

**EKOWOOD INTERNATIONAL BERHAD (301735-D)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2009 RM	Preceding Year Corresponding Quarter 31.12.2008 RM	Current Year Quarter 31.12.2009 RM	Preceding Year Corresponding Quarter 31.12.2008 RM
Revenue	14,606,579	20,072,573	65,402,162	110,179,273
Cost of sales	<u>(12,890,804)</u>	<u>(17,943,677)</u>	<u>(55,480,806)</u>	<u>(83,122,918)</u>
Gross profit	1,715,775	2,128,896	9,921,356	27,056,355
Other operating income	350,522	202,133	585,725	525,273
Administrative expenses	(1,991,492)	(2,532,084)	(9,101,266)	(11,237,736)
Selling and marketing expenses	(966,456)	(1,910,827)	(5,939,416)	(10,655,825)
Other operating expenses	<u>(2,111,223)</u>	<u>(1,318,487)</u>	<u>(2,465,739)</u>	<u>(2,008,768)</u>
(Loss) / Profit from operations	(3,002,874)	(3,430,369)	(6,999,340)	3,679,299
Finance costs	<u>(120,634)</u>	<u>(352,058)</u>	<u>(712,673)</u>	<u>(1,388,600)</u>
(Loss) / Profit before taxation	(3,123,508)	(3,782,427)	(7,712,013)	2,290,699
Taxation	<u>(3,973)</u>	<u>(511,728)</u>	<u>(965,694)</u>	<u>(1,503,089)</u>
Net (loss) / profit for the period	<u><u>(3,127,481)</u></u>	<u><u>(4,294,155)</u></u>	<u><u>(8,677,707)</u></u>	<u><u>787,610</u></u>
Attributable to:				
Equity holders of the Company	(3,077,437)	(4,257,317)	(8,627,041)	779,304
Minority Interests	<u>(50,044)</u>	<u>(36,838)</u>	<u>(50,666)</u>	<u>8,306</u>
	<u><u>(3,127,481)</u></u>	<u><u>(4,294,155)</u></u>	<u><u>(8,677,707)</u></u>	<u><u>787,610</u></u>
Earnings per share attributable to equity holders of the Company:				
- Basic (sen)	(1.83)	(2.53)	(5.14)	0.46

**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 31 DECEMBER 2009**

	<b>As At 31.12.2009 RM</b>	<b>As At 31.12.2008 RM</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant & Equipment	54,396,925	58,882,039
Other Investment	25,000	-
Prepaid land lease payments	6,329,700	6,443,552
Intangible assets	131,783	131,783
Deferred tax assets	1,326,037	1,895,081
	<u>62,209,445</u>	<u>67,352,455</u>
<b>Current Assets</b>		
Inventories	91,413,386	100,020,412
Trade receivables	18,377,250	30,447,803
Other receivables	2,907,941	3,555,627
Due from customers on contract	1,403,406	3,229,357
Taxation recoverable	656,459	1,451,327
Cash and bank balances	3,548,382	1,782,295
	<u>118,306,824</u>	<u>140,486,821</u>
<b>TOTAL ASSETS</b>	<u>180,516,269</u>	<u>207,839,276</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	84,000,000	84,000,000
Share premium	3,854,541	3,854,541
Reserves	60,733,213	69,428,829
	<u>148,587,754</u>	<u>157,283,370</u>
<b>Minority Interests</b>	242,601	289,042
<b>Total equity</b>	<u>148,830,355</u>	<u>157,572,412</u>
<b>Non-current Liabilities</b>		
Deferred tax liabilities	4,837,001	4,625,843
Borrowings	-	4,250,000
	<u>4,837,001</u>	<u>8,875,843</u>
<b>Current Liabilities</b>		
Borrowings	14,274,576	25,030,230
Trade payables	4,912,942	5,313,242
Other payables	7,653,653	11,025,358
Tax payable	7,742	22,191
	<u>26,848,913</u>	<u>41,391,021</u>
<b>Total Liabilities</b>	31,685,914	50,266,864
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>180,516,269</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 STATEMENTS OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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	RM
<b>At 1 January 2008</b>	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)	(3,102)	(55,138)
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	-	-	-	-	779,304	779,304	8,306	787,610
<b>At 31 December 2008</b>	<u>84,000,000</u>	<u>3,854,541</u>	<u>(710,271)</u>	<u>736,553</u>	<u>69,402,547</u>	<u>157,283,370</u>	<u>289,042</u>	<u>157,572,412</u>
<b>At 1 January 2009</b>	84,000,000	3,854,541	(710,271)	736,553	69,402,547	157,283,370	289,042	157,572,412
Foreign exchange difference	-	-	(201,578)	-	-	(201,578)	4,225	(197,353)
Share-based payment under ESOS	-	-	-	133,003	-	133,003	-	133,003
Loss for the period	-	-	-	-	(8,627,041)	(8,627,041)	(50,666)	(8,677,707)
<b>At 31 December 2009</b>	<u>84,000,000</u>	<u>3,854,541</u>	<u>(911,849)</u>	<u>869,556</u>	<u>60,775,506</u>	<u>148,587,754</u>	<u>242,601</u>	<u>148,830,355</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

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2009	Preceding Year Corresponding Quarter 31.12.2008	Current Year Quarter 31.12.2009	Preceding Year Corresponding Quarter 31.12.2008
<b>Cash Flows from Operating Activities</b>				
(Loss) / Profit before taxation	(3,123,508)	(3,782,427)	(7,712,013)	2,290,699
Adjustment for :				
Depreciation of property, plant & equipment	1,402,495	1,150,969	5,528,768	4,630,705
Prepaid land lease payments	-	-	-	-
Loss / (Gain) on disposal of property, plant & equipment	577	(19,142)	(44,073)	(120,166)
Prepaid land lease payments	34,508	35,570	135,004	138,155
Provision for foreseeable losses	400,000	-	400,000	-
Property, plant and equipment written off	-	18,682	-	18,682
Inventories written off	(1,363)	-	124,677	-
Amortisation of intangible assets	-	21,603	-	86,413
Unrealised loss / (gain) on foreign exchange	(11,607)	58,008	3,777	81,405
Bad debts written off	-	46,785	-	46,785
Provision for doubtful debts	755,642	1,371,828	698,707	1,763,298
Provision for doubtful debts written back	-	(237,852)	-	(237,852)
Share options granted under ESOS	28,401	55,898	133,003	220,857
Interest expense	120,634	352,058	712,673	1,388,600
Interest income	(1,111)	(6,718)	(1,772)	(10,075)
Operating cash flows before working capital changes	(395,332)	(934,738)	(21,249)	10,297,506
Changes in working capital:				
Inventories	(806,362)	(5,102,325)	8,656,687	(15,141,471)
Receivables	2,827,813	8,202,875	11,297,599	18,606,577
Due from customers on contract	(243,010)	1,062,309	1,425,952	279,345
Payables	1,459,037	(3,075,641)	(3,659,595)	(9,294,909)
Holding company	185,925	147,223	859,796	887,447
Short term borrowings	(1,810,772)	(639,294)	(11,621,017)	226,032
Cash generated from / (used in) operations	1,217,299	(339,591)	6,938,173	5,860,527
Interest paid	(120,634)	(352,058)	(712,673)	(1,388,600)
Taxation paid	(6,172)	915	(567,017)	(985,736)
Taxation refunded	-	-	1,161,840	-
Interest received	344	6,718	1,005	10,075
Net cash generated from / (used in) operating activities	1,090,837	(684,016)	6,821,328	3,496,266
<b>Cash Flows from Investing Activities</b>				
Placement of deposit with financial institution	-	(2,106)	-	34,408
Purchase of property, plant & equipment	(21,962)	(393,647)	(1,141,637)	(4,012,012)
Prepayment of land lease	-	(235,916)	-	(235,916)
Purchase of other investment	(25,000)	-	(25,000)	-
Proceeds from disposal of property, plant & equipment	-	19,153	122,795	357,860
Net cash used in investing activities	(46,962)	(612,516)	(1,043,842)	(3,855,660)
<b>Cash Flows from Financing Activities</b>				
Repayment of term loans	(1,250,000)	(750,000)	(5,000,000)	(750,000)
Drawdown of revolving credits	-	-	2,500,000	-
Dividend Paid	-	-	-	(4,226,880)
Proceeds from term loans	-	-	-	4,726,212
Net cash used in financing activities	(1,250,000)	(750,000)	(2,500,000)	(250,668)
<b>Net increase / (decrease) in cash and cash equivalents</b>	(206,125)	(2,046,532)	3,277,486	(610,062)
Cash and cash equivalents at beginning of period	2,367,350	1,555,261	797,909	1,496,027
Effect of exchange rate differences	1,286,565	1,289,180	(627,605)	(88,056)
<b>Cash and cash equivalents at end of period</b>	<b>3,447,790</b>	<b>797,909</b>	<b>3,447,790</b>	<b>797,909</b>

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