

EQUINE CAPITAL BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE AND SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2007

	3 months ended		6 months ended	
	30.09.2007 RM'000 unaudited	30.09.2006 RM'000 audited	30.09.2007 RM'000 unaudited	30.09.2006 RM'000 audited
Revenue	28,920	17,670	48,266	37,081
Cost of Sales	(29,852)	(14,914)	(43,723)	(30,456)
Gross (Loss) / Profit	(932)	2,756	4,543	6,625
Other Income	1,498	5,224	2,774	6,271
Administration Expenses	(4,404)	(4,500)	(9,433)	(8,856)
(Loss) / Profit from Operations	(3,838)	3,480	(2,116)	4,040
Finance Costs	(401)	(403)	(839)	(799)
(Loss) / Profit Before Tax	(4,239)	3,077	(2,955)	3,241
Tax Expenses	2,294	(1,167)	1,585	(1,278)
(Loss) / Profit for the period	(1,945)	1,910	(1,370)	1,963
Attributable to:				
Equity holders of the Company	(1,945)	1,910	(1,370)	1,963
Minority interest	-	-	-	-
	(1,945)	1,910	(1,370)	1,963
Earnings per share attributable to Equity Holders of the Company:				
Basic (Loss)/ Earnings Per Share (sen)	(1.28)	1.27	(0.91)	1.31
Diluted (Loss) / Earnings Per Share (sen)	(0.90)	0.84	(0.64)	0.86

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2007 and the accompanying explanatory notes attached to this interim financial statements.

EQUINE CAPITAL BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2007

	-----Attributable to the Equity Holders of the Company-----					Minority Interest	Total Equity RM'000
	Ordinary Share Capital RM'000	ICULS RM'000	Negative Goodwill RM'000	Retained Earnings RM'000	Total RM'000	RM'000	
Current 6 months ended							
30 September 2007 (unaudited)							
As at 31 March 2007	150,015	77,323	-	50,070	277,408	-	277,408
Conversion of ICULS to ordinary shares	12,384	(12,384)	-	-	-	-	-
Net (loss) / profit for the period	-	-	-	(1,370)	(1,370)	-	(1,370)
ICULS interest	-	-	-	(1,159)	(1,159)	-	(1,159)
As at 30 September 2007	162,399	64,939	-	47,541	274,879	-	274,879

	-----Attributable to the Equity Holders of the Company-----					Minority Interest	Total Equity RM'000
	Ordinary Share Capital RM'000	ICULS RM'000	Negative Goodwill RM'000	Retained Earnings RM'000	Sub- Total RM'000	RM'000	
Preceding 6 months ended							
30 September 2006 (unaudited)							
As at 31 March 2006 (as previous stated)	150,015	77,323	118	48,716	276,172	-	276,172
Effect of adopting FRS 3	-	-	(118)	118	-	-	-
As at 31 March 2006 (restated)	150,015	77,323	-	48,834	276,172	-	276,172
Net profit for the period	-	-	-	1,963	1,963	-	1,963
ICULS interest	-	-	-	(1,159)	(1,159)	-	(1,159)
As at 30 September 2006	150,015	77,323	-	49,638	276,976	-	276,976

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2007 and the accompanying explanatory notes attached to this interim financial statements.

EQUINE CAPITAL BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2007

	As at 30.09.2007 RM'000 unaudited	As at 31.3.2007 RM'000 audited (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	27,692	28,479
Investment in an associate	3,971	3,971
Other investments	1	1
Land held for property development	322,241	372,802
Goodwill on consolidation	6,258	6,258
	<u>360,163</u>	<u>411,511</u>
Current assets		
Inventories	42,921	38,966
Property development costs	60,972	21,961
Accrued billings	13,981	14,463
Trade receivables	79,838	72,832
Other receivables and deposits	33,581	32,602
Amount due from associate	240	2
Tax Recoverable	129	151
Fixed deposits with licensed banks	2,584	2,746
Cash and bank balances	14,305	20,202
	<u>248,551</u>	<u>203,925</u>
TOTAL ASSETS	<u>608,714</u>	<u>615,436</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	162,399	150,015
3% Irredeemable Convertible Unsecured Loan Stocks 2003/2008 ("ICULS")	64,939	77,323
Retained Earnings	47,541	50,070
TOTAL EQUITY	<u>274,879</u>	<u>277,408</u>
LIABILITIES		
Non-current liabilities		
Borrowings - secured	60,755	76,512
Hire purchase and lease creditors	800	903
Deferred tax liabilities	45,872	49,167
	<u>107,427</u>	<u>126,582</u>
Current liabilities		
Progress billings	12,130	2,526
Trade payables	99,727	99,628
Other payables and accruals	34,250	31,023
Hire purchase and lease creditors	392	427
Bank overdraft	8,507	8,000
Borrowings - secured	36,185	35,244
Current tax payable	35,217	34,598
	<u>226,408</u>	<u>211,446</u>
TOTAL LIABILITIES	<u>333,835</u>	<u>338,028</u>
TOTAL EQUITY AND LIABILITIES	<u>608,714</u>	<u>615,436</u>
Net assets per ordinary share in issue (RM)	<u>1.69</u>	<u>1.85</u>
Net assets per share* (RM)	<u>1.21</u>	<u>1.22</u>

* Based on enlarged share capital of Equine Capital Berhad assuming full conversion of the ICULS.

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 31 March 2007 and the accompanying explanatory notes attached to this interim financial statements.

EQUINE CAPITAL BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2007

	6 months ended	
	30.09.2007 RM'000 unaudited	30.09.2006 RM'000 audited
(Loss) / Profit before taxation	(2,955)	3,241
Adjustments for:		
Depreciation of property, plant and equipment	981	892
Provision for liquidated and ascertained damages	-	188
Interest expenses	1,451	781
Interest income	(1,465)	(5,657)
Operating loss before working capital changes	(1,988)	(555)
Decrease/(increase) in development properties	24,402	(628)
(Increase) / decrease in inventories	(3,954)	784
(Increase) / decrease in receivables	(6,973)	4,718
Increase / (decrease) in payables	4,404	(2,331)
Cash generated from operations	15,891	1,988
Interest received	443	2,190
Interest paid	(4,091)	(3,470)
Liquidated and ascertained damages paid	(44)	(2,371)
Tax paid	(1,068)	(1,179)
Net cash generated from / (used in) operating activities	11,131	(2,842)
Purchase of property, plant and equipment	(144)	(540)
Advances to an associate	(229)	(214)
Withdrawal of fixed deposits	162	409
Net cash used in investing activities	(211)	(345)
Drawdown of bank borrowings	1,500	-
Repayment of bank borrowings	(1,316)	(314)
Repayment of Commercial Papers	(15,000)	(5,000)
ICULS interest paid	(2,320)	-
Repayment of hire purchase and lease creditors	(188)	(346)
Net cash used in financing activities	(17,324)	(5,660)
Net decrease in cash and cash equivalents	(6,404)	(8,847)
Cash and cash equivalents at beginning of financial period	13,325	29,257
Cash and cash equivalents at end of financial period	6,921	20,410
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	14,305	27,288
Fixed deposits with licensed banks	2,584	2,583
Bank overdraft	(8,507)	(8,000)
	8,382	21,871
Less: Fixed deposits pledged	(1,461)	(1,461)
	6,921	20,410

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2007 and the accompanying explanatory notes attached to this interim financial statements.