THONG GUAN INDUSTRIES BERHAD

(Company No. 324203-K) (Incorporated in Malaysia)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2005

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter Preceding Year	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Corresponding Period
	30 Jun 2005	30 Jun 2004	(Two quarters to 30 Jun 2005)	(Two quarters to 30 Jun 2004)
	RM'000	RM'000	RM'000	RM'000
Revenue	90,625	78,633	173,854	149,336
Operating profit	7,678	7,185	14,893	13,455
Interest expense	(372)	(214)	(764)	(440)
Interest income	37	42	59	80
Share of loss of associate	(61)	(73)	(78)	(73)
Profit before taxation	7,282	6,940	14,110	13,022
Taxation	(667)	(510)	(1,432)	(858)
Profit after taxation	6,615	6,430	12,678	12,164
Minority interests	-	-	-	-
Net profit for the period	6,615	6,430	12,678	12,164
Basic earnings per ordinary share (sen)	6.29	6.52 *	12.05	12.39 *
Diluted earnings per ordinary share (sen)	N/A	6.47 *	N/A	12.29 *

^{*} Adjusted for Bonus Issue 1:2

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2004