

YUNG KONG GALVANISING INDUSTRIES BHD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012 - UNAUDITED

	30 September 2012	31 December 2011
	RM'000	RM'000
ASSETS		
Property, plant and equipment	312,277	324,498
Quoted investments	23	23
Deferred tax assets	251	83
Total non-current assets	<u>312,551</u>	<u>324,604</u>
Inventories	151,857	117,537
Property held for sale	323	323
Trade and other receivables	96,126	73,719
Current tax assets	1,207	1,194
Cash and cash equivalents	27,723	21,891
Total current assets	<u>277,236</u>	<u>214,664</u>
Total assets	<u><u>589,787</u></u>	<u><u>539,268</u></u>
EQUITY		
Share capital	101,787	101,787
Share premium	1,969	1,969
Reserves	46,019	53,767
Total equity attributable to owners of the Company	<u>149,775</u>	<u>157,523</u>
Non-controlling interests	<u>13,250</u>	<u>14,700</u>
Total equity	<u><u>163,025</u></u>	<u><u>172,223</u></u>
LIABILITIES		
Loans and borrowings	83,002	91,079
Deferred tax liabilities	10,374	12,180
Employee benefits	3,247	3,247
Total non-current liabilities	<u>96,623</u>	<u>106,506</u>
Trade and other payables	91,694	45,285
Loans and borrowings	238,445	215,157
Current tax liabilities	-	97
Total current liabilities	<u>330,139</u>	<u>260,539</u>
Total liabilities	<u><u>426,762</u></u>	<u><u>367,045</u></u>
Total equity and liabilities	<u><u>589,787</u></u>	<u><u>539,268</u></u>
Net Assets per ordinary share of RM0.50 each attributable to owners of the Company (sen)	77	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 30 September 2012 - Unaudited

	3 months ended 30 Sept		Year to date ended 30 Sept	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Revenue	121,957	97,660	355,591	325,376
Cost of sales	(115,516)	(94,693)	(330,999)	(300,267)
Gross profit	6,441	2,967	24,592	25,109
Other income	584	852	2,829	1,804
Selling and distribution expenses	(2,256)	(1,394)	(6,168)	(4,487)
Administrative expenses	(6,497)	(6,176)	(19,333)	(19,372)
Finance costs	(4,192)	(3,560)	(12,948)	(11,650)
(Loss)/Profit before taxation	(5,920)	(7,311)	(11,028)	(8,596)
Income tax expense	711	1,846	1,830	1,860
(Loss)/Profit and total comprehensive (loss)/income for the period	(5,209)	(5,465)	(9,198)	(6,736)
Attributable to:				
Owners of the Company	(4,031)	(4,709)	(7,748)	(7,097)
Non-controlling interests	(1,178)	(756)	(1,450)	361
(Loss)/Profit and total comprehensive (loss)/income for the period	(5,209)	(5,465)	(9,198)	(6,736)
Basic (loss)/earnings per ordinary share of RM0.50 each (sen)	(2.06)	(2.41)	(3.96)	(3.63)
Diluted (loss)/earnings per ordinary share of RM0.50 each (sen)	-	(2.41)	-	(3.48)

(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 30 September 2012 - Unaudited

	Attributable to owners of the Company									Non-controlling Interests 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				
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	-	-	-	-	-	-	(7,748)	(7,748)	(1,450)	(9,198)	
At 30 September 2012	<u>90,924</u>	<u>10,863</u>	<u>6,843</u>	<u>1,969</u>	<u>-</u>	<u>1,793</u>	<u>37,383</u>	<u>149,775</u>	<u>13,250</u>	<u>163,025</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 30 September 2012 - Unaudited

	Period ended 30 September	
	2012	2011
	RM'000	RM'000
Cash flows from operating activities		
Loss before taxation	(11,028)	(8,596)
Adjustments for:		
Depreciation of property, plant and equipment	14,346	14,907
Gain on disposal of property, plant & equipment	(1,497)	(186)
Finance costs	12,948	11,650
Finance income	(578)	(621)
Operating profit before changes in working capital	14,191	17,154
Changes in working capital:		
Inventories	(34,320)	20,826
Trade and other receivables	(22,433)	11,238
Trade and other payables	46,409	(10,507)
Cash generated from operations	3,847	38,711
Income tax refund/(paid)	(253)	(1,490)
Interest paid	(7,313)	(6,841)
Interest received	178	367
Net cash generated from/(used in) operating activities	(3,541)	30,747
Cash flows from investing activities		
Acquisition of property, plant and equipment	(14,399)	(43,967)
Proceeds from disposal of property, plant & equipment	14,155	870
Interest received	399	254
Increase in deposits pledged with banks	(4,608)	(495)
Acquisition of subsidiary, net of cash	(358)	-
Net cash used in investing activities	(4,811)	(43,338)

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(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 September 2012 - Unaudited

	Period ended 30 September	
	2012	2011
	RM'000	RM'000
Cash flows from financing activities		
Net proceeds from loans	(16,956)	14,390
Net proceeds from bankers' acceptances and revolving credits	35,891	8,115
Repayment of finance leases	(7,561)	(6,403)
Dividend paid to shareholders of the Company	-	(4,809)
Interest paid	(5,635)	(2,743)
Net cash from financing activities	<u>5,739</u>	<u>8,550</u>
Net increase in cash and cash equivalents	(2,613)	(4,041)
Cash and cash equivalents at beginning of year	<u>483</u>	<u>(2,781)</u>
Cash and cash equivalents at end of year	<u>(2,130)</u>	<u>(6,822)</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,341	1,299
Cash and bank balances	8,401	7,150
Bank overdrafts	(11,872)	(15,271)
	<u>(2,130)</u>	<u>(6,822)</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)