

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2008**

	Individual Quarter		Cummulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/9/08 (RM'000)	30/9/07 (RM'000)	30/9/08 (RM'000)	30/9/07 (RM'000)
Revenue	149,678	119,817	430,476	367,043
Operating expenses	(148,373)	(131,403)	(428,579)	(385,642)
Other operating income	1,944	898	3,309	2,290
Profit/(loss) from operations	3,249	(10,688)	5,206	(16,309)
(Expense)/income from other investments and finance	(1,186)	203	(809)	952
Share of results of associates	(36)	-	(154)	2,000
Profit/(loss) before tax	2,027	(10,485)	4,243	(13,357)
Taxation	(1,008)	2,300	(1,911)	4,949
Net profit/(loss) for the period	1,019	(8,185)	2,332	(8,408)
Attributable to:				
- Equity holders of the Company	1,014	(8,189)	2,317	(8,416)
- Minority interest	5	4	15	8
	1,019	(8,185)	2,332	(8,408)
Earnings/(loss) per share (sen)	0.7	(5.4)	1.5	(5.5)

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2007.

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS OF 30 SEPTEMBER 2008**

	Unaudited As At End Of Current Quarter 30/9/2008 (RM'000)	Audited As At End Of Current Quarter 31/12/2007 (RM'000)
Non-current assets		
Property, plant and equipment	91,721	100,453
Investment properties	12,279	12,629
Investments in associates	461	617
Other investments	26,223	27,517
Intangible asset	15,488	16,955
Prepaid lease rental	13,254	13,479
Deferred tax assets	6,575	6,268
	166,001	177,918
Current assets		
Inventories	57,379	73,617
Trade receivables	140,096	101,316
Amount due from immediate holding company	12,349	16,252
Amount due from related companies	795	567
Other receivables, deposits and prepayments	7,473	6,067
Tax recoverable	2,017	2,591
Cash and bank balances	35,054	45,179
	255,163	245,589
Non-current assets held for sale	-	846
	255,163	246,435
Current liabilities		
Trade payables	74,227	69,398
Other payables and accrued expenses	53,475	54,754
Dividend payable	7,636	-
Amount due to penultimate holding company	172	106
Tax payable	358	400
	135,868	124,658
Net current assets	119,295	121,777
Non-current liabilities		
Provision for retirement benefits	5,930	5,690
Long term payables	-	7
Deferred tax liabilities	3,798	3,005
	9,728	8,702
Net assets	275,568	290,993
Capital and reserves attributable to equity holders of the Company		
Share capital	153,548	153,548
Reserves	123,638	139,076
Treasury shares	(1,846)	(1,844)
	275,340	290,780
Minority interest	228	213
Total equity	275,568	290,993
Net assets per share (RM) attributable to equity holders of the Company	1.8	1.9

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2007.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2008**

	Issued Share Capital (RM'000)	Share Premium (RM'000)	Capital Reserves (RM'000)	Foreign Exchange Reserves (RM'000)	Retained Earnings (RM'000)	Treasury Shares (RM'000)	Minority Interest (RM'000)	Total Equity (RM'000)
9 months period ended 30 September 2007								
Balance as at 1 January 2007	128,096	59,897	1	2,441	133,331	(1,349)	226	322,643
Currency translation differences	-	-	-	145	-	-	-	145
Net profit/(loss) for the period	-	-	-	-	(8,416)	-	8	(8,408)
Treasury shares	-	-	-	-	-	(495)	-	(495)
Bonus Issue	25,452	(25,452)	-	-	-	-	-	-
Dividends	-	-	-	-	(17,668)	-	-	(17,668)
Balance as at 30 September 2007	<u>153,548</u>	<u>34,445</u>	<u>1</u>	<u>2,586</u>	<u>107,247</u>	<u>(1,844)</u>	<u>234</u>	<u>296,217</u>
9 months period ended 30 September 2008								
Balance as at 1 January 2008	153,548	34,445	1	2,570	102,060	(1,844)	213	290,993
Currency translation differences	-	-	-	51	-	-	-	51
Net profit for the period	-	-	-	-	2,317	-	15	2,332
Treasury shares	-	-	-	-	-	(2)	-	(2)
Dividends	-	-	-	-	(17,806)	-	-	(17,806)
Balance as at 30 September 2008	<u>153,548</u>	<u>34,445</u>	<u>1</u>	<u>2,621</u>	<u>86,571</u>	<u>(1,846)</u>	<u>228</u>	<u>275,568</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, 2007.

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2008**

	9 months ended 30/9/2008 (RM'000)	9 months ended 30/9/2007 (RM'000)
Cash flows from operating activities		
Profit before tax	4,243	(13,357)
Adjustments for non-cash items	17,450	12,176
Operating profit before working capital changes	<u>21,693</u>	<u>(1,181)</u>
Net change in current assets	(23,204)	42,130
Net change in current liabilities	2,721	(31,564)
Cash flows from operations	<u>1,210</u>	<u>9,385</u>
Other operating activities	(1,209)	(546)
Net cash flows from operating activities	<u>1</u>	<u>8,839</u>
Net cash flows from/(used in) investing activities	46	(23,090)
Net cash flows used in financing activities	(10,172)	(10,554)
Net increase in cash and cash equivalents	<u>(10,125)</u>	<u>(24,805)</u>
Cash and cash equivalents at beginning of period	45,179	70,630
Cash and cash equivalents at end of period	<u>35,054</u>	<u>45,825</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2007.

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2008****1. Accounting Policies and Basis of Preparation**

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (FRS) 134 Interim Financial Reporting (2007) 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 2007.

The 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 and the Company since the year ended 31 December 2007.

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 that are effective, for financial statements commencing 1 January 2008. The new accounting standards effective for the Company's financial period beginning on or after 1 January 2008 are as follows:

- FRS112 Income Taxes
- FRS 107 Cash Flow Statements
- FRS 118 Revenue
- FRS 134 Interim Financial Reporting (2007)
- FRS 137 Provision, Contingent liabilities and Contingent Assets
- Amendment to FRS 121 The Effects of Changes in Foreign Exchange Rates – Net investment in a Foreign Operations

The adoption of FRS 112, FRS 107, FRS 118, FRS 134, FRS 137 and amendment to FRS 121 do not have significant financial impact to the Group.

The Group has adopted tax base method in which has no impact to financial statements of the Group and Company upon initial application of this revised FRS 112 Income Taxes.

2. Disclosure of Preceding Year Unqualified Audit Report

The preceding year audit report for the year ended 31st December, 2007 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.



7. Segmental Reporting

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

8. Valuations of Property, Plant and Equipment

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

9. Subsequent Events

Subsequent to the quarter under review, the Company has reached a settlement of Bath 4 million (approximately RM0.4million) with a bank in Thailand to release the Company from a corporate guarantee claim provided to its associated company, WY Co. Ltd. The Company had provided RM0.9million for the claim previously, and with the settlement the Company will write back a provision of RM0.5 million in the next quarter result.

10. Changes in the Composition of the Group

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

11. Contingent Liabilities

Reference is made to a legal action initiated in 2004 against the Company for an alleged infringement of copyright, which the Plaintiff has sought general damages and for which the Company has counter-claim in the action. During the quarter, both parties have agreed to settle the matter out of court with no compensation to each other. Both parties have withdrawn the action with no liberty to file a fresh.

12. Performance of the Group

The Group recorded revenue of RM149.7 million for the current quarter under review, an increase of 25% compared to RM119.8 million generated for the same quarter last year. The improved revenue was mainly due to higher sales from all sectors arising from stronger promotion and higher overseas sales to Indonesia as a result of growth in distribution channels.

The Group recorded a pre-tax profit of RM2.0 million for the current quarter, a turnaround from a loss of RM10.5mil from previous corresponding quarter. The higher pre-tax profit was mainly due to improved revenue and more favorable exchange rate.

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

The Group registered a higher pre-tax profit of RM2.0 million compared to a pre-tax profit of RM0.2 million in the immediate preceding quarter mainly attributable to higher sales and more favorable exchange rate in the current quarter as compared to the immediate preceding quarter.

14. Prospects of the Group

Despite the difficult economic conditions, the Group is confident of a satisfactory result for the year.

15. Variance from Profit Forecast

Not applicable.



16. Taxation

The tax expense is as follows:

	Current Quarter (RM'000)	YTD (RM'000)
Income tax:		
Current tax	481	1,251
Under provision in prior year	-	173
Deferred tax:		
Origination and reversal of temporary differences	(2,259)	(2,158)
Over provision in prior year	2,786	2,645
	<u>1,008</u>	<u>1,911</u>

The Group's effective tax rate in the current quarter and year to date is higher than the statutory tax rate of 26% mainly due to higher non deductible expenses due to provision for impairment in investment and taxes on other income in the holding company and a subsidiary and higher tax rate in a foreign subsidiary.

17. Gains on Sale of Properties

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

	Current Quarter (RM'000)	YTD (RM'000)
Gain from sale of a parcel of land and building located in Alor Setar	<u>-</u>	<u>179</u>

18. Quoted Securities

- a. During the quarter, there was no purchase / sale of quoted shares.
- b. The investment in quoted shares as at end of the reporting period is as stated below. During the current quarter, impairment in value has been provided for an investment.

	(RM'000)
At cost	27,517
Provision for impairment in value	<u>(1,294)</u>
Net Value after provision for impairment	<u>26,223</u>
Current Market Value	<u>26,763</u>

19. Corporate Proposals

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

20. Group Borrowings

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



21. Financial Instruments

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

22. Material Litigations

The Company has on 22 October 2008 announced that the Central Jakarta District Court has dismissed the suit in favour of Yeo Hiap Seng (Malaysia) Berhad and its subsidiary, PT YHS Indonesia in relation to a suit filed by PT Kharisma Inti Persada ("Plaintiff") in Central Jakarta District Court, claiming for approximately Rupiah 219.90 billion (approximately RM77 million) for an alleged breach of an alleged distribution agreement and an alleged distribution appointment.

The Plaintiff has filed an appeal request and it is now pending formal notification from the court on the Plaintiff's appeal.

23. Dividend Paid/proposed

- a) A final dividend of 9% less corporate tax of 26% for financial year 2007 amounted to RM10.17mil was approved in the quarter ended 30 June 2008 and paid on 3 July 2008.
- b) An interim tax exempt dividend of 5 sen for financial year ending 31 December 2008 amounted to RM7.6 million was declared and approved in the current quarter and paid on 15 October 2008.

24. Earnings Per Share

	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	Year	Corresponding
	30/9/2008	Quarter	To Date	Period
		30/9/2007	30/9/2008	30/9/2007
Net profit/(loss) attributable to equity holders of the Company (RM'000)	1,014	(8,189)	2,317	(8,416)
Weighted average number of ordinary shares in issue (units)	152,708,369	152,709,684	152,708,803	152,722,879
Basic earnings/(loss) per share (sen)	<u>0.7</u>	<u>(5.4)</u>	<u>1.5</u>	<u>(5.5)</u>

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
23 October 2008
Company Secretary
Petaling Jaya