

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 STATEMENT OF CHANGES IN EQUITY

	← Non-distributable →			Distributable		Total	Minority Interest	Total Equity
	Share Capital	Share Premium	Exchange Fluctuation Reserve	Statutory Reserve	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2007	105,205	3,939	(1,460)	-	67,064	174,748	26	174,774
Exchange differences on translation of the financial statement of foreign entities	-	-	277	-	-	277	-	277
Statutory reserve	-	-	(12)	3,974	(3,974)	(12)	-	(12)
Net profit for the year	-	-	-	-	12,007	12,007	(26)	11,981
Dividend paid: - 2006 final 3% tax exempt	-	-	-	-	(3,156)	(3,156)	-	(3,156)
At 31 December 2007	105,205	3,939	(1,195)	3,974	71,940	183,864	-	183,864
Exchange differences on translation of the financial statement of foreign entities	-	-	(30)	-	-	(30)	-	(30)
Net profit / (loss) for the period	-	-	-	-	8,846	8,846	-	8,846
Dividend to shareholders	-	-	-	-	-	-	-	-
At 30 June 2008	105,205	3,939	(1,225)	3,974	80,787	192,680	-	192,680

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.