

EQUATOR LIFE SCIENCE BERHAD (640850-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Year Ended 31 December 2006

(The figures have not been audited)

	INDIVIDUAL QUARTER ENDED		CUMULATIVE PERIOD ENDED	
	31-Dec-06 RM('000)	31-Dec-05 RM('000)	31-Dec-06 RM('000)	31-Dec-05 * RM('000)
Revenue	2,525	2,866	15,202	15,851
Cost of sales	(4,255)	(1,412)	(13,594)	(7,401)
Gross profit/(loss)	<u>(1,730)</u>	<u>1,454</u>	<u>1,608</u>	<u>8,450</u>
Other operating income/(expenses)	(445)	678	(289)	658
Selling expenses	(786)	(672)	(3,290)	(2,679)
Administration expenses	(3,146)	(2,970)	(7,305)	(5,543)
Impairment loss	(4,700)	-	(4,700)	-
Profit/(loss) from operations	<u>(10,807)</u>	<u>(1,510)</u>	<u>(13,976)</u>	<u>886</u>
Finance costs	<u>(273)</u>	<u>(41)</u>	<u>(616)</u>	<u>(347)</u>
Profit/(loss) before tax	(11,080)	(1,551)	(14,592)	539
Income tax expense	<u>1,181</u>	<u>(112)</u>	<u>1,189</u>	<u>(702)</u>
Loss for the period	<u><u>(9,899)</u></u>	<u><u>(1,663)</u></u>	<u><u>(13,403)</u></u>	<u><u>(163)</u></u>
Loss for the period attributable to:				
Equity holders of the parent	(9,888)	(1,594)	(13,390)	(94)
Minority interest	<u>(11)</u>	<u>(69)</u>	<u>(13)</u>	<u>(69)</u>
	<u><u>(9,899)</u></u>	<u><u>(1,663)</u></u>	<u><u>(13,403)</u></u>	<u><u>(163)</u></u>
Loss per share attributable				
to equity holders of the parent:				
- Basic (sen)	(4.21)	(0.68)	(5.70)	(0.04)
- Diluted (sen)	NA	NA	NA	NA

Note :

* The Equator Group completed its acquisition of operating subsidiaries on 24 March 2005 and accordingly, the Group's pre-acquisition profit covers the net profit after tax earned (RM2.64 million) and revenue generated (RM8.95 million) for the period from 1 January 2005 to 23 March 2005, which was not included in the results of cumulative year ended 31 December 2005 as above stated.

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial report.

EQUATOR LIFE SCIENCE BERHAD (640850-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET

As at 31 December 2006

(The figures have not been audited)

	31-Dec-06	31-Dec-05
	RM('000)	RM('000)
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	24,062	16,681
Research and development expenditure	52	-
Plantation development expenditure	5,149	9,303
Other investment	409	333
	<u>29,672</u>	<u>26,317</u>
Current Assets		
Inventories	18,869	16,195
Trade receivables	7,213	8,510
Other receivables and prepaid expenses	1,540	4,014
Fixed deposits	3,604	1,354
Cash and bank balances	3,631	10,388
	<u>34,857</u>	<u>40,461</u>
TOTAL ASSETS	<u>64,529</u>	<u>66,778</u>
EQUITY AND LIABILITIES		
Capital and reserves		
Issued capital	23,501	23,501
Share application money	112	-
Share premium	22,027	22,027
Reserves on consolidation	-	-
Unappropriated profit /(Accumulated loss)	(6,752)	6,638
	<u>38,888</u>	<u>52,166</u>
Equity attributable to equity holders of the parent	38,888	52,166
Minority interest	79	67
Total equity	<u>38,967</u>	<u>52,233</u>
Non-current liabilities		
Hire-purchase payables	1,542	359
Bank borrowings	5,079	-
Deferred tax liabilities	-	1,220
	<u>6,621</u>	<u>1,579</u>
Current Liabilities		
Trade payables	3,112	2,783
Other payables and accrued expenses	4,707	2,638
Amount owing to directors	15	17
Hire-purchase payables	586	127
Bank borrowings	10,521	4,700
Dividend payables	-	2,350
Tax liabilities	-	351
	<u>18,941</u>	<u>12,966</u>
Total liabilities	<u>25,562</u>	<u>14,545</u>
TOTAL EQUITY AND LIABILITIES	<u>64,529</u>	<u>66,778</u>
Net Asset per share (RM)	0.17	0.22

The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial report.

EQUATOR LIFE SCIENCE BERHAD (640850-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Year Ended 31 December 2006

(The figures have not been audited)

	Issued Capital RM('000)	Share Application Money RM('000)	Non-Distributable		Distributable Unappropriated Profit RM('000)	Total RM('000)	Minority Interest RM('000)	Total RM('000)
			Reserve on Consolidation RM('000)	Share premium RM('000)				
Balance as of 1 January 2005	*	-	-	-	(5)	(5)	-	(5)
Issuance of shares	23,501	-	-	22,027	-	45,528	-	45,528
Net loss during the year	-	-	-	-	(94)	(94)	67	(27)
Dividends	-	-	-	-	(2,350)	(2,350)	-	(2,350)
Arising from acquisition of subsidiary companies	-	-	9,087	-	-	9,087	-	9,087
Balance as of 31 December 2005	<u>23,501</u>	<u>-</u>	<u>9,087</u>	<u>22,027</u>	<u>(2,449)</u>	<u>52,166</u>	<u>67</u>	<u>52,233</u>
Balance as of 1 January 2006								
As Previously stated	23,501	-	9,087	22,027	(2,449)	52,166	67	52,233
Prior year adjustment: -effect of adopting FRS 3	-	-	(9,087)	-	9,087	-	-	-
At 1 January 2006 (restated)	23,501	-	-	22,027	6,638	52,166	67	52,233
Addition during the year	-	-	-	-	-	-	25	25
Share application money	-	112	-	-	-	112	-	112
Net loss during the year	-	-	-	-	(13,390)	(13,390)	(13)	(13,403)
Balance as of 31 December 2006	<u>23,501</u>	<u>112</u>	<u>-</u>	<u>22,027</u>	<u>(6,752)</u>	<u>38,888</u>	<u>79</u>	<u>38,967</u>

* This represents RM2 comprising 20 ordinary shares of RM0.10 each.

The Unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial report.

EQUATOR LIFE SCIENCE BERHAD (640850-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For The Year Ended 31 December 2006

(The figures have not been audited)

	Current Year Ended 31-Dec-06 RM('000)	Preceding Year Corresponding Ended 31-Dec-05 RM('000)
Cash Flows From Operating Activities		
Profit/(loss) before tax	(14,592)	539
Adjustment for :-		
Non cash items	2,346	991
Impairment loss	4,700	-
Finance costs	616	347
Unrealised foreign exchange loss/(gain)	(92)	1,052
Operating Profit/(Loss) Before Working Capital Changes	(7,022)	2,929
(Increase)/Decrease in:		
Inventories	504	(4,410)
Receivables	(583)	1,395
Fixed deposit pledged to bank	(2,000)	-
Increase/(Decrease) in:		
Payables	2,264	(1,661)
Cash Generated From/(Used In) Operations	(6,837)	(1,747)
Interest paid	(616)	(347)
Income tax paid	(475)	(915)
Net Cash Generated From/(Used In) Operating Activities	(7,928)	(3,009)
Cash Flows From Investing Activities		
Cash and cash equivalent arising from acquisition of subsidiary companies	-	1,134
(Increase)/Decrease in other investment	(76)	151
Acquisition of property, plant and equipment	(8,331)	(2,770)
Proceeds from disposal of property, plant and equipment	5	39
Plantation development expenditure	(373)	(3,141)
Research and development expenditure	(52)	-
Net Cash Used in Investing Activities	(8,827)	(4,587)
Cash Flow From Financing Activities		
Issuance of shares	137	30,000
Proceeds from bank borrowings	9,810	17,604
Repayment of bank borrowings	(134)	(26,194)
Proceeds from hire-purchase	1,874	-
Repayment of hire-purchase	(231)	(99)
Dividend payables	(2,350)	-
Share issue expense	-	(1,973)
Net Cash Generated From Financing Activity	9,106	19,338
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(7,649)	11,742
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF PERIOD	11,742	*
CASH AND CASH EQUIVALENTS AS AT END OF PERIOD	4,093	11,742

* Represent RM 2

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial report.