

COMPUGATES HOLDINGS BERHAD
 (Company No. 669287 - H)
 (Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2007

The actual results of Compugates Holdings Berhad for the period ended 31 March 2007 are as follows:-

	NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER ENDED 31 MAR 2007 RM'000 (Unaudited)	CORRESPONDING QUARTER ENDED 31 MAR 2006 RM'000 (Unaudited)	CURRENT YEAR TO DATE 31 MAR 2007 RM'000 (Unaudited)	CORRESPONDING PERIOD ENDED 31 MAR 2006 RM'000 (Unaudited)
REVENUE		183,786	111,675	183,786	111,675
COST OF SALES		(179,992)	(111,083)	(179,992)	(111,083)
GROSS PROFIT		3,794	592	3,794	592
OTHER INCOME		2,224	2,522	2,224	2,522
SALES AND MARKETING EXPENSES		(271)	(341)	(271)	(341)
ADMINISTRATIVE EXPENSES		(3,533)	(2,016)	(3,533)	(2,016)
OTHER EXPENSES		(176)	(135)	(176)	(135)
FINANCE COSTS		(3)	(10)	(3)	(10)
PROFIT BEFORE TAXATION		2,035	612	2,035	612
INCOME TAX EXPENSE	20	(554)	(179)	(554)	(179)
PROFIT AFTER TAXATION		1,481	433	1,481	433
ATTRIBUTABLE TO:					
Equity holders of the parent		1,182	433	1,182	433
Minority interests		299	-	299	-
PROFIT AFTER TAXATION		1,481	433	1,481	433
EARNINGS PER SHARE (SEN)					
- Basic	29	0.55	0.36	0.55	0.36
- Diluted	29	N/A	0.20	N/A	0.20

The unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2006 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 MARCH 2007

<u>Note</u>	AS AT END OF CURRENT YEAR QUARTER ENDED 31 MAR 2007 RM'000 (Unaudited)	AS AT PRECEDING FINANCIAL YEAR ENDED 31 DEC 2006 RM'000 (Audited)
ASSETS		
NON-CURRENT ASSETS		
	9,151	9,262
	115,684	115,684
	26,429	26,429
	<u>151,264</u>	<u>151,375</u>
CURRENT ASSETS		
	21,239	12,253
	35,998	38,176
	3,667	3,689
	29,504	25,972
	<u>90,408</u>	<u>80,090</u>
TOTAL ASSETS	<u>241,672</u>	<u>231,465</u>
EQUITY AND LIABILITIES		
EQUITY		
	213,429	213,429
	(2)	6
	1,411	229
	<u>214,838</u>	<u>213,664</u>
Minority interests	<u>378</u>	<u>77</u>
TOTAL EQUITY	<u>215,216</u>	<u>213,741</u>
NON-CURRENT AND DEFERRED LIABILITIES		
25	210	231
	428	428
	<u>638</u>	<u>659</u>
CURRENT LIABILITIES		
	25,701	16,941
25	85	86
	32	38
	<u>25,818</u>	<u>17,065</u>
TOTAL LIABILITIES	<u>26,456</u>	<u>17,724</u>
TOTAL EQUITY AND LIABILITIES	<u>241,672</u>	<u>231,465</u>
Net Assets per share (sen)	100.84	100.15

The unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

COMPUGATES HOLDINGS BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2007

	← Attributable to Equity Holders of the Parent →					Total	Minority Interests	Total Equity
	Share Capital	Irredeemable Convertible Preference Shares	Share Premium	Exchange Fluctuation Reserve	(Accumulated Loss)/ Retained Profit			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2006	120,429	9,300	83,700	3	(642)	212,790	-	212,790
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	2	-	2	-	2
Profit after taxation for the financial year	-	-	-	-	433	433	-	433
Total recognised income and expense for the financial period	-	-	-	2	433	435	-	435
Balance as at 31 March 2006	<u>120,429</u>	<u>9,300</u>	<u>83,700</u>	<u>5</u>	<u>(209)</u>	<u>213,225</u>	<u>-</u>	<u>213,225</u>
Balance as at 1 January 2007	213,429	-	-	6	229	213,664	77	213,741
Foreign currency translation, representing net expense recognised directly in equity	-	-	-	(8)	-	(8)	-	(8)
Profit after taxation for the financial period	-	-	-	-	1,182	1,182	299	1,481
Total recognised income and expense for the financial period	-	-	-	(8)	1,182	1,174	299	1,473
Subscription of shares in a subsidiary	-	-	-	-	-	-	2	2
Balance as at 31 March 2007	<u>213,429</u>	<u>-</u>	<u>-</u>	<u>(2)</u>	<u>1,411</u>	<u>214,838</u>	<u>378</u>	<u>215,216</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2006 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 MARCH 2007

	CURRENT YEAR TO DATE 31 MAR 2007 RM'000 (Unaudited)	CORRESPONDING PERIOD ENDED 31 MAR 2006 RM'000 (Unaudited)
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Profit before taxation	2,035	612
Adjustments for:-		
Non-cash items	171	134
Interest expense	3	6
Interest income	(90)	(58)
Operating profit before working capital changes	2,119	694
Increase in inventories	(8,986)	(3,113)
Decrease/(Increase) in receivables	2,163	(714)
Increase in payables	8,760	787
Cash from/(for) operations	4,056	(2,346)
Interest paid	(3)	(6)
Income tax paid	(538)	(1,980)
NET CASH FROM/(FOR) OPERATING ACTIVITIES	3,515	(4,332)
CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES		
Interest received	90	58
Purchase of property and equipment	(45)	(691)
NET CASH FROM/(FOR) INVESTING ACTIVITIES	45	(633)
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from issuance of shares to minority shareholders	2	-
Decrease in bankers' acceptances	-	(11,173)
Repayment of hire purchase obligations	(22)	(27)
Repayment to a director	-	(346)
NET CASH FOR FINANCING ACTIVITIES	(20)	(11,546)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	3,540	(16,511)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(8)	37,365
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	25,972	-
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	29,504	20,854
NOTES TO CASH FLOW STATEMENTS		
Cash and cash equivalents comprise:		
Fixed deposits with licensed bank	17,867	7,442
Short term deposits with a licensed bank	5,850	7,450
Cash and bank balances	5,787	5,962
	29,504	20,854

The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.