

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012 - UNAUDITED

	31 March 2012 RM'000	31 December 2011 RM'000
ASSETS		
Property, plant and equipment	317,499	324,498
Quoted investments	23	23
Deferred tax assets	214	83
Total non-current assets	317,736	324,604
Inventories	146,275	117,537
Property held for sale	11,277	323
Trade and other receivables	82,416	73,719
Current tax assets	1,054	1,194
Cash and cash equivalents	25,748	21,891
Total current assets	266,770	214,664
Total assets	584,506	539,268
EQUITY		
Share capital	101,787	101,787
Share premium	1,969	1,969
Reserves	51,606	53,767
Total equity attributable to owners of the Company	155,362	157,523
Non-controlling interests	13,865	14,700
Total equity	169,227	172,223
LIABILITIES		
Loans and borrowings	89,470	91,079
Deferred tax liabilities	11,518	12,180
Employee benefits	3,247	3,247
Total non-current liabilities	104,235	106,506
Trade and other payables	85,347	45,285
Loans and borrowings	225,613	215,157
Current tax liabilities	84	97
Total current liabilities	311,044	260,539
Total liabilities	415,279	367,045
Total equity and liabilities	584,506	539,268
Net Assets per ordinary share of RM0.50 each attributable to owners of the Company (sen)	79	81

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 March 2012 - Unaudited

	3 months ended 31 Mar		Year to date ended 31 Mar	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Revenue	101,820	111,755	101,820	111,755
Cost of sales	(93,705)	(102,748)	(93,705)	(102,748)
Gross profit	8,115	9,007	8,115	9,007
Other income	731	678	731	678
Selling and distribution expenses	(1,835)	(1,464)	(1,835)	(1,464)
Finance costs	(4,084)	(4,363)	(4,084)	(4,363)
(Loss)/Profit before taxation	(3,734)	(2,945)	(3,734)	(2,945)
Income tax expense	738	360	738	360
(Loss)/Profit and total comprehensive (loss)/income for the period	(2,996)	(2,585)	(2,996)	(2,585)
Attributable to:				
Owners of the Company	(2,161)	(3,264)	(2,161)	(3,264)
Non-controlling interests	(835)	679	(835)	679
(Loss)/Profit and total comprehensive (loss)/income for the period	(2,996)	(2,585)	(2,996)	(2,585)
Basic (loss)/earnings per ordinary share of RM0.50 each (sen)	(1.11)	(1.67)	(1.11)	(1.67)
Diluted (loss)/earnings per ordinary share of RM0.50 each (sen)	-	(1.58)	-	(1.58)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2012 - Unaudited

	Attributable to owners of the Company									Total Equity RM'000
	Non-distributable						Distributable	Total RM'000	Non-controlling Interests 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			
At 1 January 2012	90,924	10,863	6,843	1,969	-	1,793	45,131	157,523	14,700	172,223
Total comprehensive loss for the period	-	-	-	-	-	-	(2,161)	(2,161)	(835)	(2,996)
At 31 March 2012	<u>90,924</u>	<u>10,863</u>	<u>6,843</u>	<u>1,969</u>	<u>-</u>	<u>1,793</u>	<u>42,970</u>	<u>155,362</u>	<u>13,865</u>	<u>169,227</u>
At 1 January 2011	90,924	10,863	6,843	1,969	-	1,793	66,020	178,412	16,521	194,933
Total comprehensive income for the year	-	-	-	-	-	-	(17,969)	(17,969)	(1,981)	(19,950)
Dividend paid to owners of the Company	-	-	-	-	-	-	(2,743)	(2,743)	-	(2,743)
Changes arises from Group restructuring	-	-	-	-	-	-	(177)	(177)	160	(17)
At 31 December 2011	<u>90,924</u>	<u>10,863</u>	<u>6,843</u>	<u>1,969</u>	<u>-</u>	<u>1,793</u>	<u>45,131</u>	<u>157,523</u>	<u>14,700</u>	<u>172,223</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 2011)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2012 - Unaudited

	Period ended 31 March	
	2011	2011
	RM'000	RM'000
Cash flows from operating activities		
Loss before taxation	(3,734)	(2,945)
Adjustments for:		
Depreciation of property, plant and equipment	4,851	4,944
Finance costs	4,084	4,355
Finance income	(288)	(236)
Operating profit before changes in working capital	4,819	6,124
Changes in working capital:		
Inventories	(28,738)	(31,089)
Trade and other receivables	(8,720)	(4,954)
Trade and other payables	40,062	16,913
Cash generated from/(used in) operations	7,423	(13,006)
Income tax refund/(paid)	45	(497)
Interest paid	(2,272)	(2,816)
Interest received	124	160
Net cash generated from/(used in) operating activities	5,320	(16,159)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(9,240)	(8,158)
Proceeds from disposal of property, plant & equipment	908	138
Interest received	164	76
Dividend received	-	-
Increase in deposits pledged with banks	(1,637)	(84)
Acquisition of subsidiary, net of cash	(358)	-
Net cash used in investing activities	(10,163)	(8,028)

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2012 - Unaudited

	Period ended 31 March	
	2011	2011
	RM'000	RM'000
Cash flows from financing activities		
Net proceeds from loans	(3,048)	1,419
Net proceeds from bankers' acceptances and revolving credits	14,969	38,406
Repayment of finance leases	(2,383)	(2,103)
Interest paid	(1,812)	(1,538)
Net cash from financing activities	<u>7,726</u>	<u>36,184</u>
Net increase in cash and cash equivalents	2,883	11,997
Cash and cash equivalents at beginning of year	<u>483</u>	<u>(2,781)</u>
Cash and cash equivalents at end of year	<u>3,366</u>	<u>9,216</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,299	1,264
Cash and bank balances	9,411	11,898
Bank overdrafts	(7,344)	(3,946)
	<u>3,366</u>	<u>9,216</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)