

THONG GUAN INDUSTRIES BERHAD

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

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2006

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30 Jun 2006	30 Jun 2005	(Two quarters to 30 Jun 2006)	(Two quarters to 30 Jun 2005)
	RM'000	RM'000	RM'000	RM'000
Revenue	113,271	90,625	221,618	173,854
Cost of sales	(98,493)	(77,621)	(194,080)	(147,906)
Gross profit	14,778	13,004	27,538	25,948
Other income	377	1,037	747	1,712
Finance income	21	37	59	59
Administration and general expenses	(3,724)	(3,148)	(7,095)	(6,459)
Selling and distribution expenses	(3,023)	(2,815)	(6,210)	(5,510)
Other expenses	(388)	(400)	(778)	(798)
Profit from operations	8,041	7,715	14,261	14,952
Share of profit/(loss) of associate	23	(61)	32	(78)
Finance expenses	(733)	(372)	(1,222)	(764)
Profit before taxation	7,331	7,282	13,071	14,110
Taxation	(561)	(667)	(1,031)	(1,432)
Net profit for the period	6,770	6,615	12,040	12,678
Attributable to:				
Shareholders of the Company	6,770	6,615	12,040	12,678
Minority interests	-	-	-	-
Net profit for the period	6,770	6,615	12,040	12,678
Basic earnings per ordinary share (sen)	6.44	6.29	11.44	12.05
Diluted earnings per ordinary share (sen)	6.42	N/A	11.42	N/A

The Condensed Consolidated Income Statement 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.