

	Note	Current Quarter 3 months ended		Current financial year-to-date 3 months ended	
		31.03.09 RM'000	31.03.08 RM'000	31.03.09 RM'000	31.03.08 RM'000
Revenue	B1	26,435	66,990	26,435	66,990
Cost of sales		<u>(29,867)</u>	<u>(60,504)</u>	<u>(29,867)</u>	<u>(60,504)</u>
Gross (Loss)/Profit		(3,432)	6,486	(3,432)	6,486
Other income		1,036	1,089	1,036	1,089
Administrative expenses		(1,283)	(4,720)	(1,283)	(4,720)
Selling and marketing expenses		(127)	(290)	(127)	(290)
Other expenses		(148)	(129)	(148)	(129)
Finance costs		(44)	(177)	(44)	(177)
Share of results of an associate		584	438	584	438
(Loss)/Profit before taxation	B2	<u>(3,414)</u>	<u>2,697</u>	<u>(3,414)</u>	<u>2,697</u>
Income tax expense	B5	<u>(132)</u>	<u>(504)</u>	<u>(132)</u>	<u>(504)</u>
(Loss)/Profit for the period		<u>(3,546)</u>	<u>2,193</u>	<u>(3,546)</u>	<u>2,193</u>
(Loss)/Earnings per share					
- Basic/Diluted (sen)	B13	<u>(0.99)</u>	<u>0.61</u>	<u>(0.99)</u>	<u>0.61</u>

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Financial Statements.

LCTH CORPORATION BERHAD (633871-A)
CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2009

	Note	As at 31.03.09 RM'000	As at 31.12.08 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		78,285	82,009
Investment properties		23,687	23,807
Investment in Associate		8,150	7,565
Prepaid leasehold land		6,889	6,922
		<u>117,011</u>	<u>120,303</u>
Current Assets			
Inventories		16,214	21,622
Trade receivables		23,048	55,986
Other receivables		4,217	4,634
Due from holding companies		1,877	2,430
Due from related companies		6	2
Tax recoverable		5,446	5,705
Cash and cash equivalents		89,035	72,063
		<u>139,843</u>	<u>162,442</u>
TOTAL ASSETS		<u>256,854</u>	<u>282,745</u>
EQUITY AND LIABILITIES			
Share capital		72,000	72,000
Share premium		97,911	97,911
ESOS Reserves		117	50
Retained earnings		46,156	49,702
Total equity		<u>216,184</u>	<u>219,663</u>
Non-Current Liabilities			
Borrowings	B9	1,363	1,788
Deferred tax liabilities		10,369	10,538
		<u>11,732</u>	<u>12,326</u>
Current Liabilities			
Trade payables		11,524	27,440
Other payables		9,517	15,013
Borrowings	B9	1,689	1,675
Due to holding companies		1,756	2,200
Due to related companies		31	-
Tax payable		4,421	4,428
Total liabilities		<u>28,938</u>	<u>50,756</u>
TOTAL EQUITY AND LIABILITIES		<u>40,670</u>	<u>63,082</u>
		<u>256,854</u>	<u>282,745</u>
NET ASSETS PER SHARE (RM)		<u>0.60</u>	<u>0.61</u>

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Financial Statements.

LCTH CORPORATION BERHAD (633871-A)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH ENDED 31 MARCH 2009

	Share Capital RM'000	Non- Distributable Share Premium RM'000	Distributable Retained Earnings RM'000	ESOS Reserves RM'000	Total RM'000
At 1 January 2008					
As previously stated	120,000	121,911	31,179	-	273,090
Prior year adjustments					
- effects of adopting FRS 112	-	-	3,199	-	3,199
At 1 January 2008 (restated)	120,000	121,911	34,378	-	276,289
Profit for the period	-	-	2,193	-	2,193
At 31 March 2008	120,000	121,911	36,571	-	278,482
At 1 January 2009	72,000	97,911	49,702	50	219,663
Loss for the period	-	-	(3,546)	-	(3,546)
Share options granted under ESOS	-	-	-	67	67
At 31 March 2009	72,000	97,911	46,156	117	216,184

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Financial Statements.

LCTH CORPORATION BERHAD (633871-A)
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE THREE-MONTH ENDED 31 MARCH 2009

	3 months ended	
	31.03.09	31.03.08
	RM'000	RM'000
(Loss)/Profit before tax	(3,414)	2,697
Adjustment items :		
Depreciation and amortisation	4,054	4,227
Interest and investment income	(432)	(432)
Interest expense	44	177
Net unrealised foreign exchange (gain)/loss	(633)	1,040
Share of results of an associate company	(584)	(438)
Others	260	(804)
Operating (loss)/income before working capital changes	<u>(705)</u>	<u>6,467</u>
Inventories	5,214	7,714
Receivables	33,929	9,529
Payables	<u>(21,219)</u>	<u>(17,065)</u>
Cash generated from operations	17,219	6,645
Income tax (paid)/refund	<u>(49)</u>	<u>45</u>
Net cash generated from operating activities	17,170	6,690
Net cash generated from/(used in) investing activities	212	(1,439)
Net cash used in financing activities	<u>(410)</u>	<u>(5,195)</u>
Net increase in cash and cash equivalents	16,972	56
Cash and cash equivalents :		
At beginning of the financial period	<u>72,063</u>	<u>58,352</u>
At end of financial period	<u>89,035</u>	<u>58,408</u>
* Cash and cash equivalents at the end of the financial period comprise the following *:		
Cash and bank balances	30,447	24,395
Short term investments	30,274	26,250
Repurchase agreements (Repo)	19,450	6,300
Fixed deposits with licensed banks	8,864	1,463
	<u>89,035</u>	<u>58,408</u>

The unaudited Condensed Consolidated Cash flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Financial Statements.

LCTH CORPORATION BERHAD

(633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS 1st QUARTER ENDED 31 MARCH 2009

A COMPLIANCE WITH FINANCIAL REPORTING STANDARDS (“FRS”) 134 : INTERIM FINANCIAL REPORTING

A1 Basis of Preparation

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in compliance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2008.

A2 Accounting Policies and Methods of Computation

The Group has not adopted any new/revised FRS that has been issued as at the date of authorisation of these Interim Financial Statements but is not yet effective for the Group. The Directors do not anticipate any significant impact on the results and the financial position of the Group upon their initial application except possibly for FRS 7 Financial Instruments: Disclosure and FRS 139 Financial Instruments: Recognition and Measurement. Transition provisions allow for the non-disclosure of possible impact, if any for FRS 7 and FRS 139.

A3 Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group’s annual financial statements for the year ended 31 December 2008 did not contain any qualification.

A4 Seasonal or Cyclical Factors

The normal sales trend in the past has been that the first and last quarters have the lowest sales with the peak periods being in the second and third quarters. Therefore, the quarterly results generally fluctuate due to this seasonality.

A5 Unusual Items due to their Nature, Size and Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2009.

A6 Material Changes in Estimates

There have been no significant changes in estimates used for the preparation of the interim financial statements.

A7 Changes in Debts and Equity Securities

There were no issuances, cancellations, repurchase, resale and repayments of debt and equity securities for the current financial period to-date.

A8 Dividend Paid

No dividend was paid during the current quarter.

A9 Segmental Information

No segment analysis is prepared as the Group is involved in a single industry segment relating to the manufacturing and sub-assembly of precision plastic parts and components and fabrication of precision moulds and dies. The business of the Group is entirely carried out in Malaysia.

A10 Material Events Subsequent to the end of the financial period

There were no material events subsequent to the end of the reporting quarter and the date of this announcement.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter.

A12 Contingent Liabilities and Contingent Assets

Contingent liabilities arising from corporate guarantees given to banks for credit facilities utilised by subsidiaries amounted to RM5,590,990.

There were no contingent assets since the last financial year ended 31 December 2008.

A13 Capital Commitments

The amount of capital commitments not provided for in the interim financial statements as at 31 March 2009 are as follows:

	RM'000
Approved and contracted for	<u>4,776</u>

A14 Carrying Amount of Revalued Assets

Property, plant and equipment are stated at cost less accumulated depreciation. There was no revaluation of property, plant and equipment for the current quarter and financial year to-date.

B COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B1 Performance Review

The Group achieved revenue of RM26.0 million for the current quarter, which was a drop of 60.5% from RM67.0 million posted in the corresponding quarter of 2008. The decline in revenue for the current quarter is mainly due to the decline in customers' orders impacted by lower demand of electronic products resulted from the current global economic and financial crisis.

The Group reported a loss before tax ("LBT") of RM3.4 million for the current quarter under review, mainly due to the significant decrease in revenue posted for the current quarter and the erosion of the Group's gross margin. The erosion is mainly due to lower revenue achieved and continuous contracted price cost down for existing projects, coupled with the higher cost of materials, other indirect costs and fixed overheads.

For the current quarter under review, the Group incurred a loss after tax ("LAT") of RM3.5 mil as compared to a profit of RM2.2 mil in the corresponding quarter of 2008.

B2 Material Changes in Profit Before Taxation for the Current Quarter as compared with the immediate Preceding Quarter

The Group's revenue has decreased by 58.6% in the current quarter, while the gross margin declined from 3.4% in 4th Quarter 2008 to -13.0% in the current quarter.

The Group reported LBT of RM3.4 million as compared to profit before tax ("PBT") of RM1.3 million for the preceding quarter ended 31 December 2008, which is in line with lower revenue and margins achieved during the current quarter.

B3 Prospects

The current global economic and financial crisis has impacted the industry, whereby negative demand and consumption of electronic goods are foreseen, leading to a slower growth in the revenue.

The Group will continue to be operating in a very challenging environment and shall take efforts to meet the challenges.

B4 Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee for the year.

B5 Taxation

	Current Quarter 3 months ended 31.03.09 RM'000	Current financial year-to- date 31.03.09 RM'000
Income tax	302	302
Deferred tax	(170)	(170)
	<u>132</u>	<u>132</u>

The tax expense of the Group for the current quarter is lower than the statutory rate mainly due to the losses incurred during the current quarter.

B6 Sale of Unquoted Investments and/or Properties

The results for the current quarter do not include any profit or loss on sale of unquoted investments and /or properties, which are not in the ordinary course of business of the Group.

B7 Quoted Securities

There were no purchases or disposals of quoted securities for the current quarter under review.

B8 Corporate Proposals

There are no corporate proposals for the current quarter under review.

B9 Group Borrowings and Debts Securities

The details of the Group's borrowings as at 31 March 2009 are as set out below:

	As at 31.03.09 RM'000	As at 31.12.08 RM'000
Short term borrowings		
Secured – Hire purchase	<u>1,689</u>	<u>1,675</u>
	<u>1,689</u>	<u>1,675</u>
Long term borrowings		
Secured – Hire purchase	<u>1,363</u>	<u>1,788</u>
	<u>1,363</u>	<u>1,788</u>
	<u>3,052</u>	<u>3,463</u>

B10 Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 6 May 2009.

B11 Changes in Material Litigation

There were no material litigations pending as at the date of this announcement.

B12 Dividends Declared

No dividend is declared for the current quarter.

B13 Loss per share**Basic**

Basic loss per share is calculated by dividing the net profit after tax attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the financial year.

	Current Quarter 31.03.09	Current financial year-to-date 31.03.09
Loss attributable to shareholders (RM'000)	(3,546)	(3,546)
Weighted average number of ordinary shares in issue ('000)	360,000	360,000
Basic loss per share (sen)	<u>(0.99)</u>	<u>(0.99)</u>

There are no diluted earnings per share as the Company does not have any convertible financial instruments as at the current quarter and current financial year-to-date.

By Order of the Board

Company Secretary