



**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
THIRD QUARTER ENDED 30 SEPTEMBER 2007**

A. DISCLOSURE REQUIREMENTS AS PER FRS 134

Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The quarterly financial report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 December 2006.

Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2006.

Audit Report Qualification and Status of Matters Raised

The annual audited financial statements of the Group for the year ended 31 December 2006 were not subject to any qualifications.

Seasonal or Cyclical Nature of Operations

The Group operates in three main business segments which can be affected by seasonal and cyclical factors of operations.

Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter.

Changes in Estimates

There were no significant changes in the estimates which give a material effect for the current quarter.

Valuation of property, plant and equipment

Land and buildings have been brought forward, without amendment from the audited financial statements for the financial year ended 31 December 2006.



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Changes in Debt and Equity Securities

There were no issuance and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares for the current interim financial year under review.

Dividends Paid

There were no dividends paid in the current interim period under review.

Material Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the end of the current interim period that have not been reflected in the financial statements for the said period as at the date of this report.

Changes in the Composition of the Group

There were no other changes in the composition of the Group for the current quarter under review.

**VERSATILE CREATIVE BERHAD**

(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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Segmental information for the financial period ended 30 September 2007.

	Paper products 2007 RM'000	Plastic products 2007 RM'000	Colour Separation & Printing 2007 RM'000	Others 2007 RM'000	Elimination 2007 RM'000	Consolidated 2007 RM'000
Business Segments						
Revenue from external customers	16,023	29,986	9,743	-	-	55,752
Inter-segment revenue	364	-	29	-	(393)	-
Total revenue	16,387	29,986	9,772	-	(393)	55,752
Operating results	1,004	2,864	(234)	(590)	1	3,045
Interest income						28
Finance costs						(1,984)
Profit before taxation						1,089
Tax expense						(202)
Net profit for the period						887

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Segmental information for the financial period ended 30 September 2006.

	Paper products 2006 RM'000	Plastic products 2006 RM'000	Colour Separation & Printing 2006 RM'000	Others 2006 RM'000	Elimination 2006 RM'000	Consolidated 2006 RM'000
Business Segments						
Revenue from external customers	16,747	22,837	11,185	-	-	50,769
Inter-segment revenue	174	-	95	-	(269)	-
Total revenue	16,921	22,837	11,280	-	(269)	50,769
Operating results	86	1,198	253	(657)	(18)	862
Interest income						20
Finance costs						(2,242)
Loss before taxation						(1,360)
Tax expense						(50)
Net loss for the period						(1,410)

Changes in Contingent Liabilities

At the date of this report, there were no contingent liabilities in respect of the Group.

Inventories

There was an allowance made on inventories for obsolescence amounting to RM16,074 for the current financial period to date.

Provision for Warranties

There was no provision for warranties for the current financial period to date.



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Changes in Tax Rate (Estimates)

This note is not applicable.

Capital Commitments

At the date of this report, the capital commitments of the Group are as follow: -

	2007
	RM'000
Property, plant and equipment – Approved but not contracted for	4,197
	=====

Related Party Transactions

Significant transactions with related parties in the financial statements are as follows:-

	Current Quarter Ended 30/9/2007 RM'000
With a company in which Encik Shahabuddin bin Abdullah @ Lee Seng Pun, a Director, has interests :-	
DI Print Solutions Sdn Bhd	
Sales	4,325
Purchases	(398)
	=====

These transactions have been entered into in the normal course of business and have been established on terms, which are not more favorable than to third parties.

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**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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For the quarter ended 30 September 2007, the Group recorded a revenue of RM20.5 million compared to RM17 million in 2006 and a profit before taxation of RM0.9 million compared to RM0.4 million in 2006. The higher profit for the third quarter ended 30 September 2007 was mainly due to improved performance in plastic products division and lower finance cost in the current quarter.

Variation of Results against Immediate Preceding Quarter

The Group's revenue for the current quarter amounted to RM20.5 million as compared to RM18.2 million in the second quarter ended 30 June 2007. A profit before taxation of RM0.9 million compared to RM0.3 million in the immediate preceding quarter. The higher profit in the third quarter was mainly due to improved performance in plastic products division and improved doubtful debts recovery in the current quarter.

Prospects

The packaging and printing businesses continue to experience intense competition and the Directors expect the coming quarter to remain challenging. Nevertheless, further efforts will be made to improve operating revenue and minimise overall costs.

Profit Forecast

This is not applicable.

Tax expense

	Quarter ended 30/9/2007 RM'000	Quarter ended 30/9/2006 RM'000	Period ended 30/9/2007 RM'000	Period ended 30/9/2006 RM'000
Taxation for the quarter/period	57	19	249	50
Deferred Taxation for the quarter/period	-	-	(47)	-
	<u>57</u>	<u>19</u>	<u>202</u>	<u>50</u>

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**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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There were no disposals of unquoted investments or properties included in the results of the Group for the current quarter.

Quoted Securities

There were no disposals or acquisitions of quoted securities for the current quarter.

	30/9/2007 RM'000
Quoted shares	
At cost	<u>36,683</u>
At market value	<u>46,376</u>

Status of Corporate Proposals Announced

There were no corporate proposals announced during the quarter under review.

Borrowing and Debt Securities (Excluding Term Loans and Hire Purchase Creditors)

(a) Group borrowings as at the reporting quarter were as follows:-

	30/9/2007 RM'000
<i>Secured</i>	
Borrowings	29,480
Bank Overdrafts	4,020
	<u>33,500</u>
<i>Unsecured</i>	
Borrowings	610
Bank Overdrafts	352
	962
Total Borrowings	<u><u>34,462</u></u>

(b) The above borrowings are denominated in Ringgit Malaysia. There are no foreign currencies borrowings.



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Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments for the current quarter and financial period to date.

Changes in Material Litigation

As at the date of the report, the Company was not involved in any material litigation.

Dividends

The Board of Directors does not recommend any dividends for the current financial quarter.

Earnings per share - Basic

Basic earnings per share is calculated by dividing the Group's net profit for the period of RM887,316 by the number of ordinary shares in issue during the period of 110,643,081.