



**KIAN JOO CAN FACTORY BERHAD**

(Incorporated in Malaysia)  
(Co. Reg. No. 3186-P)

**Condensed Consolidated Income Statements for the third quarter ended 30 September 2008**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.09.2008 RM'000	Preceding Year Corresponding Quarter 30.09.2007 RM'000	Current Year To Date 30.09.2008 RM'000	Preceding Year Corresponding Period 30.09.2007 RM'000
<b>Continuing Operations</b>				
Revenue	243,273	211,172	645,999	587,494
Cost of sales	(203,023)	(180,568)	(536,255)	(511,182)
Gross profit	40,250	30,604	109,744	76,312
Other income	2,945	1,594	7,477	5,852
Operating expenses	(13,106)	(9,286)	(35,534)	(29,520)
Finance costs	(1,826)	(2,640)	(6,165)	(7,471)
Share of loss of associate (net of tax)	-	335	-	249
Share of profit of jointly controlled entities (net of tax)	22	29	-	59
Profit Before Taxation	28,285	20,636	75,522	45,481
Taxation	(6,039)	(4,956)	(15,595)	(12,410)
Profit for the period from continuing operations	22,246	15,680	59,927	33,071
<b>Equity attributable to equity holders of the parent</b>				
Profit/ (loss) for the period from a discontinued operation	50	100	(117)	977
Profit for the period	<b>22,296</b>	<b>15,780</b>	<b>59,810</b>	<b>34,048</b>
Attributable to :				
Equity holders of the parent	21,022	15,326	56,795	32,912
Minority interest	1,274	454	3,015	1,136
	<b>22,296</b>	<b>15,780</b>	<b>59,810</b>	<b>34,048</b>
Earnings per share attributable to equity holders of the parent:				
Basic (sen)				
Continuing operations	4.72	3.43	12.81	7.19
Discontinued operation	0.01	0.02	(0.03)	0.22
	<b>4.73</b>	<b>3.45</b>	<b>12.78</b>	<b>7.41</b>
Diluted (sen)				
Continuing operations	-	3.43	-	7.18
Discontinued operation	-	0.02	-	0.22
	<b>-</b>	<b>3.45</b>	<b>-</b>	<b>7.40</b>

**The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements**

NOTE:-

Depreciation and amortisation	12,058	9,218	29,929	27,367
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As at 31 December 2007, the Employees' Share Option Scheme has lapsed and there are no other dilutive effects on shares. As such, no calculation was made on diluted earnings per share for the financial period under review.



## KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

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### Condensed Consolidated Balance Sheet As at 30 September 2008

	As at 30.09.2008 RM'000 unaudited	As at 31.12.2007 RM'000 audited
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant & Equipment	419,268	394,409
Prepaid land lease payments	44,209	42,854
Investment Properties	9,739	9,740
Intangible assets	556	1,331
Investments in associated company	23,027	23,027
Investments in jointly controlled entity	844	636
Deferred Tax Assets	5,030	6,362
	<hr/> 502,673	<hr/> 478,359
<b>Current Assets</b>		
Inventories	212,423	198,335
Trade and other receivables	237,183	211,944
Cash and bank balances	56,944	45,832
	<hr/> 506,550	<hr/> 456,111
Non-current asset classified as held for sale	2,770	2,770
	<hr/> 509,320	<hr/> 458,881
<b>TOTAL ASSETS</b>	<hr/> <hr/> 1,011,993	<hr/> <hr/> 937,240
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of the parent		
Share Capital	111,042	111,042
Share Premium	744	744
Other reserves	6,036	4,520
Retained earnings	547,940	530,010
	<hr/> 665,762	<hr/> 646,316
<b>Minority Interest</b>	45,910	30,046
<b>Total equity</b>	<hr/> 711,672	<hr/> 676,362
<b>Non-current liabilities</b>		
Retirement benefit obligation	23,041	22,832
Borrowings	31,524	26,764
Deferred Tax Liabilities	21,459	15,494
	<hr/> 76,024	<hr/> 65,090
<b>Current Liabilities</b>		
Retirement benefit obligation	1,561	2,549
Provisions for other liabilities	201	218
Borrowings	134,620	126,367
Trade and other payables	86,880	66,173
Current tax payable	1,035	481
	<hr/> 224,297	<hr/> 195,788
<b>Total liabilities</b>	300,321	260,878
<b>TOTAL EQUITY AND LIABILITIES</b>	<hr/> <hr/> 1,011,993	<hr/> <hr/> 937,240
Net assets per share attributable to equity holders of the Company (RM)	1.50	1.46

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements



## KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

(Co. Reg. No. 3186-P)

### Condensed Consolidated Statement of Changes in Equity For the third quarter ended 30 September 2008

	Attributable to Equity Holders of the Parent					Minority Interest	Total Equity
	Non-distributable			Distributable			
	Share Capital	Share Premium	Other Reserve	Retained Earnings	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 January 2007</b>	110,862	276	4,974	507,071	623,183	28,530	651,713
Foreign currency translation	-	-	(84) *	-	(84)	(100)	(184)
Profit for the period	-	-	-	32,912	32,912	1,136	34,048
Dividends	-	-	-	(22,208)	(22,208)	-	(22,208)
Total recognised income and expense for the period	-	-	(84)	10,704	10,620	1,036	11,656
Issuance pursuant to ESOS	180	467	-	-	647	-	647
<b>At 30 September 2007</b>	111,042	743	4,890	517,775	634,450	29,566	664,016
<b>At 1 January 2008</b>	111,042	744	4,520	530,010	646,316	30,046	676,362
Foreign currency translation	-	-	1,516 *	-	1,516	949	2,465
Profit for the period	-	-	-	56,795	56,795	3,015	59,810
Equity attributable to equity holders of the parent	-	-	1,516	56,795	58,311	3,964	62,275
Dividends				(38,865)	(38,865)		(38,865)
Dividend payable to minority shareholders						(1,179)	(1,179)
Investment in subsidiary company	-	-	-	-	-	13,079	13,079
<b>At 30 September 2008</b>	111,042	744	6,036	547,940	665,762	45,910	711,672

\* This represents loss or profit not recognised in the income statement.

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements**



## KIAN JOO CAN FACTORY BERHAD

(Incorporated in Malaysia)

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### Condensed Consolidated Cash Flow Statement For the third quarter ended 30 September 2008

	<b>30.09.2008</b>	<b>30.09.2007</b>
	<b>RM'000</b>	<b>RM'000</b>
Net cash generated from operating activities	76,888	17,310
Net cash used in investing activities	(53,947)	(35,951)
Net cash used in financing activities	(13,960)	(1,589)
<b>Net increase in Cash and Cash Equivalents</b>	<b>8,981</b>	<b>(20,230)</b>
Effect of Exchange Rate Changes	2,190	60
Cash and Cash Equivalents at 1 January	45,773	79,364
*Cash and Cash Equivalents at 30 September	<u>56,944</u>	<u>59,194</u>
*Cash and Cash Equivalents at 30 September comprised the following:		
Cash and bank balances	49,153	30,899
Short term deposits	7,791	28,295
	<u>56,944</u>	<u>59,194</u>

Equity attributable to equity holders of the parent

**The Condensed Consolidated Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements**

**1 Basis of Preparation**

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 the 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 31 December 2007.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2007 except for the adoption of the following revised Financial Reporting Standards ("FRS") effective for the financial period beginning on 1 January 2008:

FRS 107	Cash Flow Statements
FRS 112	Income Taxes
FRS 118	Revenue
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
Amendment to FRS 121	The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities

The adoption of the above FRSs does not have any significant financial impact to the Group.

**2 Qualification of Audit Report of the Preceding Annual Financial Statements**

There were no qualification on audit report of the preceding annual financial statements.

**3 Seasonal or Cyclical Factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

**4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

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

**5 Changes in Estimates**

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years that have a material effect in the current financial period.

**6 Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities for the current financial period.

**7 Dividends Paid**

For the financial period under review, an Interim tax exempt dividend of 10% on 444,167,786 ordinary shares amounting to RM11,104,000 (2.5 sen per share) and a Special tax exempt dividend of 15% on 444,167,786 ordinary shares amounting to RM16,656,000 (3.75 sen per share) for the financial year ending 31 December 2008 were paid on 24 September 2008.

**8 Segmental Reporting**

Segmental results for the period ended 30 September 2008 are as follows: -

	Cans Division RM'000	Cartons Division RM'000	Contract Packing RM'000	Others RM'000	Continuing Operation RM'000	Discontinued Operation RM'000	Elimination RM'000	Consolidated RM'000
<b>REVENUE</b>								
External sales	503,207	114,689	28,013	90	645,999	-	-	645,999
Inter-segmental sales	11,730	1,775	-	-	13,505	-	(13,505)	-
	<u>514,937</u>	<u>116,464</u>	<u>28,013</u>	<u>90</u>	<u>659,504</u>	<u>-</u>	<u>(13,505)</u>	<u>645,999</u>
<b>RESULTS</b>								
Operating Profit	72,268	7,812	184	48	80,312	(117)	-	80,195
Interest Income	2,803	109	419	-	3,331	-	(1,956)	1,375
	<u>75,071</u>	<u>7,921</u>	<u>603</u>	<u>48</u>	<u>83,643</u>	<u>(117)</u>	<u>(1,956)</u>	<u>81,570</u>
Interest Expense	(6,603)	(1,518)	-	-	(8,121)	-	1,956	(6,165)
Share of gain of Associated Co	-	-	-	-	-	-	-	-
Share of loss of Jointly Controlled Entity	-	-	-	-	-	-	-	-
Profit before taxation	<u>68,468</u>	<u>6,403</u>	<u>603</u>	<u>48</u>	<u>75,522</u>	<u>(117)</u>	<u>-</u>	<u>75,405</u>
Taxation								(15,595)
Minority Interest								(3,015)
								<u>56,795</u>

**9 Valuation of Property, Plant and Equipment**

There were no amendments in the valuation of property, plant and equipment since the last annual financial statements.

**10 Material Events Subsequent to the End of the Interim Period**

There are no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

**11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the period under review.

## 12 Discontinued Operation

On 1 April 2007, Multi-Pet Sdn Bhd ("MUP"), a 100% owned subsidiary of KJCF ceased operation and the Directors have decided to dispose of its property, plant and equipment. Hence, the property, plant and equipment has been reclassified as non-current asset held for sales.

The revenue, results and cash flow of the subsidiary were as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.09.2008 RM'000	Preceding Year Corresponding Quarter 30.09.2007 RM'000	Current Year To Date 30.09.2008 RM'000	Preceding Year Corresponding Period 30.09.2007 RM'000
Revenue	-	3	-	1,687
Loss /(Profit) before tax	50	100	(117)	977
Taxation	-	-	-	-
Loss /(Profit) for the period from a discontinued operation	50	100	(117)	977
Cash flow generated from operating activities	35	2,197	784	5,652
Cash flow generated from investing activities	31	1,011	114	4,056
Cash flow used in financing activities	(65)	(3,926)	(896)	(10,425)

## 13 Changes in Contingent Liabilities or Contingent Assets

There were no material changes in contingent liabilities or contingent assets since the last annual balance sheet date.

## 14 Capital Commitments

The amount of capital commitments as at 30 September 2008 is as follows:-

	RM'000
Approved and contracted for	35,745
Share of capital commitments of associated company & jointly controlled entity	-
	<u>35,745</u>

## 15 Related Party Transactions

	Financial Period to date 30.09.2008 RM'000
Sales to associated company	276
Management fees receivable from associated company	646

Apart from the above, the Group has also entered into the following related party transactions : -

(a) Nature of transaction	Identity of related party	Financial Period to date 30.09.2008 RM'000
Sales of trading inventories by a subsidiary company	(i) Hercules Sdn. Bhd. (ii) Hercules (Vietnam) Co Ltd. (iii) Metal Closures & Seals Sdn. Bhd.	233 142 53

The parties are deemed related to the Group by virtue of common directorship held by See Leong Chye @ Sze Leong Chye in these parties and a subsidiary company.

The above transactions were entered into in the normal course of business on terms that the directors consider comparable to those had the transactions been entered into with third parties.

## 16 Review of Performance of the Company and its Principal Subsidiaries

For the financial period ended 30 September 2008, Group revenue increased by 10.0% to RM646.0 million from RM587.5 million in the preceding period. Profit before tax from continuing operation improved significantly to RM75.5 million as compared to the profit before tax of RM45.5 million in the preceding period. The higher profit before taxation was mainly attributable to the higher sales revenue in the cans division and higher contribution from Vietnam operation.

**17 Comparison with Preceding Quarter's Results**

Group revenue for the current quarter under review increased 18.8% to RM243.3 million as compared to the preceding quarter of RM204.7 million. Profit before tax from continuing operation was 4.4% higher at RM28.3 million as compared to RM27.1 million in the preceding quarter. The higher profit before tax was mainly attributable to higher contribution from the cans division.

**18 Current Year Prospects**

The Board anticipate the results for the financial year ending 31 December 2008 to remain satisfactory.

**19 Variance from Forecast Profit and Profit Guarantee**

This is not applicable to the Group.

**20 Taxation**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.09.2008 RM'000	Preceding Year Corresponding Quarter 30.09.2007 RM'000	Current Year To Date 30.09.2008 RM'000	Preceding Year Corresponding Period 30.09.2007 RM'000
Continuing operations				
Income Tax				
- current year	(3,476)	(2,439)	(8,292)	(6,104)
- under provision in prior year	(4)	-	(7)	-
Deferred taxation	(2,559)	(2,517)	(7,296)	(6,306)
	<u>(6,039)</u>	<u>(4,956)</u>	<u>(15,595)</u>	<u>(12,410)</u>
Discontinued operation	-	-	-	-

The effective tax rate for the financial period under review is lower than the statutory tax rate due to utilisation of capital allowances and tax losses and tax exempt income from subsidiary companies.

**21 Profits on Sale of Unquoted Investments and /or Properties**

There were no profits on sale of investment and/or properties during the financial period under review.

**22 Purchase or Disposal of Quoted Securities**

(a) There were no purchase or disposal of quoted securities for the financial period under review.

(b) Investment in quoted shares as at 30 September 2008

Quoted shares -

At Cost RM'000	At Book Value RM'000	At Market Value RM'000
19,155	-	25,670

**23 Status of Corporate Proposals**

There were no corporate proposals announced which were pending completion.

**24 Group Borrowings and Debt Securities**

Total Group borrowings as at 30 September 2008 are as follows:-

	<b>RM'000</b>
Current	134,620
Non-current	31,524
	<u>166,144</u>

The detail of borrowings which are denominated in Vietnam Dong are as follows: -

	<b>VND '000 000</b>
Current	45,050
Non-current	100,522
(NOTE - VND 4779 = RM1)	<u>145,572</u>

All the Group borrowings are unsecured.

**25 Off Balance Sheet Financial Instruments**

The Group has not entered into any contract for financial instruments with off Balance Sheet risks.

**26 Material Litigation**

There was no pending litigation against the Group for the financial period under review.

**27 Dividend**

The Directors have not proposed any dividend for the 3rd quarter ended 30 September 2008.

## 28 Earnings Per Share

	Current Quarter	Financial Year to Date
	30.09.2008	30.09.2008
	RM'000	RM'000
<b>Profit/(Loss) attributable to ordinary equity holders of the parent: -</b>		
Continuing operation	20,972	56,912
Discontinued operation	50	(117)
	<u>21,022</u>	<u>56,795</u>
Weighted average number of ordinary shares	<u>444,167,786</u>	<u>444,167,786</u>
<b>Basic earnings per share (sen)</b>		
Continuing operations	4.72	12.81
Discontinued operation	0.01	(0.03)
	<u>4.73</u>	<u>12.78</u>

As at 31 December 2007, the Employees' Share Option Scheme has lapsed and there are no other dilutive effects on shares. As such, no calculation was made on diluted earnings per share for the financial period under review.

## 29 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 13 November 2008.

BY ORDER OF THE BOARD,

Chia Kwok Why  
Secretary.  
Batu Caves, Selangor Darul Ehsan.  
13 November 2008.