

**METROD (MALAYSIA) BERHAD**

Interim report for the first quarter ended 31 March 2009

**Condensed Consolidated Income Statements**

|   | <b>Current<br/>Quarter<br/>31/03/2009<br/>RM'000</b> | <b>Comparative<br/>Quarter<br/>31/03/2008<br/>RM'000</b> | <b>Current<br/>Year To Date<br/>31/03/2009<br/>RM'000</b> | <b>Comparative<br/>Year To Date<br/>31/03/2008<br/>RM'000</b> |
|---|--|--|---|---|
| Revenue   | <b>306,448</b>                                       | 515,942  | <b>306,448</b>  | 515,942   |
| Operating Expenses  | <b>-298,247</b>                                      | -503,826   | <b>-298,247</b>   | -503,826  |
| Other Operating Income  | <b>3,248</b>   | 1,638  | <b>3,248</b>  | 1,638   |
| Profit from Operations  | <b>11,449</b>  | 13,754   | <b>11,449</b>   | 13,754  |
| Finance costs   | <b>-5,191</b>  | -5,093   | <b>-5,191</b>   | -5,093  |
| Investing Results   | <b>0</b>   | 0  | <b>0</b>  | 0   |
| Profit from ordinary activities<br>before tax                   | <b>6,258</b>   | 8,661  | <b>6,258</b>  | 8,661   |
| Taxation  | <b>-1,478</b>  | -2,182   | <b>-1,478</b>   | -2,182  |
| Profit from ordinary activities<br>after tax                    | <b>4,780</b>   | 6,479  | <b>4,780</b>  | 6,479   |
| Minority Interest   | <b>0</b>   | 0  | <b>0</b>  | 0   |
| Profit attributable to ordinary equity<br>holders of the parent | <b>4,780</b>   | 6,479  | <b>4,780</b>  | 6,479   |
| Earnings per share (Sen)  |  |  |   |   |
| - Basic   | 7.97   | 10.80  | <b>7.97</b>   | 10.80   |
| - Diluted   | <b>N.A</b>   | N.A  | <b>N.A</b>  | N.A   |

*N.A - Not Applicable*

*The Condensed Consolidated Income Statements should be read in conjunction with the  
Annual Financial Report for the year ended 31 December 2008*

**METROD (MALAYSIA) BERHAD**

Interim report for the first quarter ended 31 March 2009

**Condensed Consolidated Balance Sheets**

|   | <b>As at<br/>Current<br/>Financial<br/>Period end<br/>31/03/2009<br/>RM'000</b> | <b>As at<br/>Preceding<br/>Financial<br/>Year end<br/>31/12/2008<br/>RM'000</b> |
|---|---|---|
| <b>Non current assets</b>                     |   |   |
| Property, plant and equipment                 | 290,105   | 263,983   |
| Deferred tax assets                           | 27,170  | 27,666  |
| Intangible assets                             | 2,861   | 3,393   |
| Goodwill on consolidation                     | 25,770  | 25,989  |
| Prepaid Lease Payment                         | 9,039   | 8,834   |
|   | <b>354,945</b>  | <b>329,865</b>  |
| <b>Current assets</b>                         |   |   |
| Inventories                                   | 129,718   | 185,380   |
| Trade and other receivables                   | 201,300   | 232,984   |
| Marketable securities                         | 424   | 4,795   |
| Deposits, bank and cash balances              | 204,179   | 215,461   |
| Tax recoverable                               | 1,697   | 5,995   |
|   | <b>537,318</b>  | <b>644,615</b>  |
| <b>Less : Current Liabilities</b>             |   |   |
| Trade and other payables                      | 77,044  | 112,733   |
| Provision                                     | 8,163   | 9,155   |
| Current tax liabilities                       | 5,498   | 5,570   |
| Post-employment benefit obligations           | 279   | 595   |
| Short term bank borrowings (interest bearing) | 280,544   | 336,452   |
|   | <b>371,528</b>  | <b>464,505</b>  |
| <b>Net Current Assets</b>                     | <b>165,790</b>  | <b>180,110</b>  |
| <b>Less: Non current liabilities</b>          |   |   |
| Term loan                                     | 191,686   | 193,315   |
| Post-employment benefit obligations           | 24,347  | 24,162  |
| Deferred tax liabilities                      | 1,278   | 1,182   |
| Deferred income                               | 4,031   | 5,420   |
|   | <b>221,342</b>  | <b>224,079</b>  |
|   | <b>299,393</b>  | <b>285,896</b>  |
| <b>Capital and reserves</b>                   |   |   |
| Share capital                                 | 60,000  | 60,000  |
| Share premium                                 | 17  | 17  |
| Exchange fluctuation reserve                  | 11,401  | 2,684   |
| Retained earnings                             | 227,975   | 223,195   |
|   | <b>299,393</b>  | <b>285,896</b>  |

*The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008*

**METROD (MALAYSIA) BERHAD**

Interim report for the first quarter ended 31 March 2009

**Condensed Consolidated Statement of Changes in Equity**

|   |                                     | <u>Non-distributable</u>            |   | <u>Distributable</u>                    |                         |
|---|-------------------------------------|-------------------------------------|---|---|-------------------------|
|   | <b>Share<br/>Capital<br/>RM'000</b> | <b>Share<br/>premium<br/>RM'000</b> | <b>Exchange<br/>fluctuation<br/>reserves<br/>RM'000</b> | <b>Retained<br/>earnings<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
| <b><u>3 months ended 31/03/2009</u></b>                   |                                     |                                     |   |   |                         |
| Balance at 01/01/2009                                     | 60,000                              | 17                                  | 2,684   | 223,195                                 | 285,896                 |
| Currency translation differences<br>arising in the period | 0                                   | 0                                   | 8,717   | 0                                       | 8,717                   |
| Net Profit for the period                                 | 0                                   | 0                                   | 0   | 4,780                                   | 4,780                   |
| Dividends for the year<br>ended 31 December 2008          | 0                                   | 0                                   | 0   | 0                                       | 0                       |
| Balance at 31/03/2009                                     | <b>60,000</b>                       | <b>17</b>                           | <b>11,401</b>   | <b>227,975</b>                          | <b>299,393</b>          |
| <b><u>3 months ended 31/03/2008</u></b>                   |                                     |                                     |   |   |                         |
| Balance at 01/01/2008                                     | 60,000                              | 17                                  | 338   | 165,459                                 | 225,814                 |
| Currency translation differences<br>arising in the period | 0                                   | 0                                   | -3,363  | 0                                       | -3,363                  |
| Net Profit for the period                                 | 0                                   | 0                                   | 0   | 6,479                                   | 6,479                   |
| Dividends for the year<br>ended 31 December 2007          | 0                                   | 0                                   | 0   | 0                                       | 0                       |
| Balance at 31/03/2008                                     | <b>60,000</b>                       | <b>17</b>                           | <b>-3,025</b>   | <b>171,938</b>                          | <b>228,930</b>          |

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008*

**METROD (MALAYSIA) BERHAD**

Interim report for the first quarter ended 31 March 2009

**Condensed Consolidated Cash Flow Statements**

|   | <b>Current<br/>Year To Date<br/>ended<br/>31/03/2009<br/>RM'000</b> | <b>Preceding<br/>Year To Date<br/>ended<br/>31/03/2008<br/>RM'000</b> |
|---|---|---|
| <b><i>Operating activities</i></b>                      |   |   |
| Cash from operations                                    | 71,479  | -62,406   |
| Interest paid   | -5,283  | -5,241  |
| Tax refund  | 3,373   | 1,492   |
| Tax paid  | -2,717  | -1,642  |
| Net cash flow from operating activities                 | <u>66,852</u>   | <u>-67,797</u>  |
| <b><i>Investing Activities</i></b>                      |   |   |
| Purchase of property, plant and equipment               | -24,624   | -8,502  |
| Proceeds from disposal of property, plant and equipment | 356   | 935   |
| Investment in subsidiaries                              | 0   | 0   |
| Proceeds from disposal of investment                    | 0   | 0   |
| Disposal of / (Investment in) marketable securities     | 4,244   | -3,747  |
| Dividend received                                       | 56  | 0   |
| Interest received                                       | 1,428   | 898   |
| Net cash flow from investing activities                 | <u>-18,540</u>  | <u>-10,416</u>  |
| <b><i>Financing Activities</i></b>                      |   |   |
| (Repayment)/ drawdown of short term borrowings (net)    | -60,988   | 39,503  |
| Deposits pledged as securities                          | 250   | 0   |
| (Repayment) / drawdown of term loan (net)               | 0   | 40,295  |
| Cash grant received                                     | 0   | 0   |
| Dividends paid to shareholders                          | 0   | 0   |
| Net cash flow from financing activities                 | <u>-60,738</u>  | <u>79,798</u>   |
| Changes in cash and cash equivalents                    | -12,426   | 1,585   |
| Currency translation differences                        | 1,401   | 730   |
| <b>Cash and cash equivalents</b>                        |   |   |
| - at start of year                                      | <u>173,581</u>  | <u>48,317</u>   |
| - at end of year  | <u>162,556</u>  | <u>50,632</u>   |

*The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008*