

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 Sept 2013 RM	Preceding Year Corresponding Quarter 30 Sept 2012 RM	Current Year Quarter 30 Sept 2013 RM	Preceding Year Corresponding Quarter 30 Sept 2012 RM
Revenue	13,489,188	10,225,514	38,587,920	31,544,793
Cost of sales	<u>(11,840,288)</u>	<u>(9,023,625)</u>	<u>(33,104,582)</u>	<u>(27,371,346)</u>
Gross profit	1,648,900	1,201,889	5,483,338	4,173,448
Other income	418,368	16,940	761,025	484,805
Other items of expenses				
Administrative expenses	(1,560,325)	(1,514,714)	(4,766,158)	(4,486,407)
Selling and marketing expenses	(765,512)	(793,492)	(2,290,181)	(2,932,730)
Finance costs	(177,805)	(180,581)	(520,804)	(536,300)
Other expenses	<u>(212,101)</u>	<u>80,617</u>	<u>(417,870)</u>	<u>(203,036)</u>
Loss before tax	(648,474)	(1,189,340)	(1,750,650)	(3,500,220)
Income tax benefit/(expense)	<u>(7,757)</u>	<u>(27,326)</u>	<u>(35,368)</u>	<u>(95,228)</u>
Loss after tax	<u>(656,231)</u>	<u>(1,216,666)</u>	<u>(1,786,018)</u>	<u>(3,595,448)</u>
Foreign currency translation differences	<u>999,333</u>	<u>(232,175)</u>	<u>1,168,537</u>	<u>(553,447)</u>
	<u>999,333</u>	<u>(232,175)</u>	<u>1,168,537</u>	<u>(553,447)</u>
Total Comprehensive Income / (loss) for the period	<u>343,102</u>	<u>(1,448,841)</u>	<u>(617,483)</u>	<u>(4,148,896)</u>
Loss attributable to:				
Owner of the parent	(635,647)	(1,168,925)	(1,645,848)	(3,392,502)
Non-controlling interest	<u>(20,584)</u>	<u>(47,741)</u>	<u>(140,170)</u>	<u>(202,946)</u>
	<u>(656,231)</u>	<u>(1,216,666)</u>	<u>(1,786,018)</u>	<u>(3,595,448)</u>
Total comprehensive income/ (loss) attributable to:				
Owner of the parent	738,438	(1,447,399)	18,123	(4,109,719)
Non-controlling interest	<u>(395,336)</u>	<u>(1,442)</u>	<u>(635,606)</u>	<u>(39,177)</u>
	<u>343,102</u>	<u>(1,448,841)</u>	<u>(617,483)</u>	<u>(4,148,896)</u>
Basic loss per share attributable to owners of the parent				
- (sen per share)	(0.38)	(0.70)	(0.98)	(2.02)
Diluted (sen)	(0.38)	(0.70)	(0.98)	(2.02)

The Condensed Statement of Comprehensive Income 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 STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2013**

	As At 30.09.2013 RM	As At 31.12.2012 RM
Assets		
Non-current assets		
Property, plant and equipment	45,426,890	47,819,717
Other Investment	25,000	25,000
Intangible assets	401,783	401,783
Deferred tax assets	1,005,817	1,012,363
	<u>46,859,490</u>	<u>49,258,863</u>
Current assets		
Inventories	79,364,145	81,531,543
Trade and other receivables	18,504,014	12,601,348
Prepaid operating expenses	529,341	395,491
Amount due from customers for contract	1,057,786	877,195
Taxation recoverable	369,254	387,476
Cash and bank balances	2,923,859	1,983,849
	<u>102,748,398</u>	<u>97,776,901</u>
Total assets	<u>149,607,888</u>	<u>147,035,764</u>
Equity and liabilities		
Current liabilities		
Bank borrowings	17,130,647	14,289,283
Trade and other payables	9,257,729	9,175,134
Derivative liability	36,867	16,535
Amount due to customers for contract	562,205	326,599
Tax payable	3,450	12,557
	<u>26,990,897</u>	<u>23,820,108</u>
Net current assets	75,757,501	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>31,494,964</u>	<u>28,305,357</u>
Net assets	<u>118,112,924</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	1,496,900	(167,071)
Retained earnings	30,759,014	32,404,862
	<u>120,110,455</u>	<u>120,092,332</u>
Non-controlling interest	<u>(1,997,531)</u>	<u>(1,361,925)</u>
Total equity	<u>118,112,924</u>	<u>118,730,407</u>
Total equity and liabilities	<u>149,607,888</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 SEPTEMBER 2013

	←----- Attributable to owners of the parent -----→								
	←----- 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	Non-controlling interests 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)
Foreign exchange difference	-	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	(4,148,896)	(4,109,719)	-	-	(3,392,502)	(717,217)	(717,217)	-	(39,177)
At 30 Sept 2012	<u>121,924,579</u>	<u>122,863,594</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>34,565,797</u>	<u>443,256</u>	<u>(490,798)</u>	<u>934,054</u>	<u>(939,015)</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	(617,483)	18,123	-	-	(1,645,848)	1,663,971	1,663,971	-	(635,606)
At 30 Sept 2013	<u>118,112,924</u>	<u>120,110,455</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>30,759,014</u>	<u>1,496,900</u>	<u>1,496,900</u>	<u>-</u>	<u>(1,997,531)</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.

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2013	Preceding Year Corresponding Quarter 30.09.2012	Current Year Quarter 30.09.2013	Preceding Year Corresponding Quarter 30.09.2012
Operating activities				
Loss before tax	(648,474)	(1,189,339)	(1,750,650)	(3,500,220)
Adjustment for :				
Depreciation of property, plant & equipment	874,223	923,033	2,644,375	2,748,671
Gain on disposal of property, plant & equipment	3,840	(83,800)	(51,388)	(83,800)
Property, plant and equipment written off	-	270	-	2,873
Net fair value loss / (gain) on derivative	36,847	(30,382)	20,332	32,641
Unrealised loss/(gain) on foreign exchange	(204,012)	46,842	(84,088)	13,630
Reversal of allowance for doubtful debts	-	159	-	(17,943)
Interest expense	177,805	180,581	520,804	536,300
Interest income	0	(4)	(19)	(273)
Operating cash flows before changes in working capital	240,229	(152,640)	1,299,366	(268,121)
Changes in working capital:				
(Increase)/Decrease in inventories	(794,619)	2,263,209	2,820,480	2,558,834
(Increase)/Decrease in receivables	(3,680,088)	1,051,763	(7,447,303)	(1,621,847)
(Increase)/Decrease in amount due from customers on contract	1,207,118	270,520	55,015	(364,301)
Increase/(Decrease) in payables	1,594,835	(927,066)	1,426,400	960,371
Decrease in holding company	18,243	(75,957)	426,677	(407)
Cash generated from operations	(1,414,282)	2,429,829	(1,419,365)	1,264,529
Interest paid	(177,805)	(180,581)	(520,804)	(536,300)
Taxation	6,610	(3,750)	(890)	(70,682)
Interest received	-	4	19	273
Net cash (used in) / generated from operating activities	(1,585,477)	2,245,502	(1,941,040)	657,820
Investing activities				
Purchase of property, plant & equipment	(24,961)	(33,782)	(440,649)	(134,950)
Proceeds from disposal of property, plant & equipment	156,657	83,804	241,885	87,404
Net cash used in investing activities	131,696	50,022	(198,764)	(47,546)
Cash Flows from Financing Activities				
Net drawdown/(repayment) of bankers' acceptances	1,050,788	35,000	2,555,409	2,490,000
Net drawdown of foreign currency loan	840,420	(1,558,806)	729,491	(4,284,538)
Drawdown of revolving credits	300,000	-	100,000	300,000
Net cash (repayment)/generated from financing activities	2,191,208	(1,523,806)	3,384,900	(1,494,538)
Net (decrease) / increase in cash and cash equivalents	737,427	771,718	1,245,096	(884,264)
Cash and cash equivalents at beginning of period	(79,703)	(627,905)	(485,094)	1,122,870
Effect of exchange rate differences	428,742	16,530	326,464	(78,263)
Cash and cash equivalents at end of period	1,086,466	160,343	1,086,466	160,343

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