

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Income Statement

For the Nine-Month Period Ended 31 March 2008

(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Year to Date 9 months ended	
		31.03.2008 RM'000	31.03.2007 RM'000	31.03.2008 RM'000	31.03.2007 RM'000
Revenue	4	4,274	2,874	14,905	9,482
Other Income		-	-	1	2
Changes in Inventories		90	52	131	46
Staff Costs		(271)	(197)	(749)	(593)
Depreciation		(5)	(5)	(17)	(17)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(576)	(391)	(2,301)	(1,685)
Foreign Exchange Gain		3,730	459	10,001	2,864
Other Expenses		(490)	(396)	(1,345)	(1,159)
Profit from Operations	4	6,752	2,396	20,626	8,940
Share of Profit / (Loss) of Associates		3,331	(1,476)	4,036	2,564
Profit before Taxation		10,083	920	24,662	11,504
Income tax expense	18	(581)	(316)	(1,984)	(842)
Net profit for the period		9,502	604	22,678	10,662
Earnings per share attributable to equity holders:					
Basic (Sen)	26(a)	15.71	1.00	37.49	17.63
Diluted (Sen)	26(b)	15.71	1.00	37.49	17.63

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

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)

(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet**As at 31 March 2008**

		(Unaudited)	(Audited)
	Note	As at 31.03.2008 RM'000	As at 30.6.2007 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		1,471	1,488
Investment property		22,650	24,465
Investment in associates		68,958	83,644
Available-for-sale investments	20	103,962	114,728
Deferred tax asset		135	135
		<u>197,176</u>	<u>224,460</u>
Current assets			
Inventories		138	7
Trade and other receivables		502	468
Cash and bank balances		136,374	124,992
		<u>137,014</u>	<u>125,467</u>
TOTAL ASSETS		<u>334,190</u>	<u>349,927</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders to the Company			
Share capital		60,492	60,492
Reserves		264,249	280,151
		<u>324,741</u>	<u>340,643</u>
Non-current liabilities			
Retirement benefit obligations		247	383
Deferred tax liability		5,779	5,779
		<u>6,026</u>	<u>6,162</u>
Current liabilities			
Trade and other payables		2,188	2,710
Current tax payable		1,235	412
		<u>3,423</u>	<u>3,122</u>
Total liabilities		<u>9,449</u>	<u>9,284</u>
TOTAL EQUITY AND LIABILITIES		<u>334,190</u>	<u>349,927</u>

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

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity
For the Nine-Month Period Ended 31 March 2008

(The figures have not been audited)

	← Non-Distributable →				← Distributable →			
	Share Capital RM'000	Capital Reserves RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 July 2007	60,492	67,007	85,069	4,131	7,183	11,000	105,761	340,643
Share of associated companies' reserves	-	(15,507)	-	-	-	-	-	(15,507)
Foreign currency translation	-	-	-	(11,458)	-	-	-	(11,458)
Fair value loss								
- Available-for-sale investments	-	-	(10,511)	-	-	-	-	(10,511)
Net income/(expense) recognised directly in equity	-	(15,507)	(10,511)	(11,458)	-	-	-	(37,476)
Profit for the period, representing total recognised income and expense for the period	-	-	-	-	-	-	22,678	22,678
Dividend	-	-	-	-	-	-	(1,104)	(1,104)
At 31 March 2008	60,492	51,500	74,558	(7,327)	7,183	11,000	127,335	324,741

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity (Cont'd)
For the Nine-Month Period Ended 31 March 2008
(The figures have not been audited)

	← Non-Distributable →				← Distributable →			
	Share Capital RM'000	Capital Reserves RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 July 2006	60,492	40,255	-	12,602	7,364	11,000	75,552	207,265
Effects of adopting:								
FRS 139	-	10,405	68,800	-	-	-	-	79,205
FRS 140	-	-	-	-	-	-	11,513	11,513
	<u>60,492</u>	<u>50,660</u>	<u>68,800</u>	<u>12,602</u>	<u>7,364</u>	<u>11,000</u>	<u>87,065</u>	<u>297,983</u>
Share of associated companies' reserves	-	6,612	-	-	-	-	-	6,612
Foreign currency translation	-	-	-	(8,743)	-	-	-	(8,743)
Fair value gain								
- Available-for-sale investments	-	-	19,785	-	-	-	-	19,785
Net income/(expense) recognised directly in equity	-	6,612	19,785	(8,743)	-	-	-	17,654
Profit for the period, representing total recognised income and expense for the period	-	-	-	-	-	-	10,662	10,662
Dividend	-	-	-	-	-	-	(871)	(871)
At 31 March 2007	<u>60,492</u>	<u>57,272</u>	<u>88,585</u>	<u>3,859</u>	<u>7,364</u>	<u>11,000</u>	<u>96,856</u>	<u>325,428</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statement
For the Nine-Month Period Ended 31 March 2008
(The figures have not been audited)

	9 months ended	
	31.03.2008	31.03.2007
	RM'000	RM'000
Net cash generated from operating activities	4,004	1,963
Net cash generated from investing activities	4,500	4,020
Net cash used in financing activities	(1,104)	(871)
Net increase in cash and cash equivalents	<u>7,400</u>	<u>5,112</u>
Effects of exchange rate changes	3,982	(2,294)
Cash and cash equivalents at beginning of financial period	<u>124,992</u>	<u>121,120</u>
Cash and cash equivalents at end of financial period	<u><u>136,374</u></u>	<u><u>123,938</u></u>

Cash and cash equivalents at the end of the financial period comprise the following :

	As at	As at
	31.03.2008	31.03.2007
	RM'000	RM'000
Cash and bank balances	<u>136,374</u>	<u>123,938</u>

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

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for the assets and liabilities that are stated at fair values: available-for-sale investments and investment properties.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2007.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2007 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) :

FRS, Amendments to FRS and Interpretations	Effective for financial periods beginning on or after
FRS 117: Leases	1 October 2006
FRS 124: Related Party Disclosures	1 October 2006
FRS 6: Exploration for and Evaluation of Mineral Resources	1 January 2007
Amendment to FRS 119 ₂₀₀₄ : Employee Benefits - Actuarial Gains and Losses, Group Plans and Disclosures	1 January 2007
Amendment to FRS 121: The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation	1 July 2007
FRS 107: Cash Flow Statements	1 July 2007
FRS 111: Construction Contracts	1 July 2007
FRS 112: Income Taxes	1 July 2007
FRS 118: Revenue	1 July 2007
FRS 120: Accounting for Government Grants and Disclosure of Government Assistance	1 July 2007
FRS 134: Interim Financial Reporting	1 July 2007
FRS 137: Provisions, Contingent Liabilities and Contingent Assets	1 July 2007
IC Interpretation 1: Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 July 2007

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

2. Changes in Accounting Policies (Cont'd)

FRS, Amendments to FRS and Interpretations	Effective for financial periods beginning on or after
IC Interpretation 2: Members' Shares in Co-operative Entities and Similar Instruments	1 July 2007
IC Interpretation 5: Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 July 2007
IC Interpretation 6: Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment	1 July 2007
IC Interpretation 7: Applying the Restatement Approach under FRS 129 ₂₀₀₄ - Financial Reporting in Hyperinflationary Economies	1 July 2007
IC Interpretation 8: Scope of FRS 2	1 July 2007

The adoption of the above new/revised FRSs does not have any significant financial impact on the Group in the current and prior financial year.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2007 was not qualified.

4. Segmental Information

	9 months ended	
	31.03.2008	31.03.2007
	RM'000	RM'000
Segment Revenue		
Plantation	10,117	5,427
Investment	4,788	4,055
Total	<u>14,905</u>	<u>9,482</u>
Segment results		
Plantation	5,530	1,827
Investment	16,281	8,139
	<u>21,811</u>	<u>9,966</u>
Unallocated corporate expenses	(1,185)	(1,026)
Profit from operations	<u>20,626</u>	<u>8,940</u>

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

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

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2008.

6. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

7. Comments about Seasonal or Cyclical Factors

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling price of crude palm oil. The production of fresh fruit bunches is influenced by weather conditions, production cycle and age of palms.

8. Dividends Paid

The amount of dividends paid during the financial period ended 31 March 2008 were as follows:

In respect of the financial year ended 30 June 2007, as reported in the directors' report of that year:

	Amount RM'000	Net Dividend per share (Sen)
First and final dividend of 2 less 27% taxation	883	1.4
Bonus dividend of 0.5% less 27% taxation	221	0.4
	<u>1,104</u>	<u>1.8</u>

9. Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities in the current quarter.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

10. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

11. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 March 2008.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 March 2008.

13. Subsequent Events

There were no material events subsequent to the end of the current quarter.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

14. Performance Review

The Group's revenue for the current quarter of RM4.27 million and RM14.91 million for the financial period ended 31 March 2008 were higher as compared to the corresponding quarter and period ended 31 March 2007. This was due to higher sales revenue for the current quarter while the year-to-date's better performance was due to higher sales revenue, dividend and interest income.

The after-tax profits of RM9.50 million and RM22.68 million for the current quarter and financial year-to-date respectively were significantly higher as compared to last year's quarter of RM604,000 and year-to-date of RM10.66 million. This was mainly due to higher unrealised foreign exchange gain of RM3.73 million and RM10 million attained for the current quarter and year-to-date respectively as compared to last year's quarter of RM459,000 and year-to-date of RM2.86 million. Share of associates' profit of RM4.04 million for the financial period ended 31 March 2008 was higher by RM1.48 million as compared to RM2.56 million for the corresponding period ended 31 March 2007.

15. Comment on Material Change in Profit Before Taxation

For the quarter under review, the Group achieved a pre-tax profit of RM10.08 million as compared to the immediate preceding quarter's pre-tax profit of RM7.03 million. This was due to higher unrealised foreign exchange gain and share of associates' profit of RM3.33 million as compared to the immediate preceding quarter's share of RM178,000.

16. Commentary on Prospects

The prospect of the plantation performance for the rest of the financial year is good in view of the prevailing strong crude palm oil prices which are expected to be maintained. The results of the associated companies may be further affected by the market valuation of their investments and currency fluctuations due to the jittery capital markets and fears of a global economic slowdown.

17. Profit Forecast or Profit Guarantee

There is no profit forecast and profit guarantee.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
 Bursa Malaysia Securities Berhad**

18. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.2008	31.03.2007	31.03.2008	31.03.2007
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	581	315	1,979	745
Foreign tax	-	-	5	96
	<u>581</u>	<u>315</u>	<u>1,984</u>	<u>841</u>
(Over)/Under provision of Malaysian income tax in prior years	-	1	-	1
	<u>581</u>	<u>316</u>	<u>1,984</u>	<u>842</u>
Deferred taxation	-	-	-	-
Total income tax expense	<u>581</u>	<u>316</u>	<u>1,984</u>	<u>842</u>

The effective tax rate for the current quarter and financial period ended 31 March 2008 and prior year's corresponding quarter and financial period ended 31 March 2007 were lower than the statutory tax rates principally due to lower tax rate of associates and certain income not taxable for tax purposes.

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties.

20. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter and year-to-date.

Details of investments in quoted securities classified as available-for-sale financial assets:

	As at
	31.03.2008
	RM'000
At cost	29,659
At carrying value / market value	<u>103,962</u>

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

21. Corporate Proposals

There was no corporate proposal announced by the Company as at the date of the issue of this quarterly report.

22. Borrowings

There were no borrowings and debt securities as at 31 March 2008.

23. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 30 May 2008.

24. Changes in Material Litigation

There was no pending material litigation as at the date of the issue of this quarterly report.

25. Dividend Payable

No interim dividend has been declared for the financial period ended 31 March 2008.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

26. Earnings Per Share

(a) Basic

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

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.2008	31.03.2007	31.03.2008	31.03.2007
Profit attributable to ordinary equity holders (RM'000)	<u>9,502</u>	<u>604</u>	<u>22,678</u>	<u>10,662</u>
Weighted average number of ordinary shares in issue	<u>60,492</u>	<u>60,492</u>	<u>60,492</u>	<u>60,492</u>
Basic earnings per share (Sen)	<u>15.71</u>	<u>1.00</u>	<u>37.49</u>	<u>17.63</u>

(b) Diluted

Diluted earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary shares outstanding as at 31 March 2008.

27. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 30 May 2008.