

COMPUGATES HOLDINGS BERHAD
(Company No. 669287 - H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2008

The actual results of Compugates Holdings Berhad for the period ended 30 June 2008 are as follows:-

	NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER ENDED 30 JUNE 2008	CORRESPONDING QUARTER ENDED 30 JUNE 2007	CURRENT YEAR TO DATE 30 JUNE 2008	CORRESPONDING PERIOD ENDED 30 JUNE 2007
		RM'000 (Unaudited)	RM'000 (Unaudited)	RM'000 (Unaudited)	RM'000 (Unaudited)
REVENUE		163,166	138,910	315,657	322,696
COST OF SALES		(160,716)	(137,055)	(311,759)	(317,047)
GROSS PROFIT		2,450	1,855	3,898	5,649
OTHER INCOME		2,318	2,239	4,696	4,463
SALES AND MARKETING EXPENSES		(1,254)	(305)	(2,093)	(576)
ADMINISTRATIVE EXPENSES		(2,859)	(2,079)	(6,225)	(5,612)
OTHER EXPENSES		(115)	(183)	(336)	(359)
FINANCE COSTS		(13)	(8)	(16)	(11)
PROFIT / (LOSS) BEFORE TAXATION		527	1,519	(76)	3,554
INCOME TAX EXPENSE	20	(619)	(441)	(852)	(995)
(LOSS) / PROFIT AFTER TAXATION		(92)	1,078	(928)	2,559
ATTRIBUTABLE TO:					
Equity holders of the parent		(483)	741	(1,042)	1,923
Minority interests		391	337	114	636
(LOSS) / PROFIT AFTER TAXATION		(92)	1,078	(928)	2,559
(LOSS) / EARNINGS PER SHARE (SEN)					
Basic on ordinary shares of:	28				
- RM0.10 each		(0.02)	N/A	(0.05)	N/A
- RM1.00 each		N/A	0.35	N/A	0.90

The unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2007 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 30 JUNE 2008

	Note	AS AT END OF CURRENT YEAR QUARTER ENDED 30 JUNE 2008 RM'000 (Unaudited)	AS AT PRECEDING FINANCIAL YEAR ENDED 31 DEC 2007 RM'000 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		9,285	9,382
Goodwill on consolidation		115,684	115,684
		<u>124,969</u>	<u>125,066</u>
CURRENT ASSETS			
Inventories		19,952	16,056
Receivables		57,557	71,969
Tax refundable		1,238	3,611
Cash and cash equivalents		33,432	22,504
		<u>112,179</u>	<u>114,140</u>
TOTAL ASSETS		<u>237,148</u>	<u>239,206</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital		213,429	213,429
Exchange fluctuation reserve		(982)	(765)
Accumulated losses		(14,299)	(13,257)
		<u>198,148</u>	<u>199,407</u>
Minority interests		10,774	10,595
TOTAL EQUITY		<u>208,922</u>	<u>210,002</u>
NON-CURRENT AND DEFERRED LIABILITIES			
Long term borrowing	24	138	157
Deferred taxation		420	420
		<u>558</u>	<u>577</u>
CURRENT LIABILITIES			
Payables		26,893	28,007
Short-term borrowing	24	69	78
Provision for taxation		706	542
		<u>27,668</u>	<u>28,627</u>
TOTAL LIABILITIES		<u>28,226</u>	<u>29,204</u>
TOTAL EQUITY AND LIABILITIES		<u>237,148</u>	<u>239,206</u>
Net Assets per share (RM)			
On ordinary shares of:			
- RM0.10 each		0.09	0.09

The unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial year ended 31 December 2007 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 30 JUNE 2008

	← Attributable to Equity Holders of the Parent →					
	Share Capital	Exchange Fluctuation Reserve	(Accumulated Losses)/ Retained Profits	Total	Minority Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
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	-	(20)	-	(20)	-	(20)
Profit after taxation for the financial period	-	-	1,923	1,923	636	2,559
Total recognised income and expense for the financial period	-	(20)	1,923	1,903	636	2,539
Subscription of shares in subsidiaries	-	-	-	-	2	2
Balance as at 30 June 2007	<u>213,429</u>	<u>(14)</u>	<u>2,152</u>	<u>215,567</u>	<u>715</u>	<u>216,282</u>
Balance as at 1 January 2008	213,429	(765)	(13,257)	199,407	10,595	210,002
Foreign currency translation, representing net expense recognised directly in equity	-	(217)	-	(217)	-	(217)
Loss after taxation for the financial period	-	-	(1,042)	(1,042)	114	(928)
Total recognised income and expense for the financial period	-	(217)	(1,042)	(1,259)	114	(1,145)
Subscription of shares in a subsidiary	-	-	-	-	65	65
Balance as at 30 June 2008	<u>213,429</u>	<u>(982)</u>	<u>(14,299)</u>	<u>198,148</u>	<u>10,774</u>	<u>208,922</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 2007 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 30 JUNE 2008

	CURRENT YEAR TO DATE 30 JUNE 2008	CORRESPONDING PERIOD ENDED 30 JUNE 2007
	RM'000 (Unaudited)	RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(76)	3,554
Adjustments for:-		
Non-cash items	334	342
Interest expense	16	5
Interest income	(216)	(206)
Operating profit before working capital changes	58	3,695
Increase in inventories	(3,896)	(9,912)
Decrease / (increase) in receivables	14,385	(4,834)
(Decrease) / increase in payables	(1,114)	10,545
Cash from / (for) operations	9,433	(506)
Interest paid	(16)	(5)
Income tax paid	1,685	(1,468)
NET CASH FROM / (FOR) OPERATING ACTIVITIES	11,102	(1,979)
CASH FLOWS FROM / (FOR) INVESTING ACTIVITIES		
Interest received	216	206
Purchase of property and equipment	(212)	(320)
Sales proceed from disposal of property and equipment	2	-
NET CASH FROM / (FOR) INVESTING ACTIVITIES	6	(114)
CASH FLOWS FROM / (FOR) FINANCING ACTIVITIES		
Proceeds from issuance of shares to minority interests	65	2
Repayment of hire purchase obligations	(28)	(43)
NET CASH FROM / (FOR) FINANCING ACTIVITIES	37	(41)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	11,145	(2,134)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(217)	(20)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	22,504	25,972
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	33,432	23,818
NOTES TO CASH FLOW STATEMENTS		
Cash and cash equivalents comprise:		
Fixed deposits with licensed bank	1,800	17,864
Short term deposits with a licensed bank	25,644	950
Cash and bank balances	5,988	5,004
	33,432	23,818

The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.