

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

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative	
	Current Year Quarter 31.12.2011 RM	Preceding Year Corresponding Quarter 31.12.2010 RM	Current Year 31.12.2011 RM	Preceding Year 31.12.2010 RM
<b>Revenue</b>	7,188,277	13,805,740	48,754,020	65,720,115
Cost of sales	<u>(7,175,125)</u>	<u>(13,286,638)</u>	<u>(46,339,036)</u>	<u>(62,952,962)</u>
<b>Gross profit</b>	13,152	519,102	2,414,984	2,767,153
<b>Other income</b>	(231,653)	214,227	291,845	673,263
<b>Other items of expenses</b>				
Administrative expenses	(1,537,444)	(1,611,966)	(6,425,879)	(7,887,414)
Selling and marketing expenses	(695,167)	(451,039)	(2,370,179)	(2,370,653)
Finance costs	(146,719)	(132,171)	(636,494)	(715,463)
Other expenses	<u>(2,067,728)</u>	<u>(2,183,480)</u>	<u>(2,624,821)</u>	<u>(2,230,834)</u>
<b>Loss before tax</b>	(4,665,558)	(3,645,328)	(9,350,543)	(9,763,948)
Income tax benefit/(expense)	<u>(66,292)</u>	<u>124,294</u>	<u>(149,108)</u>	<u>256,461</u>
<b>Loss net of tax</b>	<u>(4,731,850)</u>	<u>(3,521,034)</u>	<u>(9,499,651)</u>	<u>(9,507,487)</u>
Foreign currency translation differences	<u>(849,553)</u>	<u>(502,009)</u>	<u>230,110</u>	<u>(3,998,703)</u>
	<u>(849,553)</u>	<u>(502,009)</u>	<u>230,110</u>	<u>(3,998,703)</u>
<b>Total Comprehensive loss for the period</b>	<u>(5,581,403)</u>	<u>(4,023,043)</u>	<u>(9,269,541)</u>	<u>(13,506,190)</u>
<b>Loss attributable to:</b>				
Owner of the parent	(4,393,479)	(3,485,670)	(8,596,122)	(9,471,688)
Non-controlling interests	<u>(338,370)</u>	<u>(35,363)</u>	<u>(903,529)</u>	<u>(35,799)</u>
	<u>(4,731,850)</u>	<u>(3,521,033)</u>	<u>(9,499,651)</u>	<u>(9,507,487)</u>
<b>Total comprehensive loss attributable to:</b>				
Owner of the parent	(5,517,849)	(4,023,043)	(8,369,703)	(13,263,589)
Minority Interests	<u>(63,554)</u>	-	<u>(899,838)</u>	<u>(242,601)</u>
	<u>(5,581,403)</u>	<u>(4,023,043)</u>	<u>(9,269,541)</u>	<u>(13,506,190)</u>
Basic loss per share attributable to owners of the parent - (sen per share)	(2.62)	(2.07)	(5.12)	(5.64)
Diluted (sen)	-	-	-	-

**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 31 DECEMBER 2011**

	<b>As At 31.12.2011 RM</b>	<b>As At 31.12.2010 RM</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	51,292,099	55,471,571
Other Investment	25,000	25,000
Intangible assets	401,783	401,783
Deferred tax assets	878,223	923,151
	<u>52,597,104</u>	<u>56,821,505</u>
<b>Current assets</b>		
Inventories	83,578,157	83,295,707
Trade and other receivables	12,711,465	19,700,089
Prepaid operating expenses	295,967	418,877
Amount due from customers on contract	200,546	366,695
Derivative asset	35,507	73,722
Taxation recoverable	485,552	600,838
Cash and bank balances	2,199,787	3,537,915
	<u>99,506,981</u>	<u>107,993,843</u>
<b>Total assets</b>	<u>152,104,085</u>	<u>164,815,348</u>
<b>Equity and liabilities</b>		
<b>Current liabilities</b>		
Borrowings	14,159,049	14,012,401
Trade and other payables	7,567,800	11,257,685
Tax payable	7,500	9,000
	<u>21,734,349</u>	<u>25,279,086</u>
<b>Net current assets</b>	77,772,632	82,714,757
<b>Non-current liabilities</b>		
Deferred tax liabilities	4,296,860	4,205,028
	<u>4,296,860</u>	<u>4,205,028</u>
<b>Total liabilities</b>	<u>26,031,209</u>	<u>29,484,114</u>
<b>Net assets</b>	<u>126,072,876</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	(3,543,277)	(3,780,879)
Retained earnings	42,661,450	51,257,572
	<u>126,972,714</u>	<u>135,331,234</u>
<b>Non-controlling interests</b>	(899,839)	-
<b>Total equity</b>	<u>126,072,876</u>	<u>135,331,234</u>
<b>Total equity and liabilities</b>	<u>152,104,085</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 STATEMENTS OF CHANGES IN EQUITY**

For the period ended 31 December 2011

	<div style="display: flex; justify-content: space-between; align-items: center;"> <span>←</span> <span>Attributable to owners of the parent</span> <span>→</span> </div> <div style="display: flex; justify-content: space-between; align-items: center; margin-top: 5px;"> <span>← Non-distributable →</span> <span>Distributable</span> <span>← Non-distributable →</span> </div>								
	Equity, total RM	Equity attributable to owners of the parent, total RM	Share capital RM	Share premium RM	Retained earnings RM	Other reserves, total RM	Foreign Exchange reserve RM	Employee share option reserve RM	Non-controlling interests RM
<b>At 1 January 2010</b>	148,776,038	148,533,437	84,000,000	3,854,541	60,721,189	(42,293)	(911,849)	869,556	242,601
Effect arising from adoption of FRS 139	8,071	8,071	-	-	8,071	-	-	-	-
<b>At 1 January 2010, as restated</b>	148,784,109	148,541,508	84,000,000	3,854,541	60,729,260	(42,293)	(911,849)	869,556	242,601
Foreign exchange difference	(3,998,703)	(3,791,901)	-	-	-	(3,791,901)	(3,791,901)	-	(206,802)
Share-based payment under ESOS	53,315	53,315	-	-	-	53,315	-	53,315	-
Total comprehensive loss for the period	(9,507,486)	(9,471,687)	-	-	(9,471,687)	-	-	-	(35,799)
<b>At 31 December 2010</b>	<u>135,331,235</u>	<u>135,331,235</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>51,257,573</u>	<u>(3,780,879)</u>	<u>(4,703,750)</u>	<u>922,871</u>	<u>-</u>
<b>At 1 January 2011</b>	135,331,234	135,331,234	84,000,000	3,854,541	51,257,572	(3,780,879)	(4,703,750)	922,871	-
Foreign exchange difference	230,110	226,419	-	-	-	226,419	226,419	-	3,691
Share-based payment under ESOS	11,183	11,183	-	-	-	11,183	-	11,183	-
Total comprehensive loss for the year	(9,499,651)	(8,596,122)	-	-	(8,596,122)	-	-	-	(903,529)
<b>At 31 December 2011</b>	<u>126,072,876</u>	<u>126,972,714</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>42,661,450</u>	<u>(3,543,277)</u>	<u>(4,477,331)</u>	<u>934,054</u>	<u>(899,838)</u>

**Notes:**

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

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

**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOW  
FOR THE QUARTER ENDED 31 DECEMBER 2011**

	Individual Quarter		Cumulative	
	Current Year Quarter 31.12.2011	Preceding Year Corresponding Quarter 31.12.2010	Current Year 31.12.2011	Preceding Year 31.12.2010
<b>Operating activities</b>				
Loss before tax	(4,665,558)	(3,645,328)	(9,350,543)	(9,763,948)
Adjustment for :				
Depreciation of property, plant & equipment	939,741	1,341,809	3,874,795	5,863,766
Gain on disposal of property, plant & equipment	-	43,199	(2,319)	13,522
Property, plant and equipment written off	4,163	296,705	360,982	296,705
Inventories written off	1,035	1,091	2,140	1,091
Net fair value gain on derivative	(132,121)	(63,102)	38,215	(63,102)
Unrealised loss/(gain) on foreign exchange	22,184	109,826	(58,176)	(30,461)
Bad debts written off	8,986	(5,591)	13,199	(5,591)
Provision for doubtful debts	2,310,718	992,097	2,329,689	992,097
Receivable written off	-	911,410	-	911,410
Share options granted under ESOS	-	13,413	11,183	53,315
Interest expense	146,719	132,171	636,494	715,463
Interest income	(15)	(502)	(236)	(1,930)
<b>Operating cash flows before changes in working capital</b>	<b>(1,364,149)</b>	<b>127,198</b>	<b>(2,144,577)</b>	<b>(1,017,663)</b>
Changes in working capital:				
Increase / (Decrease) in inventories	(3,674,405)	(1,348,264)	36,757	4,683,518
Decrease/(Increase) in receivables	1,593,923	3,465,433	4,531,484	(265,700)
(Increase)/Decrease in amount due from customers on contract	268,709	500,336	166,148	125,300
Decrease in payables	(585,260)	(781,399)	(2,689,193)	(3,095,006)
(Decrease)/Increase in holding company	(521,011)	213,936	(543,354)	990,045
Cash (used in) / generated from operations	(4,282,193)	2,177,240	(642,735)	1,420,494
Interest paid	(146,719)	(132,171)	(636,494)	(715,463)
Taxation (paid) / refunded	285,934	(18,892)	101,440	83,106
Interest received	15	502	236	1,930
Net cash (used in) / generated from operating activities	<b>(4,142,963)</b>	<b>2,026,679</b>	<b>(1,177,553)</b>	<b>790,067</b>
<b>Investing activities</b>				
Placement of deposit with financial institution	(527)	11,862	(527)	11,862
Additional shares in subsidiary companies acquired	-	(270,000)	-	(270,000)
Purchase of property, plant & equipment	(269,552)	(21,664)	(584,151)	(998,342)
Proceeds from disposal of property, plant & equipment	428,319	1	531,379	64,001
Net cash used in investing activities	<b>158,240</b>	<b>(279,801)</b>	<b>(53,299)</b>	<b>(1,192,479)</b>
<b>Cash Flows from Financing Activities</b>				
Repayment of term loans	-	(500,000)	-	(4,250,000)
Net drawdown/(repayment) of bankers' acceptances	(761,000)	(964,000)	(5,107,000)	1,570,000
Net drawdown of foreign currency loan	3,987,996	1,072,121	5,633,054	1,072,121
Net cash used in financing activities	<b>3,226,996</b>	<b>(391,879)</b>	<b>526,054</b>	<b>(1,607,879)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(757,726)</b>	<b>1,354,999</b>	<b>(704,798)</b>	<b>(2,010,291)</b>
Cash and cash equivalents at beginning of period	2,041,097	710,549	2,103,479	3,447,788
Effect of exchange rate differences	(160,501)	37,931	(275,811)	665,982
<b>Cash and cash equivalents at end of period</b>	<b>1,122,870</b>	<b>2,103,479</b>	<b>1,122,870</b>	<b>2,103,479</b>

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