

**LIPO CORPORATION BERHAD**  
 ( Company No: 491485-V )  
 ( Incorporated in Malaysia )

**CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE SIX MONTHS ENDED 31 DECEMBER 2009**  
 (The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	(Unaudited) Current Year Quarter ended 31/12/2009 RM '000	(Unaudited) Preceding Year Corresponding Quarter ended 31/12/2008 RM '000	(Unaudited) Current Year To Date 31/12/2009 RM '000	(Unaudited) Preceding Year Corresponding Period 31/12/2008 RM '000
Revenue	10,339	10,868	18,834	21,928
Operating expenses	(9,184)	(11,457)	(17,527)	(21,879)
Other operating income	220	494	426	986
Profit from operations	1,375	(95)	1,733	1,035
Income from investment	112	130	222	241
Profit before tax	1,487	35	1,955	1,276
Taxation - The Company and its subsidiaries	(358)	(131)	(405)	(481)
Profit/(Loss) for the period	<u>1,129</u>	<u>(96)</u>	<u>1,550</u>	<u>795</u>
Attributable to :				
Equity holders of the Company	1,115	(110)	1,527	756
Minority interests	14	14	23	39
Profit/(Loss) for the period	<u>1,129</u>	<u>(96)</u>	<u>1,550</u>	<u>795</u>
Earning per share attributable to equity holders of the Company (sen)				
- Basic/diluted	<u>2.21</u>	<u>(0.22)</u>	<u>3.03</u>	<u>1.50</u>

*The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2009.*

**LIPO CORPORATION BERHAD**

( Company No: 491485-V )

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**CONDENSED CONSOLIDATED BALANCE SHEETS****AS AT 31 DECEMBER 2009**

	(Unaudited) Current Year As At 31/12/2009 RM '000	(Audited) Preceding Financial Year As At 30/06/2009 RM '000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant & Equipment	30,425	32,750
Prepaid Lease Payments	5,465	5,529
<b>Total Non-Current Assets</b>	<u>35,890</u>	<u>38,279</u>
<b>Current Assets</b>		
Inventories	3,033	2,797
Trade Receivables	9,555	6,946
Other Receivables, Deposits & Prepayments	1,175	986
Current Tax Assets	387	1,455
Short-Term Deposits With Licensed Banks	22,021	18,864
Cash & Bank Balances	3,951	3,171
<b>Total Current Assets</b>	<u>40,122</u>	<u>34,219</u>
<b>Total Assets</b>	<u><b>76,012</b></u>	<u><b>72,498</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share Capital	50,356	50,356
Reserves		
Share Premium	5,628	5,628
Capital & Legal Reserves	55	55
Exchange Fluctuation Reserve	935	1,444
Retained Earnings	10,689	9,162
<b>Total Equity Attributable To Equity Holders Of The Company</b>	<u>67,663</u>	<u>66,645</u>
Minority Interests	231	258
<b>Total Equity</b>	<u><b>67,894</b></u>	<u><b>66,903</b></u>
<b>Liabilities</b>		
Deferred Income On Government Grants	198	27
Deferred Tax Liabilities	2,202	2,152
<b>Total Non Current Liabilities</b>	<u>2,400</u>	<u>2,179</u>
Trade Payables	3,770	2,122
Other Payables, Accruals & Provisions	1,787	1,210
Current Tax Liabilities	161	84
<b>Total Current Liabilities</b>	<u>5,718</u>	<u>3,416</u>
<b>Total Liabilities</b>	<u><b>8,118</b></u>	<u><b>5,595</b></u>
<b>Total Equity And Liabilities</b>	<u><b>76,012</b></u>	<u><b>72,498</b></u>
<b>Net assets per share attributable to equity holders of the Company (RM)</b>	1.34	1.32

*The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2009.*

**LIPO CORPORATION BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 31 DECEMBER 2009**

GROUP	Attributable to equity holders of the Company							Minority Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Exchange Fluctuation Reserve RM'000	Legal Reserve RM'000	Retained Earnings RM'000	Sub-Total RM'000			
	<b><u>CURRENT YEAR</u></b>								
At 01 July 2009	50,356	5,628	1,444	55	9,162	66,645	258	66,903	
Net loss recognised directly in equity :									
Exchange fluctuation during the period	-	-	(509)	-	-	(509)	-	(509)	
Net profit after tax for the period	-	-	-	-	1,527	1,527	23	1,550	
Total recognised income and expenses for the period	-	-	(509)	-	1,527	1,018	23	1,041	
Dividend paid to minority interests of a subsidiary company	-	-	-	-	-	-	(50)	(50)	
Balance as at 31 December 2009	50,356	5,628	935	55	10,689	67,663	231	67,894	

GROUP	Attributable to equity holders of the Company							Minority Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Exchange Fluctuation Reserve RM'000	Legal Reserve RM'000	Retained Earnings RM'000	Sub-Total RM'000			
	<b><u>CORRESPONDING PRECEDING PERIOD</u></b>								
At 01 July 2008	50,356	5,628	(265)	55	8,965	64,739	272	65,011	
Net gain recognised directly in equity :									
Exchange fluctuation during the period	-	-	1,647	-	-	1,647	-	1,647	
Net profit after tax for the period	-	-	-	-	756	756	39	795	
Total recognised income for the period	-	-	1,647	-	756	2,403	39	2,442	
Dividend paid to minority interests of a subsidiary company	-	-	-	-	-	-	(36)	(36)	
Balance as at 31 December 2008	50,356	5,628	1,382	55	9,721	67,142	275	67,417	

*The Condensed Consolidated Statements Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2009.*

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE SIX MONTHS ENDED 31 DECEMBER 2009**

	(Unaudited) Six Months Ended 31/12/2009 RM '000	(Unaudited) Six Months Ended 31/12/2008 RM '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,955	1,276
<b>Adjustments for :</b>		
- Non-cash items	2,426	2,372
- Non-operating items	(222)	(248)
Operating profit before changes in working capital	<u>4,159</u>	<u>3,400</u>
Changes in Working Capital :-		
- Net change in current assets	(3,059)	2,522
- Net change in current liabilities	2,226	1,375
Net Cash generated from operations	<u>3,326</u>	<u>7,297</u>
Tax refund/(paid)	789	(199)
<b>Net cash generated from operating activities</b>	<u>4,115</u>	<u>7,099</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	221	241
Proceed from disposal of property, plant and equipment	-	16
Purchase of property, plant & equipment	(417)	(3,306)
<b>Net cash used in investing activities</b>	<u>(197)</u>	<u>(3,049)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to minority interests of a subsidiary company	(50)	(36)
Receipt of government grant	205	-
<b>Net cash used in financing activities</b>	<u>156</u>	<u>(36)</u>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENT</b>	4,075	4,014
<b>Effect of foreign exchange rate changes</b>	(138)	899
<b>CASH &amp; CASH EQUIVALENTS AS AT BEGINNING OF PERIOD</b>	22,014	16,150
<b>CASH AND CASH EQUIVALENTS AS AT END OF THE PERIOD</b>	<u>25,951</u>	<u>21,063</u>
<b>CASH AND CASH EQUIVALENTS AS AT END OF THE PERIOD</b>		
Deposit not pledged	22,000	17,408
Cash and bank balances	3,951	3,655
	<u>25,951</u>	<u>21,063</u>

Note : The amount excluded deposits amounting to RM21,162 (30 June 2009 : RM20,798) that have been pledged to licensed banks to secure certain facilities issued by the licensed banks on behalf of the Company and of the subsidiaries.

*The Condensed Consolidated Cashflow Statement should be read in conjunction with the Audited Financial Statement for the year ended 30 June 2009.*