

THONG GUAN INDUSTRIES BERHAD

(Company No. 324203-K)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS
FOR THE FIRST QUARTER ENDED 30 JUNE 2008****CONDENSED CONSOLIDATED BALANCE SHEET**

	As at 30 June 2008 RM'000	As at 31 December 2007 RM'000
ASSETS		
Property, plant & equipment	109,447	115,895
Interest in leasehold land held for own use under an operating lease	6,763	6,847
Other Investment	2,874	2,873
TOTAL NON-CURRENT ASSETS	119,084	125,615
Inventories	113,914	106,729
Trade and other receivables	83,873	78,383
Cash and cash equivalents	15,887	25,666
TOTAL CURRENT ASSETS	213,674	210,778
TOTAL ASSETS	332,758	336,393
EQUITY		
Share capital	105,205	105,205
Reserves	87,475	78,659
TOTAL EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY	192,680	183,864
MINORITY INTEREST	-	-
TOTAL EQUITY	192,680	183,864
LIABILITIES		
Loans and borrowings	3,601	5,398
Deferred tax liabilities	8,960	9,280
TOTAL NON-CURRENT LIABILITIES	12,561	14,678
Payable and accruals	78,822	81,355
Bank Borrowings	45,466	54,285
Current tax liabilities	3,229	2,211
TOTAL CURRENT LIABILITIES	127,517	137,851
TOTAL LIABILITIES	140,078	152,529
TOTAL EQUITY AND LIABILITIES	332,758	336,393
<i>Net assets per share (RM)</i>	<i>1.83</i>	<i>1.75</i>

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.