



TOMEI CONSOLIDATED BERHAD (692959-W)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED 30 JUNE 2009

| | Individual Quarter | | Cumulative Quarter | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 3 months ended | | 6 months ended | |
| | 30/6/2009 RM'000 | 30/6/2008 RM'000 | 30/6/2009 RM'000 | 30/6/2008 RM'000 |
| Revenue | 67,601 | 68,410 | 132,680 | 138,696 |
| Cost of sales | (45,289) | (47,500) | (85,438) | (92,777) |
| Gross profit | 22,312 | 20,910 | 47,242 | 45,919 |
| Other income | 223 | 1,760 | 408 | 2,737 |
| Selling and distribution expenses | (12,378) | (11,225) | (25,143) | (22,367) |
| Administrative expenses | (4,207) | (3,911) | (8,497) | (7,166) |
| Other expenses | 257 | (328) | (1,304) | (1,743) |
| Profit from operations | 6,207 | 7,206 | 12,706 | 17,380 |
| Finance costs | (1,543) | (1,540) | (3,157) | (2,880) |
| Profit before taxation | 4,664 | 5,666 | 9,549 | 14,500 |
| Tax expense | (1,172) | (1,085) | (2,389) | (3,373) |
| Profit for the financial period | 3,492 | 4,581 | 7,160 | 11,127 |
| Attributable to: | | | | |
| Equity holders of the Company | 3,364 | 4,299 | 6,854 | 10,640 |
| Minority interest | 128 | 282 | 306 | 487 |
| | 3,492 | 4,581 | 7,160 | 11,127 |
| Earnings per ordinary share attributable to equity holders of the Company (sen): | | | | |
| Basic | 2.67 | 3.41 | 5.44 | 8.44 |
| Diluted * | N/A | N/A | N/A | N/A |

* Not applicable

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959–W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009****(The figures have not been audited)****CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2009**

| | As At 30/6/2009 RM'000 | (Audited) As At 31/12/2008 RM'000 |
|---|------------------------------|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 17,133 | 18,553 |
| Investment properties | 1,498 | 1,498 |
| Deferred tax assets | 612 | 612 |
| | <u>19,243</u> | <u>20,663</u> |
| Current assets | | |
| Inventories | 202,620 | 195,776 |
| Trade receivables | 6,966 | 8,140 |
| Other receivables, deposits and prepayments | 9,605 | 10,803 |
| Current tax assets | 2,283 | 1,879 |
| Cash and cash equivalents | 3,236 | 5,063 |
| | <u>224,710</u> | <u>221,661</u> |
| TOTAL ASSETS | <u>243,953</u> | <u>242,324</u> |
| EQUITY | | |
| Share capital | 63,000 | 63,000 |
| Share premium | 4,078 | 4,078 |
| Reserves | 49,062 | 44,388 |
| Equity attributable to equity holders of the Company | <u>116,140</u> | <u>111,466</u> |
| Minority interest | 1,841 | 1,535 |
| | <u>117,981</u> | <u>113,001</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Borrowings | 21,134 | 21,017 |
| Deferred income | 10 | 12 |
| Deferred tax liabilities | 737 | 737 |
| | <u>21,881</u> | <u>21,766</u> |
| Current Liabilities | | |
| Trade payables | 13,099 | 15,925 |
| Other payables, deposits and accruals | 5,927 | 6,414 |
| Borrowings | 82,028 | 83,418 |
| Current tax payables | 3,037 | 1,800 |
| | <u>104,091</u> | <u>107,557</u> |
| TOTAL LIABILITIES | <u>125,972</u> | <u>129,323</u> |
| TOTAL EQUITY AND LIABILITIES | <u>243,953</u> | <u>242,324</u> |
| Net assets per share (RM) | 0.94 | 0.90 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 JUNE 2009

| | Share Capital RM'000 | Share Premium RM'000 | Revenue Reserve RM'000 | Exchange Translation Reserve RM'000 | Total RM'000 | Minority Interest RM'000 | Total Equity RM'000 |
|-------------------------------------|----------------------------|----------------------------|------------------------------|--|-----------------|--------------------------------|---------------------------|
| Balance as at 1 January 2009 | 63,000 | 4,078 | 44,599 | (211) | 111,466 | 1,535 | 113,001 |
| Profit for the financial period | - | - | 6,854 | - | 6,854 | 306 | 7,160 |
| Foreign currency translations | - | - | - | 182 | 182 | - | 182 |
| Dividends paid | - | - | (2,362) | - | (2,362) | - | (2,362) |
| Balance as at 30 June 2009 | 63,000 | 4,078 | 49,091 | (29) | 116,140 | 1,841 | 117,981 |

| | Share Capital RM'000 | Share Premium RM'000 | Revenue Reserve RM'000 | Exchange Translation Reserve RM'000 | Total RM'000 | Minority Interest RM'000 | Total Equity RM'000 |
|--|----------------------------|----------------------------|------------------------------|--|-----------------|--------------------------------|---------------------------|
| Balance as at 1 January 2008 | 63,000 | 4,078 | 34,087 | (219) | 100,946 | 764 | 101,710 |
| Profit for the financial period | - | - | 10,640 | - | 10,640 | 487 | 11,127 |
| Foreign currency translations | - | - | - | (187) | (187) | - | (187) |
| Ordinary shares contributed by minority shareholders of subsidiaries | - | - | - | - | - | 1,033 | 1,033 |
| Dividends paid | - | - | (4,662) | - | (4,662) | - | (4,662) |
| Balance as at 30 June 2008 | 63,000 | 4,078 | 40,065 | (406) | 106,737 | 2,284 | 109,021 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959-W)**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009****(The figures have not been audited)****CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 30 JUNE 2009**

| | Cumulative quarter | |
|--|---------------------------------------|---------------------------------------|
| | 6 months ended 30/6/2009 RM'000 | 6 months ended 30/6/2008 RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 9,549 | 14,500 |
| Adjustments for:- | | |
| Allowance for doubtful debts | 315 | - |
| Amortisation of deferred income | (1) | (1) |
| Depreciation of property, plant and equipment | 2,511 | 2,696 |
| Gain on disposal of property, plant and equipment | - | (1) |
| Property, plant and equipment written off | 1 | 880 |
| Net inventory losses due to robbery | - | 15 |
| Unrealised loss on gold price fluctuation and foreign exchange | 398 | 357 |
| Net Finance costs | 3,157 | 2,880 |
| Profit before working capital changes | 15,930 | 21,326 |
| Increase in inventories | (6,844) | (14,891) |
| Decrease in receivables | 2,057 | 1,161 |
| Decrease in payables | (3,400) | (6,178) |
| Cash generated from operations | 7,743 | 1,418 |
| Interest paid | (2,353) | (2,193) |
| Tax paid | (1,931) | (2,038) |
| Tax refunded | 373 | 166 |
| Net cash generated from/(used in) operating activities | 3,832 | (2,647) |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (453) | (5,199) |
| Ordinary shares contributed by minority shareholders of subsidiaries | - | 1,033 |
| Proceeds from disposal of property, plant and equipment | - | 3 |
| Net cash used in investing activities | (453) | (4,163) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividends paid | (2,362) | (4,662) |
| Net finance costs paid | (798) | (688) |
| Net repayments of short term borrowings | (18,849) | (1,609) |
| Net repayments of term loans | (165) | (319) |
| Net proceeds from issuance of Islamic Medium Term Notes | - | 10,000 |
| Repayment of hire-purchase liabilities | (301) | (515) |
| Uplift of deposit with licensed bank | 362 | - |
| Net cash (used in)/generated from financing activities | (22,113) | 2,207 |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (18,734) | (4,603) |
| CASH & CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD | 1,805 | 149 |
| EFFECT OF EXCHANGE RATES CHANGES | 141 | (178) |
| CASH & CASH EQUIVALENTS AT END OF FINANCIAL PERIOD | (16,788) | (4,632) |

TOMEI CONSOLIDATED BERHAD (692959–W)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND
QUARTER ENDED 30 JUNE 2009**

(The figures have not been audited)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 30
JUNE 2009 (Cont'd)**

| | Cumulative quarter | |
|--|--------------------|----------------|
| | 6 months ended | 6 months ended |
| | 30/6/2009 | 30/6/2008 |
| | RM'000 | RM'000 |
| Represented by: | | |
| CASH AND CASH EQUIVALENTS | | |
| Cash and bank balances | 2,706 | 4,073 |
| Fixed deposits with licensed banks | 530 | 390 |
| Bank Overdrafts | (19,814) | (9,095) |
| | <u>(16,578)</u> | <u>(4,632)</u> |
| Fixed deposits pledged to licensed banks | (210) | - |
| | <u>(16,788)</u> | <u>(4,632)</u> |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2008. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of preparation

This interim financial report is unaudited and is prepared in accordance with Financial Reporting Standards ("FRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2008.

The significant accounting policies and presentation applied in the interim financial report are consistent with those adopted for the Group's Audited Financial Statements for the year ended 31 December 2008.

2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the preceding financial year ended 31 December 2008 was issued without any qualification.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business traditionally picks up during the major festive seasons in Malaysia.

4. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no extraordinary or exceptional items for the current quarter ended 30 June 2009.

5. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

6. DEBT AND EQUITY SECURITIES

Except as provided below, there were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities.

The Group has during the financial period to date issued Islamic Commercial Papers ("ICP") and their maturity dates are as follow:-

| Type of Debt | Issue Date | Maturity Date | Amount RM million | Purposes |
|--------------|------------|---------------|-------------------|-----------------------------|
| ICP | 12/01/2009 | 12/02/2009 | 30.0 | Working capital requirement |
| ICP | 23/01/2009 | 23/02/2009 | 20.0 | Working capital requirement |
| ICP | 12/02/2009 | 12/03/2009 | 30.0 | Working capital requirement |
| ICP | 23/02/2009 | 23/03/2009 | 20.0 | Working capital requirement |
| ICP | 12/03/2009 | 13/04/2009 | 30.0 | Working capital requirement |
| ICP | 23/03/2009 | 23/04/2009 | 10.0 | Working capital requirement |
| ICP | 13/04/2009 | 13/05/2009 | 30.0 | Working capital requirement |
| ICP | 13/05/2009 | 15/06/2009 | 30.0 | Working capital requirement |
| ICP | 15/06/2009 | 15/07/2009 | 30.0 | Working capital requirement |
| ICP | 15/07/2009 | 14/08/2009 | 30.0 | Working capital requirement |
| ICP | 15/08/2009 | 14/09/2009 | 30.0 | Working capital requirement |

All the above ICPs issued were fully subscribed by the investors.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134 (Cont'd)

7. DIVIDEND PAID

On 15 June 2009, the Company paid a first and final dividend of 2.5 sen per ordinary share less tax of 25% amounting to RM 2.362 million in respect of financial year ended 31 December 2008.

8. SEGMENTAL INFORMATION

(a) Primary reporting segment – Business segment

The Group is segregated into three main business segments as follow:-

- Manufacturing
- Retail & Distribution
- Others – Investment holding

| | Manufacturing RM'000 | Retail & Distribution RM'000 | Others RM'000 | Cumulative Quarter 6 months ended 30 June 2009 Total RM'000 |
|---------------------------------|---------------------------------|---|--------------------------|--|
| Revenue | | | | |
| Total sales | 77,490 | 107,221 | - | 184,711 |
| Inter-segment sales | (50,811) | (1,220) | - | (52,031) |
| External sales | 26,679 | 106,001 | - | 132,680 |
| Results | | | | |
| Profit before tax | | | | 9,549 |
| Tax expense | | | | (2,389) |
| | | | | 7,160 |
| Minority interest | | | | (306) |
| Profit for the financial period | | | | 6,854 |

(b) Secondary reporting segment – Geographical segment

No geographical segment information is presented as the Group's overseas operations are still insignificant.

9. CARRYING AMOUNT OF REVALUED ASSETS

The valuation of property, plant and equipment and investment properties has been brought forward without any amendments from the previous Audited Financial statements of the Group.

10. SIGNIFICANT EVENTS DURING THE CURRENT QUARTER

There were no significant events during the current quarter.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134 (Cont'd)

11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes to the composition of the Group for the current quarter and financial year to date.

Subsequent to the current quarter, the Company has on 15 July 2009, acquired the remaining 49% equity interest in Wealthy Concept Limited representing 3,430,000 ordinary shares of HKD 1.00 each of which 848,610 ordinary shares of HKD 1.00 each has been fully paid up and 2,581,390 ordinary shares of HKD 1.00 each has been issued but yet to be paid for a cash consideration of HKD 1,726,728.78.

12. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets since the last annual balance sheet date of the Group as at 31 December 2008.

13. COMMITMENTS

Except as disclosed below, there were no undisclosed material capital commitments as at 30 June 2009.

The Group had entered into several tenancy agreements for the rental of retail space, office blocks and staff housing, resulting in future rental commitments as follows:

| | |
|---------------------------|---------------|
| | RM'000 |
| Future rental commitments | <u>16,667</u> |

14. PERFORMANCE REVIEW

The Group's revenue for the current quarter ended 30 June 2009 was RM 67.601 million, a slight decrease of 1.2% as compared to the preceding year's corresponding quarter due to lower sales recorded in its wholesales segment.

The Group's profit before tax ("PBT") has decreased to RM 4.664 million from RM 5.666 million reported in the preceding year's corresponding quarter. This is mainly due to foreign exchange gain of RM 1.376 million recorded in the preceding year's corresponding quarter.

The Group's revenue for the current financial year to-date under review also has decreased by 4.3% to RM 132.680 million as compared to RM 138.696 million in the preceding year's corresponding period. The Group's PBT in the current financial year to-date has decreased by 34.1% to RM 9.549 million as compared to the preceding year's corresponding period due mainly to the foreign exchange gain of RM 2.191 million recorded in the preceding year's corresponding period.

TOMEI CONSOLIDATED BERHAD (692959-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. QUARTERLY RESULTS COMPARISON

The Group's revenue for the current quarter under review has improved by 3.9% to RM 67.601 million as compared to its immediate preceding quarter.

The Group's PBT was however slightly lower by 4.5% to RM 4.664 million as compared to its immediate preceding quarter mainly due to lower gross profit margin.

16. COMMENTARY ON PROSPECTS

The global financial crisis is somewhat abated with most countries including Malaysia reporting reduced contraction in their economy in the second quarter of the year. With the improving economy and the major festivals falling in the third and fourth quarter of the year, the Group expects to sustain its profitability for the remaining period of the financial year.

17. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee in any public document during this quarter.

18. TAX EXPENSE

| | Individual Quarter | | Cumulative Quarter | |
|---------------------------------|---------------------------|------------------|---------------------------|------------------|
| | 3 months ended | | 6 months ended | |
| | 30/6/2009 | 30/6/2008 | 30/6/2009 | 30/6/2008 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Current taxation | 1,231 | 1,139 | 2,448 | 3,496 |
| Over provision in prior years | (59) | (44) | (59) | (99) |
| Deferred taxation | | | | |
| - over provision in prior years | - | (10) | - | (24) |
| | <u>1,172</u> | <u>1,085</u> | <u>2,389</u> | <u>3,373</u> |

The effective tax rate of the Group for the current quarter approximate its statutory tax rate of 25%.

TOMEI CONSOLIDATED BERHAD (692959–W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

19. SALE OF UNQUOTED INVESTMENTS AND PROPERTIES

There were no disposals of unquoted investments and properties during the financial quarter under review.

20. MARKETABLE SECURITIES

The Group did not deal in any quoted investments and marketable securities during the current financial quarter.

21. CORPORATE PROPOSALS

There were no corporate proposals undertaken by the Group during the current financial quarter.

22. BORROWINGS AND DEBT SECURITIES

As at 30 June 2009, the Group has total borrowings of RM 103.162 million, all of which are denominated in Ringgit Malaysia.

| | Secured RM'000 | Unsecured RM'000 | Total RM'000 |
|-------------|---------------------------|-----------------------------|-------------------------|
| Current | 3,894 | 78,134 | 82,028 |
| Non-current | 1,134 | 20,000 | 21,134 |
| | <u>5,028</u> | <u>98,134</u> | <u>103,162</u> |

23. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

As at the date of this report, the Group does not have any off balance sheet financial instruments.

24. CHANGES IN MATERIAL LITIGATIONS

No material litigation has arisen since 31 December 2008.

25. DIVIDEND PAYABLE

The Directors do not recommend any interim dividend payment for the current quarter.

TOMEI CONSOLIDATED BERHAD (692959–W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2009

(The figures have not been audited)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)

26. EARNING PER SHARE

The basic earnings per share are calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

| | Individual Quarter | | Cumulative Quarter | |
|--|---------------------------|------------------|---------------------------|------------------|
| | 3 months ended | | 6 months ended | |
| | 30/6/2009 | 30/6/2008 | 30/6/2009 | 30/6/2008 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Net profit for the period | 3,364 | 4,299 | 6,854 | 10,640 |
| Weighted average number of ordinary shares in issue ('000) | 126,000 | 126,000 | 126,000 | 126,000 |
| Basic earnings per share (sen) | 2.67 | 3.41 | 5.44 | 8.44 |
| Diluted earnings per share | N/A | N/A | N/A | N/A |

There is no diluted earning per share as the Company does not have any convertible financial instruments in issue.

By Order of the Board

Secretaries

Tan Enk Purn (MAICSA 7045521)

Teoh Kok Jong (LS 04719)

Dated : 21 August 2009