

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2014**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31 Mar 2014 RM	Preceding Year Corresponding Quarter 31 Mar 2013 RM	Current Year Quarter 31 Mar 2014 RM	Preceding Year Corresponding Quarter 31 Mar 2013 RM
Revenue	9,767,139	12,829,137	9,767,139	12,829,137
Cost of sales	<u>(8,424,915)</u>	<u>(10,655,230)</u>	<u>(8,424,915)</u>	<u>(10,655,230)</u>
Gross profit	1,342,225	2,173,907	1,342,225	2,173,907
Other income	767,578	73,864	767,578	73,864
Other items of expenses				
Administrative expenses	(1,601,760)	(1,496,748)	(1,601,760)	(1,496,748)
Selling and marketing expenses	(619,260)	(826,014)	(619,260)	(826,014)
Finance costs	(182,503)	(168,698)	(182,503)	(168,698)
Other expenses	<u>(109,219)</u>	<u>(151,857)</u>	<u>(109,219)</u>	<u>(151,857)</u>
Loss before tax	(402,939)	(395,547)	(402,939)	(395,547)
Income tax	<u>7,874</u>	<u>(17,041)</u>	<u>7,874</u>	<u>(17,041)</u>
Loss after tax	<u><u>(395,065)</u></u>	<u><u>(412,588)</u></u>	<u><u>(395,065)</u></u>	<u><u>(412,588)</u></u>
Other Comprehensive Income:				
<i>Item that may be recycled to profit or loss:</i>				
Foreign currency translation differences	<u>(61,170)</u>	<u>(163,215)</u>	<u>(61,170)</u>	<u>(163,215)</u>
	<u>(61,170)</u>	<u>(163,215)</u>	<u>(61,170)</u>	<u>(163,215)</u>
Total Comprehensive loss for the period	<u><u>(456,235)</u></u>	<u><u>(575,803)</u></u>	<u><u>(456,235)</u></u>	<u><u>(575,803)</u></u>
Loss attributable to:				
Owner of the parent	(368,546)	(387,738)	(368,546)	(387,738)
Non-controlling interests	<u>(26,519)</u>	<u>(24,850)</u>	<u>(26,519)</u>	<u>(24,850)</u>
	<u><u>(395,065)</u></u>	<u><u>(412,588)</u></u>	<u><u>(395,065)</u></u>	<u><u>(412,588)</u></u>
Total comprehensive loss attributable to:				
Owner of the parent	(458,725)	(644,494)	(458,725)	(644,494)
Non-controlling interests	<u>2,490</u>	<u>68,691</u>	<u>2,490</u>	<u>68,691</u>
	<u><u>(456,235)</u></u>	<u><u>(575,803)</u></u>	<u><u>(456,235)</u></u>	<u><u>(575,803)</u></u>
Basic loss per share attributable to owners of the parent				
- (sen per share)	(0.22)	(0.23)	(0.22)	(0.23)
Diluted (sen)	-	-	-	-

The Condensed Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

CONDENSED STATEMENT OF FINANCIAL POSITION**AS AT 31 MARCH 2014**

	As At 31.03.2014 RM	As At 31.12.2013 RM
Assets		
Non-current assets		
Property, plant and equipment	43,357,578	44,615,464
Other Investment	25,000	25,000
Intangible assets	401,783	401,783
Deferred tax assets	617,107	609,150
	<u>44,401,467</u>	<u>45,651,397</u>
Current assets		
Inventories	76,770,781	77,629,054
Trade and other receivables	17,627,851	17,914,464
Prepaid operating expenses	1,074,604	207,869
Amount due from customers for contract	1,430,979	1,146,868
Taxation recoverable	336,421	327,753
Cash and bank balances	1,525,565	2,842,227
	<u>98,766,202</u>	<u>100,068,235</u>
Total assets	<u>143,167,669</u>	<u>145,719,632</u>
Equity and liabilities		
Current liabilities		
Bank borrowings	14,856,803	18,101,974
Trade and other payables	7,194,297	6,320,748
Derivative liability	16,698	68,512
Amount due to customers for contract	762,202	434,494
	<u>22,830,000</u>	<u>24,925,728</u>
Net current assets	75,936,202	75,142,507
Non-current liabilities		
Deferred tax liabilities	4,096,116	4,096,116
	<u>4,096,116</u>	<u>4,096,116</u>
Total liabilities	<u>26,926,116</u>	<u>29,021,844</u>
Net assets	<u>116,241,553</u>	<u>116,697,788</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	1,857,296	1,947,475
Retained earnings	28,683,641	29,052,187
	<u>118,395,478</u>	<u>118,854,203</u>
Non-controlling interests	<u>(2,153,925)</u>	<u>(2,156,415)</u>
Total equity	<u>116,241,553</u>	<u>116,697,788</u>
Total equity and liabilities	<u>143,167,669</u>	<u>145,719,632</u>

The Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013.

EKOWOOD INTERNATIONAL BERHAD (301735-D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2014**

	Equity, total RM	Equity attributable to owners of the parent, total RM	Attributable to owners of the parent				Foreign currency translation reserve RM	Non-controlling interests RM
			Share capital RM	Share premium RM	Retained earnings RM	Non-Distributable		
At 1 January 2013	118,730,407	120,092,332	84,000,000	3,854,541	32,404,862	(167,071)	(1,361,925)	
Total comprehensive loss for the period	(575,803)	(644,494)	-	-	(387,738)	(256,756)	68,691	
At 31 March 2013	<u>118,154,604</u>	<u>119,447,838</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>32,017,124</u>	<u>(423,827)</u>	<u>(1,293,234)</u>	
At 1 January 2014	116,697,788	118,854,203	84,000,000	3,854,541	29,052,187	1,947,475	(2,156,415)	
Total comprehensive loss for the period	(456,235)	(458,725)	-	-	(368,546)	(90,179)	2,490	
At 31 March 2014	<u>116,241,553</u>	<u>118,395,478</u>	<u>84,000,000</u>	<u>3,854,541</u>	<u>28,683,641</u>	<u>1,857,296</u>	<u>(2,153,925)</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 2013.

**CONDENSED CONSOLIDATED STATEMENT OF CASHFLOW
FOR THE QUARTER ENDED 31 MARCH 2014**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2014	Preceding Year Corresponding Quarter 31.03.2013	Current Year Quarter 31.03.2014	Preceding Year Corresponding Quarter 31.03.2013
Operating activities				
Loss before tax	(402,939)	(395,547)	(402,939)	(395,547)
Adjustment for :				
Depreciation of property, plant & equipment	830,730	877,189	830,730	877,189
Gain on disposal of property, plant & equipment	(212,069)	-	(212,069)	-
Impairment loss on inventories	288	-	288	-
Reversal of allowance for doubtful debts	(180,332)	-	(180,332)	-
Net fair value loss / (gain) on derivative	(51,814)	(16,535)	(51,814)	(16,535)
Unrealised loss/(gain) on foreign exchange	(109,951)	66,683	(109,951)	66,683
PPE written off	351	-	351	-
Interest expense	182,503	168,698	182,503	168,698
Operating cash flows before changes in working capital	56,765	700,488	56,765	700,488
Changes in working capital:				
Decrease in inventories	857,985	569,496	857,985	569,496
Increase in receivables	(242,474)	(2,526,325)	(242,474)	(2,526,325)
(Increase)/Decrease in amount due from customers on contract	43,597	(43,915)	43,597	(43,915)
Increase in payables	871,435	16,554	871,435	16,554
Decrease in holding company	2,114	395,944	2,114	395,944
Cash generated from operations	1,589,422	(887,758)	1,589,422	(887,758)
Interest paid	(182,503)	(168,698)	(182,503)	(168,698)
Taxation	(8,750)	(3,750)	(8,750)	(3,750)
Net cash (used in) / generated from operating activities	1,398,169	(1,060,206)	1,398,169	(1,060,206)
Investing activities				
Withdrawal of pledged deposits	210	-	210	-
Purchase of property, plant & equipment	(11,163)	(317,572)	(11,163)	(317,572)
Proceeds from disposal of property, plant & equipment	650,000	-	650,000	-
Net cash generated from /(used in) investing activities	639,047	(317,572)	639,047	(317,572)
Financing Activities				
Net drawdown of bankers' acceptances	467,000	1,850,393	467,000	1,850,393
Net drawdown of foreign currency trade credit	(2,675,316)	618,418	(2,675,316)	618,418
Drawdown of revolving credits	400,000	200,000	400,000	200,000
Net cash (used in) /generated from financing activities	(1,808,316)	2,668,811	(1,808,316)	2,668,811
Net (decrease) / increase in cash and cash equivalents	228,900	1,291,033	228,900	1,291,033
Cash and cash equivalents at beginning of period	813,219	(485,094)	813,219	(485,094)
Effect of exchange rate differences	(185,539)	(91,462)	(185,539)	(91,462)
Cash and cash equivalents at end of period	856,579	714,477	856,579	714,477

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013.