

**OCTAGON CONSOLIDATED BERHAD**  
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30TH APRIL 2005**  
**(THE FIGURES HAVE NOT BEEN AUDITED)**

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**For the Financial Period Ended 30 April 2005**

	Current Year Quarter 30/04/2005 RM'000	Preceding Year Quarter 30/04/2004 RM'000	Cumulative Quarter	
			Current Year To - date 30/04/2005 RM'000	Preceding Year Corresponding Period 30/04/2004 RM'000
Revenue	15,035	13,602	28,090	25,402
Operating Profit	3,740	3,846	6,982	6,989
Interest expense	(9)	(13)	(18)	(27)
Interest income	128	116	247	227
Profit before taxation (PBT)	3,859	3,949	7,211	7,189
Taxation	(1,241)	(1,332)	(2,363)	(2,390)
Profit after taxation	2,618	2,617	4,848	4,799
Minority interest	125	44	274	118
Net profit	2,743	2,661	5,122	4,917
Basic earnings per share (sen)	4.16	4.43	7.77	8.16
Diluted earnings per share (sen)	4.12	4.29	7.70	7.92

*n/a : not applicable*

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 October 2004)

**OCTAGON CONSOLIDATED BERHAD**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**As at 30 April 2005**

	(Unaudited) As at 30/04/2005 RM'000	(Audited) As at 31/10/2004 RM'000
Property, plant and equipment	18,754	18,575
Capital work in progress	9,277	6,871
Deferred tax asset	1	1
Deferred development expenditure	3,990	2,951
Goodwill on consolidation	4,273	4,396
Long Term Investments	48	48
Current Assets		
Inventories	15,047	12,099
Trade and other receivables	25,881	24,848
Cash in hand and at bank	7,037	11,125
Fixed deposits with licensed bank	31,469	33,338
	79,434	81,410
Current Liabilities		
Trade and other payables	6,047	12,994
Short Term Borrowings	139	143
Provision for Taxation	206	319
Amount owing to Directors	17	17
	6,409	13,473
Net Current Assets	73,025	67,937
	<b>109,368</b>	<b>100,779</b>
Shareholders' Funds		
Share Capital	65,945	65,871
Reserves	37,941	32,905
	103,886	98,776
Minority interest	4,877	1,490
Long Term Borrowings	388	296
Deferred Taxation	217	217
	<b>109,368</b>	<b>100,779</b>
Net Tangible Assets Per Share (RM)	1.45	1.39

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 October 2004)

**OCTAGON CONSOLIDATED BERHAD**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
For the Financial Period Ended 30 April 2005

	(Unaudited) As at 30/04/2005 RM'000	(Unaudited) As at 30/04/2004 RM'000
Profit before Taxation but after Minority interest	7,485	7,307
Adjustments for:		
Non-cash items	453	339
Operating Profit before Working Capital Changes	7,938	7,646
Changes in Working Capital		
Net change in current assets	(3,981)	(2,769)
Net change in current liabilities	(6,775)	(3,520)
Net Cash Generated From/(Used In)	(2,818)	1,357
Operating Activities		
Other cash used (tax payment etc) in operations	(2,317)	(2,401)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Income	247	227
Dividend received	-	-
Proceed from disposal of fixed assets	35	150
Cash from issuance of new shares	8,213	1,708
Subscription of new shares	(4,400)	
Deferred development expenditure	(1,039)	
Capital expenditure	(3,398)	(2,402)
Net Cash (Used In)/Generated From Investing Activities	(342)	(317)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	-	-
Payment of borrowings	(84)	(90)
Net Cash (Used In)/Generated From Financing Activities	(84)	(90)
Translation differences	(412)	49
Cash and Cash Equivalent at beginning of the year	44,383	37,464
Cash and Cash Equivalent at end of the year*	<b>38,410</b>	<b>36,062</b>
* Cash at banks and in hand	7,037	8,418
Fixed deposit accounts	31,469	27,702
	38,506	36,120
Less: Fixed deposit under lien	(96)	(58)
	<b>38,410</b>	<b>36,062</b>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 October 2004)

**OCTAGON CONSOLIDATED BERHAD**  
**Condensed Consolidated Statements of Changes in Equity**  
**For the Financial Period Ended 30 April 2005**  
**(The figures have not been audited)**

	<b>Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Reserve on Consolidation RM'000</b>	<b>Translation Reserve RM'000</b>	<b>Retained Profits RM'000</b>	<b>Total Shareholder Equity RM'000</b>
At 1/11/2004	65,871	10,794	1,293	(187)	21,005	98,776
Net Profit for the period					5,122	5,122
Translation difference				(225)		(225)
New issue of shares (ESOS)	74	139				213
At 30/04/2005	<u>65,945</u>	<u>10,933</u>	<u>1,293</u>	<u>(412)</u>	<u>26,127</u>	<u>103,886</u>

	<b>Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Reserve on Consolidation RM'000</b>	<b>Translation Reserve RM'000</b>	<b>Retained Profits RM'000</b>	<b>Total Shareholder Equity RM'000</b>
At 1/11/2003	60,000	-	1,293	218	14,908	76,419
Net Profit for the period					4,917	4,917
Translation difference				49		49
New issue of shares (ESOS)	593	1,115				1,708
At 30/04/2004	<u>60,593</u>	<u>1,115</u>	<u>1,293</u>	<u>267</u>	<u>19,825</u>	<u>83,093</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 October 2004)