

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

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR 9 MONTHS ENDED 30 SEP 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.9.2011 RM	Preceding Year Corresponding Quarter 30.9.2010 RM	Current Year Quarter 30.9.2011 RM	Preceding Year Corresponding Quarter 30.9.2010 RM
<b>Revenue</b>	9,705,909	16,846,715	41,565,744	51,914,375
Cost of sales	<u>(9,429,537)</u>	<u>(15,601,891)</u>	<u>(39,163,912)</u>	<u>(49,666,324)</u>
<b>Gross profit</b>	276,372	1,244,824	2,401,832	2,248,051
<b>Other income</b>	99,143	85,253	523,498	459,035
<b>Other items of expenses</b>				
Administrative expenses	(1,515,376)	(1,981,283)	(4,888,435)	(6,275,448)
Selling and marketing expenses	(598,186)	(607,648)	(1,675,012)	(1,919,613)
Finance costs	(131,070)	(193,534)	(489,775)	(583,292)
Other expenses	<u>(322,505)</u>	<u>449,359</u>	<u>(557,093)</u>	<u>(47,354)</u>
<b>Loss before tax</b>	(2,191,621)	(1,003,028)	(4,684,985)	(6,118,620)
Income tax benefit/(expense)	<u>17,276</u>	<u>351,664</u>	<u>(82,816)</u>	<u>132,167</u>
<b>Loss net of tax</b>	<u>(2,174,345)</u>	<u>(651,364)</u>	<u>(4,767,801)</u>	<u>(5,986,453)</u>
Foreign currency translation differences	<u>(14,233)</u>	<u>1,132,095</u>	<u>1,079,663</u>	<u>(3,496,694)</u>
	<u>(14,233)</u>	<u>1,132,095</u>	<u>1,079,663</u>	<u>(3,496,694)</u>
<b>Total Comprehensive loss for the period</b>	<u>(2,188,577)</u>	<u>480,731</u>	<u>(3,688,138)</u>	<u>(9,483,147)</u>
<b>Loss attributable to:</b>				
Owner of the parent	(1,907,362)	(657,588)	(4,202,642)	(5,986,017)
Non-controlling interests	<u>(266,982)</u>	<u>6,224</u>	<u>(565,159)</u>	<u>(436)</u>
	<u>(2,174,345)</u>	<u>(651,364)</u>	<u>(4,767,801)</u>	<u>(5,986,453)</u>
<b>Total comprehensive loss attributable to:</b>				
Owner of the parent	(1,983,803)	670,398	(2,851,854)	(9,240,546)
Minority Interests	<u>(204,774)</u>	<u>(189,667)</u>	<u>(836,284)</u>	<u>(242,601)</u>
	<u>(2,188,577)</u>	<u>480,731</u>	<u>(3,688,138)</u>	<u>(9,483,147)</u>
Basic loss per share attributable to owners of the parent				
- (sen per share)	(1.14)	(0.39)	(2.50)	(3.56)

**The Condensed Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010.**

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

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEP 2011**

	<b>As At 30.09.2011 RM</b>	<b>As At 31.12.2010 RM</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	52,397,110	55,471,571
Other Investment	25,000	25,000
Intangible assets	401,783	401,783
Deferred tax assets	928,684	923,151
	<u>53,752,576</u>	<u>56,821,505</u>
<b>Current assets</b>		
Inventories	80,385,458	83,295,707
Trade and other receivables	16,600,514	19,700,089
Prepaid operating expenses	694,951	418,877
Amount due from customers on contract	469,256	366,695
Derivative asset	-	73,722
Taxation recoverable	774,045	600,838
Cash and bank balances	2,792,717	3,537,915
	<u>101,716,940</u>	<u>107,993,843</u>
<b>Total assets</b>	<u>155,469,516</u>	<u>164,815,348</u>
<b>Equity and liabilities</b>		
<b>Current liabilities</b>		
Borrowings	10,769,372	14,012,401
Trade and other payables	8,658,161	11,257,685
Derivative liability	96,614	-
Tax payable	-	9,000
	<u>19,524,147</u>	<u>25,279,086</u>
<b>Net current assets</b>	82,192,793	82,714,757
<b>Non-current liabilities</b>		
Deferred tax liabilities	4,291,090	4,205,028
	<u>4,291,090</u>	<u>4,205,028</u>
<b>Total liabilities</b>	<u>23,815,237</u>	<u>29,484,114</u>
<b>Net assets</b>	<u>131,654,279</u>	<u>135,331,234</u>
<b>Equity attributable to owners of the parents</b>		
Share capital	84,000,000	84,000,000
Share premium	3,854,541	3,854,541
Other reserves	(2,418,908)	(3,780,879)
Retained earnings	47,054,929	51,257,572
	<u>132,490,562</u>	<u>135,331,234</u>
<b>Non-controlling interests</b>	(836,284)	-
<b>Total equity</b>	<u>131,654,279</u>	<u>135,331,234</u>
<b>Total equity and liabilities</b>	<u>155,469,516</u>	<u>164,815,348</u>

The Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010.



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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOW  
FOR 9 MONTHS ENDED 30 SEP 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2011	Preceding Year Corresponding Quarter 30.09.2010	Current Year Quarter 30.09.2011	Preceding Year Corresponding Quarter 30.09.2010
<b>Operating activities</b>				
Loss before tax	(2,191,621)	(1,003,028)	(4,684,985)	(6,118,620)
Adjustment for :				
Depreciation of property, plant & equipment	940,778	1,490,222	2,935,054	4,521,957
Gain on disposal of property, plant & equipment	(1,000)	(13,998)	(2,319)	(29,677)
Property, plant and equipment written off	298,154	-	356,819	-
Net fair value loss on derivative	81,874	164,487	96,614	154,457
Unrealised loss/(gain) on foreign exchange	(7,537)	(715,600)	(224,615)	(305,364)
Bad debts written off	1,232	-	4,213	-
Provision for doubtful debts	-	-	18,972	-
Share options granted under ESOS	3,768	12,761	11,183	39,902
Interest expense	131,070	193,534	489,775	583,292
Interest income	-	-	(221)	(1,428)
<b>Operating cash flows before changes in working capital</b>	<b>(743,282)</b>	<b>128,378</b>	<b>(999,510)</b>	<b>(1,155,481)</b>
Changes in working capital:				
Decrease/(Increase) in inventories	(1,776,814)	1,672,146	3,712,268	6,031,782
Decrease/(Increase) in receivables	4,519,309	1,892,341	3,011,282	(3,720,513)
Increase in amount due from customers on contract	(130,941)	(490,201)	(102,561)	(375,036)
Decrease in payables	(1,512,861)	(820,700)	(2,103,933)	(2,313,607)
(Decrease)/Increase in holding company	(32,553)	259,810	(22,343)	776,109
Cash (used in) / generated from operations	322,858	2,641,774	3,495,203	(756,746)
Government grant received	-	-	-	-
Interest paid	(131,070)	(193,534)	(489,775)	(583,292)
Taxation (paid) / refunded	(55,489)	284,166	(184,494)	101,998
Interest received	-	-	221	1,428
Net cash (used in) / generated from operating activities	136,299	2,732,406	2,821,155	(1,236,612)
<b>Investing activities</b>				
Purchase of property, plant & equipment	(34,245)	(2,183)	(314,599)	(976,678)
Proceeds from disposal of property, plant & equipment	100,000	14,000	103,060	64,000
Net cash used in investing activities	65,755	11,817	(211,539)	(912,678)
<b>Cash Flows from Financing Activities</b>				
Repayment of term loans	-	(1,250,000)	-	(3,750,000)
Net drawdown/(repayment) of bankers' acceptances	(2,365,000)	(2,008,000)	(4,346,000)	2,534,000
Net drawdown of foreign currency loan	851,647	-	1,789,313	-
Net cash used in financing activities	(1,513,353)	(3,258,000)	(2,556,687)	(1,216,000)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,311,299)</b>	<b>(513,777)</b>	<b>52,929</b>	<b>(3,365,290)</b>
Cash and cash equivalents at beginning of period	3,375,755	840,952	2,103,478	3,447,788
Effect of exchange rate differences	(23,359)	383,374	(115,310)	628,051
<b>Cash and cash equivalents at end of period</b>	<b>2,041,097</b>	<b>710,549</b>	<b>2,041,097</b>	<b>710,549</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2010.