

ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

SUMMARY OF KEY FINANCIAL INFORMATION 31/12/2006

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Comparative	9 Months	Comparative
	Ended	Quarter Ended	Cumulative	9 Months
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
	RM' 000	RM' 000	RM' 000	RM' 000
1 Revenue	11,182	14,717	38,539	42,798
2 Profit/(Loss) before tax	(309)	951	777	2,866
3 Profit/(Loss) after tax	(309)	685	561	2,187
4 Net profit/(Loss) for the period	(309)	685	561	2,187
5 Earnings/(Loss) per shares (sen)	(0.35)	0.84	0.64	3.07
6 Dividend per share (sen)	0.50	-	1.50	-
7 Net assets per share (sen)	27.34	26.31	27.34	26.31

Remarks :

(The accompanying notes form an integral part of, and should be read in conjunction with, this interim financial report)

ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED 31/12/2006

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Comparative	9 Months	Comparative
	Ended 31/12/2006	Quarter Ended 31/12/2005	Cumulative 31/12/2006	9 Months Cumulative 31/12/2005
	RM' 000	RM' 000	RM' 000	RM' 000
Revenue	11,182	14,717	38,539	42,798
Cost of sales	(10,003)	(12,451)	(33,352)	(36,174)
Gross profit	1,179	2,266	5,187	6,624
Selling and marketing expenses	(441)	(527)	(1,427)	(1,438)
Administration expenses	(909)	(586)	(2,593)	(1,522)
Profit/(Loss) from operations	(171)	1,153	1,167	3,664
Finance costs	(138)	(202)	(390)	(798)
Profit/(Loss) before tax	(309)	951	777	2,866
Tax expenses	-	(266)	(216)	(679)
Profit/(Loss) after tax	(309)	685	561	2,187
Earnings/(Loss) per share (sen)	(0.35)	0.84	0.64	3.07

Remarks :

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ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 31 DECEMBER 2006

	(Unaudited) As At 31/12/2006	(Audited) As At 31/03/2006
	RM ' 000	RM' 000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, Plant & Equipment	19,351	18,213
<b>CURRENT ASSETS</b>		
Inventories	8,969	9,114
Trade receivables	12,828	10,563
Other receivables and prepayments	1,855	1,519
Fixed deposit with a licensed bank	208	208
Cash and bank balances	1,222	4,976
	<u>25,082</u>	<u>26,380</u>
<b>TOTAL ASSETS</b>	<u><u>44,433</u></u>	<u><u>44,593</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital And Reserve</b>		
Issue capital	8,791	8,791
Reserves	15,246	14,685
	<u>24,037</u>	<u>23,476</u>
<b>NON-CURRENT LIABILITIES</b>		
Hire purchase payables - non-current portion	414	7
Term loan - non-current portion	273	273
Deferred tax liabilities	1,289	1,289
	<u>1,976</u>	<u>1,569</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	10,661	8,902
Other payables and accrued expenses	735	709
Short-term borrowings	6,910	9,656
Term loan - current portion	87	267
Hire purchase payables - current portion	27	14
	<u>18,420</u>	<u>19,548</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>44,433</u></u>	<u><u>44,593</u></u>
Net assets per share (sen)	27.34	26.70

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ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2006

	Share Capital	Non- Distributable Share Premium	Distributable Reserve on Consolidation	Distributable Retained Earnings	Total
	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
As previously reported :					
Balance as at 1 April 2006	8,791	4,223	3,607	6,855	23,476
Change in accounting policy arising from the adoption of FRS 3, Business Combination	-	-	(3,607)	3,607	-
As restated	8,791	4,223	-	10,462	23,476
Net profit for the period	-	-	-	561	561
Balance as of 31 December 2006	8,791	4,223	-	11,023	24,037

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ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
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UNAUDITED CONDENSED CONSOLIDATED CASHFLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2006

	9 Months Ended 31/12/2006 RM' 000	Comparative 9 Months Ended 31/12/2005 RM' 000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>		
Net profit for the period	561	2,187
Adjustments for :		
Income tax expense recognised in profit	216	679
Depreciation of property, plant and equipment	1,169	1,021
Finance costs	390	798
Operating Profit Before Working Capital Changes	2,336	4,685
(Increase) / Decrease in :		
Inventories	145	7,129
Trade receivables	(2,265)	1,729
Other receivables and prepaid expenses	(306)	815
Increase / (Decrease) in :		
Trade payables	1,759	(783)
Other payables and accrued expenses	26	(166)
Short-term borrowings	(2,746)	(13,491)
Cash Generated From/(Used In) Operations	(1,051)	(82)
Income tax paid	(246)	(749)
Net Cash From/(Used In) Operating Activities	(1,297)	(831)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(1,806)	(2,030)
Net Cash Used In Investing Activities	(3,103)	(2,861)

ASIA POLY HOLDINGS BERHAD (Company No. 619176-A)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASHFLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2006

	9 Months Ended 31/12/2006 RM' 000	Comparative 9 Months Ended 31/12/2005 RM' 000
<b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>		
Repayment from term loans	(180)	(3,454)
Payment for hire purchase payables	(81)	(10)
Finance costs paid	(390)	(798)
Public Issue		7,541
Listing expenses		(1,100)
Net Cash Used In Financing Activities	<u>(651)</u>	<u>2,179</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,754)</b>	<b>(682)</b>
<b>CASH AND CASH EQUIVALENTS AS AT BEGINNING OF PERIOD</b>	<u><b>4,984</b></u>	<u><b>4,036</b></u>
<b>CASH AND CASH EQUIVALENTS AS AT END OF PERIOD</b>	<u><u><b>1,230</b></u></u>	<u><u><b>3,354</b></u></u>
Cash and cash equivalents comprise :-		
	RM ' 000	RM ' 000
Fixed deposit with a licensed bank	208	200
Cash and bank balances	<u>1,222</u>	<u>3,354</u>
	1,430	3,554
Less : Fixed deposit pledged to a licenced bank	<u>200</u>	<u>200</u>
	<u><u>1,230</u></u>	<u><u>3,354</u></u>

Remarks :

(The accompanying notes form an integral part of, and should be read in conjunction with, this interim financial report)

**ASIA POLY HOLDINGS BERHAD**  
Company's No. 619176-A  
(Incorporated in Malaysia)  
**Quarterly report on results for the 3rd Quarter ended 31.12.2006**

**NOTES**

**A EXPLANATORY NOTES PURSUANT TO FRS 134 INTERIM FINANCIAL REPORTING**

**A1 Basis of preparation**

The interim financial report is unaudited and has been prepared in compliance with FRS 134: "Interim Financial Reporting" (formerly known as MASB 26) and Appendix 7A of Listing Requirements of Bursa Malaysia Securities Berhad for the MESDAQ Market.

The same accounting policies are followed in the quarterly financial report as compared with the Audited Financial Statements for the financial year ended 31 March 2006, except for the adoption of the following new and revised Financial Reporting Standard ("FRS") issued by Malaysian Accounting Standards Board that are effective for the Group from 1 April 2006:-

FRS 3	Business Combination
FRS 5	Non-current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
FRS 110	Events After Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments: Disclosures and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

The adoption of the above FRS does not have any significant financial impact on the Group except for the adoption of FRS 3 Business Combination. In accordance with the transitional provision of FRS 3, the negative goodwill arising from acquisition, which was previously recognised as reserve on consolidation by the Group of RM3.607 million is transferred to the opening retained earnings.

**A2 Auditors' report of preceding annual financial statements**

There were no audit qualifications on the annual financial statements for the year ended 31 March 2006.

**A3 Seasonal or cyclical factors**

The Group's operations were not subject to any seasonal or cyclical changes.

**A4 Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial quarter under review.

**A5 Material changes in estimates**

There were no changes in estimates of amounts reported in prior financial years, which may have a material effect on the results for the current financial quarter under review.

**A6 Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

**A7 Dividend paid**

A tax exempt interim dividend of 0.5 sen per share in respect of the financial year ending 31 March 2007 was paid on 6 February 2007.

**A8 Segment information**Business segments

The Group is primary engaged in manufacturing of cast acrylic sheet and trading business.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/2006	Comparative Quarter Ended 31/12/2005	9 months cumulative 31/12/2006	9 months cumulative 31/12/2005
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Segment Revenue				
Investment holding	-	-	-	-
Manufacturing division	10,986	9,740	34,803	30,204
Trading division	196	4,977	3,736	12,594
	-----	-----	-----	-----
	11,182	14,717	38,539	42,798
	=====	=====	=====	=====
Segment Results				
Manufacturing division	(175)	1,047	1,014	3,146
Trading division	4	106	153	518
	-----	-----	-----	-----
	(171)	1,153	1,167	3,664
Unallocated expenses				
Finance costs	(138)	(202)	(390)	(798)
	-----	-----	-----	-----
	(309)	951	777	2,866
	=====	=====	=====	=====

**A9 Valuation of property, plant and equipment**

There were no changes in the valuation of the property, plant and equipment reported in the previous audited financial statements that will have an effect in the current financial quarter under review.

**A10 Material events subsequent to the end of the quarter**

There were no material events subsequent to the current financial quarter ended 31 December 2006 up to the date of this report which is likely to substantially affect the results of the operations of the Company.

**A11 Changes in the composition of Company**

There were no changes in this composition of the Group for the current financial quarter.

**A12 Contingent liabilities**

There were no contingent liabilities for the Group as at the date of this announcement.

#### A13 Capital commitment

	31.12.2006
	RM ' 000
Contracted but not provided for:	
Acquisition of property, plant and equipment	<u>322</u>

#### A14 Significant related party transactions

There were no significant related party transactions as at the date of this announcement.

### B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE MESDAQ MARKET

#### B1 Review of performance

For the quarterly financial period 1 October 2006 to 31 December 2006, the Group generated revenue of RM11.182 million and achieved an unaudited loss before taxation of RM 0.309 million compared to a revenue of RM14.717 million and a profit before taxation of RM0.951 million in the corresponding quarter last year. The decrease in revenue by 24.0% was mainly due to decrease in trading activities. The loss before taxation was mainly due to price increase in our main raw material, mainly Methyl Methacrylate Monomer (MMA) and increase in administrative costs.

For the first nine (9) months ended 31 December 2006, the Group recorded revenue of RM38.539 million, which is 10.0% lower than the preceding cumulative nine (9) months ended 31 December 2005 of RM42.798 million. The Group's profit before taxation of RM0.777 million for the nine (9) months ended 31 December 2006 also recorded a decrease of approximately 72.9 % compared to the cumulative nine (9) months ended 31 December 2005. The decrease in revenue and profit before taxation was mainly attributable to the same reasons mentioned above.

#### B2 Variation of result against preceding quarter

	3rd Qtr (31/12/06) RM ' 000	2nd Qtr (30/09/06) RM ' 000
Revenue	<u>11,182</u>	<u>11,541</u>
Profit / (Loss) before tax	<u>(309)</u>	<u>458</u>

The revenue for the 3rd Quarter ended 31 December 2006 decreased by approximately RM0.359 million or 3.1 % due to lower trading sales. The loss before taxation for the 3rd Quarter ended 31 December 2006 was because of increase in raw material prices.

#### B3 Business prospects

The Group expects the market to be tough and the manufacturing margin will be further eroded due to increasing MMA and raw materials prices besides increases in utilities cost and market selling price resistance. Hence, going forward, the management anticipates that the profitability of the Group for the remaining quarter of the financial year will be affected. On a separate note, the Group obtained ISO accreditation 9001:2000 in January 2007.

#### B4 Profit forecast and profit guarantee

The Group did not disclose any profit forecast and profit guarantee for this financial period.

B5 Taxation

Income tax on the profit for the year comprises current and deferred tax. No provision for estimated current tax payable has been made in the current quarter as the Group incurred a loss. The effective tax rate of the Group for the financial year-to-date is lower than the statutory tax rate of 28% due mainly to utilisation of reinvestment allowances.

B6 Sales of unquoted investment and/or properties

There were no disposal of investments and/or properties during the quarter under review and financial year to-date.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities for the quarter under review and financial year to-date.

B8 Status of corporate proposals

(i) As at 31 December 2006, the proceeds arising from the public issue of 22,179,000 new ordinary shares of 10 sen each pursuant to the listing of the Company on the MESDAQ Market of Bursa Securities amounting to RM7.54 million were utilised as follows:

	Proposed * RM ' 000	Actual RM ' 000	Balance RM ' 000	To be utilised by financial year ending
Purchase of lab equipment	494	494	-	
Purchase of plant & machinery	3,153	3,049	104	31/03/2007
Working capital	2,794	2,794	-	
Estimate listing expenses	1,100	1,100	-	
	<u>7,541</u>	<u>7,437</u>	<u>104</u>	
TOTAL	=====	=====	=====	

\* Revision to the proposed utilisation of proceeds has been approved by the Securities Commission. Please refer to the Company's announcement dated 20 June 2006 for full details.

B9 Borrowings and debt securities - secured

All the borrowings as at 31 December 2006 are secured and there are no borrowings denominated in foreign currency.

	31.12.2006 RM ' 000
Current :	
Bankers Acceptance	6,910
Term loan	87
Non-current :	
Term loan – non current portion	273
	<u>7,270</u>
	=====

B10 Off balance sheet financial instruments

There were no instruments with material off balance sheet risks issued as at the date of this announcement.

B11 Material litigation

There were no material litigation pending at the date of this announcement.

B12 Dividends

A tax exempt interim dividend of 0.5 sen per share was declared on 27 December 2006 and paid on 6 February 2007. The entitlement date for the dividend was 17 January 2007. There was no dividend declared for the previous corresponding financial period. The total dividend for the current year to-date is 0.5 sen per share.

B13 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period excluding extraordinary item :-

	Current Quarter 3rd Qtr (31/12/2006) RM ' 000	Comparative Quarter 3rd Qtr (31/12/2005) RM ' 000
Net Profit/(Loss) after tax for the financial period (RM ' 000)	(309)	685
Number of ordinary shares ( ' 000)	87,915	81,888
Earnings/(Loss) per share (sen)	<u>(0.35)</u>	<u>0.84</u>

By Order of the Board

Teoh Cheng Chuan  
Chief Executive Officer

Date : 26 February 2007