

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2012**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 June 2012 RM	Preceding Year Corresponding Quarter 30 June 2011 RM	Current Year Quarter 30 June 2012 RM	Preceding Year Corresponding Quarter 30 June 2011 RM
Revenue	11,393,865	15,300,391	21,319,279	31,859,835
Cost of sales	<u>(9,884,408)</u>	<u>(13,120,324)</u>	<u>(18,347,720)</u>	<u>(28,254,002)</u>
Gross profit	1,509,457	2,180,067	2,971,559	3,605,833
Other income	112,937	5,480	467,865	424,354
Other items of expenses				
Administrative expenses	(1,530,581)	(1,723,794)	(2,971,693)	(3,373,060)
Selling and marketing expenses	(1,056,913)	(1,212,917)	(2,139,238)	(2,557,199)
Finance costs	(215,740)	(150,893)	(355,719)	(358,705)
Other expenses	<u>(183,945)</u>	<u>(9,109)</u>	<u>(283,653)</u>	<u>(234,588)</u>
Loss before tax	(1,364,785)	(911,166)	(2,310,880)	(2,493,364)
Income tax benefit/(expense)	<u>(29,632)</u>	<u>(10,861)</u>	<u>(67,902)</u>	<u>(100,092)</u>
Loss net of tax	<u>(1,394,417)</u>	<u>(922,027)</u>	<u>(2,378,782)</u>	<u>(2,593,457)</u>
Foreign currency translation differences	<u>(201,536)</u>	295,719	<u>(321,272)</u>	1,093,896
	<u>(201,536)</u>	295,719	<u>(321,272)</u>	1,093,896
Total Comprehensive loss for the period	<u>(1,595,953)</u>	<u>(626,308)</u>	<u>(2,700,054)</u>	<u>(1,499,561)</u>
Loss attributable to:				
Owner of the parent	(1,315,758)	(737,890)	(2,223,577)	(2,295,280)
Non-controlling interest	<u>(78,659)</u>	<u>(184,137)</u>	<u>(155,205)</u>	<u>(298,177)</u>
	<u>(1,394,417)</u>	<u>(922,027)</u>	<u>(2,378,782)</u>	<u>(2,593,457)</u>
Total comprehensive loss attributable to:				
Owner of the parent	(1,627,673)	(346,197)	(2,662,320)	(868,051)
Non-controlling interest	<u>31,720</u>	<u>(280,111)</u>	<u>(37,734)</u>	<u>(631,510)</u>
	<u>(1,595,953)</u>	<u>(626,308)</u>	<u>(2,700,054)</u>	<u>(1,499,561)</u>
Basic loss per share attributable to owners of the parent - (sen per share)	(0.78)	(0.44)	(1.32)	(1.37)
Diluted (sen)	-	-	-	-

The Condensed Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011.

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

**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOW
FOR THE QUARTER ENDED 30 JUNE 2012**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2012	Preceding Year Corresponding Quarter 30.06.2011	Current Year Quarter 30.06.2012	Preceding Year Corresponding Quarter 30.06.2011
Operating activities				
Loss before tax	(1,364,785)	(911,165)	(2,310,881)	(2,493,364)
Adjustment for :				
Depreciation of property, plant & equipment	918,702	992,623	1,825,638	1,994,276
Gain on disposal of property, plant & equipment	-	-	-	(1,319)
Property, plant and equipment written off	2,600	58,665	2,603	58,665
Net fair value loss / (gain) on derivative	473	(62,754)	63,023	14,740
Unrealised loss/(gain) on foreign exchange	105,509	82,346	(33,212)	(217,078)
Bad debts written off	-	2,981	-	2,981
Provision for doubtful debts	-	18,973	-	18,973
Reversal of allowance for doubtful debts	137	-	(18,102)	-
Share options granted under ESOS	-	3,631	-	7,415
Interest expense	215,740	150,893	355,719	358,705
Interest income	(277)	(220)	(277)	(225)
Operating cash flows before changes in working capital	(121,901)	335,973	(115,489)	(256,231)
Changes in working capital:				
Decrease in inventories	1,613,580	750,811	295,625	5,489,082
(Increase)/Decrease in receivables	(1,106,360)	523,771	(2,673,610)	(1,508,028)
(Increase)/Decrease in amount due from customers on contract	(448,124)	199,757	(634,821)	28,380
Increase/(Decrease) in payables	1,249,650	(308,587)	1,887,437	(591,072)
Increase/(Decrease) in holding company	16,931	(16,845)	75,550	10,210
Cash (used in) / generated from operations	1,203,776	1,484,880	(1,165,308)	3,172,341
Interest paid	(215,740)	(150,893)	(355,719)	(358,705)
Taxation (paid) / refunded	(32,916)	(77,100)	(66,932)	(129,005)
Interest received	277	220	277	225
Net cash (used in) / generated from operating activities	<u>955,397</u>	<u>1,257,107</u>	<u>(1,587,682)</u>	<u>2,684,856</u>
Investing activities				
Purchase of property, plant & equipment	(34,052)	(113,375)	(101,168)	(280,354)
Proceeds from disposal of property, plant & equipment	3,600	-	3,600	3,060
Net cash used in investing activities	<u>(30,452)</u>	<u>(113,375)</u>	<u>(97,568)</u>	<u>(277,294)</u>
Cash Flows from Financing Activities				
Net drawdown/(repayment) of bankers' acceptances	3,074,000	(345,000)	2,455,000	(1,981,000)
Net drawdown of foreign currency loan	(4,102,474)	173,516	(2,725,732)	937,666
Drawdown of revolving credits	300,000	-	300,000	-
Net cash (used in)/generated from financing activities	<u>(728,474)</u>	<u>(171,484)</u>	<u>29,268</u>	<u>(1,043,334)</u>
Net (decrease) / increase in cash and cash equivalents	196,471	972,248	(1,655,982)	1,364,228
Cash and cash equivalents at beginning of period	(703,114)	2,429,838	1,122,870	2,103,478
Effect of exchange rate differences	(121,262)	(26,331)	(94,793)	(91,951)
Cash and cash equivalents at end of period	<u>(627,905)</u>	<u>3,375,755</u>	<u>(627,905)</u>	<u>3,375,755</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED STATEMENT OF FINANCIAL POSITION**AS AT 30 JUNE 2012**

	As At 30.06.2012 RM	As At 31.12.2011 RM (restated)	As At 01.01.2011 RM (restated)
Assets			
Non-current assets			
Property, plant and equipment	49,560,556	51,292,099	55,471,571
Other Investment	25,000	25,000	25,000
Intangible assets	401,783	401,783	401,783
Deferred tax assets	855,769	889,823	923,151
	<u>50,843,108</u>	<u>52,608,705</u>	<u>56,821,505</u>
Current assets			
Inventories	83,124,306	83,578,158	83,295,707
Trade and other receivables	14,927,768	13,219,409	19,700,089
Prepaid operating expenses	983,950	302,285	418,877
Amount due from customers for contract	835,367	200,546	366,695
Derivative asset	-	35,507	73,722
Taxation recoverable	550,235	485,552	600,838
Cash and bank balances	906,293	2,199,786	3,537,915
	<u>101,327,919</u>	<u>100,021,243</u>	<u>107,993,843</u>
Total assets	<u>152,171,027</u>	<u>152,629,948</u>	<u>164,815,348</u>
Equity and liabilities			
Current liabilities			
Bank borrowings	14,774,285	14,159,049	14,012,401
Trade and other payables	9,648,246	8,081,463	11,257,685
Derivative liability	27,516	-	-
Tax payable	10,395	7,500	9,000
	<u>24,460,442</u>	<u>22,248,012</u>	<u>25,279,086</u>
Net current assets	76,867,477	77,773,231	82,714,757
Non-current liabilities			
Deferred tax liabilities	4,337,164	4,308,461	4,205,028
	<u>4,337,164</u>	<u>4,308,461</u>	<u>4,205,028</u>
Total liabilities	<u>28,797,606</u>	<u>26,556,473</u>	<u>29,484,114</u>
Net assets	<u>123,373,421</u>	<u>126,073,475</u>	<u>135,331,234</u>
Equity attributable to owners of the parents			
Share capital	84,000,000	84,000,000	84,000,000
Share premium	3,854,541	3,854,541	3,854,541
Other reserves	721,730	1,160,473	922,871
Retained earnings	35,734,722	37,958,299	46,553,822
	<u>124,310,993</u>	<u>126,973,313</u>	<u>135,331,234</u>
Non-controlling interest	(937,572)	(899,838)	-
Total equity	<u>123,373,421</u>	<u>126,073,475</u>	<u>135,331,234</u>
Total equity and liabilities	<u>152,171,027</u>	<u>152,629,948</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 2011.

