

CAN-ONE BERHAD
(Company No. 638899-K)

Quarterly report on consolidated results for the Third Quarter ended 30 September 2006. The figures have not been audited.
(Financial year ending 31 December 2006)

CONSOLIDATED BALANCE SHEET

	As at 30 September 2006 RM'000	As at 31 December 2005 (Audited) RM'000
Non-current assets		
Property, plant & equipment	80,303	74,937
Prepaid lease payments	10,606	7,335
Other investments	4,017	4,017
Goodwill on consolidation	305	305
Total non-current assets	95,231	86,594
Current assets		
Inventory	82,912	63,288
Receivables	59,118	67,866
Cash & bank balances	17,953	9,212
Total current assets	159,983	140,366
Total assets	255,214	226,960
Equity		
Share capital	76,200	76,200
Share premium	8,560	8,560
Retained earnings	34,140	27,596
Total equity	118,900	112,356
Non-current liabilities		
Borrowings	58,992	55,076
Deferred tax	8,020	8,026
Total non-current liabilities	67,012	63,102
Current liabilities		
Payables	6,036	13,917
Taxation	181	560
Borrowings	63,085	37,025
Total current liabilities	69,302	51,502
Total liabilities	136,314	114,604
Total equity and liabilities	255,214	226,960

NOTE:

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

CAN-ONE BERHAD
(Company No. 638899-K)

Quarterly report on consolidated results for the Third Quarter ended 30 September 2006. The figures have not been audited.
(Financial year ending 31 December 2006)

CONSOLIDATED CASH FLOWS STATEMENT

	Cumulative Quarter	Cumulative Quarter
	Current year to date ended 30/09/2006 RM'000	Preceding year corresponding period ended 30/09/2005 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	12,690	11,465
Adjustments:		
Depreciation & amortisation	3,981	3,427
Negative goodwill recognised	-	(97)
Interest income	(198)	(135)
Interest expense	4,492	2,927
	<u>20,965</u>	<u>17,587</u>
(Increase) in inventory	(19,624)	(22,668)
(Increase) in receivables	8,748	(5,563)
Increase/(Decrease) in payables	(7,881)	(838)
Cash generated from/(used in) operations	<u>2,208</u>	<u>(11,482)</u>
Tax paid	(2,143)	(1,255)
Net cash flows from/(used in) operating activities	<u>65</u>	<u>(12,737)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions of property, plant & equipment	(12,618)	(15,600)
Acquisition of investment	-	(1)
Acquisition of subsidiary, net of cash acquired	-	311
Interest received	198	135
Net cash flows from investing activities	<u>(12,420)</u>	<u>(15,155)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	22,000
Share issue expenses paid	-	(2,306)
Drawdown of term loan	1,854	7,974
Repayment of term loan	(2,405)	(1,407)
Interest paid	(4,492)	(2,927)
Dividend paid	(4,389)	-
Increase in bankers acceptances	31,932	11,853
Net cash flows from financing activities	<u>22,500</u>	<u>35,187</u>
Net increase/(decrease) in cash & cash equivalent	<u>10,145</u>	<u>7,295</u>
Cash & cash equivalent brought forward	7,808	17,127
Cash & cash equivalent carried forward	<u><u>17,953</u></u>	<u><u>24,422</u></u>
Comprises:		
Cash and bank balances	<u>17,953</u>	<u>24,422</u>

NOTE

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

CAN-ONE BERHAD
(Company No. 638899-K)

Quarterly report on consolidated results for the Third Quarter ended 30 September 2006. The figures have not been audited.
(Financial year ending 31 December 2006)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital RM'000	Share premium RM'000	Retained profits RM'000	Total RM'000
Current year to date ended 30 September 2006				
Balance at 1 January 2006	76,200	8,560	27,596	112,356
Profit for the period	-	-	10,933	10,933
Dividend paid			(4,389)	(4,389)
Balance at 30 September 2006	<u>76,200</u>	<u>8,560</u>	<u>34,140</u>	<u>118,900</u>
Preceding year corresponding period ended 30 September 2005				
Balance at 1 January 2005	-*	-	(12)	(12)
Impact of applying merger accounting:				
- Shares issued as consideration to acquire Aik Joo Can Factory Sdn Bhd, assumed to be in issue throughout the financial period	65,200	-	-	65,200
- Retained profit of Aik Joo Can Factory Sdn Bhd as at 31 December 2004, less merger debit	-	-	12,280	12,280
Net impact	<u>65,200</u>	<u>-</u>	<u>12,280</u>	<u>77,480</u>
	65,200	-	12,268	77,468
Issue of shares	11,000	11,000		22,000
Share issue expenses		(2,306)		(2,306)
Profit for the period	-	-	9,800	9,800
Balance at 30 September 2005	<u>76,200</u>	<u>8,694</u>	<u>22,068</u>	<u>106,962</u>

* Denotes RM2

NOTE:

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

CAN-ONE BERHAD
(Company No. 638899-K)

Quarterly report on consolidated results for the Third Quarter ended 30 September 2006. The figures have not been audited.
(Financial year ending 31 December 2006)

CONSOLIDATED INCOME STATEMENT

	Individual Quarter	Individual Quarter	Cumulative Quarter	Cumulative Quarter
	Current year quarter ended 30/09/2006 RM'000	Preceding year corresponding quarter ended 30/09/2005 RM'000	Current year to date ended 30/09/2006 RM'000	Preceding year corresponding period ended 30/09/2005 RM'000
Revenue	47,987	37,931	144,851	111,353
Cost of Sales	(40,066)	(31,289)	(121,511)	(91,991)
Gross profit	7,921	6,642	23,340	19,362
Other income	179	54	735	377
Other expense	-	-	(376)	-
Sales & distribution expenses	(411)	(164)	(1,290)	(981)
Admin & general expenses	(1,700)	(1,519)	(5,111)	(4,242)
Profit from operations	5,989	5,013	17,298	14,516
Financial expenses	(1,902)	(764)	(4,607)	(3,051)
Profit before tax	4,087	4,249	12,691	11,465
Tax expenses	(135)	(882)	(1,758)	(1,665)
Profit after taxation	3,952	3,367	10,933	9,800
Earnings per share				
Basic (Sen)	2.59	2.31	7.17	7.23
Diluted (Sen)	NA	NA	NA	NA

NOTE:

The condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.