

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE QUARTER ENDED 31 DECEMBER 2007**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/07 (RM'000)	31/12/06 (RM'000)	31/12/07 (RM'000)	31/12/06 (RM'000)
Revenue	109,536	145,928	476,579	517,687
Operating expenses	(117,297)	(141,632)	(502,538)	(500,141)
Other operating income	<u>823</u>	<u>8,888</u>	<u>2,712</u>	<u>12,736</u>
(Loss)/Profit from operations	(6,938)	13,184	(23,247)	30,282
Income from other investments and finance	309	479	1,261	2,208
Share of results of associates	<u>(118)</u>	<u>(13)</u>	<u>1,882</u>	<u>(897)</u>
(Loss)/Profit before tax	(6,747)	13,650	(20,104)	31,593
Taxation	<u>1,558</u>	<u>(2,558)</u>	<u>6,507</u>	<u>(7,222)</u>
Net (loss)/Profit for the period	<u>(5,189)</u>	<u>11,092</u>	<u>(13,597)</u>	<u>24,371</u>
Attributable to:				
- Equity holders of the Company	(5,185)	11,092	(13,601)	24,366
- Minority interest	<u>(4)</u>	<u>-</u>	<u>4</u>	<u>5</u>
	<u>(5,189)</u>	<u>11,092</u>	<u>(13,597)</u>	<u>24,371</u>
Earnings per share (sen)	<u>(3.4)</u>	<u>8.7</u>	<u>(8.9)</u>	<u>19.0</u>

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2006.

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET  
AS OF 31 DECEMBER 2007**

	Unaudited As At End Of Current Quarter 31/12/2007 (RM'000)	Audited As At Preceding Financial Year End 31/12/2006 (RM'000)
<b>Non-current assets</b>		
Property, plant and equipment	100,459	109,891
Investment properties	12,629	13,132
Investments in associates	617	828
Other investments	27,517	5,345
Intangible asset	16,955	18,576
Prepaid lease rental	13,473	13,773
Deferred tax assets	6,268	2,405
	177,918	163,950
<b>Current assets</b>		
Inventories	73,617	87,090
Trade receivables	101,316	124,250
Amount due from immediate holding company	16,252	23,125
Amount due from related companies	567	1,379
Other receivables, deposits and prepayments	6,067	9,159
Tax recoverable	2,591	3,889
Cash and bank balances	45,179	70,630
	245,589	319,522
Non-current assets held for sale	846	891
	246,435	320,413
<b>Current liabilities</b>		
Trade payables	72,019	83,963
Other payables and accrued expenses	52,133	61,378
Amount due to penultimate holding company	106	100
Tax payable	400	904
	124,658	146,345
<b>Net current assets</b>	121,777	174,068
<b>Non-current liabilities</b>		
Provision for retirement benefits	5,690	6,085
Long term payables	7	3,658
Deferred tax liabilities	3,005	5,632
	8,702	15,375
<b>Net assets</b>	290,993	322,643
<b>Capital and reserves attributable to equity holders of the Company</b>		
Share capital	153,548	128,096
Reserves	139,076	195,670
Treasury shares	(1,844)	(1,349)
	290,780	322,417
<b>Minority interest</b>	213	226
<b>Total equity</b>	290,993	322,643
Net assets per share (RM) attributable to equity holders of the Company	1.91	2.53

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2006.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2007**

	Issued		Foreign		Retained	Treasury	Minority	Total
	Share	Share	Capital	Exchange				
12 months period	Capital	Premium	Reserves	Reserves	Earnings	Shares	Interest	Equity
ended 31 December 2006	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Balance as at 1 January 2006	128,096	59,897	1	2,467	123,670	(2)	221	314,350
Currency translation differences	-	-	-	(26)	-	-	-	(26)
Net profit for the period	-	-	-	-	24,366	-	5	24,371
Treasury shares	-	-	-	-	-	(1,347)	-	(1,347)
Dividends	-	-	-	-	(14,705)	-	-	(14,705)
Balance as at 31 December 2006	<u>128,096</u>	<u>59,897</u>	<u>1</u>	<u>2,441</u>	<u>133,331</u>	<u>(1,349)</u>	<u>226</u>	<u>322,643</u>
<b>12 months period</b>								
<b>ended 31 December 2007</b>								
Balance as at 1 January 2007	128,096	59,897	1	2,441	133,331	(1,349)	226	322,643
Currency translation differences	-	-	-	129	-	-	-	129
Net loss for the period	-	-	-	-	(13,601)	-	4	(13,597)
Treasury shares	-	-	-	-	-	(495)	-	(495)
Bonus Issue	25,452	(25,452)	-	-	-	-	-	-
Dividends	-	-	-	-	(17,670)	-	(17)	(17,687)
Balance as at 31 December 2007	<u>153,548</u>	<u>34,445</u>	<u>1</u>	<u>2,570</u>	<u>102,060</u>	<u>(1,844)</u>	<u>213</u>	<u>290,993</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December, 2006.

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE QUARTER ENDED 31 DECEMBER 2007**

	<b>12 months ended 31/12/2007 (RM'000)</b>	<b>12 months ended 31/12/2006 (RM'000)</b>
<b>Cash flows from operating activities</b>		
(Loss)/Profit before tax	(20,104)	31,593
Adjustments for non-cash items	19,098	10,502
Operating profit before working capital changes	(1,006)	42,095
Net change in current assets	39,749	(79,110)
Net change in current liabilities	(23,280)	51,091
Cash flows from operations	15,463	14,076
Other operating activities	441	(5,516)
Net cash flows from operating activities	15,904	8,560
<b>Net cash flows(used in)/from investing activities</b>	(23,175)	1,642
<b>Net cash flows (used in) financing activities</b>	(18,180)	(16,052)
<b>Net decrease in cash and cash equivalents</b>	(25,451)	(5,850)
<b>Cash and cash equivalents at beginning of year</b>	70,630	76,480
<b>Cash and cash equivalents at end of year</b>	45,179	70,630

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2006.

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 DECEMBER 2007****1. Accounting Policies**

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (FRS) 134 'Interim Financial Reporting', (formerly known as MASB 26) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2006.

The accounting policies and methods of computation adopted by the Group are consistent with those used in the preparation of the most recent audited financial statements and are in compliance with the Malaysian Financial Reporting Standards (FRSs) and other interpretations effective for financial statements commencing 1 January 2007. The new accounting standards effective for the Group's financial period beginning on or after 1 January 2007 are as follows.

- FRS 117 Leases
- FRS 124 Related Party Disclosures
- Amendment to FRS 119<sub>2004</sub> Employee Benefits- Actuarial Gains and Losses, Group Plans and Disclosures

The adoption of FRS 124 and Amendment to FRS 119<sub>2004</sub> does not have significant financial impact to the Group.

FRS 117 requires the classification of leasehold land as prepaid lease. As a result, leasehold land which was previously classified under property, plant and equipment is now classified as prepaid lease rental as non-current assets. The comparatives for leasehold land have been reclassified accordingly.

**2. Disclosure of Preceding Year Unqualified Audit Report**

The preceding year audit report for the year ended 31st December, 2006 was unqualified.

**3. Cyclicity of Operations**

The operations are normally influenced by higher demand during festive periods.

**4. Unusual items**

There are no unusual items affecting assets, liabilities, equity, net income, or cash flows.

**5. Quarterly Estimations**

There are no material changes in the estimation methods used in this interim reporting quarter which will have a material effect.

**6. Debt and Equity Securities**

During the current quarter, the Company did not purchase any of its own shares.

As at 31 December 2007, the Company's total purchased treasury shares amounted to 837,900 ordinary shares of RM1.00 each at the average price of RM2.20 per share. These shares purchased are being held as treasury shares as allowed under Section 67A of the Companies Act, 1965. None of these treasury shares have been sold or cancelled.

**7. Dividends Paid**

A final dividend of 9 sen per share less income tax of 27% in respect of the financial year ended 31 December 2006 amounted to RM10.0 million was paid on 5 July 2007.

An interim dividend of 5 sen tax exempt for financial year ending 31 December 2007 amounting to RM7.6 million was approved in the 3<sup>rd</sup> quarter and paid on 3 October 2007.

**8. Segmental Reporting**

The Group is principally involved in one primary segment, which is production, marketing and distribution of beverage and food products.

**9. Valuations of Property, Plant and Equipment**

There are no amendments to the valuations of property, plant and equipment brought forward.

**10. Subsequent Events**

There are no material events subsequent to the end of the interim period that would substantially affect the interim financial statements.

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

There are no changes in the composition of the Group for the current quarter.

**12. Contingent Liabilities**

There are no changes in the contingent liabilities since the last annual balance sheet date.

**13. Performance of the Group**

The Group recorded revenue of RM109.5 million for the current quarter, a decrease of 25% as compared to RM145.9 million generated for the same quarter last year. For the 12 months to date, the Group posted revenue of RM476.6 million, a decline of 8% or RM41.1 million against the total turnover of RM517.7 million for the same period last year. The decline in revenue was mainly due to intense competition and the lower performance of the new products introduced.

The Group registered a pre-tax loss of RM6.7 million for the quarter and pre-tax loss of RM20.1 million for the 12 months to date. The intense competition, lower performance of the new products introduced, continuous escalation of raw materials prices, along with the rising energy and transportation costs, lower production volume and higher cost to maintain market share has caused the Group to suffer a pre-tax loss.

**14. Material Change in Profit Before Tax As Compared to the Immediate Preceding Quarter**

The Group registered a lower pre-tax loss of RM6.7 million as compared to a pre-tax loss of RM10.5 million in the immediate preceding quarter mainly attributable to lower cost of operation as a result of tighter cost control in all areas.

**15. Prospects of the Group**

The Group will see improvement in its results but will continue to face challenges in the coming year with rising material cost and intense competition.

**16. Variance from Profit Forecast**

Not applicable.



**17. Taxation**

The tax expense/(credit) is as follows:

	<b>Current Quarter (RM'000)</b>	<b>YTD (RM'000)</b>
Income tax:		
Current tax	601	601
Overprovision in prior year	(240)	(618)
Deferred tax:		
Origination and reversal of temporary differences	(1,386)	(4,757)
Overprovision in prior years	(533)	(1,733)
	<u>(1,558)</u>	<u>(6,507)</u>

The tax credit recognised as a percentage of pre-tax loss is higher than statutory tax rate of 27% mainly due to the overprovision of income tax and deferred tax in prior year.

**18. Gains on Sale of Properties**

Gain from sale of property for the current quarter and financial year to date is as follows:

	<b>Current Quarter (RM'000)</b>	<b>YTD (RM'000)</b>
Gain from sale of a parcel of land and building located in Mentakab (net of property gains tax)	<u>-</u>	<u>110</u>

**19. Quoted Securities**

- a. During the quarter, there is no purchase / sale of quoted shares.  
For the current financial year to date, there are 2 purchases of quoted shares amounting to RM22 million.
- b. The investment in quoted shares as at end of the reporting period is as follows:

	<b>(RM'000)</b>
At cost	27,517
At carrying value/book value	27,517
At market value	<u>27,666</u>

**20. Corporate Proposals**

There are no corporate proposals announced but not completed as at the date of this report.

**21. Group Borrowings**

There are no borrowings as at the end of the reporting period.

**22. Financial Instruments**

There are no off balance sheet financial instruments as at the date of the quarterly report.

**23. Material Litigations**

Except for the following, there were no changes in material litigation since the last annual balance sheet date:-

In relation to the suit filed by PT Kharisma Inti Persada (“the Plaintiff”), a company incorporated in Indonesia, claiming for Rupiah150.7 billion (approximately RM55 million) for an alleged breach of an alleged distribution agreement, the Plaintiff appealed to the Jakarta High Court after the Jakarta District Court has dismissed the case in favour of Yeo Hiap Seng (Malaysia) Berhad.

The Company has on 28 November 2007 received a formal notification that the Jakarta High Court has upheld the decision of the Central Jakarta District Court, that is, the appeal by the Plaintiff was dismissed in favour of the Company without cost.

**24. Dividend**

- a. i) A final dividend of 9 sen per ordinary share of RM1.00 each (less 26% Malaysian Income Tax) has been recommended for shareholders’ approval.  
 ii) An interim dividend of 5 sen tax exempt for financial year ending 31 December 2007 amounted to RM7.6 million was approved in the 3<sup>rd</sup> quarter and paid on 3 October 2007.  
 iii) The book closure and the payment dates will be determined at a later date.

- b. i) The total dividend for the current financial year is 14 sen per ordinary share of RM1.00 each.  
 ii) The total dividend for the previous financial year is 14 sen per ordinary share of RM1.00 each.

**25. Adoption of new/revised FRSs**

The financial effects of changes in accounting policies as a result of the adoption of FRS 117 Leases to the previous year’s comparatives are as follows:

	As previously stated (RM’000)	Adjustments (RM’000)	As restated (RM’000)
<b>At 31 December 2006</b>			
Property, plant and equipment	123,664	(13,773)	109,891
Prepaid lease rental	-	13,773	13,773
	123,664	-	123,664

**26. Earnings Per Share**

	Current Year Quarter 31/12/2007	Preceding Year Corresponding Quarter 31/12/2006	Current Year To Date 31/12/2007	Preceding Year Corresponding Period 31/12/2006
Net profit attributable to equity holders of the Company (RM’000)	(5,185)	11,092	(13,601)	24,366
Weighted average number of ordinary shares in issue (units)	152,709,369	127,942,305	152,716,060	128,055,325
Basic earnings per share (sen)	(3.4)	8.7	(8.9)	19.0

The calculation of earnings per share for the preceding year corresponding quarter and year to date have been restated with the allotment of bonus issue to conform with the current presentation.

**By Order of the Board**  
**SAU EAN NEE**  
 Company Secretary  
 19 February 2008  
 Petaling Jaya

