

**HeveaBoard Berhad (275512-A)**  
**Consolidated Income Statements**  
**For the 4th Quarter Ended 31 December 2007**

The following financial results have not been audited.

	INDIVIDUAL QUARTER 3-MONTH ENDED		CUMULATIVE QUARTER 12-MONTH ENDED	
	CURRENT YEAR QUARTER ENDED 31.12.2007 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.12.2006 RM'000	CURRENT YEAR PERIOD TO-DATE 31.12.2007 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31.12.2006 RM'000
REVENUE	93,596	45,472	285,653	163,125
COST OF SALES	<u>(90,530)</u>	<u>(38,164)</u>	<u>(262,787)</u>	<u>(141,988)</u>
	3,066	7,308	22,866	21,137
OTHER INCOME	4,818	7,168	10,044	7,279
SELLING AND DISTRIBUTION COST	(105)	(399)	(3,133)	(1,879)
ADMINISTRATIVE EXPENSES	(5,829)	(5,095)	(15,193)	(12,889)
FINANCE COSTS	<u>(3,308)</u>	<u>(2,569)</u>	<u>(14,549)</u>	<u>(4,267)</u>
PROFIT BEFORE TAXATION ("PBT")	(1,358)	6,413	35	9,381
TAXATION	<u>7,030</u>	<u>(3,695)</u>	<u>6,682</u>	<u>(1,625)</u>
PROFIT AFTER TAXATION ("PAT")	<u>5,672</u>	<u>2,718</u>	<u>6,717</u>	<u>7,756</u>
ATTIBUTABLE TO : HEVEABOARD'S SHAREHOLDERS	<u>5,672</u>	<u>2,718</u>	<u>6,717</u>	<u>7,756</u>
<b>EARNINGS PER SHARE (NOTE 13)</b>				
- BASIC (SEN)	7.09	3.40	8.40	9.70
- DILUTED (SEN)	N/A	N/A	N/A	N/A

**HeveaBoard Berhad (275512-A)**  
**Consolidated Balance Sheet**  
**For the 4th Quarter Ended 31 December 2007**

	As At 31.12.2007 RM'000	As At 31.12.2006 RM'000
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT AND EQUIPMENT	347,831	347,309
OTHER INVESTMENTS	15	15
PREPAID LEASE PAYMENTS	10,979	11,121
GOODWILL ON CONSOLIDATION	2,946	2,946
	<u>361,771</u>	<u>361,391</u>
<b>CURRENT ASSETS</b>		
INVENTORIES	38,426	42,993
TRADE RECEIVABLES	33,174	27,911
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	7,028	5,033
TAX REFUNDABLE	944	2,675
CASH AND BANK BALANCES	1,937	1,992
	<u>81,509</u>	<u>80,604</u>
<b>TOTAL ASSETS</b>	<u>443,280</u>	<u>441,995</u>
<b>EQUITY AND LIABILITIES</b>		
SHARE CAPITAL	80,000	80,000
SHARE PREMIUM	12,886	12,886
RETAINED PROFITS	36,903	33,105
SHAREHOLDERS' EQUITY	<u>129,789</u>	<u>125,991</u>
<b>NON-CURRENT LIABILITIES</b>	130,576	156,105
DEFERRED TAXATION	7,759	15,006
	<u>138,335</u>	<u>171,111</u>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	24,316	25,321
OTHER PAYABLES AND ACCRUALS	42,477	40,108
AMOUNT OWING TO RELATED PARTIES	10,574	7,986
SHORT-TERM BORROWINGS	85,643	62,390
BANK OVERDRAFTS	12,129	9,082
PROVISION FOR TAXATION	17	6
	<u>175,156</u>	<u>144,893</u>
<b>TOTAL LIABILITIES</b>	<u>313,491</u>	<u>316,004</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>443,280</u>	<u>441,995</u>
NET ASSETS PER SHARE (RM)**	1.62	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 31 December 2007 and 31 December 2006, respectively.

**HeveaBoard Berhad (275512-A)**  
**Consolidated Cash Flow Statement**  
**For the Period Ended 31 December 2007**

	Current Year Period to-date 31.12.2007 RM'000	Preceding Year Corresponding Period to-date 31.12.2006 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	35	9,381
<b>Adjustments for:-</b>		
Lease rental	208	208
Depreciation of property, plant and equipment	23,193	10,101
Bad debts written off	-	1,066
Gain on disposal of equipments	-	(147)
Provision of retirement benefit	291	148
Provision of compensation	-	214
Provision of doubtful debts	-	9
Interest expense	13,911	4,267
Interest income	(41)	(36)
Unrelied gain on foreign exchange	(8,538)	(6,473)
<b>Operating profit before working capital changes</b>	<b>29,059</b>	<b>18,738</b>
Decrease/(Increase) in inventories	4,567	(17,565)
Increase in trade and other receivables	(7,258)	(6,129)
Increase in trade and other payables	1,364	39,931
<b>CASH FROM OPERATIONS</b>	<b>27,732</b>	<b>34,975</b>
Income tax paid	(456)	(417)
Income tax refund	2,438	-
Interest paid	(13,911)	(4,267)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>15,803</b>	<b>30,291</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	41	36
Proceed from disposal of PPE	-	330
Purchase of property, plant and equipment	(10,501)	(125,456)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(10,460)</b>	<b>(125,090)</b>
<b>CASH FLOWS (FOR) / FROM FINANCING ACTIVITIES</b>		
Dividend paid	(2,920)	(1,728)
Net drawdown of bankers' acceptances	6,857	8,295
Net drawdown of Export Credit Refinancing	-	5,065
Drawdown of term loans	-	88,694
Repayment of term loans	(8,744)	(603)
Repayment of hire purchase obligations	(6,226)	(5,431)
Advance/ (Net repayment) from to related parties	2,588	(2,209)
<b>NET CASH (FOR) / FROM FINANCING ACTIVITIES</b>	<b>(8,445)</b>	<b>92,083</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,102)</b>	<b>(2,716)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY 2007/2006</b>	<b>(7,090)</b>	<b>(4,374)</b>
<b>CASH AND CASH EQUIVALENTS AT 31 December 2007/2006</b>	<b>(10,192)</b>	<b>(7,090)</b>
<b>Cash and cash equivalents comprises the following:</b>		
Cash and bank balances	1,937	1,993
Bank overdrafts	(12,129)	(9,083)
	<b>(10,192)</b>	<b>(7,090)</b>

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

For the 4th Quarter Ended 31 December 2007

	<u>Share Capital</u> RM'000	<u>Share Premium</u> RM'000	<u>Retained Profits</u> RM'000	<u>Dividend Proposed</u> RM'000	<u>Negative Goodwill On Consolidation</u> RM'000	<u>Total</u> RM'000
Balance as at 1 January 2007	80,000	12,886	33,105		-	125,991
Profit attributable to shareholders	-	-	7	-	-	7
Dividend paid	-	-	-	(2,920)	-	(2,920)
Balance as at 31 December 2007	<u>80,000</u>	<u>12,886</u>	<u>33,112</u>	<u>(2,920)</u>	<u>-</u>	<u>123,078</u>
Balance as at 1 January 2006, as previously stated	80,000	12,886	24,679	1,728	670	119,963
Effects of adopting FRS 3	-	-	670	-	(670)	-
Balance as at 1 January 2006, as restated	<u>80,000</u>	<u>12,886</u>	<u>25,349</u>	<u>1,728</u>	<u>-</u>	<u>119,963</u>
Profit attributable to shareholders	-	-	7,755	-	-	7,755
Dividend Paid	-	-	-	(1,728)	-	(1,728)
Final dividend of 5.0 sen per ordinary share less 28% tax	-	-	(2,880)	2,880	-	-
Balance as at 31 December 2006	<u>80,000</u>	<u>12,886</u>	<u>30,224</u>	<u>2,880</u>	<u>-</u>	<u>125,990</u>