

HeveaBoard Berhad (275512-A)
Consolidated Income Statements
For the 3rd Quarter Ended 30 September 2007

The following financial results have not been audited.

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER 9-MONTH ENDED	
	CURRENT YEAR QUARTER ENDED 30.09.2007 RM	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.09.2006 RM	CURRENT YEAR PERIOD TO-DATE 30.09.2007 RM	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30.09.2006 RM
REVENUE	62,832,595	38,693,683	192,057,233	117,652,973
COST OF SALES	<u>(56,797,325)</u> 6,035,270	<u>(32,411,953)</u> 6,281,730	<u>(172,256,867)</u> 19,800,366	<u>(103,824,221)</u> 13,828,752
OTHER INCOME	1,998,674	151,556	5,226,010	111,351
SELLING AND DISTRIBUTION COST	(973,765)	(526,932)	(3,027,755)	(1,479,346)
ADMINISTRATIVE EXPENSES	(2,602,196)	(2,136,423)	(9,363,282)	(7,129,633)
FINANCE COSTS	<u>(3,831,128)</u>	<u>(869,126)</u>	<u>(11,241,404)</u>	<u>(2,364,716)</u>
PROFIT BEFORE TAXATION ("PBT")	626,855	2,900,805	1,393,935	2,966,408
TAXATION	<u>(81,803)</u>	<u>(209,713)</u>	<u>(347,685)</u>	<u>2,070,139</u>
PROFIT AFTER TAXATION ("PAT")	<u>545,052</u>	<u>2,691,092</u>	<u>1,046,250</u>	<u>5,036,547</u>
ATTIBUTABLE TO : HEVEABOARD'S SHAREHOLDERS	<u>545,052</u>	<u>2,691,092</u>	<u>1,046,250</u>	<u>5,036,547</u>
EARNINGS PER SHARE (NOTE B14)				
- BASIC (SEN)	0.68	3.36	1.31	6.30
- DILUTED (SEN)	N/A	N/A	N/A	N/A

HeveaBoard Berhad (275512-A)
Consolidated Balance Sheet
AS AT 30 SEPTEMBER 2007

	As At 30.09.2007 RM	As At 31.12.2006 RM
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	349,630,673	348,005,453
OTHER INVESTMENTS	15,000	15,000
PREPAID LEASE PAYMENTS	10,901,335	10,424,605
GOODWILL ON CONSOLIDATION	2,945,751	2,945,751
	<u>363,492,759</u>	<u>361,390,809</u>
CURRENT ASSETS		
INVENTORIES	43,101,471	42,992,844
TRADE RECEIVABLES	31,740,249	27,911,670
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	8,290,135	5,032,719
TAX REFUNDABLE	323,790	2,674,877
CASH AND BANK BALANCES	931,132	1,992,647
	<u>84,386,777</u>	<u>80,604,757</u>
TOTAL ASSETS	<u>447,879,536</u>	<u>441,995,566</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL	80,000,000	80,000,000
SHARE PREMIUM	12,885,893	12,885,893
RETAINED PROFITS	31,231,508	33,105,258
NEGATIVE GOODWILL ON CONSOLIDATION	-	-
DIVIDEND PROPOSED	-	-
SHAREHOLDERS' EQUITY	<u>124,117,401</u>	<u>125,991,151</u>
NON-CURRENT LIABILITIES	159,958,930	156,104,627
DEFERRED TAXATION	<u>15,006,000</u>	<u>15,006,000</u>
	<u>174,964,930</u>	<u>171,110,627</u>
CURRENT LIABILITIES		
TRADE PAYABLES	29,021,238	25,321,075
OTHER PAYABLES AND ACCRUALS	42,132,476	40,107,621
AMOUNT OWING TO RELATED PARTIES	10,049,555	7,986,309
SHORT-TERM BORROWINGS	56,515,392	62,390,452
BANK OVERDRAFTS	11,038,391	9,082,416
PROVISION FOR TAXATION	40,153	5,905
	<u>148,797,205</u>	<u>144,893,778</u>
TOTAL LIABILITIES	<u>323,762,135</u>	<u>316,004,405</u>
TOTAL EQUITY AND LIABILITIES	<u>447,879,536</u>	<u>441,995,566</u>
NET ASSETS PER SHARE (RM)**	1.55	1.57

** Net Assets per share is calculated based on total assets minus total liabilities divided by the number of ordinary shares of RM1.00 each in issue as at 30 September 2007 and 31 December 2006, respectively.

HeveaBoard Berhad (275512-A)
Consolidated Cash Flow Statement
For the Period Ended 30 September 2007

	Current Year Period to-date 30.09.2007 RM	Preceding Year Corresponding Period to-date 30.09.2006 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,393,935	2,966,408
Adjustments for:-		
Lease rental	155,462	487,780
Depreciation of property, plant and equipment	17,281,770	6,067,290
Interest expense	10,288,360	1,824,112
Interest income	(35,391)	(25,526)
Unrelied gain on foreign exchange	(5,938,094)	-
Operating profit before working capital changes	23,146,042	11,320,064
Increase in inventories	(108,637)	(5,805,339)
Increase in trade and other receivables	(7,085,996)	(3,034,254)
Increase in trade and other payables	5,725,018	16,995,033
CASH FROM OPERATIONS	21,676,427	19,475,504
Income tax paid	(399,871)	(484,291)
Income tax refund	2,437,524	-
Interest paid	(10,288,360)	(1,824,112)
NET CASH FROM OPERATING ACTIVITIES	13,425,720	17,167,101
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	35,391	25,526
Purchase of property, plant and equipment	(9,499,257)	(83,257,916)
NET CASH FOR INVESTING ACTIVITIES	(9,463,866)	(83,232,390)
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES		
Dividend paid	(2,920,000)	(1,728,000)
Net drawdown of bankers' acceptances	7,106,666	8,297,633
Repayment of bankers' acceptances	-	-
Drawdown of term loans	-	67,531,505
Repayment of term loans	(8,515,144)	(441,163)
Repayment of hire purchase obligations	(4,714,112)	(4,987,785)
Advance/ (Net repayment) from to related parties	2,063,246	(4,078,625)
NET CASH FROM/ (FOR) FINANCING ACTIVITIES	(6,979,344)	64,593,565
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(3,017,490)	(1,471,724)
CASH AND CASH EQUIVALENTS AT 1 JANUARY 2007/2006	(7,089,769)	(4,373,336)
CASH AND CASH EQUIVALENTS AT 30 September 2007/2006	(10,107,259)	(5,845,060)
Cash and cash equivalents comprises the following:		
Cash and bank balances	931,132	444,278
Bank overdrafts	(11,038,391)	(6,289,338)
	(10,107,259)	(5,845,060)

HeveaBoard Berhad (275512-A)**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the 3rd Quarter Ended 30 September 2007

	<u>Share Capital</u> RM	<u>Share Premium</u> RM	<u>Retained Profits</u> RM	<u>Dividend Proposed</u> RM	<u>Negative Goodwill On Consolidation</u> RM	<u>Total</u> RM
Balance as at 1 January 2007	80,000,000	12,885,893	33,105,258		-	125,991,151
Profit attributable to shareholders	-	-	1,046,250	-	-	1,046,250
Dividend paid	-	-	-	(2,920,000)	-	(2,920,000)
Balance as at 30 September 2007	<u>80,000,000</u>	<u>12,885,893</u>	<u>34,151,508</u>	<u>(2,920,000)</u>	<u>-</u>	<u>124,117,401</u>
Balance as at 1 January 2006, as previously stated	80,000,000	12,885,893	24,678,984	1,728,000	-	119,292,877
Effects of adopting FRS 3	-	-	-	-	670,039	670,039
Balance as at 1 January 2006, as restated	<u>80,000,000</u>	<u>12,885,893</u>	<u>24,678,984</u>	<u>1,728,000</u>	<u>670,039</u>	<u>119,962,916</u>
Profit attributable to shareholders	-	-	5,036,547	-	-	5,036,547
Dividend Paid	-	-	-	(1,728,000)	-	(1,728,000)
Balance as at 30 September 2006	<u>80,000,000</u>	<u>12,885,893</u>	<u>29,715,531</u>	<u>-</u>	<u>670,039</u>	<u>123,271,463</u>