

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**

	<b>Current quarter ended 30/09/2008 RM'000</b>	<b>Comparative quarter ended 30/09/2007 RM'000</b>	<b>Current year to date ended 30/09/2008 RM'000</b>	<b>Preceding year to date ended 30/09/2007 RM'000</b>
Revenue	3,078	1,113	7,060	28,553
Other income	25	-	28	22
Administrative expenses	(1,284)	(316)	(4,884)	(3,237)
Share of (losses)/profits of associated companies	(2,220)	1,988	(5,559)	9,594
<b>(Loss)/Profit before tax</b>	<b>(401)</b>	2,785	<b>(3,355)</b>	34,932
Income tax	3	68	(9)	(5,034)
<b>(Loss)/Profit for the period</b>	<b>(398)</b>	2,853	<b>(3,364)</b>	29,898
(Loss)/Profit attributable to:				
Equity holders of the Company	(556)	2,853	(3,819)	29,898
Minority interests	158	-	455	-
	<b>(398)</b>	2,853	<b>(3,364)</b>	29,898
<b>(Loss)/Earnings per share attributable to equity holders of the Company (sen) (Note B14):</b>				
Basic and Diluted	<b>(0.37)</b>	1.90	<b>(2.55)</b>	19.93

(The accompanying explanatory notes attached to the interim financial statements form an integral part of and should be read in conjunction with this quarterly report).

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**

	As at <b>30/09/2008</b>	As at 30/09/2007	(Audited) As at 31/12/2007
	RM'000	RM'000	RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	991	273	831
Intangible assets	554	-	549
Investment in associated companies	222,099	200,068	190,966
Other investments	73,839	81,020	80,690
	<b>297,483</b>	<b>281,361</b>	<b>273,036</b>
<b>Current assets</b>			
Other investments	3,678	-	6,157
Trade and other receivables	351	927	1,356
Amount due from related companies	1,226	-	2,199
Tax recoverable	4,075	1,079	1,495
Cash, bank balances and deposits	38,956	67,829	61,772
	<b>48,286</b>	<b>69,835</b>	<b>72,979</b>
<b>TOTAL ASSETS</b>	<b>345,769</b>	<b>351,196</b>	<b>346,015</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital	150,000	150,000	150,000
Reserves	188,873	193,646	189,197
	<b>338,873</b>	<b>343,646</b>	<b>339,197</b>
<b>Minority interests</b>	<b>6,014</b>	<b>-</b>	<b>5,559</b>
<b>Total equity</b>	<b>344,887</b>	<b>343,646</b>	<b>344,756</b>
<b>Current liabilities</b>			
Deferred income	71	-	85
Sundry payables	806	6,312	1,050
Amount due to related companies	5	-	124
Tax payables	-	1,238	-
<b>Total liabilities</b>	<b>882</b>	<b>7,550</b>	<b>1,259</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>345,769</b>	<b>351,196</b>	<b>346,015</b>
Net Assets per share (RM) attributable to equity holders of the Company	<b>2.26</b>	<b>2.29</b>	<b>2.26</b>

(The accompanying explanatory notes attached to the interim financial statements form an integral part of and should be read in conjunction with this quarterly report).

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to equity holders of the Company							Minority interests	Total equity
	Share capital	Treasury shares	Share premium	Equity compensation reserve	Other reserves	Distributable Retained profits	Total		
<b><u>Current year to date ended</u></b> <b><u>30 September 2008 (Unaudited)</u></b>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2008	150,000	-	104,396	618	29,200	54,983	339,197	5,559	344,756
Share of associated companies' reserves	-	-	-	-	11,977	-	11,977	-	11,977
Loss on deemed disposals of shares in associated companies	-	-	-	-	(149)	-	(149)	-	(149)
Net income recognised directly in equity	-	-	-	-	11,828	-	11,828	-	11,828
(Loss)/profit for the period	-	-	-	-	-	(3,819)	(3,819)	455	(3,364)
Total income and expense recognised for the period	-	-	-	-	11,828	(3,819)	8,009	455	8,464
Dividends paid	-	-	-	-	-	(8,325)	(8,325)	-	(8,325)
Reserve realised upon forfeiture of ESOS	-	-	-	(195)	-	195	-	-	-
Acquisition of treasury shares	-	(8)	-	-	-	-	(8)	-	(8)
At 30 September 2008	150,000	(8)	104,396	423	41,028	43,034	338,873	6,014	344,887

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Cont'd)**

	Attributable to equity holders of the Company					
	Share capital	Share premium	Equity compensation reserve	Other reserves	Distributable Retained profits	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Preceding year to date ended</u></b>						
<b><u>30 September 2007 (Unaudited)</u></b>						
At 1 January 2007	150,000	104,397	-	32,148	43,623	330,168
Share of associated companies' reserves	-	-	-	(499)	-	(499)
Losses on deemed disposals of shares in associated companies	-	-	-	(114)	-	(114)
Reserves realised on disposal of shares in associated companies	-	-	-	(2,271)	2,271	-
Net income and expense recognised directly in equity	-	-	-	(2,884)	2,271	(613)
Profit for the period	-	-	-	-	29,898	29,898
Total income and expense recognised for the period	-	-	-	(2,884)	32,169	29,285
Dividends paid	-	-	-	-	(16,425)	(16,425)
Share options of the Company	-	-	618	-	-	618
At 30 September 2007	150,000	104,397	618	29,264	59,367	343,646

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Cont'd)**

	Attributable to equity holders of the Company						Minority interests	Total equity
	Share capital	Share premium	Equity compensation reserve	Other reserves	Distributable Retained profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
<b><u>Preceding year ended</u></b>								
<b><u>31 December 2007 (Audited)</u></b>								
At 1 January 2007	150,000	104,396	-	32,148	43,624	330,168	-	330,168
Acquisition of a subsidiary company	-	-	-	-	-	-	5,499	5,499
Share of associated companies' reserves	-	-	-	(563)	-	(563)	-	(563)
Loss on deemed disposals of shares in associated companies	-	-	-	(114)	-	(114)	-	(114)
Reserves realised on disposal of shares in associated companies	-	-	-	(2,271)	2,271	-	-	-
Net income and expense recognised directly in equity	-	-	-	(2,948)	2,271	(677)	-	(677)
Profit for the year	-	-	-	-	25,513	25,513	226	25,739
Total income and expense recognised for the year	-	-	-	(2,948)	27,784	24,836	226	25,062
Dividends paid	-	-	-	-	(16,425)	(16,425)	-	(16,425)
Dividends paid to minority interests	-	-	-	-	-	-	(166)	(166)
Share options of the Company	-	-	618	-	-	618	-	618
At 31 December 2007	150,000	104,396	618	29,200	54,983	339,197	5,559	344,756

(The accompanying explanatory notes attached to the interim financial statements form an integral part of and should be read in conjunction with this quarterly report).

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	<b>Current year to date ended 30/09/2008 RM'000</b>	<b>Preceding year to date ended 30/09/2007 RM'000</b>	<b>(Audited) Preceding year ended 31/12/2007 RM'000</b>
<b>Cash Flows From Operating Activities</b>			
(Loss)/profit before tax	(3,355)	34,932	30,557
Adjustments for:-			
Share of (losses)/profits of associated companies	5,559	(9,594)	(5,493)
Other non-cash and non-operating items	(1,675)	(27,948)	(27,815)
Operating profit/(loss) before working capital changes	529	(2,610)	(2,751)
Changes in working capital :-			
Net change in current assets	929	(56)	(685)
Net change in current liabilities	(258)	(312)	8
Net cash generated from/(used in) operations	1,200	(2,978)	(3,428)
Proceeds from disposals of other investments	14,742	23,184	36,702
Purchase of other investments	(18,531)	(23,944)	(44,812)
Dividends received	952	4,364	4,365
Interest received	577	2,520	2,898
Net taxes paid	(2,573)	(3,860)	(5,032)
Net cash used in operating activities	(3,633)	(714)	(9,307)
<b>Cash Flows From Investing Activities</b>			
Net cash inflow from acquisition of subsidiary company	-	-	5,103
Proceeds from disposals of shares in associated companies	-	57,142	56,925
Purchase of shares in associated companies	(11,475)	-	(2,212)
Purchase of plant and equipment	(354)	(10)	(25)
Purchase of software licence	(8)	-	(20)
Proceeds from disposal of plant and equipment	-	-	4
Net cash (used in)/generated from investing activities	(11,837)	57,132	59,775
<b>Cash Flows From Financing Activities</b>			
Dividends paid to shareholders	(8,325)	(16,425)	(16,425)
Dividends paid to minority interests	-	-	(166)
Acquisition of treasury shares	(8)	-	-
Net cash used in financing activities	(8,333)	(16,425)	(16,591)
Net change in cash and cash equivalents	(23,803)	39,993	33,877
Effects of exchange rate changes	987	447	506
Cash and cash equivalents at beginning of period/year	61,772	27,389	27,389
Cash and cash equivalents at end of period/year (Note)	38,956	67,829	61,772

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008  
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (Cont'd)**

	<b>Current year to date ended 30/09/2008 RM'000</b>	<b>Preceding year to date ended 30/09/2007 RM'000</b>	<b>(Audited) Preceding year ended 31/12/2007 RM'000</b>
Cash on hand and at banks	<b>563</b>	93	1,803
Deposits with licensed banks	<b>26,633</b>	57,606	56,510
Deposits with a licensed investment bank	<b>11,760</b>	10,130	3,459
	<b>38,956</b>	67,829	61,772

Note

Cash and cash equivalents at end of period/year comprised:

Cash on hand and at banks	<b>563</b>	93	1,803
Deposits with licensed banks	<b>26,633</b>	57,606	56,510
Deposits with a licensed investment bank	<b>11,760</b>	10,130	3,459

	<b>38,956</b>	67,829	61,772
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(The accompanying explanatory notes attached to the interim financial statements form an integral part of and should be read in conjunction with this quarterly report).

# OSK VENTURES INTERNATIONAL BERHAD (636117-K)

## QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

### PART A – Explanatory Notes Pursuant to Financial Reporting Standard 134 (“FRS 134”) Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”)

#### A1. Accounting policies

The quarterly report has been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting issued by the MASB. The report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 December 2007. These explanatory notes 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 year ended 31 December 2007.

The significant accounting policies and methods of computation adopted by the Group in this quarterly report are consistent with those of the annual financial statements for the year ended 31 December 2007 except for the adoption of the following revised Financial Reporting Standards (“FRSs”) and interpretations issued by MASB that are effective for financial statements beginning 1 July 2007: -

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2	Members’ Shares in Co-operative Entities and Similar Instruments
IC Interpretation 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6	Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment
IC Interpretation 7	Applying the Restatement Approach under FRS 129: Financial Reporting in Hyperinflationary Economies
IC Interpretation 8	Scope of FRS 2

The revised FRSs and interpretations did not have any significant financial impact on the Group.



## OSK VENTURES INTERNATIONAL BERHAD (636117-K)

### QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

The Group had not adopted the following FRSs and Interpretations which have effective dates as follows:

		Effective for financial period beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
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

#### A2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors that will materially affect the business of the Group in the current year to date. However, the Group's results is influenced by, amongst others, the share of associated companies' results as well as the timing of disposal of investments by the Group.

#### A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

#### A4. Material changes in estimates

There were no significant changes in estimates of amounts reported in prior interim periods or prior years that have a material effect in the current year to date.

#### A5. Changes in debt and equity securities

##### Executive Share Option Scheme ("ESOS")

On 11 April 2007, the Company had granted 1,314,100 options to the eligible executives and directors of the Company and its subsidiary companies. The movement in the ESOS during the current year to date is as follows:

		No. of options over ordinary shares of RM1 each				
Date of offer	Exercise price RM	As at 01/01/2008	Granted	Exercised	Forfeited	As at 30/09/2008
11 April 2007	2.57	1,314,100	-	-	(414,100)	900,000

## OSK VENTURES INTERNATIONAL BERHAD (636117-K)

### QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

#### Share buy Backs / Treasury shares of the Company

During the current year to date, the Company has purchased 6,000 ordinary shares of RM1 each for a total cash consideration of RM8,211 from open market at an average price of RM1.37 per share. The shares repurchased are being held as treasury shares and treated in accordance with the requirements of Section 67A of the Companies Act, 1965. Details of share buybacks for the current year to date are as follows:

	Number of shares	Highest price	Lowest price	Average price (included transaction costs)	Total amount paid
		RM	RM	RM	RM
As at 1 Jan 2008	-	-	-	-	-
April 2008	1,000	1.54	1.41	1.61	1,612
May 2008	5,000	1.55	1.31	1.32	6,599
As at 30 September 2008	6,000	1.55	1.31	1.37	8,211

Other than the above, there were no issuances, cancellations, resale and repayments of debt and equity securities in the current year to date.

#### **A6. Dividend paid**

For the year ended 31 December 2007, final dividend of 7.5 sen less 26% income tax per share amounting to RM8,324,944 was paid on 21 May 2008.

#### **A7. Segmental information**

The primary segment reporting is determined to be business segment as the Group's risk and rate of returns are affected predominantly by its business activities. Secondary information is reported by the geographical location of the operations of the assets.

##### (a) Business Segments

The Group is organised into four major business segments:-

- (i) Venture capital businesses, which includes incubating high technology and high growth companies and management of investments in securities of venture companies;
- (ii) Private equity businesses and investment holding;
- (iii) Internet financial solutions businesses; and
- (iv) Holding entity.

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

<b><u>9 months ended</u></b> <b><u>30 September 2008</u></b> <b><u>(Unaudited)</u></b>	<u>Venture capital</u> <u>businesses</u> RM'000	<u>Private equity</u> <u>businesses and</u> <u>investment</u> <u>holding</u> RM'000	<u>Internet</u> <u>financial</u> <u>solutions</u> <u>businesses</u> RM'000	<u>Holding</u> <u>entity</u> RM'000	<u>Eliminations</u> RM'000	<u>Consolidated</u> RM'000
<b>Revenue</b>						
External revenue	920	-	4,777	1,363	-	7,060
Inter-segment revenue	3,174	-	2	-	(3,176)	-
	<u>4,094</u>	<u>-</u>	<u>4,779</u>	<u>1,363</u>	<u>(3,176)</u>	<u>7,060</u>
<b>Results</b>						
Segment results	4,055	(744)	1,146	923	(3,176)	2,204
Share of losses of associated companies						<u>(5,559)</u>
Loss before tax						(3,355)
Income tax						<u>(9)</u>
Loss for the period						(3,364)
Minority interests						<u>(455)</u>
Loss for the period attributable to equity holders of the Company						<u>(3,819)</u>
<b>Assets</b>						
Segment assets	93,050	5,686	15,200	5,659	-	119,595
Investments in associated companies						222,099
Unallocated assets						<u>4,075</u>
						<u>345,769</u>
<b>Liabilities</b>						
Segment liabilities	<u>287</u>	<u>17</u>	<u>345</u>	<u>233</u>	<u>-</u>	<u>882</u>
<b>Other information</b>						
Capital expenditure	349	-	5	-	-	354
Depreciation	65	-	127	-	-	192
Plant and equipment written off	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)**

**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

<b><u>9 months ended</u></b> <b><u>30 September 2007</u></b> <b><u>(Unaudited)</u></b>	<b>Venture capital businesses</b> RM'000	<b>Private equity businesses and investment holding</b> RM'000	<b>Holding entity</b> RM'000	<b>Eliminations</b> RM'000	<b>Consolidated</b> RM'000
<b>Revenue</b>					
External revenue	35,526	303	1,016	(8,292)	28,553
Inter-segment revenue	9,130	-	18,000	(27,130)	-
	<u>44,656</u>	<u>303</u>	<u>19,016</u>	<u>(35,422)</u>	<u>28,553</u>
<b>Results</b>					
Segment results	33,492	286	(148)	(8,292)	25,338
Share of profits of associated companies					9,594
Profit before tax					<u>34,932</u>
Income tax					(5,034)
Profit for the period					<u>29,898</u>
<b>Assets</b>					
Segment assets	122,538	4,975	22,536	-	150,049
Investments in associated companies					200,068
Unallocated assets					1,079
					<u>351,196</u>
<b>Liabilities</b>					
Segment liabilities	6,057	14	241	-	6,312
Unallocated liabilities					1,238
					<u>7,550</u>
<b>Other information</b>					
Capital expenditure	10	-	-	-	10
Depreciation	50	-	-	-	50

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)****QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008****(b) Geographical Segments**

The Group's geographical segments are based on the location of the operations of the Group's assets. Revenue by geographical segment is based on income derived from those assets.

	<b><u>9 months ended 30 September 2008 (Unaudited)</u></b>		
	<u>Revenue</u> RM'000	<u>Segment assets</u> RM'000	<u>Capital expenditure</u> RM'000
Malaysia	5,818	65,433	354
Singapore	-	-	-
Hong Kong	65	24,755	-
China	1,177	29,407	-
	<hr/>	<hr/>	<hr/>
	7,060	119,595	354
Investments in associated companies	-	222,099	-
	<hr/>	<hr/>	<hr/>
	7,060	341,694	354

  

	<b><u>9 months ended 30 September 2007 (Unaudited)</u></b>		
	<u>Revenue</u> RM'000	<u>Segment assets</u> RM'000	<u>Capital expenditure</u> RM'000
Malaysia	21,551	55,144	10
Singapore	5,284	-	-
Hong Kong	683	57,617	-
China	1,035	37,288	-
	<hr/>	<hr/>	<hr/>
	28,553	150,049	10
Investments in associated companies	-	200,068	-
	<hr/>	<hr/>	<hr/>
	28,553	350,117	10

**A8. Valuations of property, plant and equipment**

There was no revalued property, plant and equipment as at 30 September 2008.

**A9. Material events subsequent to the end of the quarter**

There were no significant subsequent events from 30 September 2008 to 14 November 2008 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**A10. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current year to date.

**A11. Changes in contingent liabilities or contingent assets since 31 December 2007**

As at 14 November 2008, no material contingent liabilities or assets have arisen since 31 December 2007.

**PART B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for MESDAQ MARKET**

**B1. Review of the performance of the Company and its principal subsidiaries**

The Group recorded a pre-tax loss of RM401,000 for the current quarter under review as compared to previous year corresponding quarter’s pre-tax profit of RM2.79 million. This was mainly due to the share of losses of its associated companies.

The Group recorded a pre-tax loss of RM3.36 million for the nine months ended 30 September 2008 as compared to the previous year corresponding period’s pre-tax gain of RM34.93 million. This is attributable to the same reason mentioned in the preceding paragraph as well as lower divestment of investments.

**B2. Material changes in the quarterly pre-tax results**

The Group recorded a pre-tax loss of RM401,000 for the current quarter as compared to the immediate preceding quarter’s pre-tax profit of RM95,000 mainly due to share of losses of its associated companies.

**B3. (a) Current year prospects**

The Board of Directors is of the view that the remaining quarter of the year remains extremely challenging due to the global financial turmoil.

The strength of the Group’s financial position and network will enable the Group to continuously explore potential investment opportunities. The Group will continue to assist its key investee companies to monitor and strengthen their performance which will in turn enhance the Group’s future performance and shareholders’ value.

**(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced**

There was no revenue or profit forecast announced by the Group.

**B4. Statement of the Board of Directors’ opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced**

There was no revenue or profit forecast announced by the Group.

**B5. Profit forecast / profit guarantee**

There was no profit forecast or profit guarantee issued by the Group.

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)****QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008****B6. Taxation**

	Current quarter ended <u>30/09/2008</u> RM'000	Current year to date ended <u>30/09/2008</u> RM'000
In respect of the current quarter / year to date		
- Malaysian income tax	(19)	-
In respect of the prior year		
- Malaysian income tax	<u>16</u>	<u>9</u>
	<u>(3)</u>	<u>9</u>

Taxation has not been provided during the current year as the Group incurred losses.

**B7. Sale of unquoted investments and/or properties**

(a) Pursuant to the waiver obtained from Bursa Securities in compliance with Chapter 10 of the Listing Requirements of Bursa Securities for MESDAQ Market (Chapter 4 of the previous Listing Requirements of Bursa Securities for MESDAQ Market), disclosure on the purchase and sale of unquoted investments as well as its net effect is exempted.

(b) There were no sale of properties during the current year to date.

**B8. Quoted securities**

Particulars of purchase and disposal of quoted securities by the Group are as follows:

(a) Pursuant to the waiver obtained from Bursa Securities in compliance with Chapter 10 of the Listing Requirements of Bursa Securities for MESDAQ Market (Chapter 4 of the previous Listing Requirements of Bursa Securities for MESDAQ Market), disclosure on the purchase and sale of quoted securities as well as its net effect is exempted except for the investments managed by a related fund management company which are as follows:

	Current quarter ended <u>30/09/2008</u> RM'000	Current year to date ended <u>30/09/2008</u> RM'000
Total purchase consideration	<u>3,076</u>	<u>14,165</u>
Total sale proceeds	<u>3,835</u>	<u>14,728</u>
Net loss on disposals	<u>(421)</u>	<u>(1,026)</u>

**OSK VENTURES INTERNATIONAL BERHAD (636117-K)****QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

(b) Investments in quoted securities (including listed associated companies) as at 30 September 2008 are as follows:-

	Associated Companies RM'000	Other Investments RM'000
Quoted in Malaysia, at cost	141,765	13,416
Quoted outside Malaysia, at cost	18,977	141
	<hr/>	<hr/>
	160,742	13,557
Share of post-acquisition reserves	61,357	-
At carrying value	<hr/>	<hr/>
	222,099	13,557
	<hr/>	<hr/>
At market value	74,666	11,754

Investments in listed associated companies comprise investments in Green Packet Berhad, MNC Wireless Berhad, eBworx Berhad, mTouche Technology Berhad and GMO Limited.

**B9. Status of corporate proposals announced but not completed as at 14 November 2008**

There were no corporate proposals announced but not completed as at 14 November 2008.

**B10. Borrowings and debt securities**

The Group has no borrowings or debt securities as at 30 September 2008.

**B11. Off balance sheet financial instruments**

As at 14 November 2008 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group did not enter into any off balance sheet financial instruments.

**B12. Material litigation**

As at 14 November 2008 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceeding pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group.

**B13. Dividend**

(a) No dividend has been proposed or declared for the current quarter ended 30 September 2008 (30 September 2007: Nil).

(b) Total dividend for the current year to date is Nil (30 September 2007: 10 sen less 27% income tax per share).



**OSK VENTURES INTERNATIONAL BERHAD (636117-K)****QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008****B14. Earnings Per Share (“EPS”)**

<b>Basic and Diluted</b>	<b>Current quarter ended <u>30/09/2008</u></b>	<b>Comparative quarter ended <u>30/09/2007</u></b>	<b>Current year to date ended <u>30/09/2008</u></b>	<b>Preceding year to date ended <u>30/09/2007</u></b>
(Loss)/profit attributable to equity holders of the Company (RM'000)	<b>(556)</b>	2,853	<b>(3,819)</b>	29,898
Weighted average number of ordinary shares in issue ('000)	<b>149,997</b>	150,000	<b>149,996</b>	150,000
Basic (loss)/earnings per share (sen)	<b><u>(0.37)</u></b>	1.90	<b><u>(2.55)</u></b>	19.93

For the period ended 30 September 2008 and 30 September 2007, the outstanding share options have been excluded from the computation of fully diluted earnings per RM1 ordinary shares as their conversion to ordinary shares would be antidilutive.

**B15. Auditors' report on preceding annual financial statements**

The auditors' report on the audited financial statements for the year ended 31 December 2007 was not qualified.

**By Order of the Board**

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**YEE CHEE WAI, PATRICK**  
**Executive Director**

Kuala Lumpur  
21 November 2008