

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED BALANCE SHEET AT 30 SEPTEMBER 2009

	Unaudited 30 September 2009 RM'000	Audited 31 December 2008 RM'000
<b>ASSETS</b>		
Property, plant and equipment	264,367	273,569
Prepaid lease payments	3,600	3,660
Quoted investments	23	23
Deferred tax assets	9	9
Goodwill	1,438	1,438
<b>Total non-current assets</b>	<u>269,437</u>	<u>278,699</u>
Inventories	80,805	91,103
Property held for sale	323	488
Trade and other receivables	58,875	63,147
Current tax assets	1,069	2,264
Cash and bank balances	30,081	25,713
<b>Total current assets</b>	<u>171,153</u>	<u>182,715</u>
<b>Total assets</b>	<u><u>440,590</u></u>	<u><u>461,414</u></u>
<b>EQUITY</b>		
Share capital	90,924	90,924
Reserves	56,668	55,006
<b>Total equity attributable to the equity holders of the Company</b>	<u>147,592</u>	<u>145,930</u>
<b>Minority interests</b>	<u>10,773</u>	<u>10,841</u>
<b>Total equity</b>	<u><u>158,365</u></u>	<u><u>156,771</u></u>
<b>LIABILITIES</b>		
Loans and borrowings	103,481	102,957
Deferred tax liabilities	11,524	10,414
Employee benefits	2,285	2,285
<b>Total non-current liabilities</b>	<u>117,290</u>	<u>115,656</u>
Trade and other payables	31,160	10,798
Loans and borrowings	133,541	178,056
Current tax liabilities	234	133
<b>Total current liabilities</b>	<u>164,935</u>	<u>188,987</u>
<b>Total liabilities</b>	<u><u>282,225</u></u>	<u><u>304,643</u></u>
<b>Total equity and liabilities</b>	<u><u>440,590</u></u>	<u><u>461,414</u></u>
Net Assets per share of RM0.50 each attributable to ordinary equity holders of the Company (sen)	75	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 September 2009

	3 months ended 30 Sept		Year to date ended 30 Sept	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	92,553	133,296	246,917	396,539
Cost of sales	(74,204)	(117,358)	(214,562)	(337,594)
<b>Gross profit</b>	18,349	15,938	32,355	58,945
Other income	568	(789)	986	1,968
Selling and distribution expenses	(1,315)	(1,582)	(3,367)	(5,123)
Administrative expenses	(5,046)	(8,160)	(16,032)	(19,197)
Interest expense	(2,397)	(4,689)	(7,922)	(12,213)
<b>Profit before taxation</b>	10,159	718	6,020	24,380
Tax expense	(2,158)	(203)	(2,960)	(6,148)
<b>Profit for the period</b>	8,001	515	3,060	18,232
<b>Attributable to:</b>				
Equity holders of the Company	7,145	494	3,128	15,980
Minority interests	856	21	(68)	2,252
	8,001	515	3,060	18,232
<b>Basic earnings/(loss) per ordinary share of RM0.50 each (sen)</b>	3.65	0.29	1.60	9.25
<b>Diluted earnings/(loss) per ordinary share of RM0.50 each (sen)</b>	2.74	0.21	1.20	6.72

(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 September 2009

	Attributable to Equity Holders of the Company								
	Non-distributable					Distributable		Minority Interests	Total Equity
	Share Capital	Warrant Reserve	Share Premium	Revaluation Reserve	Capital Reserve	Retained Profits	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
<b>At 1 January 2009</b>	90,924	6,843	-	6,058	1,793	40,312	145,930	10,841	156,771
Profit for the period	-	-	-	-	-	3,128	3,128	(68)	3,060
Dividend paid	-	-	-	-	-	(1,466)	(1,466)	-	(1,466)
<b>At 30 September 2009</b>	<u>90,924</u>	<u>6,843</u>	<u>-</u>	<u>6,058</u>	<u>1,793</u>	<u>41,974</u>	<u>147,592</u>	<u>10,773</u>	<u>158,365</u>
<b>At 1 January 2008</b>	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)
<b>At 31 December 2008</b>	<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 September 2009

	2009	2008
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	6,020	24,380
Adjustments for:		
Depreciation of property, plant and equipment	13,651	12,738
Amortisation of prepaid lease payments	60	60
Gain on disposal of property, plant & equipment	(295)	(300)
Fixed assets written off	14	-
Interest expense	7,927	12,207
Interest income	(380)	(605)
	<u>26,997</u>	<u>48,480</u>
Operating profit before changes in working capital	26,997	48,480
Changes in working capital:		
Properties held for sale	165	-
Inventories	10,298	(27,834)
Trade and other receivables	4,272	7,368
Trade and other payables	20,362	10,101
	<u>62,094</u>	<u>38,115</u>
Cash generated from operations	62,094	38,115
Income tax paid	(554)	(1,229)
Interest paid	(3,659)	(7,115)
Interest received	185	376
	<u>58,066</u>	<u>30,147</u>
<b>Net cash from operating activities</b>	<u><u>58,066</u></u>	<u><u>30,147</u></u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(4,824)	(24,378)
Proceeds from disposal of property, plant & equipment	656	2,642
Interest received	194	230
Increase in deposits pledged with banks	(1,956)	(2,653)
	<u>(5,930)</u>	<u>(24,159)</u>
<b>Net cash used in investing activities</b>	<u><u>(5,930)</u></u>	<u><u>(24,159)</u></u>

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the period ended 30 September 2009

	2009	2008
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Repayment of loans (net of loan proceeds)	(8,152)	(252)
Repayment of bankers' acceptances and revolving credit	(21,918)	12,325
Repayment of finance leases	(5,060)	(4,225)
Interest paid	(4,267)	(5,092)
Dividend paid to:		
- shareholders of the Company	(1,466)	(3,259)
- minority shareholders	-	(435)
Proceeds from issuance of shares under rights issue	-	22,812
Proceeds from issuance of shares to minority shareholders	-	798
<b>Net cash (used in)/generated from financing activities</b>	<u>(40,863)</u>	<u>22,672</u>
<b>Net increase in cash and cash equivalents</b>	11,273	28,660
<b>Cash and cash equivalents at beginning of year</b>	<u>6,988</u>	<u>2,506</u>
<b>Cash and cash equivalents at end of year</b>	<u>18,261</u>	<u>31,166</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,196	1,155
Cash and bank balances	17,516	31,454
Bank overdrafts	(451)	(1,443)
	<u>18,261</u>	<u>31,166</u>

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