

JAVA INCORPORATED BHD (2511-M)
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2008

	1ST QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30-Sep-08 <u>RM '000</u>	Preceding Year Corresponding Quarter 30-Sep-07 <u>RM '000</u>	Current Year To Date 30-Sep-08 <u>RM '000</u>	Preceding Year Corresponding Period 30-Sep-07 <u>RM '000</u>
Revenue	<u>44,903</u>	<u>72,257</u>	<u>44,903</u>	<u>72,257</u>
Operating profit before depreciation and other income	2,461	9,032	2,461	9,032
Depreciation and amortisation	(3,028)	(2,934)	(3,028)	(2,934)
Finance costs	(577)	(629)	(577)	(629)
Other income	1,840	736	1,840	736
Profit before taxation	<u>696</u>	<u>6,205</u>	<u>696</u>	<u>6,205</u>
Taxation	(170)	-	(170)	-
Net profit after taxation	<u>526</u>	<u>6,205</u>	<u>526</u>	<u>6,205</u>
Attributable to:-				
Equity holders of the parent	527	6,205	527	6,205
Minority interest	(1)	-	(1)	-
	<u>526</u>	<u>6,205</u>	<u>526</u>	<u>6,205</u>
Earnings Per Share (Sen)				
- Basic	0.30	4.07	0.30	4.07
- Diluted	0.30	3.24	0.30	3.24

The above statement should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008.

JAVA INCORPORATED BHD (2511-M)
CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2008

	UNAUDITED	AUDITED
	As At End Of Current Quarter 30-Sep-08 <u>RM '000</u>	As At Preceding Financial Year End 30-Jun-08 <u>RM '000</u>
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	72,716	73,809
PREPAID LEASE PAYMENT	25,432	25,534
PLANTATION DEVELOPMENT EXPENDITURE	9,917	9,305
TIMBER CONCESSION RIGHTS	33,047	34,956
CURRENT ASSETS		
Inventories	70,637	72,637
Trade and other receivables and advance payments	65,803	62,046
Deposits placed with licensed banks	20,296	20,934
Tax recoverable	180	419
Cash and bank balances	1,947	16,252
Total current assets	158,863	172,288
TOTAL ASSETS	299,975	315,892
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
Share capital	173,394	173,394
Share premium	1,571	1,571
Share options reserve	478	478
Revaluation reserve	59,934	59,934
Retained earnings	4,524	3,997
Shareholders' funds	239,901	239,374
Minority interests	2,498	2,499
Total equity	242,399	241,873
NON-CURRENT LIABILITIES		
Hire purchase creditors	1,604	1,698
Long term loans	15,539	17,392
Deferred taxation	361	361
Total non-current liabilities	17,504	19,451
CURRENT LIABILITIES		
Trade and other payables and advance payments	25,661	37,514
Hire purchase creditors	577	639
Short term borrowings	12,529	14,008
Tax payable	1,305	2,407
Total current liabilities	40,072	54,568
Total Liabilities	57,576	74,019
TOTAL EQUITY AND LIABILITIES	299,975	315,892
Net assets per ordinary share (RM)	1.38	1.57

The above statement should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008.

JAVA INCORPORATED BHD (2511-M)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2008

	Share Capital			Attributable to equity holders of the parent					
	Ordinary Shares	Preference Shares	Share Premium	Share Option Reserve	Revaluation Reserve	Retained Earnings	Total	Minority interests	Total Equity
	RM '000	RM '000	RM '000	RM'000	RM'000	RM '000	RM '000	RM '000	RM '000
Group									
As at 1 July 2008	173,394	-	1,571	478	59,934	3,997	239,374	2,499	241,873
Net Profit for the financial period	-	-	-	-	-	527	527	(1)	526
As at 30 September 2008	173,394	-	1,571	478	59,934	4,524	239,901	2,498	242,399
As at 1 July 2007	152,310	20,799	1,476	529	59,934	3,886	238,934	2,503	241,437
Share options:-									
- issuance of shares	56	-	-	-	-	-	56	-	56
Issuance of shares:-									
- exercise of warrants	8	-	-	-	-	-	8	-	8
Net Profit for the financial year	-	-	-	-	-	6,205	6,205	-	6,205
As at 30 September 2007	152,374	20,799	1,476	529	59,934	10,091	245,203	2,503	247,706

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JAVA INCORPORATED BHD (2511-M)
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2008

	3 months ended	3 months ended
	30-Sep-08	30-Sep-07 (Restated)
	RM '000	RM '000
Cash Flow from operating activities		
Profit before taxation	696	6,205
Adjustments for:		
Amortisation of timber concession	1,910	1,872
Amortisation of prepaid lease payment	39	39
Depreciation of PPE	1,118	1,023
(Gain)/Loss on disposal of property, plant & equipment	(1,124)	-
Interest income	(181)	(225)
Interest expenses	577	629
Operating Profit before working capital changes	<u>3,035</u>	<u>9,543</u>
Increase/Decrease in working capital		
Inventories	2,002	14,179
Receivables	(3,538)	(4,914)
Payables	(11,780)	(10,081)
Cash used in operations	<u>(10,281)</u>	<u>8,727</u>
Interest received	181	225
Tax paid	(1,034)	(751)
Net cash used in operating activities	<u>(11,134)</u>	<u>8,201</u>
Cash flows from investing activities		
Purchase of property, plant & equipment	(1,253)	(524)
Proceeds from disposal of property, plant & equipment	2,037	-
Acquisition in timber concession rights	-	(28,000)
Investment in plantation development expenditure	(529)	(658)
Net cash used in investing activities	<u>255</u>	<u>(29,182)</u>
Cash flow from financing activities		
Fixed Deposit (held as)/released	(18)	(35)
Proceeds from issuance of shares	-	64
Payments of hire purchase creditors	(155)	(161)
Drawdown of term loan	-	25,200
Repayment of term loans	(1,872)	(2)
Interest paid	(577)	(629)
Net change in revolving credits	-	(2,000)
Net cash generated from/(used in) financing activities	<u>(2,622)</u>	<u>22,437</u>
Net decrease in cash & cash equivalents	(13,501)	1,456
Cash & cash equivalents at beginning of the year	<u>26,351</u>	<u>42,423</u>
Cash and cash equivalents at the end of the quarter	<u>12,850</u>	<u>43,879</u>
Cash & cash equivalents comprise:		
Cash and bank balances	1,947	8,653
Deposits placed with licensed bank	20,296	41,532
Bankers' acceptances	(6,937)	(3,889)
	<u>15,306</u>	<u>46,296</u>
Less: Deposits held as security value	(2,456)	(2,417)
	<u>12,850</u>	<u>43,879</u>

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