

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 June 2013 RM	Preceding Year Corresponding Quarter 30 June 2012 RM	Current Year Quarter 30 June 2013 RM	Preceding Year Corresponding Quarter 30 June 2012 RM
Revenue	12,269,595	11,393,865	25,098,732	21,319,279
Cost of sales	<u>(10,609,064)</u>	<u>(9,884,408)</u>	<u>(21,264,294)</u>	<u>(18,347,720)</u>
Gross profit	1,660,531	1,509,457	3,834,437	2,971,559
Other income	268,793	112,937	342,657	467,865
Other items of expenses				
Administrative expenses	(1,709,085)	(1,530,581)	(3,205,833)	(2,971,693)
Selling and marketing expenses	(698,655)	(1,056,913)	(1,524,669)	(2,139,238)
Finance costs	(174,302)	(215,740)	(342,999)	(355,719)
Other expenses	<u>(53,911)</u>	<u>(183,945)</u>	<u>(205,769)</u>	<u>(283,653)</u>
Loss before tax	(706,629)	(1,364,785)	(1,102,176)	(2,310,880)
Income tax benefit/(expense)	<u>(10,570)</u>	<u>(29,632)</u>	<u>(27,611)</u>	<u>(67,902)</u>
Loss after tax	<u>(717,199)</u>	<u>(1,394,417)</u>	<u>(1,129,787)</u>	<u>(2,378,782)</u>
Foreign currency translation differences	<u>332,417</u>	<u>(201,536)</u>	<u>169,203</u>	<u>(321,272)</u>
	<u>332,417</u>	<u>(201,536)</u>	<u>169,203</u>	<u>(321,272)</u>
Total Comprehensive loss for the period	<u>(384,781)</u>	<u>(1,595,953)</u>	<u>(960,583)</u>	<u>(2,700,054)</u>
Loss attributable to:				
Owner of the parent	(622,463)	(1,315,758)	(1,010,201)	(2,223,577)
Non-controlling interest	<u>(94,736)</u>	<u>(78,659)</u>	<u>(119,586)</u>	<u>(155,205)</u>
	<u>(717,199)</u>	<u>(1,394,417)</u>	<u>(1,129,787)</u>	<u>(2,378,782)</u>
Total comprehensive loss attributable to:				
Owner of the parent	(75,820)	(1,627,673)	(720,313)	(2,662,320)
Non-controlling interest	<u>(308,961)</u>	<u>31,720</u>	<u>(240,270)</u>	<u>(37,734)</u>
	<u>(384,781)</u>	<u>(1,595,953)</u>	<u>(960,583)</u>	<u>(2,700,054)</u>
Basic loss per share attributable to owners of the parent				
Basic (sen)	(0.37)	(0.78)	(0.60)	(1.32)
Diluted (sen)	(0.37)	(0.78)	(0.60)	(1.32)

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2012.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED STATEMENT OF FINANCIAL POSITION**AS AT 30 JUNE 2013**

	As At 30.06.2013 RM	As At 31.12.2012 RM
Assets		
Non-current assets		
Property, plant and equipment	46,435,694	47,819,717
Other Investment	25,000	25,000
Intangible assets	401,783	401,783
Deferred tax assets	1,005,965	1,012,363
	<u>47,868,442</u>	<u>49,258,863</u>
Current assets		
Inventories	78,134,574	81,531,543
Trade and other receivables	15,023,172	12,601,348
Prepaid operating expenses	826,994	395,491
Amount due from customers for contract	2,060,814	877,195
Taxation recoverable	394,436	387,476
Cash and bank balances	1,763,426	1,983,849
	<u>98,203,416</u>	<u>97,776,901</u>
Total assets	<u>146,071,858</u>	<u>147,035,764</u>
Equity and liabilities		
Current liabilities		
Bank borrowings	15,004,515	14,289,283
Trade and other payables	8,420,365	9,175,134
Derivative liability	20	16,535
Amount due to customers for contract	358,116	326,599
Tax payable	14,953	12,557
	<u>23,797,968</u>	<u>23,820,108</u>
Net current assets	74,405,448	73,956,793
Non-current liabilities		
Deferred tax liabilities	4,504,067	4,485,249
	<u>4,504,067</u>	<u>4,485,249</u>
Total liabilities	<u>28,302,035</u>	<u>28,305,357</u>
Net assets	<u>117,769,823</u>	<u>118,730,407</u>
Equity attributable to owners of the parents		
Share capital	84,000,000	84,000,000
Share premium	3,854,541	3,854,541
Other reserves	122,816	(167,071)
Retained earnings	31,394,661	32,404,862
	<u>119,372,018</u>	<u>120,092,332</u>
Non-controlling interest	<u>(1,602,195)</u>	<u>(1,361,925)</u>
Total equity	<u>117,769,823</u>	<u>118,730,407</u>
Total equity and liabilities	<u>146,071,858</u>	<u>147,035,764</u>

The Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2013**

	←←←← Attributable to owners of the parent →→→→								Non-controlling interests RM
	←← Non-distributable →→		Distributable		←← Non-distributable →→				
	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	
At 1 January 2012	126,073,475	126,973,313	84,000,000	3,854,541	37,958,299	1,160,473	226,419	934,054	(899,838)
Total comprehensive loss for the period	<u>(2,700,054)</u>	<u>(2,662,320)</u>	-	-	<u>(2,223,577)</u>	<u>(438,743)</u>	<u>(438,743)</u>	-	<u>(37,734)</u>
At 30 June 2012	<u>123,373,421</u>	<u>124,310,993</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>35,734,722</u>	<u>721,730</u>	<u>(212,324)</u>	<u>934,054</u>	<u>(937,572)</u>
At 1 January 2013	118,730,407	120,092,332	84,000,000	3,854,541	32,404,862	(167,071)	(167,071)	-	(1,361,925)
Total comprehensive loss for the year	<u>(960,584)</u>	<u>(720,314)</u>	-	-	<u>(1,010,201)</u>	<u>289,887</u>	<u>289,887</u>	-	<u>(240,270)</u>
At 30 June 2013	<u>117,769,823</u>	<u>119,372,018</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>31,394,661</u>	<u>122,816</u>	<u>122,816</u>	-	<u>(1,602,195)</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 2012.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOW
FOR THE QUARTER ENDED 30 JUNE 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2013	Preceding Year Corresponding Quarter 30.06.2012	Current Year Quarter 30.06.2013	Preceding Year Corresponding Quarter 30.06.2012
Operating activities				
Loss before tax	(706,629)	(1,364,785)	(1,102,176)	(2,310,881)
Adjustment for :				
Depreciation of property, plant & equipment	892,963	918,702	1,770,152	1,825,638
Gain on disposal of property, plant & equipment	(55,228)	-	(55,228)	-
Property, plant and equipment written off	-	2,600	-	2,603
Net fair value loss / (gain) on derivative	20	473	(16,515)	63,023
Unrealised loss/(gain) on foreign exchange	53,241	105,509	119,924	(33,212)
Reversal of allowance for doubtful debts	-	137	-	(18,102)
Interest expense	174,302	215,740	342,999	355,719
Interest income	19	(277)	(19)	(277)
Operating cash flows before changes in working capital	358,688	(121,901)	1,059,137	(115,489)
Changes in working capital:				
(Increase)/Decrease in inventories	3,045,604	1,613,580	3,615,099	295,625
(Increase)/Decrease in receivables	(1,240,890)	(1,106,360)	(3,767,215)	(2,673,610)
(Increase)/Decrease in amount due from customers on contract	(1,108,188)	(448,124)	(1,152,103)	(634,821)
Increase/(Decrease) in payables	(184,989)	1,249,650	(168,435)	1,887,437
Decrease in holding company	12,490	16,931	408,434	75,550
Cash generated from operations	882,715	1,203,776	(5,083)	(1,165,308)
Interest paid	(174,301)	(215,740)	(342,999)	(355,719)
Taxation	(3,750)	(32,916)	(7,500)	(66,932)
Interest received	(19)	277	19	277
Net cash (used in) / generated from operating activities	704,645	955,397	(355,563)	(1,587,682)
Investing activities				
Purchase of property, plant & equipment	(98,116)	(34,052)	(415,688)	(101,168)
Proceeds from disposal of property, plant & equipment	85,228	3,600	85,228	3,600
Net cash used in investing activities	(12,888)	(30,452)	(330,460)	(97,568)
Cash Flows from Financing Activities				
Repayment / (drawdown) of bankers' acceptances	(345,772)	3,074,000	1,504,621	2,455,000
Repayment / (drawdown) of foreign currency loan	(729,347)	(4,102,474)	(110,929)	(2,725,732)
Repayment / (drawdown) of revolving credits	(400,000)	300,000	(200,000)	300,000
Net cash (used in) / generated from financing activities	(1,475,119)	(728,474)	1,193,692	29,268
Net (decrease) / increase in cash and cash equivalents	(783,363)	196,471	507,669	(1,655,982)
Cash and cash equivalents at beginning of period	714,477	(703,114)	(485,094)	1,122,870
Effect of exchange rate differences	(10,817)	(121,262)	(102,278)	(94,793)
Cash and cash equivalents at end of period	(79,703)	(627,905)	(79,703)	(627,905)

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012.