

**Harvest Court Industries Berhad (36998-T)**  
**Condensed Consolidated Statement of Financial Position**  
**As at 31 December 2010**

	As at 31 Dec 2010 (RM) (Unaudited)	As at 31 Dec 2009 (RM) (Audited)
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	14,855,510	11,041,364
Prepaid Lease Payment at Cost	5,321,856	5,577,918
	<b>20,177,366</b>	<b>16,619,282</b>
<b>CURRENT ASSETS</b>		
Inventories	7,859,034	7,375,933
Trade receivables	2,181,615	5,393,671
Other receivables, deposits & prepayments	699,860	318,016
Tax recoverable	332	1,267
Cash and bank balances	1,549,168	1,237,851
Fixed deposits with a licensed bank		7,002,685
	<b>12,290,009</b>	<b>21,329,423</b>
<b>TOTAL ASSETS</b>	<b>32,467,375</b>	<b>37,948,705</b>
<b>FINANCED BY:</b>		
Share capital	42,980,593	40,422,812
Reserves	(19,129,467)	(16,310,140)
<b>Equity attributable to equity holders of the parent</b>	<b>23,851,126</b>	<b>24,112,672</b>
<b>Total equity</b>	<b>23,851,126</b>	<b>24,112,672</b>
<b>Non-Current Liabilities</b>		
Finance payables	14,704	42,242
Deferred tax liabilities	134,000	134,000
	<b>148,704</b>	<b>176,242</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	659,627	1,987,123
Other payables	6,990,334	10,737,542
Amount owing to director	14,913	-
Finance payables	19,102	35,383
Short term borrowings	255,493	310,493
Tax payables	528,076	589,250
<b>Total current liabilities</b>	<b>8,467,545</b>	<b>13,659,791</b>
<b>TOTAL LIABILITIES</b>	<b>8,616,249</b>	<b>13,836,033</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>32,467,375</b>	<b>37,948,705</b>
NET ASSETS PER SHARE		
ATTRIBUTABLE TO ORDINARY EQUITY		
HOLDERS OF THE PARENT (Sen)	13.87	14.91

1) The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

2) The results has undergone the limited review by the external auditors (Messrs. UHY)

**Harvest Court Industries Berhad (36998-T)**  
**Condensed Consolidated Statement of Comprehensive Income**  
**For the year ended 31 December 2010**

Note	2010 Current Qtr ended 31 Dec (RM) (Unaudited)	2009 Comparative Qtr ended 31 Dec (RM) (Audited)	2010 12 months cumulative to date (RM) (Unaudited)	2009 Comparative 12 months cumulative to date (RM) (Audited)
Revenue	1,746,147	1,556,019	6,427,872	9,232,835
Cost of sales	(1,961,201)	(2,261,987)	(6,409,416)	(9,788,566)
<b>Gross profit /(loss)</b>	<b>(215,054)</b>	<b>(705,968)</b>	<b>18,456</b>	<b>(555,731)</b>
Other income	37,217	6,069	167,548	120,881
Administrative expenses	(474,611)	(928,034)	(2,169,089)	(1,893,543)
Selling and distribution expenses	(90,056)	(61,680)	(388,414)	(121,070)
Other expenses	(99,348)	(792,499)	(378,908)	(792,499)
Finance Cost	(16,571)	(103,763)	(67,454)	(2,529,050)
Exceptional items		17,796,111		17,796,111
<b>Loss before taxation</b>	<b>(858,423)</b>	<b>15,210,236</b>	<b>(2,817,861)</b>	<b>12,025,099</b>
Taxation	-	67,309	(1,466)	136,000
<b>Loss for the period</b>	<b>(858,423)</b>	<b>15,277,545</b>	<b>(2,819,327)</b>	<b>12,161,099</b>
<b>Total comprehensive income for the period</b>	<b>(858,423)</b>	<b>15,277,545</b>	<b>(2,819,327)</b>	<b>12,161,099</b>
Attributable to:				
Equity holders of the parent	(858,423)	15,277,545	(2,819,327)	12,161,099
<b>Loss per share attributable to equity holders of the parent:</b>				
Basic, for loss for the period (Sen)	(0.50)	39.51	(1.68)	31.45
Dilluted	-	-	-	-

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**Harvest Court Industries Berhad (36998-T)**  
**Condensed Consolidated Statement of Changes in Equity**  
**For the financial year ended 31 December 2010**

	Attributable to Equity Holders of the Parent				Total Equity (RM)
	Share Capital (RM)	Share Premium (RM)	Exchange Translation Reserve (RM)	Accumulated Losses (RM)	
<b>12 months ended 31 Dec 2010</b>					
Balance at beginning of period	40,422,812	-	-	(16,310,140)	24,112,672
Issuance of shares pursuant to ESOS	422,000				422,000
Issuance of shares pursuant to Private Placement	2,135,781				2,135,781
Total Comprehensive (Loss) for the period	-	-	-	(2,819,327)	(2,819,327)
<b>Balance at end of period</b>	<b>42,980,593</b>	<b>-</b>	<b>-</b>	<b>(19,129,467)</b>	<b>23,851,126</b>
<b>12 months ended 31 Dec 2009</b>					
Balance at beginning of period	22,669,900	873,000	-	(46,346,664)	(22,803,764)
Capital reduction	(17,002,425)	(873,000)	-	17,875,425	-
Issuance of share pursuant to debt restructuring	34,755,337	-	-	-	34,755,337
Total Comprehensive Income for the period	-	-	-	12,161,099	12,161,099
<b>Balance at end of period</b>	<b>40,422,812</b>	<b>-</b>	<b>-</b>	<b>(16,310,140)</b>	<b>24,112,672</b>

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**Harvest Court Industries Berhad**  
**Condensed Consolidated Statement of Cash Flows**  
**For the financial year ended 31 December 2010**

	<b>2010</b> <b>12 months ended</b> <b>31 Dec</b> <b>(RM'000)</b>	<b>2009</b> <b>12 months ended</b> <b>31 Dec</b> <b>(RM'000)</b>
Net profit /(loss) before tax	(2,818)	12,025
Adjustments for non-cash flow:-		
Non-cash items	1,458	(19,496)
Non-operating items (which are investing/financing)	(52)	2,474
Operating loss before changes in working capital	<u>(1,412)</u>	<u>(4,997)</u>
Changes in working capital :-		
Net change in current assets	2,233	(4,840)
Net change in current liabilities	<u>(2,934)</u>	<u>(2,287)</u>
Cash generated from/(used in) operations	(2,113)	(12,124)
Interest paid		(7)
Interest received	55	38
Net cash from/(used in) operating activities	<u>(2,058)</u>	<u>(12,093)</u>
Investing Activities		
- Other investments	(4,476)	9,724
Net cash used in investing activities	<u>(4,476)</u>	<u>9,724</u>
Financing Activities		
- Proceeds from issuance of share capital		12,002
- Settlement of bank overdrafts		14,221
- Bank borrowing	(55)	(1,377)
- Finance Lease/ HP	(44)	(41)
Net cash used in financing activities	<u>(99)</u>	<u>24,805</u>
Net changes in Cash & Cash equivalents	(6,633)	22,436
Cash & Cash Equivalents at beginning of period	8,241	(14,195)
Foreign Currency differences	(59)	-
Cash & Cash Equivalents at end of period	<u><u>1,549</u></u>	<u><u>8,241</u></u>

Cash & Cash Equivalents comprise the following :-

Cash and bank balances	1,549	1,238
Fixed Deposit		7,003
Bank overdrafts		0
	<u>1,549</u>	<u>8,241</u>

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