

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 INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30 June 2008	30 June 2007	(Second quarters to 30 June 2008)	(Second quarters to 30 June 2007)
	RM'000	RM'000	RM'000	RM'000
Revenue	143,431	126,584	280,363	242,049
Cost of sales	(127,705)	(114,734)	(252,670)	(219,550)
Gross profit	15,726	11,850	27,693	22,499
Other income	735	246	1,761	1,450
Finance income	28	57	78	116
Administration and general expenses	(3,439)	(3,611)	(7,434)	(7,253)
Selling and distribution expenses	(4,491)	(3,589)	(8,996)	(6,885)
Other expenses	(779)	(398)	(1,128)	(808)
Profit from operations	7,780	4,555	11,974	9,119
Share of profit/(loss) of associate	-	(128)	-	(95)
Finance expenses	(645)	(693)	(1,547)	(1,652)
Profit before taxation	7,135	3,734	10,427	7,372
Taxation	(1,326)	(1,247)	(1,581)	(1,553)
Net profit for the period	5,809	2,487	8,846	5,819
Attributable to:				
Shareholders of the Company	5,809	2,487	8,846	5,819
Minority interests	-	-	-	-
Net profit for the period	5,809	2,487	8,846	5,819
Basic earnings per ordinary share (sen)	5.52	2.36	8.41	5.53
Diluted earnings per ordinary share (sen)	5.52	2.36	8.41	5.53

The Condensed Consolidated Income Statement 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.