

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED BALANCE SHEET

AT 30 JUNE 2009

	Unaudited 30 June 2009 RM'000	Audited 31 December 2008 RM'000
ASSETS		
Property, plant and equipment	268,626	273,569
Prepaid lease payments	3,620	3,660
Quoted investments	23	23
Deferred tax assets	9	9
Goodwill	1,438	1,438
Total non-current assets	273,716	278,699
Inventories	70,813	91,103
Property held for sale	323	488
Trade and other receivables	60,979	63,147
Current tax assets	1,402	2,264
Cash and bank balances	23,518	25,713
Total current assets	157,035	182,715
Total assets	430,751	461,414
EQUITY		
Share capital	90,924	90,924
Reserves	49,522	55,006
Total equity attributable to the equity holders of the Company	140,446	145,930
Minority interests	9,918	10,841
Total equity	150,364	156,771
LIABILITIES		
Loans and borrowings	102,059	102,957
Deferred tax liabilities	9,932	10,414
Employee benefits	2,285	2,285
Total non-current liabilities	114,276	115,656
Trade and other payables	19,452	10,798
Loans and borrowings	146,523	178,056
Current tax liabilities	136	133
Total current liabilities	166,111	188,987
Total liabilities	280,387	304,643
Total equity and liabilities	430,751	461,414
Net Assets per share of RM0.50 each attributable to ordinary equity holders of the Company (sen)	72	75

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

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED INCOME STATEMENTS

For the period ended 30 June 2009

	3 months ended 30 June		Year to date ended 30 June	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
Revenue	82,329	141,865	154,364	263,243
Cost of sales	(71,824)	(114,601)	(140,358)	(220,236)
Gross profit	10,505	27,264	14,006	43,007
Other income	92	1,545	418	2,757
Selling and distribution expenses	(1,045)	(1,791)	(2,052)	(3,541)
Administrative expenses	(4,215)	(6,000)	(10,986)	(11,037)
Interest expense	(2,596)	(3,967)	(5,525)	(7,524)
Profit/(Loss) before taxation	2,741	17,051	(4,139)	23,662
Tax income/(expense)	(821)	(4,288)	(802)	(5,945)
Profit/(Loss) for the period	1,920	12,763	(4,941)	17,717
Attributable to:				
Equity holders of the Company	2,196	11,074	(4,018)	15,486
Minority interests	(276)	1,689	(923)	2,231
	1,920	12,763	(4,941)	17,717
Basic earnings/(loss) per ordinary share of RM0.50 each (sen)	1.12	7.39	(2.05)	10.33
Diluted earnings/(loss) per ordinary share of RM0.50 each (sen)	0.84	7.39	(1.54)	10.33

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

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2009

	Attributable to Equity Holders of the Company							Minority Interests RM'000	Total Equity RM'000
	Non-distributable				Distributable		Total RM'000		
	Share Capital RM'000	Warrant Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Capital Reserve RM'000	Retained Profits RM'000			
At 1 January 2009	90,924	6,843	-	6,058	1,793	40,312	145,930	10,841	156,771
Loss for the period	-	-	-	-	-	(4,018)	(4,018)	(923)	(4,941)
Dividend paid	-	-	-	-	-	(1,466)	(1,466)	-	(1,466)
At 30 June 2009	<u>90,924</u>	<u>6,843</u>	<u>-</u>	<u>6,058</u>	<u>1,793</u>	<u>34,828</u>	<u>140,446</u>	<u>9,918</u>	<u>150,364</u>
At 1 January 2008	65,178	-	500	11,475	1,793	44,806	123,752	9,688	133,440
Two-call rights issue	25,746	6,843	(500)	(5,400)	-	(4,438)	22,251	-	22,251
Rights issue by subsidiaries	-	-	-	-	-	-	-	798	798
Realisation of revaluation reserve	-	-	-	(17)	-	17	-	-	-
Profit for the year	-	-	-	-	-	1,230	1,230	1,453	2,683
Total recognised income and expense for the year	-	-	-	(17)	-	1,247	1,230	1,453	2,683
Dividends paid to:									
- shareholders of the Company	-	-	-	-	-	(1,303)	(1,303)	-	(1,303)
- minority shareholders	-	-	-	-	-	-	-	(1,098)	(1,098)
At 31 December 2008	<u>90,924</u>	<u>6,843</u>	<u>-</u>	<u>6,058</u>	<u>1,793</u>	<u>40,312</u>	<u>145,930</u>	<u>10,841</u>	<u>156,771</u>

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

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the period ended 30 June 2009

	2009	2008
	RM'000	RM'000
Cash flows from operating activities		
(Loss)/Profit before taxation	(4,139)	23,662
Adjustments for:		
Depreciation of property, plant and equipment	9,077	8,237
Amortisation of prepaid lease payments	40	40
Gain on disposal of property, plant & equipment	(207)	(170)
Interest expense	5,525	7,524
Interest income	(210)	(308)
Operating profit before changes in working capital	10,086	38,985
Changes in working capital:		
Properties held for sale	165	-
Inventories	20,290	20,390
Trade and other receivables	2,167	(6,808)
Trade and other payables	8,654	12,361
Cash generated from operations	41,362	64,928
Income tax paid	(418)	(541)
Interest paid	(2,691)	(4,209)
Interest received	146	276
Net cash from operating activities	38,399	60,454
Cash flows from investing activities		
Acquisition of property, plant and equipment	(4,138)	(19,113)
Proceeds from disposal of property, plant & equipment	211	171
Interest received	75	31
Increase in deposits pledged with banks	(1,873)	(2,073)
Net cash used in investing activities	(5,725)	(20,984)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the period ended 30 June 2009

	2009	2008
	RM'000	RM'000
Cash flows from financing activities		
Repayment of loans	(6,731)	(979)
Repayment of bankers' acceptances and revolving credit	(24,094)	(21,005)
Repayment of finance leases	(3,351)	(2,750)
Interest paid	(2,845)	(3,314)
Dividend paid to:		
- shareholders of the Company	(1,466)	(3,259)
- minority shareholders	-	(435)
Proceeds from issuance of shares to minority shareholders	-	798
Net cash used in financing activities	<u><u>(38,487)</u></u>	<u><u>(30,944)</u></u>
Net increase/(decrease) in cash and cash equivalents	(5,813)	8,526
Cash and cash equivalents at beginning of year	<u>6,988</u>	<u>2,506</u>
Cash and cash equivalents at end of year	<u><u>1,175</u></u>	<u><u>11,032</u></u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,196	1,155
Cash and bank balances	11,036	21,568
Bank overdrafts	<u>(11,057)</u>	<u>(11,691)</u>
	<u><u>1,175</u></u>	<u><u>11,032</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008)