

Boustead Heavy Industries Corporation Berhad (11106-V)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

| For the period ended 30 September 2010 | Current Period | | Cumulative Period | |
|--|------------------|----------------|-------------------|----------------|
| | 2010 RM'000 | 2009 RM'000 | 2010 RM'000 | 2009 RM'000 |
| Continuing operations | | | | |
| Revenue | 227,709 | 144,206 | 420,592 | 380,269 |
| Operating cost | (193,009) | (123,479) | (353,832) | (323,585) |
| Profit from operations | 34,700 | 20,727 | 66,760 | 56,684 |
| Interest income | 55 | 318 | 191 | 736 |
| Finance cost | (1,146) | (324) | (2,435) | (387) |
| Share of results of Associates | 3,412 | 7,310 | 10,561 | 15,845 |
| Profit before taxation | 37,021 | 28,031 | 75,077 | 72,878 |
| Taxation | (6,690) | (3,127) | (13,075) | (14,353) |
| Profit for the period | 30,331 | 24,904 | 62,002 | 58,525 |
| Attributable to: | | | | |
| Shareholders of the Company | 26,900 | 24,750 | 58,372 | 57,679 |
| Minority interests | 3,431 | 154 | 3,630 | 846 |
| Net profit for the period | 30,331 | 24,904 | 62,002 | 58,525 |
| Earnings per share - sen | | | | |
| Basic | 10.83 | 9.96 | 23.49 | 23.21 |

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2009.

Boustead Heavy Industries Corporation Berhad (11106-V)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| For the period ended 30 September 2010 | Current Period | | Cumulative Period | |
|--|-----------------------|---------------|--------------------------|---------------|
| | 2010 | 2009 | 2010 | 2009 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Continuing operations | | | | |
| Profit for the period | 30,331 | 24,904 | 62,002 | 58,525 |
| Foreign currency translation | 56 | (6) | 189 | 156 |
| Total comprehensive income for the period | 30,387 | 24,898 | 62,191 | 58,681 |
| Total comprehensive income attributable to: | | | | |
| Shareholders of the Company | 26,934 | 24,748 | 58,486 | 57,774 |
| Minority interests | 3,453 | 150 | 3,705 | 907 |
| Net profit for the period | 30,387 | 24,898 | 62,191 | 58,681 |

The Unaudited Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2009.

Boustead Heavy Industries Corporation Berhad (11106-V)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| As at 30 September 2010 | Restated Audited 31 December | |
|--|------------------------------------|----------------|
| | 2010 RM'000 | 2009 RM'000 |
| ASSETS | | |
| Non current assets | | |
| Property, plant and equipment | 94,946 | 76,886 |
| Goodwill | 3,467 | - |
| Associates | 187,905 | 177,344 |
| | <u>286,318</u> | <u>254,230</u> |
| Current assets | | |
| Inventories | 27,308 | 829 |
| Receivables | 552,720 | 272,241 |
| Cash and bank balances | 25,831 | 52,571 |
| | <u>605,859</u> | <u>325,641</u> |
| TOTAL ASSETS | <u>892,177</u> | <u>579,871</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 248,458 | 248,458 |
| Reserves | 170,351 | 126,773 |
| Shareholders' equity | <u>418,809</u> | <u>375,231</u> |
| Minority interests | 37,023 | 10,390 |
| Total equity | <u>455,832</u> | <u>385,621</u> |
| Non current liabilities | | |
| Long term borrowings | 19,320 | 12,394 |
| Deferred tax liabilities | 739 | - |
| | <u>20,059</u> | <u>12,394</u> |
| Current liabilities | | |
| Borrowings | 173,552 | 16,792 |
| Trade and other payables | 233,209 | 156,322 |
| Taxation | 9,525 | 8,742 |
| | <u>416,286</u> | <u>181,856</u> |
| Total liabilities | <u>436,345</u> | <u>194,250</u> |
| TOTAL EQUITY AND LIABILITIES | <u>892,177</u> | <u>579,871</u> |
| Net assets per share attributable to ordinary equity holders of the parent - RM | <u>1.69</u> | <u>1.51</u> |

The Unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2009.

Boustead Heavy Industries Corporation Berhad (11106-V)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| For the period ended 30 September 2010 | Attributable to shareholders of Company | | | | | |
|--|---|--------------------------------------|---|----------------|-----------------------|-----------------|
| | Share Capital | *Exchange Fluctuation Reserves | Retained Profit /(Accumulated Loss) | Total | Minority Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2010 | 248,458 | (8,104) | 134,877 | 375,231 | 10,390 | 385,621 |
| Total comprehensive income for the period | - | 113 | 58,372 | 58,485 | 3,705 | 62,190 |
| Transaction with owners: | | | | | | |
| Dividend | | | | | | |
| - interim of the current year | - | - | (14,907) | (14,907) | - | (14,907) |
| Dilution in equity interest | - | - | - | - | (262) | (262) |
| Issue of shares by subsidiary | | | | | | - |
| to minority interests | - | - | - | - | 1,600 | 1,600 |
| Acquisition of minority interests | - | - | - | - | 21,590 | 21,590 |
| Balance at 30 September 2010 | 248,458 | (7,991) | 178,342 | 418,809 | 37,023 | 455,832 |
| At 1 January 2009 | | | | | | |
| As previously stated | 248,458 | (8,191) | 80,005 | 320,272 | 7,554 | 327,826 |
| Prior year adjustment | - | - | (7,743) | (7,743) | - | (7,743) |
| Balance at 1 January 2009 (restated) | 248,458 | (8,191) | 72,262 | 312,529 | 7,554 | 320,083 |
| Total comprehensive income for the period | - | 95 | 57,679 | 57,774 | 907 | 58,681 |
| Transaction with owners: | | | | | | |
| Dividend | | | | | | |
| - final of the previous year | - | - | (13,665) | (13,665) | - | (13,665) |
| Issue of shares by subsidiary | | | | | | - |
| to minority interests | - | - | - | - | 600 | 600 |
| Balance at 30 September 2009 | 248,458 | (8,096) | 116,276 | 356,638 | 9,061 | 365,699 |

NOTES

* Denotes non distributable reserves.

The Unaudited Condensed Consolidated Statements of Changes of Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2009.

Boustead Heavy Industries Corporation Berhad (11106-V)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the period ended 30 September 2010

| | 2010 | 2009 |
|--|---------------|---------------|
| | RM'000 | RM'000 |
| Operating Activities | | |
| Receipts from customers | 134,818 | 250,658 |
| Cash paid to suppliers and employees | (264,858) | (301,697) |
| Cash used in operations | (130,040) | (51,039) |
| Tax paid less refund | (12,971) | (4,273) |
| Net cash used in operating activities | (143,011) | (55,312) |
| Investing Activities | | |
| Capital expenditure | (8,242) | (9,588) |
| Others | (21,125) | 493 |
| Net cash used in investing activities | (29,367) | (9,095) |
| Financing Activities | | |
| Net drawdown/(repayment) of borrowings | 163,686 | 16,220 |
| Dividends paid to shareholders of the Company | (14,907) | (387) |
| Interest paid | (2,906) | (13,665) |
| Net cash generated from financing activities | 145,873 | 2,168 |
| Foreign exchange translation difference | (235) | 551 |
| Net (decrease)/increase in cash and cash equivalents | (26,740) | (61,688) |
| Cash and cash equivalent at beginning of period | 52,571 | 94,920 |
| Cash and Cash Equivalent at End of Period | 25,831 | 33,232 |
| Analysis of Cash and Cash Equivalents | | |
| Deposits, cash and bank balances | 25,831 | 33,232 |
| Cash and Cash Equivalent at End of Period | 25,831 | 33,232 |

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2009.