

**DELEUM BERHAD**  
**(Company No: 715640-T)**

**UNAUDITED INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 31 MARCH 2008**

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**DELEUM BERHAD**  
(Company No: 715640-T)

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2008**

**ANNOUNCEMENT**

The Board of Directors of Deleum Berhad (Deleum or the Company) is pleased to announce the following unaudited consolidated results for the first quarter ended 31 March 2008 which should be read in conjunction with the audited financial statements of Deleum and its subsidiaries (the Group) for the financial year ended 31 December 2007.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 MARCH 2008  
CONDENSED CONSOLIDATED INCOME STATEMENT**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>QUARTER ENDED 31/03/2008 RM'000</b>	<b>QUARTER ENDED 31/03/2007 RM'000</b>	<b>PERIOD ENDED 31/03/2008 RM'000</b>	<b>PERIOD ENDED 31/03/2007 RM'000</b>
Revenue	83,597	119,835	83,597	119,835
Cost of sales	(76,141)	(108,663)	(76,141)	(108,663)
Gross profit	<u>7,456</u>	<u>11,172</u>	<u>7,456</u>	<u>11,172</u>
Other operating income	504	248	504	248
Selling and distribution costs	(585)	(357)	(585)	(357)
Administrative expenses	(4,555)	(4,254)	(4,555)	(4,254)
Other operating expenses	(1,221)	(633)	(1,221)	(633)
Finance costs	(104)	(64)	(104)	(64)
Share of results of associates	5,799	2,363	5,799	2,363
Profit before tax	<u>7,294</u>	<u>8,475</u>	<u>7,294</u>	<u>8,475</u>
Tax expense	(530)	(2,101)	(530)	(2,101)
Profit for the financial period	<u><u>6,764</u></u>	<u><u>6,374</u></u>	<u><u>6,764</u></u>	<u><u>6,374</u></u>
Attributable to:				
Equity holders of the Company	5,875	5,683	5,875	5,683
Minority Interest	889	691	889	691
	<u><u>6,764</u></u>	<u><u>6,374</u></u>	<u><u>6,764</u></u>	<u><u>6,374</u></u>
Earnings per share (sen)				
- Basic	<u>7.34</u>	<u>9.47</u>	<u>7.34</u>	<u>9.47</u>

**DELEUM BERHAD**  
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UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2008  
CONDENSED CONSOLIDATED BALANCE SHEET

	<b>As at 31/03/2008</b>	<b>As at 31/12/2007</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	42,282	39,439
Investment properties	1,047	1,053
Prepaid lease rentals	3,955	4,012
Associates	36,553	31,562
Other investments	2	2
	<u>83,839</u>	<u>76,068</u>
<b>CURRENT ASSETS</b>		
Inventories	3,674	4,123
Amounts due from associates	119	110
Trade receivables	123,773	91,119
Other receivables, deposits and prepayments	6,853	4,150
Tax recoverable	1,791	1,525
Deposits with licensed banks	47,430	50,250
Cash and bank balances	13,984	11,028
	<u>197,624</u>	<u>162,305</u>
<b>LESS: CURRENT LIABILITIES</b>		
Trade payables	115,273	72,657
Other payables and accruals	4,422	8,866
Taxation	1,454	1,818
Borrowings	1,069	1,096
Dividend payable	5,920	47
	<u>128,138</u>	<u>84,484</u>
<b>NET CURRENT ASSETS</b>	<u>69,486</u>	<u>77,821</u>
<b>LESS: NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	859	988
Term loan (secured)	5,733	6,007
	<u>6,592</u>	<u>6,995</u>
	<u>146,733</u>	<u>146,894</u>
<b>CAPITAL AND RESERVES</b>		
<b>Attributable to the shareholders of the Company</b>		
Share capital	80,000	80,000
Share premium	20,000	20,000
Retained earnings	84,957	85,002
Merger deficit	(50,000)	(50,000)
Currency translation differences	(3,000)	(2,422)
	<u>131,957</u>	<u>132,580</u>
MINORITY INTEREST	14,776	14,314
<b>TOTAL EQUITY</b>	<u>146,733</u>	<u>146,894</u>
Net assets per share attributable to equity shareholders of the Company (RM)	1.65	1.66

**DELEUM BERHAD**  
**(Company No: 715640-T)**

UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2008  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<b>Attributable to the equity holders of the Company</b>							
	<b>Share capital</b>	<b>Share premium</b>	<b>Currency translation differences</b>	<b>Merger deficit</b>	<b>Retained earnings</b>	<b>Total</b>	<b>Minority interest</b>	<b>Total equity</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2007	60,000	-	(1,448)	(50,000)	69,951	78,503	15,687	94,190
Profit for the financial period	-	-	-	-	5,683	5,683	691	6,374
Dividends paid	-	-	-	-	(7,102)	(7,102)	-	(7,102)
Currency translation differences	-	-	(160)	-	-	(160)	-	(160)
At 31 March 2007	<u>60,000</u>	<u>-</u>	<u>(1,608)</u>	<u>(50,000)</u>	<u>68,532</u>	<u>76,924</u>	<u>16,378</u>	<u>93,302</u>
At 1 January 2008	80,000	20,000	(2,422)	(50,000)	85,002	132,580	14,314	146,894
Profit for the financial period	-	-	-	-	5,875	5,875	889	6,764
Dividends	-	-	-	-	(5,920)	(5,920)	-	(5,920)
Currency translation differences	-	-	(578)	-	-	(578)	(427)	(1,005)
At 31 March 2008	<u>80,000</u>	<u>20,000</u>	<u>(3,000)</u>	<u>(50,000)</u>	<u>84,957</u>	<u>131,957</u>	<u>14,776</u>	<u>146,733</u>

**DELEUM BERHAD**  
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UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2008  
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	<b>CUMULATIVE QUARTER</b>	
	<b>QUARTER ENDED 31/03/2008 RM'000</b>	<b>QUARTER ENDED 31/03/2007 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the financial period	6,764	6,374
<u>Adjustments for:</u>		
Interest income	(448)	(248)
Interest expense	104	64
Property, plant and equipment - Depreciation	1,380	951
Share of results of associates	(5,799)	(2,363)
Tax expense	530	2,101
Others	-	364
Non cash adjustments	<u>2,531</u>	<u>7,243</u>
Working capital changes	3,347	(851)
Interest received	378	155
Tax paid	(1,294)	(1,160)
Interest paid	(104)	(64)
Net cash generated from operating activities	<u>4,858</u>	<u>5,323</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property plant and equipment - Purchases	(4,223)	(4,344)
- Proceeds from disposals	-	295
Dividends received from associate	-	7,034
Net cash (used in) / generated from investing activities	<u>(4,223)</u>	<u>2,985</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank borrowings:		
- Proceeds	-	1,055
- Repayments	(299)	(260)
Dividends paid to:		
- Shareholders	-	(7,102)
Net cash used in financing activities	<u>(299)</u>	<u>(6,307)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD</b>	336	2,001
<b>FOREIGN EXCHANGE RESERVE</b>	(198)	-
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	61,276	41,048
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<u>61,414</u>	<u>43,049</u>
Cash and cash equivalents at the end of the period comprise the following:		
Cash and bank balances	13,984	22,362
Deposits with licensed banks	47,430	20,687
	<u>61,414</u>	<u>43,049</u>