

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2009

	Audited 31 December 2009 RM'000	Audited 31 December 2008 RM'000
<b>ASSETS</b>		
Property, plant and equipment	267,867	273,569
Prepaid lease payments	3,434	3,660
Quoted investments	23	23
Deferred tax assets	268	9
Goodwill	1,438	1,438
<b>Total non-current assets</b>	<u>273,030</u>	<u>278,699</u>
Inventories	135,749	91,103
Property held for sale	323	488
Trade and other receivables	63,443	63,147
Current tax assets	869	2,264
Cash and bank balances	19,710	25,713
<b>Total current assets</b>	<u>220,094</u>	<u>182,715</u>
<b>Total assets</b>	<u><u>493,124</u></u>	<u><u>461,414</u></u>
<b>EQUITY</b>		
Share capital	90,924	90,924
Reserves	63,478	55,006
<b>Total equity attributable to the equity holders of the Company</b>	<u>154,402</u>	<u>145,930</u>
<b>Minority interest</b>	<u>12,660</u>	<u>10,841</u>
<b>Total equity</b>	<u><u>167,062</u></u>	<u><u>156,771</u></u>
<b>LIABILITIES</b>		
Loans and borrowings	88,479	102,957
Deferred tax liabilities	14,499	10,414
Employee benefits	2,569	2,285
<b>Total non-current liabilities</b>	<u>105,547</u>	<u>115,656</u>
Trade and other payables	23,259	10,798
Loans and borrowings	196,861	178,056
Current tax liabilities	395	133
<b>Total current liabilities</b>	<u>220,515</u>	<u>188,987</u>
<b>Total liabilities</b>	<u><u>326,062</u></u>	<u><u>304,643</u></u>
<b>Total equity and liabilities</b>	<u><u>493,124</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)	79	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 31 December 2009

	3 months ended 31 Dec		Year to date ended 31 Dec	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	94,566	82,738	341,483	479,278
Cost of sales	(72,334)	(87,284)	(286,896)	(424,879)
<b>Gross profit</b>	22,232	(4,546)	54,587	54,399
Other income	(77)	(88)	909	1,880
Selling and distribution expenses	(1,197)	(1,035)	(4,564)	(6,158)
Administrative expenses	(8,534)	(11,287)	(24,566)	(30,484)
Interest expense	(2,869)	(2,624)	(10,791)	(14,837)
<b>Profit/(loss) before taxation</b>	9,555	(19,580)	15,575	4,800
Tax expense	(2,258)	4,031	(5,218)	(2,117)
<b>Profit/(loss) for the period</b>	7,297	(15,549)	10,357	2,683
<b>Attributable to:</b>				
Equity holders of the Company	6,810	(14,750)	9,938	1,230
Minority interests	487	(799)	419	1,453
	7,297	(15,549)	10,357	2,683
<b>Basic earnings/(loss) per ordinary share of RM0.50 each (sen)</b>	3.48	(8.54)	5.08	0.71
<b>Diluted earnings/(loss) per ordinary share of RM0.50 each (sen)</b>	-	-	-	-

(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 31 December 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			
<b>At 1 January 2009</b>	90,924	6,843	-	6,058	1,793	40,312	145,930	10,841	156,771
Rights issue by subsidiary	-	-	-	-	-	-	-	1,400	1,400
Profit for the period	-	-	-	-	-	9,938	9,938	419	10,357
Dividend paid	-	-	-	-	-	(1,466)	(1,466)	-	(1,466)
<b>At 31 December 2009</b>	<u>90,924</u>	<u>6,843</u>	<u>-</u>	<u>6,058</u>	<u>1,793</u>	<u>48,784</u>	<u>154,402</u>	<u>12,660</u>	<u>167,062</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 31 December 2009

	2009	2008
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	15,575	4,800
Adjustments for:		
Depreciation of property, plant and equipment	18,512	17,527
Amortisation of prepaid lease payments	79	80
Dividend income	-	-
Gain on disposal of property, plant & equipment	(121)	(296)
Write-down of property plant and equipment	2,049	-
Interest expense	10,791	14,837
Interest income	(660)	(1,058)
Provision for retirement benefits	338	137
Unrealised foreign exchange (gain)/loss	(246)	1,525
Write-down of property held for sale	-	33
	<u>46,317</u>	<u>37,585</u>
Operating profit before changes in working capital	46,317	37,585
Changes in working capital:		
Properties held for sale	165	2,237
Inventories	(44,645)	24,902
Trade and other receivables	(743)	30,691
Trade and other payables	12,460	(13,591)
	<u>13,554</u>	<u>81,824</u>
Cash generated from operations	13,554	81,824
Income tax (refunded)/(paid)	266	(2,280)
Interest paid	(5,206)	(7,954)
Interest received	300	804
Retirement benefits paid	(54)	(21)
	<u>8,860</u>	<u>72,373</u>
<b>Net cash from operating activities</b>	<u>8,860</u>	<u>72,373</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(10,319)	(19,631)
Proceeds from disposal of property, plant & equipment	677	421
Interest received	373	429
Increase in deposits pledged with banks	(2,047)	(2,761)
	<u>(11,316)</u>	<u>(21,542)</u>
<b>Net cash used in investing activities</b>	<u>(11,316)</u>	<u>(21,542)</u>

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the period ended 31 December 2009

	2009	2008
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Repayment of loans	(12,763)	(6,986)
Net proceed from/(repayment of) bankers' acceptances and revolving credits	20,413	(45,467)
Repayment of finance leases	(5,829)	(5,705)
Interest paid	(5,585)	(6,883)
Dividend paid to:		
- shareholders of the Company	(1,466)	(3,259)
- minority shareholders	-	(1,098)
Proceeds from issuance of shares under rights issue	-	22,251
Proceeds from issuance of shares to minority shareholders	1,400	798
<b>Net cash used in financing activities</b>	<u>(3,830)</u>	<u>(46,349)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(6,286)	4,482
<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><u>702</u></u>	<u><u>6,988</u></u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,238	1,196
Cash and bank balances	7,011	15,104
Bank overdrafts	<u>(7,547)</u>	<u>(9,312)</u>
	<u><u>702</u></u>	<u><u>6,988</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)**