

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2010

	Unaudited 31 March 2010 RM'000	Audited 31 December 2009 RM'000
ASSETS		
Property, plant and equipment	271,113	267,867
Prepaid lease payments	3,414	3,434
Quoted investments	23	23
Deferred tax assets	295	268
Goodwill	1,438	1,438
Total non-current assets	276,283	273,030
Inventories	152,195	135,749
Property held for sale	323	323
Trade and other receivables	85,488	63,443
Current tax assets	779	869
Cash and bank balances	26,050	19,710
Total current assets	264,835	220,094
Total assets	541,118	493,124
EQUITY		
Share capital	90,924	90,924
Reserves	68,639	63,478
Total equity attributable to owners of the Company	159,563	154,402
Minority interest	13,406	12,660
Total equity	172,969	167,062
LIABILITIES		
Loans and borrowings	95,807	88,479
Deferred tax liabilities	15,806	14,499
Employee benefits	2,569	2,569
Total non-current liabilities	114,182	105,547
Trade and other payables	44,441	23,259
Loans and borrowings	208,813	196,861
Current tax liabilities	713	395
Total current liabilities	253,967	220,515
Total liabilities	368,149	326,062
Total equity and liabilities	541,118	493,124
Net Assets per share of RM0.50 each attributable to owners of the Company (sen)	82	79

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st December 2009)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 March 2010 - unaudited

	3 months ended 31 March		Year to date ended 31 March	
	2010	2009	2010	2009
	RM'000	RM'000	RM'000	RM'000
Revenue	117,458	72,035	117,458	72,035
Cost of sales	(100,078)	(68,534)	(100,078)	(68,534)
Gross profit	17,380	3,501	17,380	3,501
Other income	503	326	503	326
Selling and distribution expenses	(1,463)	(1,008)	(1,463)	(1,008)
Administrative expenses	(5,520)	(6,771)	(5,520)	(6,771)
Interest expense	(2,940)	(2,929)	(2,940)	(2,929)
Profit/(loss) before taxation	7,960	(6,881)	7,960	(6,881)
Income tax expense	(2,053)	20	(2,053)	20
Profit/(loss) for the period	<u>5,907</u>	<u>(6,861)</u>	<u>5,907</u>	<u>(6,861)</u>
Attributable to:				
Owners of the Company	5,161	(6,214)	5,161	(6,214)
Minority interests	746	(647)	746	(647)
Profit/(loss) for the period	<u>5,907</u>	<u>(6,861)</u>	<u>5,907</u>	<u>(6,861)</u>
Basic earnings/(loss) per ordinary share of RM0.50 each (sen)	<u>2.64</u>	<u>(3.18)</u>	<u>2.64</u>	<u>(3.18)</u>
Diluted earnings/(loss) per ordinary share of RM0.50 each (sen)	<u>2.63</u>	<u>(3.18)</u>	<u>2.63</u>	<u>(3.18)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2009)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2010

	Attributable to Owners of the Company							Minority Interest 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			
<i>Unaudited</i>									
At 1 January 2010	90,924	6,843	-	6,058	1,793	48,784	154,402	12,660	167,062
Profit for the period	-	-	-	-	-	5,161	5,161	746	5,907
At 31 March 2010	<u>90,924</u>	<u>6,843</u>	<u>-</u>	<u>6,058</u>	<u>1,793</u>	<u>53,945</u>	<u>159,563</u>	<u>13,406</u>	<u>172,969</u>
<i>Audited</i>									
At 1 January 2009	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 year	-	-	-	-	-	9,938	9,938	419	10,357
Dividend paid	-	-	-	-	-	(1,466)	(1,466)	-	(1,466)
At 31 December 2009	<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>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2009)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2010 - unaudited

	Three months ended 31 March	
	2010	2009
	RM'000	RM'000
Cash flows from operating activities		
Profit/(loss) before taxation	7,960	(6,881)
Adjustments for:		
Depreciation of property, plant and equipment	4,560	4,536
Amortisation of prepaid lease payments	20	20
Change in fair value of derivatives	(252)	-
Gain on disposal of property, plant & equipment	(6)	(199)
Interest expense	2,940	3,000
Interest income	(301)	(118)
Operating profit before changes in working capital	14,921	358
Changes in working capital:		
Inventories	(16,446)	28,688
Trade and other receivables	(21,643)	5,859
Trade and other payables	20,781	2,955
Cash (used in)/generated from operations	(2,387)	37,860
Income tax paid	(364)	(270)
Interest paid	(1,632)	(1,515)
Interest received	264	109
Net cash (used in)/from operating activities	(4,119)	36,184
Cash flows from investing activities		
Acquisition of property, plant and equipment	(9,073)	(363)
Proceeds from disposal of property, plant & equipment	153	61
Interest received	36	8
Increase in deposits pledged with banks	(50)	(465)
Net cash used in investing activities	(8,934)	(759)

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(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2010 - unaudited

	Three months ended 31 March	
	2010	2009
	RM'000	RM'000
Cash flows from financing activities		
Net proceeds from/(repayment of) loans	5,445	(3,052)
Net proceeds from/(repayment of) bankers' acceptances and revolving credits	19,930	(34,939)
Repayment of finance leases	(1,581)	(1,656)
Interest paid	(1,309)	(1,484)
Net cash from/(used in) financing activities	<u>22,485</u>	<u>(41,131)</u>
Net increase/(decrease) in cash and cash equivalents	9,432	(5,706)
Cash and cash equivalents at beginning of year	<u>702</u>	<u>6,988</u>
Cash and cash equivalents at end of year	<u>10,134</u>	<u>1,282</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,238	1,196
Cash and bank balances	13,301	6,924
Bank overdrafts	<u>(4,405)</u>	<u>(6,838)</u>
	<u>10,134</u>	<u>1,282</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2009)