

CONDENSED CONSOLIDATED INCOME STATEMENT
For the 4th Quarter Ended 30 November 2007

The results have not been audited

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30.11.2007 RM'000	Preceding Year Corresponding Quarter Ended 30.11.2006* RM'000	Current Year-to-date Ended 30.11.2007 RM'000	Preceding Year-to-date Ended 30.11.2006* RM'000
Revenue	7,468	N/A	23,615	N/A
Cost of sales	(3,857)	N/A	(12,703)	N/A
Gross profit	3,611	N/A	10,912	N/A
Other operating income	106	N/A	588	N/A
Research and development cost	(169)	N/A	(547)	N/A
Distribution costs	(44)	N/A	(170)	N/A
Administrative expenses	(1,970)	N/A	(6,269)	N/A
Profit from operation	1,534	N/A	4,514	N/A
Finance costs	(53)	N/A	(168)	N/A
Profit before taxation	1,481	N/A	4,346	N/A
Taxation	(164)	N/A	(304)	N/A
Profit attributable to equity holders of the Company	1,317	N/A	4,042	N/A

Earnings per share (sen):-

Basic earnings per share (sen)	0.81	N/A	2.65	N/A
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

* There are no comparative consolidated figures for the preceding year's corresponding quarter and year-to-date as this is the Group's first 4th Quarter and year end reporting.

N/A- Not Applicable

The condensed consolidated income statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

**TEJARI TECHNOLOGIES BERHAD**

(Company No. 679361-D)

Tel No: 04-3972828 Fax No: 04-3985393 Email: sales@tejari.com.my

CONDENSED CONSOLIDATED BALANCE SHEET**As at 30 November 2007**

	(Unaudited) As at 30.11.2007 RM'000	(Audited) As at 30.11.2006 RM'000
Non-current assets		
Property, plant and equipment	9,273	3,870
Other investments	90	120
	<u>9,363</u>	<u>3,990</u>
Current assets		
Inventories	10,276	7,374
Receivables, deposits and prepayments	9,589	8,173
Tax Recoverable	215	158
Fixed deposits pledged to licensed banks	3,508	0
Cash and cash equivalents	3,958	445
	<u>27,546</u>	<u>16,150</u>
Current liabilities		
Payables and accruals	4,168	2,213
Hire purchase payables	310	347
Bank borrowings	510	1,032
Taxation	212	19
	<u>5,200</u>	<u>3,611</u>
Net current assets	22,346	12,539
	<u>31,709</u>	<u>16,529</u>
Equity		
Share capital	16,300	12,300
Share premium	5,883	-
Reserve on consolidation	-	2,298
Retained profits	7,453	1,113
Total equity	<u>29,636</u>	<u>15,711</u>
Non-current liabilities		
Hire purchase payables	390	583
Term loan	1,661	220
Deferred taxation	22	15
	<u>2,073</u>	<u>818</u>
	<u>31,709</u>	<u>16,529</u>
Net assets per share attributable to ordinary equity holders of the Company(RM)	#0.18	*0.13

Calculated based on issued and paid up capital of 163,000,000 shares

* Calculated based on issued and paid up capital of 123,000,000 shares

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 November 2006 which can be found in its Prospectus dated 16 February 2007, and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the 4th Quarter Ended 30 November 2007

	← Attributable to equity holders of the Company →				Total Equity
	Share capital RM'000	Share premium RM'000	Non- distributable Reserve on consolidation RM'000	Distributable Retained profits RM'000	
At 1 December 2005	*	-	-	78	78
Issuance of shares	12,300	-	-	-	12,300
Gain not recognized in income statement: Reserve arising from acquisition of subsidiary companies	-	-	2,298	-	2,298
Net profit for the year	-	-	-	1,035	1,035
At 30 November 2006	12,300	-	2,298	1,113	15,711
At 1 December 2006	12,300	-	2,298	1,113	15,711
Net profit for the financial year	-	-	-	4,042	4,042
Public issues of shares	4,000	7,200	-	-	11,200
Listing expenses	-	(1,317)	-	-	(1,317)
Transfer reserve on consolidation to retained profits	-	-	(2,298)	2,298	-
At 30 November 2007	16,300	5,883	-	7,453	29,636

* Represent RM2.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 November 2006 which can be found in its Prospectus dated 16 February 2007, and the accompanying explanatory notes attached to the interim financial statements.



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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the 4th Quarter Ended 30 November 2007

	Current Year 30.11.2007 RM'000	Corresponding 30.11.2006* RM'000
Cash flow from operating activities		
Profit before taxation	4,346	N/A
Adjustments for:-		
Allowance for doubtful debt no longer required	(246)	N/A
Bad debt written off	54	
Depreciation	867	N/A
Gain on disposal of property, plant and equipment	(60)	N/A
Property, plant and equipment written off	3	N/A
Other investment written off	30	
Interest expense	168	N/A
Interest income	(199)	N/A
Operating profit before working capital changes	4,963	N/A
Inventories	(2,902)	N/A
Receivables, deposits and prepayments	(1,225)	N/A
Payables and accruals	1,954	N/A
	2,790	N/A
Interest paid	(168)	N/A
Tax refund	55	
Tax paid	(215)	N/A
Interest received	199	N/A
Net cash flows from operating activities	2,661	N/A
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	60	N/A
Purchase of property, plant and equipment (Note a)	(6,173)	N/A
Net cash flow used in investing activities	(6,113)	N/A
Cash flows from financing activities		
Proceeds from issuance of shares	11,200	N/A
Listing expenses	(1,317)	N/A
Proceeds from term loan	2,100	N/A
Repayment of term loans	(348)	N/A
Fixed deposits pledged to licensed banks	(3,508)	
Net repayment of bankers acceptances	(423)	N/A
Repayment of hire purchase payables	(329)	N/A
Net cash flow from financing activities	7,375	N/A
Net increase in cash and cash equivalents	3,923	N/A
Cash and cash equivalents at beginning of the financial year	35	N/A
Cash and cash equivalents at end of the financial year (Note b)	3,958	N/A



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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the 4th Quarter Ended 30 November 2007

	Current Year To Date Ended 30.11.2007 RM'000	Corresponding Year To Date Ended 30.11.2006* RM'000
(a) Purchase of property, plant and equipment:		
-financed by hire purchase arrangement	100	N/A
-financed by cash	6,173	N/A
Additions during the financial period	<u>6,273</u>	<u>N/A</u>
(b) Cash and cash equivalents at the end of the financial year comprise the following:-		
-fixed deposits with licensed banks	2,030	N/A
-short-term deposits	138	N/A
-cash and bank balances	1,790	N/A
	<u>3,958</u>	<u>N/A</u>

* There are no comparative consolidated figures for the preceding year as this is the Group's first year reporting.

N/A- Not Applicable

The condensed consolidated cash flow statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

Part A – Explanatory Notes Pursuant to Financial Reporting Standard (FRS) 134- Interim Financial Reporting

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with FRS 134: Interim Financial Reporting and Chapter 9 Appendix 9B of the Listing Requirement of Bursa Malaysia Securities Berhad for the MESDAQ Market.

The interim financial statements should be read in conjunction with audited financial statements of the Group for the financial year ended **30 November 2006** which can be found in its Prospectus dated 16 February 2007 and the explanatory notes attached to the interim financial statements which provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group.

The significant accounting policies and methods of computation adopted by the Company and its subsidiaries in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended **30 November 2006** except for the adoption of the new/revised Financial Reporting Standard (“FRS”) as outlined in note 2.

2. Changes in Accounting Policies

The MASB has issued a number of new and revised FRS. The following are new/revised FRS adopted for the financial year beginning **1 December 2006**

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events After the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effect of Changes in Foreign Exchange Rates
FRS 124	Related Party Disclosure
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

The adoption of FRS 2, 101, 102, 108, 110, 116, 121, 124, 127, 132, 133, 136, 138 does not have significant financial impact on the Group in the current quarter under review. The principal effect of the changes in accounting policies resulting from the adoption of FRS 3 is stated below:

2.1 FRS 3: Business Combinations

Pursuant to FRS 3, any excess of the Group’s interest in the net fair value of acquirees’ identifiable assets, liabilities, and contingent liabilities over cost of acquisitions (previously referred to as “negative goodwill”), after reassessment, is recognized immediately in the income statement. Prior to **1 December 2006**, the Group reflected the negative goodwill as reserve on consolidation. In accordance with the transitional provisions of FRS 3, the Group has transferred the reserve on consolidation of **RM2,298,111** as at **1 December 2006** to retained earnings.

Part A – Explanatory Notes Pursuant to Financial Reporting Standard (FRS) 134- Interim Financial Reporting (Continued)

3. Auditor’s Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements of the Company and its subsidiaries for the financial year ended **30 November 2006** was not subject to any qualification.

4. Seasonal or Cyclical factors

There were no major seasonal or cyclical factors affecting the results of the Group for the current quarter under review.

5. Unusual Items due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review except as disclosed in Note 2.1

6. Material Changes in Estimates

There were no changes in estimates of amounts which have a material effect in the current quarter results under review.

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and other repayments of debt and equity securities during the current quarter.

8. Dividends Paid

No dividend has been paid during the current quarter.

9. Segmental Information

No segmental analysis is prepared as the business of the Group is principally carried out in Malaysia and operates within one business segment i.e. the provision of electro hydraulic automation system & solution and its related products and services.

10. Valuation of Property, Plant and Equipment

As at **30 November 2007**, the Group did not have any revalued assets.

11. Changes in Composition of the Group

There was no change in the composition of the Group during the current quarter under review.

12. Contingent Assets or Liabilities

Contingent liabilities of the Group are as follows:

	As at 30.11.07	As at 30.11.06
	RM’000	RM’000
Corporate guarantees extended to financial institutions for banking facilities granted to a subsidiary company	7,468	Nil



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Part A – Explanatory Notes Pursuant to Financial Reporting Standard (FRS) 134- Interim Financial Reporting (Continued)

13. Capital Commitment

	As at 30.11.07
	RM'000
Contracted but not provided for	
– Property, plant & equipment	<u>1,597</u>

14. Material Events Subsequent to the End of the Interim Reporting Period

There are no material events subsequent to the end of the current quarter under review.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)**15. Review of Performance**

For the current quarter ended 30 November 2007, the Group recorded a profit after taxation (“PAT”) and revenue of RM1.317 million and RM7.468 million respectively. For the financial year ended 30 November 2007, the Group recorded a PAT of RM4.042 million on the back of a revenue of RM23.615 million.

The Group’s performance was mainly attributable to the electro hydraulic automation activities which contributed approximately 65% and 62% of the Group’s total revenue for the current quarter and financial year ended 30 November 2007 respectively.

16. Variation of Results against Preceding Quarter

The Group generated revenue of RM7.468 million in the current quarter under review. This represents an increase of approximately RM1.079 million or 16.9% from the revenue of RM6.389 million recorded in the preceding quarter. The increase is mainly due to sales expansion into marine, energy and biotechnology industries.

For the current quarter under review, the Group recorded a lower profit before taxation (“PBT”) of RM1.481 million as compared to a PBT of RM1.608 million for the immediate preceding quarter. The decrease of RM0.127 million was mainly contributed by the lower gross profit margin of 48% recorded in the current quarter, as compared to 53% in the preceding quarter as well as higher administrative expenses in the current quarter.

17. Commentary on Prospects

Barring any unforeseen circumstances, the Board of Directors is optimistic about the Group’s ability in achieving satisfactory performance for the coming financial years.

18. Actual Profit against Profit Forecast

The Group issued a profit forecast for the financial year ended 30 November 2007 in the Prospectus dated 16 February 2007 and the comparison is as follows:

	Unaudited for the financial year ended 30 November 2007	Forecast for the financial year ended 30 November 2007	Variance	
	RM’000	RM’000	RM’000	%
Revenue	23,615	23,568	47	0.20
Gross Profit	10,912	11,555	(643)	(5.56)
PBT	4,346	4,397	(51)	(1.16)
PAT	4,042	4,220	(178)	(4.22)

The variance between the unaudited and forecasted PAT is RM0.18 million or 4.2% which is mainly due to the shortfall in unaudited gross profit of RM0.64 million as compared to the forecasted gross profit of RM11.56 million. The lower gross profit was mainly due to an unexpected price hike of raw materials and competitive strategies adopted by the Group to penetrate certain high volume industries.

The Group did not issue any profit guarantee.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)

19. Income Tax Expense

	Current Quarter ended		Cumulative Quarter ended	
	30.11.2007	30.11.2006	30.11.2007	30.11.2006
	RM'000	RM'000	RM'000	RM'000
Current tax	157	N/A	297	N/A
Deferred tax	7	N/A	7	N/A
Total income tax expenses	164	N/A	304	N/A

The effective tax rate of the Group for the current quarter under review of approximately 11% is lower than the statutory tax rate of 27% mainly due to the following:-

- a) The Company has been granted Multimedia Super Corridor (“MSC”) status by the government on 25 July 2005. One of the financial incentives awarded to the Company under the MSC status is Pioneer Status in which the statutory income is exempted from tax for a period of five years. Extension for a further period of five years will be subject to the approval of Multimedia Development Corporation;
- b) TTB’s wholly-owned subsidiary, Tejari Sdn. Bhd. has been granted Pioneer Status by the Ministry of International Trade and Industry in which the statutory income is exempted from tax for a period of five years from 1 June 2005; and
- c) The enactment of the 20% income tax rate on first chargeable income of RM500,000 in relation to the subsidiary companies.

20. Sales of Unquoted Investments and Properties

There were no sales of unquoted investments and properties for the current quarter and financial year ended **30 November 2007**. During the financial year, TTB’s wholly-owned subsidiary’s investment in a private limited company of RM30,000 has been written off.

21. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter ended **30 November 2007**. The Group did not hold any investments in quoted securities as at **30 November 2007**.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)

22. Corporate Proposals**(a) Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of this announcement.

(b) Status of utilization of proceeds from Public Issue

The gross proceeds from the Public Issue of RM11,200,000 have been/ will be utilized in the following manner:-

Purpose	Proposed Utilization RM'000	Actual Utilization	Intended timeframe for utilization	Deviation		Remark
		As at 30 November 2007 RM'000		RM'000	(%)	
Expansion of factory building	2,650	1,251	18 months from listing	-		
Research & Development expenditure	1,240	478	36 months from listing	-		
Repayment of bank borrowings	1,300	1,300	6 months from listing	-		See * below
Purchase of machinery and equipment	1,860	907	24 months from listing	-		
Sales and marketing expenditure	1,000	683	12 months from listing	-		
Working capital	1,800	1,836	24 months from listing	36	2.0	See # below
Estimated listing expenses	1,350	1,314	6 months from listing	(36)	(2.7)	See # below
Total	<u>11,200</u>	<u>7,769</u>				

*Total repayment of bank borrowings was RM1.366 million. The additional repayment of RM66,000 was from the Group's internally generated funds.

#The unused portion of listing expenses is allocated to working capital.

Date of listing is **9 March 2007**.

23. Borrowings and Debt Securities

	Denominated in local currency As at 30 November 2007 RM'000
<u>Secured</u>	
Short term	820
Long term	<u>2,051</u>
Total	<u>2,871</u>

The Group does not have any foreign borrowings and debt securities as at the date of this announcement.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Continued)

24. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this announcement.

25. Changes in Material Litigation

Neither the Company nor any of its subsidiary companies were engaged in any litigation or arbitration, either as plaintiff or defendant, which had a material effect on the financial position of the Company or any of its subsidiaries and the Board of Directors was not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or any of its subsidiaries as at the date of this announcement.

26. Dividend Declared

No dividend has been declared during the current quarter under review.

27. Earnings per Share

Basic earnings per share is calculated by dividing profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Current Quarter		Cumulative Quarters	
	30.11.2007 RM'000	30.11.2006 RM'000	30.11.2007 RM'000	30.11.2006 RM'000
Profit for the year	1,317	N/A	4,042	N/A
Weighted average number of ordinary shares of RM0.10 in issue ('000)	163,000	N/A	152,260	N/A
Basic earnings per share (sen)	0.81	N/A	2.65	N/A

Diluted earnings per share were not computed as the Company did not have any convertible financial instruments as at **30 November 2007**.

28. Authorisation for Issue

These unaudited interim financial statements were authorised for release by the Company in accordance with a resolution of the Directors on **29 January 2008**.