

ENG TEKNOLOGI HOLDINGS BHD.

Company No. 234669 M
(Incorporated in Malaysia)

Interim Financial Statements
30 September 2009

ENG TEKNOLOGI HOLDINGS BHD.
(Incorporated in Malaysia)

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ENG TEKNOLOGI HOLDINGS BHD.
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	3 months period ended		9 months period ended	
		30 September		30 September	
		2009	2008	2009	2008
		RM'000	RM'000	RM'000	RM'000
Revenue		125,079	145,227	331,779	432,658
Cost of sales		(97,685)	(118,715)	(277,170)	(349,378)
Gross profit		27,394	26,512	54,609	83,280
Other income		1,600	2,106	8,038	5,798
Administrative expenses		(8,883)	(7,671)	(20,899)	(21,855)
Selling and marketing expenses		(2,858)	(3,148)	(8,704)	(10,145)
Other expenses		(3,155)	2,005	(2,829)	(5,036)
Operating profit		14,098	19,804	30,215	52,042
Finance costs		(489)	(4,723)	(3,844)	(6,936)
Share of profit of associate		7	2	14	-
Profit before tax		13,616	15,083	26,385	45,106
Income tax expense	20	(2,435)	(4,259)	(3,431)	(11,767)
Profit for the period		11,181	10,824	22,954	33,339
Attributable to:					
Equity holders of the Company		11,037	9,292	22,403	28,313
Minority interests		144	1,532	551	5,026
		11,181	10,824	22,954	33,339
Earnings per share attributable to equity holders of the Company:					
Basic, for profit for the period (sen)	28	9.3	7.8	18.8	23.8
Diluted, for profit for the period (sen)	28	9.3	7.8	18.8	23.7
The cost of sales, administrative expenses and other expenses were arrived at after:-					
(a) depreciation		(10,195)	(11,211)	(31,706)	(32,052)
(b) amortisation		(25)	(24)	(75)	(74)
Included in the other expenses was:					
(a) net foreign exchange (loss)/gain		(990)	3,132	(548)	(2,175)
Included in the finance costs were:					
(a) interest expense		(774)	(1,400)	(2,880)	(4,148)
(b) net foreign exchange gain/(loss) arising from financing activities		450	(3,141)	(398)	(2,174)

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

ENG TEKNOLOGI HOLDINGS BHD.
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CONDENSED CONSOLIDATED BALANCE SHEETS

	Note	As At 30 September 2009 RM'000	As At 31 December 2008 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		129,064	155,440
Prepaid land lease payments		4,412	4,484
Intangible assets		27,095	28,227
Interest in an associate		2,582	2,574
Other investments		41	41
Retirement benefits plan assets		252	152
Deferred tax assets		2,133	3,404
		<u>165,579</u>	<u>194,322</u>
Current Assets			
Inventories		39,967	60,938
Trade receivables		106,495	105,820
Other receivables		10,223	12,090
Tax recoverables		5,563	4,459
Cash and bank balances		38,925	47,314
		<u>201,173</u>	<u>230,621</u>
TOTAL ASSETS		<u>366,752</u>	<u>424,943</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		119,187	119,187
Share premium		1,003	1,003
Treasury shares		(172)	(87)
Other reserves		(5,375)	(6,549)
Retained earnings		101,703	86,224
		<u>216,346</u>	<u>199,778</u>
Minority interests		2,018	24,547
Total equity		<u>218,364</u>	<u>224,325</u>
Non-current Liabilities			
Retirement benefits obligations		437	352
Borrowings	24	21,083	23,996
Deferred tax liabilities		878	444
		<u>22,398</u>	<u>24,792</u>
Current Liabilities			
Borrowings	24	48,357	94,139
Trade payables		41,959	45,313
Other payables		35,296	35,845
Current tax payable		378	529
		<u>125,990</u>	<u>175,826</u>
Total liabilities		<u>148,388</u>	<u>200,618</u>
TOTAL EQUITY AND LIABILITIES		<u>366,752</u>	<u>424,943</u>
Net assets per share (RM)		1.83	1.88
Net assets per share attributable to ordinary equity holders of the Company (RM)		1.82	1.68

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

ENG TEKNOLOGI HOLDINGS BHD.
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Attributable to Equity Holders of the Company →					Minority Interests	Total Equity			
	Share Capital RM'000	Share Premium RM'000	← Non-distributable →		Distributable Retained Earnings RM'000			Total RM'000	RM'000	RM'000
			Treasury Shares RM'000	Other Reserves RM'000						
At 1 January 2009	119,187	1,003	(87)	(6,549)	86,224	199,778	24,547	224,325		
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	1,296	-	1,296	32	1,328		
Profit for the period	-	-	-	-	22,403	22,403	551	22,954		
Total recognised income and expense for the period	-	-	-	1,296	22,403	23,699	583	24,282		
Dividends	-	-	-	-	(7,143)	(7,143)	-	(7,143)		
Forfeiture of vested ESOS	-	-	-	(219)	219	-	-	-		
Purchase of additional shares in a subsidiary	-	-	-	-	-	-	(22,790)	(22,790)		
Purchase of treasury shares	-	-	(85)	-	-	(85)	-	(85)		
Share options granted under ESOS	-	-	-	97	-	97	2	99		
Subsidiary's interim tax exempt dividend	-	-	-	-	-	-	(324)	(324)		
At 30 September 2009	119,187	1,003	(172)	(5,375)	101,703	216,346	2,018	218,364		
At 1 January 2008	119,097	963	-	(3,080)	76,043	193,023	20,307	213,330		
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	(3,362)	-	(3,362)	(204)	(3,566)		
Profit for the period	-	-	-	-	28,313	28,313	5,026	33,339		
Total recognised income and expense for the period	-	-	-	(3,362)	28,313	24,951	4,822	29,773		
Dividends	-	-	-	-	(14,302)	(14,302)	-	(14,302)		
Forfeiture of vested ESOS	-	-	-	(4)	3	(1)	1	-		
Issue of ordinary shares pursuant to ESOS	90	15	-	-	-	105	-	105		
Purchase of treasury shares	-	-	(25)	-	-	(25)	-	(25)		
Share options granted under ESOS	-	-	-	489	-	489	16	505		
Transfer to share premium arising from exercise of ESOS	-	25	-	(25)	-	-	-	-		
At 30 September 2008	119,187	1,003	(25)	(5,982)	90,057	204,240	25,146	229,386		

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 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	9 months period ended 30 September	
	2009	2008
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	26,385	45,106
Adjustments for non-cash items	33,677	41,608
Operating profit before working capital changes	60,062	86,714
Decrease/(increase) in inventories	19,150	(14,828)
Decrease/(increase) in receivables	71	(2,463)
Decrease in payables	(2,349)	(13,867)
(Increase)/decrease in long term receivable	(2)	193
Cash generated from operations	76,932	55,749
Tax refunded	112	533
Interest paid	(2,917)	(4,087)
Retirement benefits paid	(108)	(109)
Tax paid	(3,092)	(1,955)
Net cash generated from operating activities	70,927	50,131
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(8,566)	(40,770)
Dividend received	-	1
Interest received	249	396
Proceeds from disposal of property, plant and equipment	616	899
Purchase of additional shares in a subsidiary	(18,154)	-
Net cash used in investing activities	(25,855)	(39,474)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid by a subsidiary to minority interest	(1,313)	(900)
Dividend paid by the Company	(3,572)	(10,727)
Drawdown of hire-purchase payables	-	3,518
Drawdown of term loans	29,715	7,070
Net change in bank borrowings	(46,609)	6,388
Proceeds from issuance of shares for ESOS exercised	-	105
Purchase of treasury shares	(85)	(25)
Repayment of lease and hire-purchase payables	(1,267)	(1,048)
Repayment of term loans	(29,431)	(17,499)
Net cash used in financing activities	(52,562)	(13,118)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(7,490)	(2,461)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	1,088	(4,225)
CASH AND CASH EQUIVALENTS AS AT		
1 JANUARY	45,011	39,197
CASH AND CASH EQUIVALENTS AS AT		
30 SEPTEMBER	38,609	32,511

CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following balance sheet amounts:

	As At 30 September	
	2009 RM'000	2008 RM'000
Cash and bank balances	38,925	36,127
Bank overdrafts	(316)	(3,616)
	<u>38,609</u>	<u>32,511</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

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PART A – DISCLOSURE NOTES AS REQUIRED UNDER FRS 134

1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for the revaluation of a property included in property, plant and equipment.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2008.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2008.

At the date of authorisation of these financial statements, the following new FRSs, revised FRSs, Amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:

		Effective for financial periods beginning on or after
FRSs, Amendments to FRSs and Interpretations		
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 101	Presentation of Financial Statements (revised)	1 January 2010
FRS 123	Borrowing Costs (revised)	1 January 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2010
Amendments to FRS 2	Share-based Payment: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 7	Financial Instruments: Disclosures	1 January 2010
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 132	Financial Instruments: Presentation	1 January 2010
Amendments to FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 – Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010

2. Changes in Accounting Policies (cont'd)

MASB also issued “Improvements to FRSs (2009)” which contain Amendments to twenty two FRSs and is effective for financial periods beginning on or after 1 January 2010.

The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 7, FRS 139 and Amendments to FRS 139, FRS 7 and IC Interpretation 9.

The other new FRSs, revised FRS, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes in disclosures arising from the adoption of FRS 8, FRS 101 and Amendments to FRS 132.

3. Comparatives

The comparative figures are consistent with those previously announced and there is no event requiring restating of the comparative figures during the quarter under review.

4. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 31 December 2008 was not qualified.

5. Segmental Information

Analysis by business segments:

9 months period ended 30 September 2009	Manufacturing RM'000	Trading RM'000	Others RM'000	Amalgamated RM'000	Elimination/ Adjustment RM'000	Consolidated RM'000
Revenue						
External sales	330,484	1,295	-	331,779	-	331,779
Inter-segment sales	14,342	-	1,277	15,619	(15,619)	-
	344,826	1,295	1,277	347,398	(15,619)	331,779
Unallocated revenue						-
Total revenue						<u>331,779</u>
Results						
Segment results	26,907	(80)	300	27,127	-	27,127
Unallocated income						3,088
Finance costs						(3,844)
Share of profit of associate						14
Profit before tax						<u>26,385</u>
Income tax expense						(3,431)
Profit for the period						<u>22,954</u>

5. Segmental Information (Cont'd)

9 months period ended 30 September 2008	Manufacturing RM'000	Trading RM'000	Others RM'000	Amalgamated RM'000	Elimination/ Adjustment RM'000	Consolidated RM'000
Revenue						
External sales	375,198	57,389	-	432,587	-	432,587
Inter-segment sales	54,196	-	1,289	55,485	(55,485)	-
	429,394	57,389	1,289	488,072	(55,485)	432,587
Unallocated revenue						71
Total revenue						432,658
Results						
Segment results	50,489	(553)	264	50,200	-	50,200
Unallocated income						1,842
Finance costs						(6,936)
Share of loss of associate						-
Profit before tax						45,106
Income tax expense						(11,767)
Profit for the period						33,339

Transfer prices between business segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, expenses and results include transfers between business segments. These transfers are eliminated on consolidation.

6. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 September 2009 except for the followings:

- (a) Recognition of negative goodwill of RM4.6 million which arose from acquisition of remaining 25% equity interest in a subsidiary.
- (b) Impairment loss on goodwill of RM1.1 million was made on the premise of reduced revenue by a subsidiary in Malaysia.

7. Changes in Estimates

There were no changes in estimates that have had a material effect on the current quarter results.

8. Comments about Seasonal or Cyclical Factors

The Group is subjected to the cyclical effects of the global technology industry and the fluctuations of the metal prices used as raw materials.

9. Dividend Paid

The amount of dividend paid during the financial period ended 30 September 2009 was as follows:

	RM'000
In respect of the financial year ended 31 December 2008 as reported in the directors' report of that year:	
Final tax exempt dividend of 3%, paid on 26 June 2009	3,572

10. Carrying Amount of Revalued Assets

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2008.

11. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities except for the followings:

- (a) Employee Share Options Scheme ("ESOS")

There was no issuance of ordinary shares pursuant to the Company's ESOS during the financial period ended 30 September 2009.

<u>ESOS</u>	<u>Option 1</u>	<u>Option 2</u>	<u>Option 3</u>	<u>Option 4</u>	<u>Option 5</u>	<u>Option 6</u>	<u>Total</u>
Grant Date	23/10/2001	18/10/2002	23/05/2003	24/02/2004	15/08/2005	18/02/2008	
Expiry Date	22/10/2011	22/10/2011	22/10/2011	22/10/2011	22/10/2011	22/10/2011	
	('000)	('000)	('000)	('000)	('000)	('000)	('000)
As at 1/1/2009	1,660	176	586	578	4,320	2,302	9,622
Granted	-	-	-	-	-	-	-
Exercised	-	-	-	-	-	-	-
Foregone	221	18	210	8	662	450	1,569
As at 30/9/2009	1,439	158	376	570	3,658	1,852	8,053
Option price per Ordinary Share (RM)	1.62	1.40	1.48	2.90	1.84	1.13	

11. Debt and Equity Securities (cont'd)

(b) Shares held as Treasury Shares

During the financial period ended 30 September 2009, the Company had repurchased a total of 90,800 ordinary shares of RM1 each of its issued share capital from the open market for a total consideration of RM85,405 at an average cost of RM0.94 per share. The repurchased transaction was financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

12. Changes in Composition of the Group

There were no changes in the composition of the Group except for the following:

- (a) On 19 January 2009, the Company acquired the remaining 25% of equity interest in a subsidiary, Altum Precision Pte. Ltd. ("APS"), for a purchase consideration of SGD7,500,000 pursuant to the Put Option granted to Ultro Technologies Limited by the Company in accordance to the Put and Call Option Agreement dated 31 October 2005. With this, the Company increased its equity interest in APS from 75% to 100%.

13. Commitments

The amount of commitments not provided for in the interim financial statements as at 30 September 2009 is as follows:

	As At 30 September 2009 RM'000
Approved and contracted for:	
Property, plant and equipment	652
Future minimum rental payments for non-cancellable operating lease agreements	13,303

14. Changes in Contingent Liabilities and Contingent Assets

The total contingent liabilities as at 30 September 2009 for the Company are corporate guarantees for credit facilities granted to subsidiaries of RM67.0 million (31 December 2008: RM81.9 million).

15. Subsequent Events

There were no material events subsequent to the end of the current quarter except for the following:

- (a) On 18 November 2009, the Board of Directors have approved and will make applications to the Registrar of Companies for the striking off of the following subsidiaries which have been dormant, pursuant to Section 308 of the Companies Act, 1965:
- (i) Engtek Venture (M) Sdn Bhd
 - (ii) Micro Tooling Sdn Bhd

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**PART B – DISCLOSURE NOTES AS REQUIRED UNDER BURSA MALAYSIA SECURITIES
BERHAD LISTING REQUIREMENTS**

16. Performance Review

(a) For the reporting quarter

Group revenue for this reporting quarter was RM125.1 million with a profit before tax of RM13.6 million. Correspondingly the revenue and profit before tax for the previous year were RM145.2 million and RM15.1 million respectively.

(b) For the nine months ended 30 September 2009

Group revenue was RM331.8 million with a profit before tax of RM26.4 million. The previous year's corresponding period's revenue and profit before tax were RM432.7 million and RM45.1 million respectively.

Overall demand for the Group's products is recovering but not yet to the level achieved in the previous year. The Group's profit margin was largely maintained as a result of effective cost cutting measures despite the revenue reduction compared to previous year.

17. Material Change in Profit Before Tax Against Preceding Quarter

The Group revenue rose 18% from RM105.9 million in the preceding quarter to RM125.1 million in this reporting quarter. Profit before tax increased by 5% quarter on quarter from RM13.0 million to RM13.6 million. The profit increased at a lower pace as a result of certain one off costs charged out during the reporting quarter. Included in this is the impairment loss on goodwill of a subsidiary amounting to RM1.1 million.

18. Prospects

Hard disk drive industry analysts have predicted a strong calendar quarter four this year as the demand improves gradually. This is confirmed by the improved order pattern from the Group's customers. Hence, the performance of the Group should improve in the last quarter of this financial year.

On overall 2009 performance, the Group aims to achieve profits comparable to the previous year even though revenue for 2009 is expected to fall short of 2008.

19. Profit Forecast or Profit Guarantee

Not applicable.

20. Income Tax Expense

	3 months period ended 30 September		9 months period ended 30 September	
	2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Current tax:				
Malaysian income tax	1,045	1,149	1,136	3,632
Foreign income tax	209	193	612	1,092
	<u>1,254</u>	<u>1,342</u>	<u>1,748</u>	<u>4,724</u>
(Over)/Underprovision in prior year:				
Malaysian income tax	(36)	(72)	(33)	(34)
Foreign income tax	2	(22)	2	(22)
	<u>(34)</u>	<u>(94)</u>	<u>(31)</u>	<u>(56)</u>
	<u>1,220</u>	<u>1,248</u>	<u>1,717</u>	<u>4,668</u>
Deferred tax	1,353	2,364	2,154	6,094
(Over)/Underprovision of deferred tax in prior year	(138)	647	(440)	1,005
	<u>1,215</u>	<u>3,011</u>	<u>1,714</u>	<u>7,099</u>
Total income tax expense	<u>2,435</u>	<u>4,259</u>	<u>3,431</u>	<u>11,767</u>

Domestic income tax is calculated at the Malaysian statutory tax rate of 25% (2008: 26%) of the estimated assessable profit for the year. The computation of deferred tax as at 30 September 2009 has reflected these changes.

The effective tax rate for the period ended 30 September 2009 was lower than the statutory tax rate principally due to certain income not subject to tax and incentives enjoyed by the local subsidiaries under the Income Tax Act, 1967 and by foreign subsidiaries under their respective tax legislations.

21. Sales of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the financial period ended 30 September 2009.

22. Quoted Securities

There were no purchase or sales of quoted securities during the financial period ended 30 September 2009 and no investment in quoted securities as at 30 September 2009.

23. Corporate Proposals

There have been no further developments to corporate proposals other than that already announced to Bursa Malaysia.

24. Borrowings

Details of the Group's borrowings as at 30 September 2009 are as follows:

	As At 30 September 2009 RM'000	As At 31 December 2008 RM'000
Short term		
Secured	34,495	33,257
Unsecured	13,862	60,882
	<u>48,357</u>	<u>94,139</u>
Long term		
Secured	21,083	23,996
	<u>69,440</u>	<u>118,135</u>

Borrowings denominated in foreign currency:

	As At 30 September 2009		As At 31 December 2008	
	Foreign currency '000	RM'000 equivalent	Foreign currency '000	RM'000 equivalent
Short term				
Secured	USD 6,718	23,397	USD 7,105	24,673
Secured	THB 19	2	THB 375	37
Unsecured	USD 1,746	6,076	USD 1,820	6,316
Unsecured	HKD 3,000	1,348	HKD 5,625	2,520
Unsecured	THB 8,000	913	THB 35,008	3,487
Long term				
Secured	USD 2,359	8,216	USD 6,366	22,108

25. Off Balance Sheet Financial Instruments

Notional amount as at
11 November 2009
RM'000

Forward foreign exchange contracts:
Within 1 year 45,219

Credit risk, or the risk of counterparties defaulting, is controlled by strictly limiting the Group's association to creditworthy financial institutions in Malaysia.

Market risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices whether those changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market. Exposure to market risk may be reduced through offsetting on and off balance sheet positions.

There are no significant credit and market risks posed by the above off balance sheet financial instruments. The related accounting policies for the off balance sheet financial instruments are as disclosed in the financial statements for the year ended 31 December 2008.

26. Changes in Material Litigation

There was no pending material litigation at the date of the report.

27. Dividend

- (a) An interim tax exempt dividend of 3% (3 sen per share) in respect of the financial year ending 31 December 2009 (2008: 3 sen per share tax exempt) was declared by the directors on 20 August 2009 and paid on 28 October 2009.
- (b) The total dividend per share to date for the current financial year is 3 sen tax exempt.

28. Earnings Per Share

(a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	3 months period ended 30 September		9 months period ended 30 September	
	2009	2008	2009	2008
Profit attributable to ordinary equity holders of the Company (RM'000)	11,037	9,292	22,403	28,313
Weighted average number of ordinary shares in issue ('000)	119,071	119,146	119,071	119,146
Basic earnings per share (sen)	9.3	7.8	18.8	23.8

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the period attributable to ordinary equity holders of the Company and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of share options granted to employees.

	3 months period ended 30 September		9 months period ended 30 September	
	2009	2008	2009	2008
Profit attributable to ordinary equity holders of the Company (RM'000)	11,037	9,292	22,403	28,313
Weighted average number of ordinary shares in issue ('000)	119,071	119,146	119,071	119,146
Effects of dilution:				
Share options	-	396	-	396
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	119,071	119,542	119,071	119,542
Diluted earnings per share (sen)	9.3	7.8	18.8	23.7

29. Authorisation for Issue

On 18 November 2009, the Board of Directors authorised the issue of these interim financial statements.

By Order of the Board
Eng Teknologi Holdings Bhd (234669 M)

THUM SOOK FUN (MAICSA 7025619)
Secretary
18 November 2009