

ASDION BERHAD
(Company No. 590812-D)

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2006
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.09.2006 RM	Preceding Year Corresponding Quarter 30.09.2005 RM	Current Period To Date 30.09.2006 RM	Preceding Year Corresponding Period 30.09.2005 RM
Revenue	4,382,323	2,128,651	10,901,522	5,946,646
Cost of sales	(2,585,327)	(634,014)	(5,886,606)	(2,187,540)
Gross profit	<u>1,796,996</u>	<u>1,494,637</u>	<u>5,014,916</u>	<u>3,759,106</u>
Other operating income	13,121	25,670	48,348	74,281
Operating expenses	(1,682,778)	(1,338,055)	(4,654,271)	(3,392,947)
Finance cost	(101,853)	(32,144)	(239,459)	(77,095)
Profit before tax	<u>25,486</u>	<u>150,108</u>	<u>169,534</u>	<u>363,345</u>
Taxation	(4,145)	(40,437)	(12,644)	(96,846)
Profit for the period	<u><u>21,341</u></u>	<u><u>109,671</u></u>	<u><u>156,890</u></u>	<u><u>266,499</u></u>
Attributable to:				
Equity holders of the company	139,623	104,780	380,347	259,074
Minority interest	(118,282)	4,891	(223,457)	7,425
	<u><u>21,341</u></u>	<u><u>109,671</u></u>	<u><u>156,890</u></u>	<u><u>266,499</u></u>
Basic EPS (sen)	0.35	0.26	0.95	0.65
Diluted EPS (sen)	N/A	N/A	N/A	N/A

Note:

The unaudited condensed consolidated income statement should be read together with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial reports.

ASDION BERHAD
(Company No. 590812-D)

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 SEPTEMBER 2006

(The figures have not been audited)

	Unaudited	As at
	As at	31.12.2005
	30.09.06	(Restated)
	RM	RM
ASSETS		
Non-current assets		
Property, plant and equipment	3,375,927	2,156,913
Investment Property	874,449	879,002
Software development costs	775,888	463,621
	<u>5,026,264</u>	<u>3,499,536</u>
Current assets		
Inventories	1,831,463	875,025
Trade receivables	6,778,033	3,569,199
Other receivables, deposits and prepayments	3,041,594	1,696,948
Taxation recoverable	1,600	2,400
Short term deposits with financial institutions	730,186	2,892,285
Cash and bank balances	2,148,148	463,866
	<u>14,531,024</u>	<u>9,499,723</u>
TOTAL ASSETS	<u><u>19,557,288</u></u>	<u><u>12,999,259</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	4,000,000	4,000,000
Share premium	3,539,386	3,539,386
Reserve on consolidation	-	1,155,602
Exchange fluctuation reserve	(205,110)	(241,342)
Retained profits	2,212,509	676,560
	<u>9,546,785</u>	<u>9,130,206</u>
Minority interest	406,640	228,286
Total equity	<u>9,953,425</u>	<u>9,358,492</u>
Non-current liabilities		
Bank term loan	1,120,222	535,984
Hire purchase and finance lease	2,606,048	308,357
Deferred tax liabilities	28,063	38,917
	<u>3,754,333</u>	<u>883,258</u>
Current liabilities		
Trade payables	1,714,524	1,329,553
Other payables and accruals	739,984	448,563
Current portion of short term loan	3,047,765	45,428
Hire purchase and finance lease	318,592	112,291
Bank overdraft	-	594,109
Tax Payable	28,665	227,565
	<u>5,849,530</u>	<u>2,757,509</u>
TOTAL EQUITY AND LIABILITIES	<u><u>19,557,288</u></u>	<u><u>12,999,259</u></u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	24.88	23.40

The unaudited condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying notes attached to this interim financial report.

ASDION BERHAD
(Company No. 590812-D)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2006
(The figures have not been audited)

	<----- Attributable to equity holders of the parent ----->							
	<----- Non-Distributable ----->			Exchange fluctuation reserve	Distributable Retained profits	Total	Minority Interest	
	Share capital RM	Share premium RM	Reserve on consolidation RM	RM	RM	RM	RM	RM
Balance as at 1 January 2006	4,000,000	3,539,386	1,155,602	(241,342)	676,560	9,130,206	228,286	9,358,492
Effect of adopting FRS3	-	-	(1,155,602)	-	1,155,602	-	-	-
Arising from translation of foreign currency financial statements	-	-	-	36,232	-	36,232	(3,518)	32,714
Arising on acquisition of subsidiary	-	-	-	-	-	-	36,391	36,391
Issue of ordinary shares to minority	-	-	-	-	-	-	368,938	368,938
Profit for the period	-	-	-	-	380,347	380,347	(223,457)	156,890
Balance as at 30 September 2006	<u>4,000,000</u>	<u>3,539,386</u>	<u>-</u>	<u>(205,110)</u>	<u>2,212,509</u>	<u>9,546,785</u>	<u>406,640</u>	<u>9,953,425</u>
Balance as at 1 January 2005	2,800,000	136	1,155,602	(17,276)	353,000	4,291,462	21,716	4,313,178
Public Issue	1,200,000	4,800,000	-	-	-	6,000,000	-	6,000,000
Listing expenses	-	(1,260,750)	-	-	-	(1,260,750)	-	(1,260,750)
Arising from translation of foreign currency financial statements	-	-	-	(191,990)	-	(191,990)	989	(191,001)
Issue of ordinary shares to minority	-	-	-	-	-	-	245,000	245,000
Profit for the period	-	-	-	-	259,074	259,074	7,425	266,499
Balance as at 30 September 2005	<u>4,000,000</u>	<u>3,539,386</u>	<u>1,155,602</u>	<u>(209,266)</u>	<u>612,074</u>	<u>9,097,796</u>	<u>275,130</u>	<u>9,372,926</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying notes attached to this interim financial report.

ASDION BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2006
(The figures have not been audited)

	QUARTER ENDED 30.09.06 RM	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.09.05 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	169,534	363,345
Adjustment for:		
Depreciation	477,414	255,914
Amortisation of R & D	69,543	-
Effect of currency translation	(3,440)	(101,159)
Interest expense	239,458	77,095
Interest income	(40,071)	(91,897)
Operating profit before working capital changes	<u>912,438</u>	<u>503,298</u>
Changes in working capital:		
Inventories	(956,438)	(418,725)
Receivables	(4,552,680)	(1,268,768)
Payables	676,392	220,770
Cash used in operations	<u>(3,920,288)</u>	<u>(963,425)</u>
Tax paid	(240,709)	(2,240)
Interest paid	(239,458)	(77,095)
NET CASH USED IN OPERATING ACTIVITIES	<u>(4,400,455)</u>	<u>(1,042,760)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,691,875)	(1,859,102)
Software development costs	(381,810)	(279,380)
Proceeds from issue of shares by a subsidiary to minority interest	459,794	245,000
Interest received	40,071	91,897
NET CASH USED IN INVESTING ACTIVITIES	<u>(1,573,820)</u>	<u>(1,801,585)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Public Issue	-	6,000,000
Listing Expenses	-	(1,260,750)
Net drawdown/repayment of borrowings	6,090,567	(26,967)
NET CASH GENERATED FROM FINANCING ACTIVITIES	<u>6,090,567</u>	<u>4,712,283</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	116,292	1,867,938
EFFECTS OF EXCHANGE RATE CHANGES	-	(5,832)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>2,762,042</u>	<u>1,081,004</u>
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER 2006	<u>2,878,334</u>	<u>2,943,110</u>
Cash and cash equivalents as at 30 September 2006 comprises the following:		
Cash and bank balances	2,148,148	335,384
Short term deposits with financial institutions	730,186	3,088,921
Bank overdraft	-	(481,195)
	<u>2,878,334</u>	<u>2,943,110</u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying notes attached to this interim financial report.