

OGAWA WORLD BERHAD (712499 - V)
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED
DECEMBER 31, 2011**

(The figures have not been audited)

	<u>Notes</u>	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31.12.2011 RM'000	Preceding Year Corresponding Quarter 31.12.2010 RM'000	Current Year To Date 31.12.2011 RM'000	Preceding Year Corresponding Period 31.12.2010 RM'000
Revenue		44,040	41,061	85,568	79,296
Changes in inventories of trading merchandise		1,512	1,056	506	1,928
Trading merchandise purchased		(18,315)	(16,281)	(32,333)	(32,002)
Other operating income	B5	935	139	1,536	394
Other operating expenses	B5	(32,033)	(23,850)	(59,642)	(47,399)
(Loss)/Profit from operations		<u>(3,861)</u>	<u>2,125</u>	<u>(4,365)</u>	<u>2,217</u>
Finance costs		(4)	(11)	(25)	(23)
Interest income		160	244	324	285
(Loss)/Profit before tax		<u>(3,705)</u>	<u>2,358</u>	<u>(4,066)</u>	<u>2,479</u>
Taxation	B6	(40)	(600)	(346)	(856)
(Loss)/Profit for the period		<u>(3,745)</u>	<u>1,758</u>	<u>(4,412)</u>	<u>1,623</u>
(Loss)/Profit attributable to :-					
Equity holders of the Company		<u>(3,745)</u>	<u>1,758</u>	<u>(4,412)</u>	<u>1,623</u>
Earnings per share attributable to equity holders of the Company (sen)	B11				
- Basic		<u>-3.12</u>	<u>1.47</u>	<u>-3.68</u>	<u>1.35</u>
- Diluted		<u>n/a</u>	<u>n/a</u>	<u>n/a</u>	<u>n/a</u>
(Loss)/Profit for the period		(3,745)	1,758	(4,412)	1,623
Other comprehensive income/(loss), net of tax					
Foreign currency translation differences		(142)	55	870	(107)
Total comprehensive income/(loss) for the period		<u>(3,887)</u>	<u>1,813</u>	<u>(3,542)</u>	<u>1,516</u>
Total comprehensive income/(loss) attributable to:					
Equity holders of the Company		<u>(3,887)</u>	<u>1,813</u>	<u>(3,542)</u>	<u>1,516</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

OGAWA WORLD BERHAD (712499 - V)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2011
(The figures have not been audited)

	<u>Notes</u>	As At 31.12.2011 RM '000	As At 30.06.2011 RM '000
ASSETS			
Non-Current Assets			
Property, plant and equipment		14,546	14,420
Goodwill on consolidation		10	10
Deferred tax assets		137	132
		14,693	14,562
Current Assets			
Inventories		19,026	18,965
Trade receivables		7,492	5,857
Other receivables and prepaid expenses		18,490	11,354
Short-term deposits with licensed bank		13,138	18,860
Cash and bank balances		22,580	29,473
Tax recoverable		3,227	2,051
		83,953	86,560
TOTAL ASSETS		98,646	101,122
EQUITY AND LIABILITIES			
Capital and Reserves			
Issued capital		60,000	60,000
Reserves		537	7,495
		60,537	67,495
Equity attributable to equity holders of the Company		60,537	67,495
Non-Current Liabilities			
Hire-purchase payables	B8	74	273
Deferred tax liabilities		-	-
		74	273
Current Liabilities			
Trade payables		10,863	9,586
Other payables and accrued expenses		27,030	23,562
Amount owing to directors		24	-
Hire-purchase payables	B8	118	206
Tax liabilities		-	-
		38,035	33,354
TOTAL LIABILITIES		38,109	33,627
TOTAL EQUITY AND LIABILITIES		98,646	101,122
Net assets per share attributable to ordinary equity holders of the parent (RM)		0.50	0.56

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

OGAWA WORLD BERHAD (712499 - V)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED
DECEMBER 31, 2011**

(The figures have not been audited)

	Issued Capital RM'000	Reverse Acquisition Reserve RM'000	Translation Reserve RM'000	Share Premium RM'000	ESOS Reserve RM'000	Retained Earnings RM'000	Total RM'000
At June 30, 2011	60,000	(27,204)	(699)	7,250	536	27,612	67,495
Other comprehensive income	-	-	870	-	-	-	870
Share options granted under ESOS	-	-	-	-	184	-	184
Loss for the period	-	-	-	-	-	(4,412)	(4,412)
Total comprehensive income / (loss) for the period	-	-	870	-	184	(4,412)	(3,358)
Dividend paid (Note A7)	-	-	-	-	-	(3,600)	(3,600)
At December 31, 2011	60,000	(27,204)	171	7,250	720	19,600	60,537
At June 30, 2010	60,000	(27,204)	-	(528)	7,250	-	24,803
Other comprehensive loss	-	-	(171)	-	-	-	(171)
Share options granted under ESOS	-	-	-	-	536	-	536
Profit for the period	-	-	-	-	-	6,409	6,409
Total comprehensive income / (loss) for the period	-	-	(171)	-	536	6,409	6,774
Dividend paid	-	-	-	-	-	(3,600)	(3,600)
At June 30, 2011	60,000	(27,204)	(699)	7,250	536	27,612	67,495

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

OGAWA WORLD BERHAD (712499 - V)
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED
DECEMBER 31, 2011**

(The figures have not been audited)

	Current Year To Date 31.12.2011 RM '000	Preceding Year To Date 30.06.2011 RM '000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax	(4,066)	8,216
Adjustments for:		
Depreciation of property, plant and equipment	2,603	5,013
Property, plant & equipment written off	161	256
Impairment on property, plant and equipment	296	-
Provision for employee compensation costs	455	-
Finance costs	25	75
Interest income	(324)	(712)
Allowance for doubtful debts	87	-
Allowance for doubtful debts no longer required	-	(551)
Allowance for obsolete stocks	1,027	256
Provision/(Reversal) for unutilised leaves	-	114
Bad debts written off	-	127
Inventories written off	-	34
Gain on disposals of property, plant and equipment	(292)	(875)
Unrealised loss/(gain) on foreign exchange	82	(82)
Share option granted under ESOS	184	536
Operating profit before working capital changes	238	12,407
(Increase)/Decrease in:		
Inventories	(1,086)	(6,667)
Trade receivables	(1,728)	1,451
Other receivables and prepaid expenses	(7,132)	(2,762)
Increase/(Decrease) in:		
Trade payables	1,340	2,915
Other payables and accrued expenses	3,055	4,155
Amount owing to directors	24	(79)
Cash (used in)/generated from operations	(5,289)	11,420
Income tax paid	(1,522)	(2,150)
Net cash (used in)/generated from operating activities	(6,811)	9,270
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(3,295)	(5,211)
Decrease in fixed deposits with licensed bank	2,174	7,822
Proceeds from disposals of property, plant and equipment	401	1,057
Interest received	324	712
Net cash (used in)/from investing activities	(396)	4,380
CASH FLOWS USED IN FINANCING ACTIVITIES		
Finance costs paid	(25)	(75)
Repayment of hire-purchase payables	(287)	(2,901)
Dividend paid	(3,600)	(3,600)
Net cash used in financing activities	(3,912)	(6,576)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(11,119)	7,074
Effect of Exchange Rate Changes On Cash & Cash Equivalents	677	(50)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	44,673	37,649
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	34,231	44,673

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.