

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2011

	Unaudited 31 March 2011 RM'000	Audited 31 December 2010 RM'000
<b>ASSETS</b>		
Property, plant and equipment	287,298	284,227
Quoted investments	23	23
Deferred tax assets	107	107
Goodwill	1,438	1,438
<b>Total non-current assets</b>	<b>288,866</b>	<b>285,795</b>
Inventories	169,019	137,930
Property held for sale	323	323
Trade and other receivables	92,543	87,591
Current tax assets	599	441
Cash and cash equivalents	26,051	26,298
<b>Total current assets</b>	<b>288,535</b>	<b>252,583</b>
<b>Total assets</b>	<b>577,401</b>	<b>538,378</b>
<b>EQUITY</b>		
Share capital	101,787	101,787
Reserves	66,857	70,121
<b>Total equity attributable to owners of the Company</b>	<b>168,644</b>	<b>171,908</b>
<b>Non-controlling interests</b>	<b>16,294</b>	<b>15,615</b>
<b>Total equity</b>	<b>184,938</b>	<b>187,523</b>
<b>LIABILITIES</b>		
Loans and borrowings	89,374	85,732
Deferred tax liabilities	16,938	17,511
Employee benefits	2,920	2,920
<b>Total non-current liabilities</b>	<b>109,232</b>	<b>106,163</b>
Trade and other payables	42,068	25,155
Loans and borrowings	240,871	219,117
Current tax liabilities	292	420
<b>Total current liabilities</b>	<b>283,231</b>	<b>244,692</b>
<b>Total liabilities</b>	<b>392,463</b>	<b>350,855</b>
<b>Total equity and liabilities</b>	<b>577,401</b>	<b>538,378</b>
Net Assets per ordinary share of RM0.50 each attributable to owners of the Company (sen)	86	88

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010)

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 March 2011 - unaudited

	3 months ended 31 March		Year to date ended 31 March	
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	111,755	117,458	111,755	117,458
Cost of sales	(102,748)	(100,078)	(102,748)	(100,078)
<b>Gross profit</b>	9,007	17,380	9,007	17,380
Other income	678	503	678	503
Selling and distribution expenses	(1,464)	(1,463)	(1,464)	(1,463)
Administrative expenses	(6,803)	(5,520)	(6,803)	(5,520)
Finance costs	(4,363)	(2,940)	(4,363)	(2,940)
<b>(Loss)/Profit before taxation</b>	(2,945)	7,960	(2,945)	7,960
Income tax expense	360	(2,053)	360	(2,053)
<b>(Loss)/Profit and total comprehensive (loss)/income for the period</b>	(2,585)	5,907	(2,585)	5,907
<b>Attributable to:</b>				
Owners of the Company	(3,264)	5,161	(3,264)	5,161
Non-controlling interests	679	746	679	746
<b>(Loss)/Profit and total comprehensive (loss)/income for the period</b>	(2,585)	5,907	(2,585)	5,907
Basic (loss)/earnings per ordinary share of RM0.50 each (sen)	(1.67)	2.64	(1.67)	2.64
Diluted (loss)/earnings per ordinary share of RM0.50 each (sen)	(1.58)	2.63	(1.58)	2.63

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010)

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2011

	Attributable to owners of the Company									Non-controlling Interest RM'000	Total Equity RM'000
	Non-distributable						Distributable		Total RM'000		
	Ordinary Share Capital RM'000	RCPS* 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>											
<b>At 1 January 2011</b>	90,924	10,863	6,843	1,969	6,058	1,793	53,458	171,908	15,615	187,523	
Total comprehensive loss for the year	-	-	-	-	-	-	(3,264)	(3,264)	679	(2,585)	
<b>At 31 March 2011</b>	<u>90,924</u>	<u>10,863</u>	<u>6,843</u>	<u>1,969</u>	<u>6,058</u>	<u>1,793</u>	<u>50,194</u>	<u>168,644</u>	<u>16,294</u>	<u>184,938</u>	
<i>Audited</i>											
<b>At 1 January 2010</b>	90,924	-	6,843	-	6,058	1,793	48,784	154,402	12,660	167,062	
RCPS issued	-	10,863	-	1,969	-	-	-	12,832	-	12,832	
Total comprehensive income for the year	-	-	-	-	-	-	9,562	9,562	2,955	12,517	
Dividend paid to owners of the Company	-	-	-	-	-	-	(4,888)	(4,888)	-	(4,888)	
<b>At 31 December 2010</b>	<u>90,924</u>	<u>10,863</u>	<u>6,843</u>	<u>1,969</u>	<u>6,058</u>	<u>1,793</u>	<u>53,458</u>	<u>171,908</u>	<u>15,615</u>	<u>187,523</u>	

\*Redeemable Convertible Preference Shares of RM0.50 each

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with  
the Annual Financial Report for the year ended 31 December 2010)

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2011 - unaudited

	Period ended 31 March	
	2011	2010
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit/(loss) before taxation	(2,945)	7,960
Adjustments for:		
Depreciation of property, plant and equipment	4,944	4,580
Change in fair value of derivatives	-	(252)
Gain on disposal of property, plant & equipment	6	(6)
Finance costs	4,355	2,940
Finance income	(236)	(301)
Operating profit before changes in working capital	6,124	14,921
Changes in working capital:		
Inventories	(31,089)	(16,446)
Trade and other receivables	(4,954)	(21,643)
Trade and other payables	16,913	20,781
Cash (used in)/generated from operations	(13,006)	(2,387)
Income tax paid	(497)	(364)
Interest paid	(2,816)	(1,632)
Interest received	160	264
<b>Net cash used in operating activities</b>	<b>(16,159)</b>	<b>(4,119)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(8,158)	(9,073)
Proceeds from disposal of property, plant & equipment	138	153
Interest received	76	36
Increase in deposits pledged with banks	(84)	(50)
<b>Net cash used in investing activities</b>	<b>(8,028)</b>	<b>(8,934)</b>

# YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2011 - unaudited

	Period ended 31 March	
	2011	2010
	RM'000	RM'000
<b>Cash flows from financing activities</b>		
Net proceeds from loans	1,419	5,445
Net proceeds from bankers' acceptances and revolving credits	38,406	19,930
Repayment of finance leases	(2,103)	(1,581)
Interest paid	(1,538)	(1,309)
<b>Net cash from financing activities</b>	<u>36,184</u>	<u>22,485</u>
<b>Net increase in cash and cash equivalents</b>	11,997	9,432
<b>Cash and cash equivalents at beginning of year</b>	<u>(2,781)</u>	<u>702</u>
<b>Cash and cash equivalents at end of year</b>	<u>9,216</u>	<u>10,134</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,264	1,238
Cash and bank balances	11,898	13,301
Bank overdrafts	(3,946)	(4,405)
	<u>9,216</u>	<u>10,134</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2010)**