

SKP RESOURCES BHD

(Company No: 524297-T)

Incorporated in Malaysia under the Companies Act, 1965

Quarterly report on results for the 1st quarter ended 30 June 2010. The figures have not been audited.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--|---|---|---|--|
| | CURRENT YEAR QUARTER 30/06/2010 RM'000 (Unaudited) | PRECEDING YEAR CORRESPONDING QUARTER 30/06/2009 RM'000 (Unaudited) | CURRENT YEAR TO DATE 30/06/2010 RM'000 (Unaudited) | PRECEDING YEAR CORRESPONDING PERIOD 30/06/2009 RM'000 (Audited) |
| Revenue | 50,620 | 42,163 | 50,620 | 42,163 |
| Cost of sales | (41,095) | (34,839) | (41,095) | (34,839) |
| Gross profit | 9,525 | 7,324 | 9,525 | 7,324 |
| Other operating income | 589 | 213 | 589 | 213 |
| Operating expenses | (4,676) | (3,392) | (4,676) | (3,392) |
| Operating profit | 5,438 | 4,145 | 5,438 | 4,145 |
| Interest expense | - | (23) | - | (23) |
| Interest income | 193 | 155 | 193 | 155 |
| Profit before taxation | 5,631 | 4,277 | 5,631 | 4,277 |
| Tax expense | (1,153) | (915) | (1,153) | (915) |
| Profit for the period | 4,478 | 3,362 | 4,478 | 3,362 |
| Attributable to: | | | | |
| Equity holders of the parent | 4,478 | 3,362 | 4,478 | 3,362 |
| Minority Interest | - | - | - | - |
| | 4,478 | 3,362 | 4,478 | 3,362 |
| Earning per share attributable to equity holders of the parent (sen): | | | | |
| -Basic | 0.75 | 0.56 | 0.75 | 0.56 |
| -Diluted | N/A | N/A | N/A | N/A |

Remarks

-The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the annual financial statements for the year ended 31 March 2010.

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UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

| | AS AT END OF CURRENT QUARTER 30/06/2010 RM'000 (Unaudited) | AS AT PRECEDING FINANCIAL YEAR END 31/03/2010 RM'000 (Audited) |
|---|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 77,556 | 74,808 |
| Investment property | 1,763 | 1,770 |
| Intangible Assets | 624 | 758 |
| Goodwill | - | - |
| Other investments | 269 | 269 |
| | 80,212 | 77,605 |
| Current assets | | |
| Inventories | 14,973 | 11,952 |
| Trade receivables | 54,480 | 46,071 |
| Other receivables and prepayments | 3,580 | 2,629 |
| Tax prepayment | - | - |
| Cash and bank balances | 43,940 | 39,069 |
| | 116,973 | 99,721 |
| TOTAL ASSETS | 197,185 | 177,326 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 60,000 | 60,000 |
| Share premium | 174 | 174 |
| Treasury shares | (161) | (161) |
| | 60,013 | 60,013 |
| Reserves | 85,262 | 80,784 |
| | 145,275 | 140,797 |
| Reserve on consolidation | - | - |
| | 145,275 | 140,797 |
| Minority interests | - | - |
| Total equity | 145,275 | 140,797 |
| Non-current liabilities | | |
| Long term borrowings | - | - |
| Deferred taxation | 6,559 | 6,459 |
| | 6,559 | 6,459 |
| Current liabilities | | |
| Short term borrowings | - | 218 |
| Trade payables | 30,864 | 15,245 |
| Other payables | 12,964 | 13,042 |
| Dividends payable | - | - |
| Tax payable | 1,523 | 1,565 |
| | 45,351 | 30,070 |
| Total liabilities | 51,910 | 36,529 |
| TOTAL EQUITY AND LIABILITIES | 197,185 | 177,326 |
| Net assets per share (RM) | 0.24 | 0.23 |

Remarks

The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the annual financial statements for the year ended 31 March 2010.

SKP RESOURCES BHD
 (Company No: 524297-T)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| | SHARE CAPITAL RM'000 | NON DISTRIBUTABLE | | DISTRIBUTABLE | TOTAL RM'000 |
|---------------------------|----------------------------|------------------------------|----------------------------|-------------------------------|-----------------|
| | | TREASURY SHARES RM'000 | SHARE PREMIUM RM'000 | RETAINED PROFITS RM'000 | |
| At 1 April 2009 | 60,000 | (161) | 174 | 70,373 | 130,386 |
| Sale of treasury shares | - | - | - | - | - |
| Net profit for the period | - | - | - | 3,362 | 3,362 |
| Dividends | - | - | - | - | - |
| At 30 June 2009 | <u>60,000</u> | <u>(161)</u> | <u>174</u> | <u>73,735</u> | <u>133,748</u> |
| At 1 April 2010 | 60,000 | (161) | 174 | 80,784 | 140,797 |
| Sale of treasury shares | - | - | - | - | - |
| Net profit for the period | - | - | - | 4,478 | 4,478 |
| Dividends | - | - | - | - | - |
| At 30 June 2010 | <u>60,000</u> | <u>(161)</u> | <u>174</u> | <u>85,262</u> | <u>145,275</u> |

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual financial statements for the year ended 31 March 2010.

SKP RESOURCES BHD*(Company No: 524297-T)**Incorporated in Malaysia under the Companies Act, 1965***UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

| | 3 months ended 30/06/2010 RM'000 (Unaudited) | 3 months ended 30/06/2009 RM'000 (Unaudited) |
|---|---|---|
| Cash flows from operating activities | | |
| Profit before taxation | 5,631 | 4,277 |
| Adjustments for: | | |
| Depreciation | 2,237 | 2,311 |
| Amortisation of intangible assets | 134 | 134 |
| Property, plant and equipment written off | - | - |
| (Reversal)/Provision of diminution in value of quoted shares | - | (213) |
| Impairment loss on quoted shares | - | - |
| (Gain)/Loss on disposal of marketable securities | - | (67) |
| (Gain)/Loss on disposal of property, plant and equipment | (9) | (15) |
| Unrealised foreign exchange losses | - | - |
| Interest expense | - | 14 |
| Dividend income | - | - |
| Interest income | (193) | (133) |
| Operating profit before working capital changes | <u>7,800</u> | <u>6,308</u> |
| (Increase)/decrease in inventories | (3,021) | 1,488 |
| (Increase)/decrease in receivables | (11,265) | (2,045) |
| Increase / (decrease) in payables | <u>17,720</u> | <u>4,116</u> |
| Cash generated from operations | 11,234 | 9,867 |
| Interest paid | - | (14) |
| Taxes paid | (1,095) | (913) |
| Net cash generated from operating activities | <u>10,139</u> | <u>8,940</u> |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (5,386) | (184) |
| Proceeds from disposal of property, plant and equipment | 143 | 43 |
| Sales / (Purchase) of other investments | - | 139 |
| Dividend received | - | - |
| Interest received | 193 | 133 |
| Net cash used in investing activities | <u>(5,050)</u> | <u>131</u> |
| Cash flows from financing activities | | |
| Repayment of hire purchase | (26) | (196) |
| Repayment of term loan | - | - |
| Sale of treasury shares | - | - |
| Dividend paid | - | - |
| Net cash used in financing activities | <u>(26)</u> | <u>(196)</u> |
| Net increase / (decrease) in cash and cash equivalents | 5,063 | 8,875 |
| Effects of exchange rate changes | - | - |
| Cash and cash equivalents at beginning of period | 38,877 | 25,980 |
| Cash and cash equivalents at end of period | <u><u>43,940</u></u> | <u><u>34,855</u></u> |
| # Represented by: | | |
| Cash and bank balances | 12,545 | 10,996 |
| Fixed deposits with licensed banks | 31,395 | 23,859 |
| | <u><u>43,940</u></u> | <u><u>34,855</u></u> |

The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the annual financial statements for the year ended 31 March 2010.