

**GUAN CHONG BERHAD**(Company No. 646226-K)  
(Incorporated in Malaysia)**QUARTERLY REPORT****CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2009**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended <b>30-Jun-09</b> RM'000	Preceding Year Corresponding Quarter Ended <b>30-Jun-08</b> RM'000	Current Year To-Date Ended <b>30-Jun-09</b> RM'000	Preceding Year To-Date Ended <b>30-Jun-08</b> RM'000
Revenue	120,891	180,418	262,531	333,990
Cost of sales	(115,452)	(168,701)	(244,653)	(317,576)
<b>Gross profit</b>	<b>5,439</b>	<b>11,717</b>	<b>17,878</b>	<b>16,414</b>
Operating expenses	(2,184)	(8,210)	(13,279)	(10,005)
Other income	821	1,302	1,669	3,550
Finance costs	(1,354)	(1,864)	(2,984)	(4,016)
Share of profit of associate	316	367	847	540
<b>Profit before tax</b>	<b>3,038</b>	<b>3,312</b>	<b>4,131</b>	<b>6,483</b>
Tax expense	(758)	(320)	(1,143)	(816)
<b>Profit for the financial period</b>	<b>2,280</b>	<b>2,992</b>	<b>2,988</b>	<b>5,667</b>
<b>Attributable to:</b>				
Equity holders of the Company	2,015	2,957	2,623	5,606
Minority interest	265	35	365	61
	<b>2,280</b>	<b>2,992</b>	<b>2,988</b>	<b>5,667</b>
<b>Earnings per share (sen) attributable to equity holders of the Company</b>				
- Basic	0.84	1.23	1.09	2.34
- Diluted	-	1.23	-	2.34

The condensed consolidated income statements 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.

**CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 30 JUNE 2009**

	<b>Unaudited As At End Of Current Quarter 30-Jun-09 RM'000</b>	<b>Audited As At End of Preceding financial Year 31-Dec-08 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	105,091	106,620
Lease rental paid in advance	5,539	5,641
Investment in associates	5,056	4,740
	<u>115,686</u>	<u>117,001</u>
<b>Current assets</b>		
Inventories	181,453	139,032
Trade and other receivables	37,104	74,203
Deposits, bank and cash balances	6,962	3,671
	<u>225,519</u>	<u>216,906</u>
<b>TOTAL ASSETS</b>	<b><u>341,205</u></b>	<b><u>333,907</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	60,000	60,000
Share premium	7,718	7,718
Foreign currency translation reserve	(11)	(125)
Retained profits	32,560	31,137
	<u>100,267</u>	<u>98,730</u>
<b>Minority interest</b>	<u>1,736</u>	<u>1,763</u>
<b>Total equity</b>	<b><u>102,003</u></b>	<b><u>100,493</u></b>
<b>Non-current liabilities</b>		
Bank borrowings	9,979	12,394
Hire purchase payable	325	489
Deferred tax liabilities	11,995	12,894
	<u>22,299</u>	<u>25,777</u>
<b>Current liabilities</b>		
Trade and other payables	42,533	31,709
Bank borrowings	173,773	175,150
Hire purchase payable	357	425
Tax payable	240	353
	<u>216,903</u>	<u>207,637</u>
<b>Total liabilities</b>	<u>239,202</u>	<u>233,414</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>341,205</u></b>	<b><u>333,907</u></b>
Net assets per share (sen) attributable to equity holders of the Company	<u>41.78</u>	<u>41.14</u>

The condensed consolidated balance sheets 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.

**GUAN CHONG BERHAD**(Company No. 646226-K)  
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 JUNE 2009**

(The figures have not been audited)

	← Attributable To Equity Holders Of The Parent →					Minority Interest	Total Equity	
	← Non-Distributable →		Distributable					
	Share Capital RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	Share Options Reserve RM'000	Retained Profits/(Loss) RM'000	Total RM'000	RM'000	RM'000
<b>Balance at 1 January 2009</b>	60,000	7,718	(125)	-	31,137	98,730	1,763	100,493
Foreign currency translation reserve	-	-	114	-	-	114	-	114
Dividends	-	-	-	-	(1,200)	(1,200)	(392)	(1,592)
Profit for the financial year	-	-	-	-	2,623	2,623	365	2,988
<b>Balance at 30 June 2009</b>	<b>60,000</b>	<b>7,718</b>	<b>(11)</b>	<b>-</b>	<b>32,560</b>	<b>100,267</b>	<b>1,736</b>	<b>102,003</b>
<b>Balance at 1 January 2008</b>	60,000	7,718	(68)	721	26,557	94,928	1,436	96,364
Foreign currency translation reserve	-	-	332	-	-	332	-	332
Profit for the financial year	-	-	-	-	5,606	5,606	61	5,667
Share options granted under ESOS	-	-	-	(721)	-	(721)	-	(721)
<b>Balance at 30 June 2008</b>	<b>60,000</b>	<b>7,718</b>	<b>264</b>	<b>-</b>	<b>32,163</b>	<b>100,145</b>	<b>1,497</b>	<b>101,642</b>

The 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.

**GUAN CHONG BERHAD**

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2009**

(The figures have not been audited)

	<b>Cumulative Current Year To-Date 30-Jun-09 RM'000</b>	<b>Cumulative Preceding Year To-Date 30-Jun-08 RM'000</b>
Net cash from/(used in) operating activities	10,668	(37,836)
Net cash (used in) investing activities	(1,834)	(4,232)
Net cash (used in)/from financing activities	(3,530)	48,193
Net increase in cash and cash equivalents	5,304	6,125
Effect of exchange rate changes	73	332
Cash and cash equivalents at the beginning of financial period	(154)	(1,185)
Cash and cash equivalents at the end of financial period	<b>5,223</b>	<b>5,272</b>
<b>Cash and cash equivalents at the end of financial period comprise of :</b>		
Deposits, bank and cash balances	6,962	5,729
Bank overdrafts	(1,739)	(457)
	<b>5,223</b>	<b>5,272</b>

The 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.