash Flows from Investing Activities				
Placement of deposit with financial institution	10,247	-	-	36,514
Purchase of property, plant & equipment	(7,402)	(366,718)	(1,245,415)	(3,618,365)
Proceeds from disposal of property, plant & equipment	125,760	3	248,535	338,707
Net cash used in / generated from investing activities	128,605	(366,715)	(996,880)	(3,243,144)
Cash Flows from Financing Activities				
Repayment of term loans	(1,250,000)	-	(3,750,000)	-
Drawdown of revolving credits	-	-	2,500,000	-
Dividend Paid	-	(4,226,880)	-	(4,226,880)
Proceeds from term loans	-	-	-	4,726,212
Net cash generated from financing activities	(1,250,000)	(4,226,880)	(1,250,000)	499,332
Net increase / (decrease) in cash and cash equivalents	3,967,178	(1,148,008)	3,483,611	1,436,470
Cash and cash equivalents at beginning of period	(975,052)	2,225,456	797,909	1,496,027
Effect of exchange rate differences	(624,776)	477,813	(1,914,170)	(1,377,236)
Cash and cash equivalents at end of period	<u>2,367,350</u>	<u>1,555,261</u>	<u>2,367,350</u>	<u>1,555,261</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008

EKOWOOD INTERNATIONAL BERHAD (301735-D)

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009**

	← Attributable to equity holders of the Company →					Minority interest	Total equity	
	Share capital	Share premium	Non-distributable Foreign Exchange reserve	ESOS reserve	Distributable Retained profits			Total
	RM	RM	RM	RM	RM	RM	RM	
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	-	-	(615,976)	-	-	(615,976)	3,629	(612,347)
Share-based payment under ESOS	-	-	-	164,959	-	164,959	-	164,959
Dividends	-	-	-	-	(4,226,880)	(4,226,880)	-	(4,226,880)
Profit for the period	-	-	-	-	5,036,621	5,036,621	45,144	5,081,765
At 30 September 2008	<u>84,000,000</u>	<u>3,854,541</u>	<u>(1,274,211)</u>	<u>680,655</u>	<u>73,659,864</u>	<u>160,920,849</u>	<u>332,611</u>	<u>161,253,460</u>
At 1 January 2009	84,000,000	3,854,541	(710,271)	736,553	69,402,547	157,283,370	289,042	157,572,412
Foreign exchange difference	-	-	(692,871)	-	-	(692,871)	12,680	(680,191)
Share-based payment under ESOS	-	-	-	104,602	-	104,602	-	104,602
Loss for the period	-	-	-	-	(5,549,603)	(5,549,603)	(622)	(5,550,225)
At 30 September 2009	<u>84,000,000</u>	<u>3,854,541</u>	<u>(1,403,142)</u>	<u>841,155</u>	<u>63,852,944</u>	<u>151,145,498</u>	<u>301,100</u>	<u>151,446,598</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the year ended 31 December 2008