

COMPUGATES HOLDINGS BERHAD
(Company No. 669287-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 DECEMBER 2006

The actual results of Compugates Holdings Berhad for the period ended 31 December 2006 are as follows:-

	NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER ENDED	CORRESPONDING QUARTER ENDED	CURRENT YEAR TO DATE	CORRESPONDING PERIOD ENDED
		31 DEC 2006	31 DEC 2005	31 DEC 2006	31 DEC 2005
		RM'000	RM'000	RM'000	RM'000
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
REVENUE		98,572	60,815	440,644	60,815
COST OF SALES		(99,111)	(64,720)	(441,176)	(64,720)
GROSS LOSS		(539)	(3,905)	(532)	(3,905)
OTHER OPERATING INCOME		4,185	6,951	14,659	6,951
SALES AND MARKETING EXPENSES		(350)	(372)	(1,630)	(372)
ADMINISTRATIVE EXPENSES		(2,820)	(1,158)	(9,715)	(1,162)
OTHER OPERATING EXPENSES		(358)	(209)	(799)	(209)
FINANCE COSTS		(8)	(102)	(17)	(102)
PROFIT BEFORE TAXATION		110	1,205	1,966	1,201
TAXATION	20	(328)	(1,843)	(1,095)	(1,843)
(LOSS)/PROFIT AFTER TAXATION		(218)	(638)	871	(642)
ATTRIBUTABLE TO:					
Equity holders of the parent		(218)	(638)	871	(642)
Minority interests		-	-	-	-
(LOSS)/PROFIT AFTER TAXATION		(218)	(638)	871	(642)
(LOSS)/EARNINGS PER SHARE (SEN)					
- Basic	29	(0.12)	4.30	0.64	4.33
- Diluted	29	(0.12)	N/A	0.64	N/A

The unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial period ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

COMPUGATES HOLDINGS BERHAD
(Company No. 669287-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 DECEMBER 2006

	<u>Note</u>	AS AT END OF CURRENT YEAR QUARTER ENDED 31 DEC 2006 RM'000 (Unaudited)	AS AT PRECEDING FINANCIAL PERIOD ENDED 31 DEC 2005 RM'000 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		9,262	8,051
Goodwill on consolidation		115,684	115,684
Listing premium		26,429	26,429
		<u>151,375</u>	<u>150,164</u>
CURRENT ASSETS			
Inventories		12,253	5,087
Receivables		38,176	48,887
Tax refundable		3,689	818
Cash and cash equivalents		25,972	37,365
		<u>80,090</u>	<u>92,157</u>
TOTAL ASSETS		<u>231,465</u>	<u>242,321</u>
EQUITY AND LIABILITIES			
Share capital		213,429	120,429
Irredeemable Convertible Preference Shares ("ICPS")		-	9,300
Share premium		-	83,700
Exchange fluctuation reserve		6	3
Retained Profit/(Accumulated loss)		229	(642)
		<u>213,664</u>	<u>212,790</u>
Minority interests		<u>77</u>	<u>-</u>
TOTAL EQUITY		<u>213,741</u>	<u>212,790</u>
NON-CURRENT AND DEFERRED LIABILITIES			
Long term borrowing	25	231	38
Deferred taxation		428	436
		<u>659</u>	<u>474</u>
CURRENT LIABILITIES			
Payables		16,941	15,553
Short-term borrowing	25	86	11,649
Provision for taxation		38	1,855
		<u>17,065</u>	<u>29,057</u>
TOTAL LIABILITIES		<u>17,724</u>	<u>29,531</u>
TOTAL EQUITY AND LIABILITIES		<u>231,465</u>	<u>242,321</u>
Net Assets per share (sen)		100.15	99.47

The unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial period ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

COMPUGATES HOLDINGS BERHAD
(Company No. 669287-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2006

	← Attributable to Equity Holders of the Parent →							
	Share Capital RM'000	ICPS RM'000	Share Premium RM'000	Exchange Fluctuation Reserve RM'000	(Accumulated Loss)/ Retained Profit RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
Balance as at 13 October 2004 (Date of incorporation)	#	-	-	-	-	-	-	-
Issuance of ordinary shares pursuant to the:								
- acquisition of a subsidiary	85,000	7,700	69,300	-	-	162,000	-	162,000
- Scheme of Arrangement with Creditors of Pan Pacific Asia Berhad ("PPAB")	4,000	1,600	14,400	-	-	20,000	-	20,000
- Scheme of Arrangement with Shareholders of PPAB	6,429	-	-	-	-	6,429	-	6,429
- Renounceable Restricted Issue	25,000	-	-	-	-	25,000	-	25,000
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	3	-	3	-	3
Loss after taxation for the financial period	-	-	-	-	(642)	(642)	-	(642)
Total recognised income and expense for the financial period	-	-	-	3	(642)	(639)	-	(639)
Balance as at 31 December 2005	<u>120,429</u>	<u>9,300</u>	<u>83,700</u>	<u>3</u>	<u>(642)</u>	<u>212,790</u>	<u>-</u>	<u>212,790</u>
Balance as at 1 January 2006	120,429	9,300	83,700	3	(642)	212,790	-	212,790
Conversion of ICPS	93,000	(9,300)	(83,700)	-	-	-	-	-
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	3	-	3	-	3
Profit after taxation for the financial year	-	-	-	-	871	871	-	871
Total recognised income and expense for the financial period	-	-	-	3	871	874	-	874
Subscription of shares in subsidiaries	-	-	-	-	-	-	77	77
Balance as at 31 December 2006	<u>213,429</u>	<u>-</u>	<u>-</u>	<u>6</u>	<u>229</u>	<u>213,664</u>	<u>77</u>	<u>213,741</u>

Issued and paid up share capital of RM2 comprising 2 ordinary shares of RM1.00 each.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial period ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

COMPUGATES HOLDINGS BERHAD
(Company No. 669287-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE QUARTER ENDED 31 DECEMBER 2006

	CURRENT YEAR TO DATE 31 DEC 2006	CORRESPONDING PERIOD ENDED 31 DEC 2005
	RM'000	RM'000
	(Unaudited)	(Unaudited)
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	1,966	1,201
Adjustments for:-		
Non-cash items	765	136
Interest expense	11	78
Interest income	(603)	(202)
Operating profit before working capital changes	2,139	1,213
(Increase)/Decrease in inventories	(7,142)	4,484
Decrease/(Increase) in trade and other receivables	10,532	(11,680)
Increase/(Decrease) in trade and other payables	1,734	(785)
Cash from/(for) operations	7,263	(6,768)
Interest paid	(11)	(78)
Income tax paid	(5,791)	(1,000)
NET CASH FROM/(FOR) OPERATING ACTIVITIES	1,461	(7,846)
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash acquired	-	16,356
Interest received	603	202
Proceed from disposal of equipment	8	-
Purchase of property and equipment	(1,479)	(174)
NET CASH (FOR)/FROM INVESTING ACTIVITIES	(868)	16,384
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	25,000
Proceeds from issuance of shares to minority shareholders	77	-
(Decrease)/Increase in bankers' acceptances	(11,629)	4,316
Repayment of hire purchase obligations	(91)	(3)
Repayment to a director	(346)	(489)
NET CASH (FOR)/FROM FINANCING ACTIVITIES	(11,989)	28,824
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(11,396)	37,362
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	3	3
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR/PERIOD	37,365	-
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR/PERIOD	25,972	37,365
NOTES TO CASH FLOW STATEMENTS		
Cash and cash equivalents comprise:		
Fixed deposits with licensed bank	13,671	7,894
Short term deposits with a licensed bank	4,300	25,000
Cash and bank balances	8,001	4,471
	25,972	37,365

The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial period ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

