GUAN CHONG BERHAD

(Company No. 646226-K) (Incorporated in Malaysia)

GUAN CHONG

QUARTERLY REPORT

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2008

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
	Current Preceding Year		Current Year	Preceding Year	
	Quarter	Corresponding	To-Date	To-Date	
	Ended	Quarter	Ended	Ended	
	31-Mar-08	31-Mar-07	31-Mar-08	31-Mar-07	
	RM'000	RM'000	RM'000	RM'000	
Revenue	153,572	105,544	153,572	105,544	
Cost of sales	(148,875)	(96,377)	(148,875)	(96,377)	
Gross profit	4,697	9,167	4,697	9,167	
Operating expenses	(4,633)	(3,371)	(4,633)	(3,371)	
Other income	5,086	934	5,086	934	
Finance costs	(2,152)	(1,437)	(2,152)	(1,437)	
Share of profit of associate	173	244	173	244	
Profit before tax	3,171	5,537	3,171	5,537	
Tax expense	(496)	(655)	(496)	(655)	
Profit for the financial period / year	2,675	4,882	2,675	4,882	
Attributable to:					
Equity holders of the parent	2,649	5,003	2,649	5,003	
Minority interest	26	(121)	26	(121)	
	2,675	4,882	2,675	4,882	
Posis servings per chare (sep)	1.10	2.08	1.10	2.08	
Basic earnings per share (sen)	1.10	2.08	1.10	2.08	
Diluted earnings per share (sen)	1.10	2.06	1.10	2.06	

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.

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GUAN CHONG BERHAD (Company No. 646226-K) (Incorporated in Malaysia)



CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2008

(The figures have not been audited)

	As At End Of Current Quarter 31-Mar-08 RM'000	As At End of Preceding financial Year 31-Dec-07 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	107,135	106,145
Lease rental paid in advance	5,794	5,844
Investment in associates	4,467	4,610
Deferred tax asset	203	195
	117,599	116,794
Current assets		
Inventories	114,775	121,174
Trade and other receivables	62,598	64,913
Deposits, bank and cash balances	12,471	3,741
	189,844	189,828
TOTAL ASSETS	307,443	306,622
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent	00.000	00.000
Share capital	60,000	60,000
Share premium	7,718	7,718
Share options reserve	781	721
Foreign currency translation reserve Retained profits	(66) 29,206	(68) 26,557
netained profits	97,639	94,928
Minority interest	1,462	1,436
Total equity	99,101	96,364
rotal equity	30,101	30,004
Non-current liabilities		
Bank borrowings	15,710	11,178
Hire purchase payable	765	671
Deferred tax liabilities	12,079	11,788
	28,554	23,637
Current liabilities		
Trade and other payables	42,149	52,918
Bank borrowings	136,989	133,080
Hire purchase payable	553	522
Tax payable	97	101
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Total liabilities	208,342	210,258
TOTAL EQUITY AND LIABILITIES	307,443	306,622
Net assets per share (sen)	40.68	39.55

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.

GUAN CHONG BERHAD

(Company No. 646226-K) (Incorporated in Malaysia)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2008

(The figures have not been audited)

	•	◆ Attributable To Equity Holders Of The Parent					Total		
	Share Capital RM'000	Share Premium RM'000	Non-Distri Reserve On Consolidation RM'000	butable Foreign Currency Translation Reserve RM'000	Share Options Reserve RM'000	Distributable Retained Profits/(Loss) RM'000	Total RM'000	Interest	Equity RM'000
Balance at 1 January 2008	60,000	7,718	-	(68)	721	26,557	94,928	1,436	96,364
Subscription of shares in a subsidiary	-	-	-	-	-	-	-	-	-
Foreign currency translation reserve	-	-	-	2	-	-	2	-	2
Dividends						-	-	-	-
Profit for the financial year	-	-	-	-	-	2,649	2,649	26	2,675
Share options granted under ESOS	-	-	-	-	60	-	60	-	60
Balance at 31 March 2008	60,000	7,718	-	(66)	781	29,206	97,639	1,462	99,101
Balance at 1 January 2007	60,000	7,718	-	(177)	480	20,274	88,295	1,326	89,621
Subscription of shares in a subsidiary	-	-	-	-	-	-	-	-	-
Foreign currency translation reserve	-	-	-	(88)	-	-	(88)	-	(88)
Dividends						-	-	-	-
Profit for the financial year	-	-	-	-	-	5,003	5,003	(121)	4,882
Share options granted under ESOS	-	-	-	-	61	-	61	-	61
Balance at 31 March 2007	60,000	7,718	-	(265)	541	25,277	93,271	1,205	94,476

GUAN CHONG BERHAD

(Company No. 646226-K) (Incorporated in Malaysia)



CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2008

(The figures have not been audited)

	Cumulative Current Year To-Date 31-Mar-08 RM'000	Cumulative Preceding Year To-Date 31-Mar-07 RM'000
Net cash from operating activities	242	14,228
Net cash (used in) investing activities	(2,202)	(3,148)
Net cash from/(used in) financing activities	12,899	(4,171)
Net decrease in cash and cash equivalents	10,939	6,909
Effect of exchange rate changes	2	(88)
Cash and cash equivalents at the beginning of financial year	(1,185)	792
Cash and cash equivalents at the end of financial year	9,756	7,613
Cash and cash equivalents at the end of financial period comprise of : Deposits, bank and cash balances Bank overdrafts	12,471 (2,715) 9,756	7,613

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.