

ENG KAH CORPORATION BERHAD
Company No. 435649-H

Condensed Consolidated Statement of Financial Position
As at 30 September 2013 - Unaudited

| | Unaudited | Audited |
|--|----------------------|----------------------|
| | as at | as at |
| | 30.9.13 | 31.12.12 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 28,087 | 29,514 |
| Current assets | | |
| Inventories | 20,737 | 22,622 |
| Trade receivables | 17,268 | 18,323 |
| Other receivables, deposits and prepayments | 339 | 441 |
| Tax recoverable | 5,352 | 3,428 |
| Cash and cash equivalents | 12,528 | 18,612 |
| | <u>56,224</u> | <u>63,426</u> |
| TOTAL ASSETS | <u>84,311</u> | <u>92,940</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the parent | | |
| Share capital | 69,519 | 69,519 |
| Warrant reserves | 3,792 | 3,792 |
| Other reserves | (3,761) | (3,789) |
| Retained profits | 2,379 | 8,837 |
| Total equity | <u>71,929</u> | <u>78,359</u> |
| Non-current liabilities | | |
| Deferred tax liabilities | 2,517 | 2,744 |
| Current liabilities | | |
| Trade payables | 4,659 | 6,309 |
| Other payables and accruals | 1,730 | 2,050 |
| Borrowings | - | 2 |
| Dividends payable | 3,476 | 3,476 |
| | <u>9,865</u> | <u>11,837</u> |
| Total liabilities | <u>12,382</u> | <u>14,581</u> |
| TOTAL EQUITY AND LIABILITIES | <u>84,311</u> | <u>92,940</u> |
| Net assets per share (RM) | 1.03 | 1.13 |

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

ENG KAH CORPORATION BERHAD
Company No. 435649-H

Condensed Consolidated Statement of Comprehensive Income
For the 9 months period ended 30 September 2013 - Unaudited

| | NOTE | Individual Quarter 3 Months Ended | | Cumulative Quarter 9 Months Ended | |
|--|------------|--------------------------------------|-------------------|--------------------------------------|-------------------|
| | | 30.9.13 RM'000 | 30.9.12 RM'000 | 30.9.13 RM'000 | 30.9.12 RM'000 |
| Revenue | | 15,375 | 20,983 | 48,343 | 67,691 |
| Operating expenses | | (13,243) | (16,632) | (41,652) | (55,460) |
| Other income | | 32 | 203 | 430 | 510 |
| Profit from operations | | 2,164 | 4,554 | 7,121 | 12,741 |
| Finance cost | | - | - | (2) | (1) |
| Profit before taxation | | 2,164 | 4,554 | 7,119 | 12,740 |
| Taxation | B5 | (498) | (720) | (1,411) | (2,506) |
| Profit for the period | B6 | 1,666 | 3,834 | 5,708 | 10,234 |
| Other comprehensive loss, net of tax | | | | | |
| Foreign currency translation differences for foreign operation | | - | - | 28 | - |
| Total comprehensive income for the period | | 1,666 | 3,834 | 5,736 | 10,234 |
| Earnings per share (EPS) attributable to owners of the parent | | | | | |
| Basic EPS (sen) | B11 | 2.40 | 5.52 | 8.21 | 14.72 |
| Diluted EPS (sen) | B11 | 2.38 | 5.42 | 8.15 | 14.50 |

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes attached to these interim financial statements.

ENG KAH CORPORATION BERHAD
Company No. 435649-H

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the 9 months period ended 30 September 2013 - Unaudited

| | ----- Attributable to Owners of the Parent ----- | | | | | Total Equity RM'000 |
|---|--|----------------------------|-------------------------------|-----------------------------|--|---------------------------|
| | Share Capital RM'000 | Share Premium RM'000 | Warrant Reserves RM'000 | Other Reserves RM'000 | Distributable Retained Profits RM'000 | |
| As at 1.1.2013 | 69,519 | - | 3,792 | (3,789) | 8,837 | 78,359 |
| Total comprehensive income for the period | - | - | - | 28 | 5,708 | 5,736 |
| Transaction with owners : | | | | | | |
| Dividends | - | - | - | - | (12,166) | (12,166) |
| As at 30.9.2013 | 69,519 | - | 3,792 | (3,761) | 2,379 | 71,929 |
| As at 1.1.2012 (Restated) | 61,828 | 1,868 | - | 8 | 13,005 | 76,709 |
| Total comprehensive income for the period | - | - | - | - | 10,234 | 10,234 |
| Transactions with owners : | | | | | | |
| Dividends | - | - | - | - | (10,888) | (10,888) |
| Issuance of shares pursuant to ESOS | 1,371 | 1,859 | - | - | - | 3,230 |
| Issuance of shares pursuant to Bonus Issue of Shares | 6,320 | (3,521) | - | - | (2,799) | - |
| Bonus issue expenses | - | (206) | - | - | - | (206) |
| | 7,691 | (1,868) | - | - | (13,687) | (7,864) |
| As at 30.9.2012 | 69,519 | - | - | 8 | 9,552 | 79,079 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes attached to these interim financial statements.

ENG KAH CORPORATION BERHAD
Company No. 435649-H

Condensed Consolidated Statement of Cash Flows
For the 9 months period ended 30 September 2013 - Unaudited

| | 30.9.13 | 30.9.12 |
|---|----------------|----------------|
| | RM'000 | RM'000 |
| Cash flows from operating activities | | |
| Profit before taxation | 7,119 | 12,740 |
| Adjustments for: | | |
| - Depreciation | 1,980 | 2,060 |
| - Interest expense | 2 | 1 |
| - Interest income | (258) | (301) |
| - Property, plant and equipment written off | 3 | - |
| | <u>8,846</u> | <u>14,500</u> |
| Operating profit before working capital changes | 8,846 | 14,500 |
| Decrease in inventories | 1,885 | 1,325 |
| Decrease in receivables | 1,157 | 322 |
| Decrease in payables | (1,969) | (5,260) |
| | <u>9,919</u> | <u>10,887</u> |
| Cash from operations | 9,919 | 10,887 |
| Interest paid | (2) | (1) |
| Income tax paid | (3,562) | (3,545) |
| | <u>6,355</u> | <u>7,341</u> |
| Net cash from operating activities | 6,355 | 7,341 |
| Cash flows from investing activities | | |
| Interest received | 258 | 301 |
| Purchase of property, plant and equipment | (556) | (572) |
| Net cash used in investing activities | (298) | (271) |
| Cash flows from financing activities | | |
| Dividends paid | (12,166) | (10,819) |
| Payment of bonus issue expenses | - | (206) |
| Payment of finance lease | (2) | (41) |
| Proceeds from issuance of shares at premium | - | 1,859 |
| Proceeds from issuance of shares pursuant to ESOS | - | 1,371 |
| Net cash used in financing activities | (12,168) | (7,836) |
| | <u>(6,111)</u> | <u>(766)</u> |
| Net increase in cash and cash equivalents | (6,111) | (766) |
| Effect of changes in exchange rate | 27 | - |
| | <u>18,612</u> | <u>16,080</u> |
| Cash and cash equivalents at beginning | 18,612 | 16,080 |
| | <u>12,528</u> | <u>15,314</u> |
| Cash and cash equivalents at end | 12,528 | 15,314 |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes attached to these interim financial statements.