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

GUANCHONG

QUARTERLY REPORT

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009

(The figures have not been audited)

	INDIVIDUAL	QUARTER	CUMULATIVE QUARTER		
	Current	Current Preceding Year		Preceding Year	
	Quarter	Corresponding	To-Date	To-Date	
	Ended	Quarter Ended	Ended	Ended	
	30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08	
	RM'000	RM'000	RM'000	RM'000	
Revenue	162,308	210,034	424,839	544,024	
Cost of sales	(154,601)	(189,669)	(399,254)	(507,245)	
Gross profit	7,707	20,365	25,585	36,779	
Other income	4,165	369	5,834	1,910	
Other expenses	(3,273)	(15,865)	(16,552)	(23,861)	
Finance costs	(1,331)	(2,133)	(4,315)	(6,149)	
Share of profit of associate	145	462	992	1,002	
Profit before tax	7,413	3,198	11,544	9,681	
Tax expense	(2,015)	(1,456)	(3,158)	(2,272)	
Profit for the financial period	5,398	1,742	8,386	7,409	
Attributable to:					
Equity holders of the Company	5,157	1,693	7,780	7,299	
Minority interest	241	49	606	110	
	5,398	1,742	8,386	7,409	
Earnings per share (sen) attributable to equity holders of the Company					
- Basic	2.15	0.71	3.24	3.04	
- Diluted	-	-	-	-	

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.

1

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



CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2009

	Unaudited As At End Of Current Quarter 30-Sep-09 RM'000	Audited As At End of Preceding financial Year 31-Dec-08 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	103,464	106,620
Lease rental paid in advance	5,488	5,641
Investment in associates	4,916	4,740
	113,868	117,001
Current assets		
Inventories	264,784	139,032
Trade and other receivables	71,380	74,203
Deposits, bank and cash balances	11,921	3,671
Deposits, bank and cash balances	348,085	216,906
TOTAL ASSETS	461,953	333,907
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	60,000	60,000
Share premium	7,718	7,718
Foreign currency translation reserve	(67)	(125)
Retained profits	35,917	31,137
•••	103,568	98,730
Minority interest	1,977	1,763
Total equity	105,545	100,493
Non-current liabilities		
Bank borrowings	21,977	12,394
Hire purchase payable	222	489
Deferred tax liabilities	13,071	12,894
	35,270	25,777
Current liabilities		
Trade and other payables	96,913	31,709
Bank borrowings	223,565	175,150
Hire purchase payable	311	425
Tax payable	349	353
• •	321,138	207,637
Total liabilities	356,408	233,414
TOTAL EQUITY AND LIABILITIES	461,953	333,907
Net assets per share (sen) attributable to equity holders of the Company	43.15	41.14

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.

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



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009

(The figures have not been audited)

	•	•	Attributable To −Non-Distributable Foreign	Equity Holders	Of The Parent Distributable	-	Minority Interest	Total Equity
	Share Capital RM'000	Share Premium RM'000	Currency Translation Reserve RM'000	Share Options Reserve RM'000	Retained Profits/(Loss) RM'000	Total RM'000	RM'000	RM'000
Balance at 1 January 2009	60,000	7,718	(125)	-	31,137	98,730	1,763	100,493
Foreign currency translation reserve	-	-	58	-	-	58	-	58
Dividends	-	-	-	-	(3,000)	(3,000)	(392)	(3,392)
Profit for the financial year	-	-	-	-	7,780	7,780	606	8,386
Balance at 30 September 2009	60,000	7,718	(67)	-	35,917	103,568	1,977	105,545
Balance at 1 January 2008	60,000	7,718	(68)	721	26,557	94,928	1,436	96,364
Foreign currency translation reserve	-	-	512	-	-	512	-	512
Dividends	-	-	-	-	(1,200)	(1,200)	-	(1,200)
Profit for the financial year	-	-	-	-	7,299	7,299	110	7,409
Share options granted under ESOS	-	-	-	(721)	-	(721)	-	(721)
Balance at 30 September 2008	60,000	7,718	444	-	32,656	100,818	1,546	102,364

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



CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2009

(The figures have not been audited)

	Cumulative Current Year To-Date 30-Sep-09 RM'000	Cumulative Preceding Year To-Date 30-Sep-08 RM'000
Net cash from/(used in) operating activities	(44,195)	(68,413)
Net cash (used in) investing activities	(1,831)	(5,574)
Net cash from financing activities	57,474	87,735
Net increase in cash and cash equivalents	11,448	13,748
Effect of exchange rate changes	51	512
Cash and cash equivalents at the beginning of financial period	(154)	(1,185)
Cash and cash equivalents at the end of financial period	11,345	13,075
Cash and cash equivalents at the end of financial period comprise of : Deposits, bank and cash balances Bank overdrafts	11,921 (576) 11,345	15,056 (1,981) 13,075

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.