

THONG GUAN INDUSTRIES BERHAD

(Company No. 324203-K)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2006****CONDENSED CONSOLIDATED BALANCE SHEET**

	As at end of Current Quarter 31 Mac 2006	(Restated) As at Preceding Financial Year End 31 Dec 2005
	RM'000	RM'000
ASSETS		
Property, plant & equipment	111,029	108,668
Interest in leasehold land held for own use under an operating lease	7,175	8,972
Interest in associates	1,385	1,376
TOTAL NON-CURRENT ASSETS	119,589	119,016
Inventories	94,426	89,410
Trade and other receivables	79,820	64,740
Cash and cash equivalents	16,304	15,657
TOTAL CURRENT ASSETS	190,549	169,807
TOTAL ASSETS	310,138	288,823
EQUITY		
Share capital	105,205	105,205
Reserves	60,522	55,245
TOTAL EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY	165,727	160,450
MINORITY INTEREST	27	27
TOTAL EQUITY	165,754	160,477
LIABILITIES		
Bank Borrowings	5,008	552
Deferred taxation	9,657	9,657
TOTAL NON-CURRENT LIABILITIES	14,665	10,209
Trade and other payables	72,106	58,760
Bank Borrowings	57,478	59,149
Provision for taxation	135	229
TOTAL CURRENT LIABILITIES	129,719	118,138
TOTAL LIABILITIES	144,384	128,346
TOTAL EQUITY AND LIABILITIES	310,138	288,823
<i>Net assets per share (RM)</i>	<i>1.58</i>	<i>1.53</i>

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.