

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 31 JULY 2005
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Financial Period Ended 31 July 2005

	Current Year Quarter 31/07/2005 RM'000	Preceding Year Quarter 31/07/2004 RM'000	Cumulative Quarter	
			Current Year To - date 31/07/2005 RM'000	Preceding Year Corresponding Period 31/07/2004 RM'000
Revenue	22,141	15,399	50,231	40,801
Operating Profit	5,108	4,514	12,090	11,503
Interest expense	(14)	(14)	(32)	(41)
Interest income	48	114	295	341
Profit before taxation (PBT)	5,142	4,614	12,353	11,803
Taxation	(1,581)	(1,248)	(3,944)	(3,638)
Profit after taxation	3,561	3,366	8,409	8,165
Minority interest	97	136	371	254
Net profit	3,658	3,502	8,780	8,419
Basic earnings per share (sen)*	2.22	2.26	5.33	5.53
Diluted earnings per share (sen)*	2.22	2.20	5.30	5.37

* The Basic and Diluted earnings per share in prior quarter was restated to adjust for the effects of the share split of every 1 ordinary shares of RM1.00 each into 2 new ordinary shares of RM0.50 each ("Octagon Shares") ("Share Split") and the bonus issue on the basis of 1 new Octagon Share for every 4 Octagon Shares held after the Share Split ("Bonus Issue")

(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 31 JULY 2005

	(Unaudited) As at 31/07/2005 RM'000	(Audited) As at 31/10/2004 RM'000
Property, plant and equipment	25,519	18,575
Capital work in progress	10,690	6,871
Deferred tax asset	1	1
Deferred development expenditure	3,769	2,951
Goodwill on consolidation	14,857	4,396
Long Term Investments	48	48
Interest in Associated companies	(5)	-
Current Assets		
Inventories	17,231	12,099
Trade and other receivables	40,993	24,848
Cash in hand and at bank	5,430	11,125
Fixed deposits with licensed bank	4,873	33,338
	68,527	81,410
Current Liabilities		
Trade and other payables	12,735	12,994
Short Term Borrowings	155	143
Provision for Taxation	437	319
Amount owing to Directors	17	17
	13,344	13,473
Net Current Assets	55,183	67,937
	110,062	100,779
Shareholders' Funds		
Share Capital	82,455	65,871
Reserves	18,878	32,905
	101,333	98,776
Minority interest	4,851	1,490
Long Term Borrowings	370	296
Long Term Liability	3,200	-
Deferred Taxation	308	217
	110,062	100,779
Net Tangible Assets Per Share (RM)	0.50	1.39

Note:

The net tangible assets as at 31 July 2005 was computed based on the issued and paid-up share capital after the implementation of the Share Split and the Bonus Issue whereas the net tangible assets as at 31 October 2004 has not taken into account the Share Split and Bonus Issue.

(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 31 July 2005

	(Unaudited) As at 31/07/2005 RM'000	(Unaudited) As at 31/07/2004 RM'000
Profit before Taxation but after Minority interest	12,723	12,057
Adjustments for:		
Non-cash items	1,749	642
Operating Profit before Working Capital Changes	14,472	12,699
Changes in Working Capital		
Net change in current assets	(21,277)	(5,836)
Net change in current liabilities	2,941	(2,680)
Net Cash Generated From/(Used In)	(3,864)	4,183
Operating Activities		
Other cash used (tax payment etc) in operations	(3,659)	(3,546)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	295	341
Acquisition of subsidiary company, net of cash acquired	(14,478)	-
Proceed from disposal of fixed assets	35	643
Cash from issuance of new shares	13,018	16,632
Subscription of new shares	(9,225)	-
Deferred development expenditure	(818)	-
Capital expenditure	(8,846)	(3,986)
Net Cash (Used In)/Generated From		
Investing Activities	(20,019)	13,630
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(5,936)	(1,090)
Payment of borrowings	(143)	(132)
Net Cash (Used In)/Generated		
From Financing Activities	(6,079)	(1,222)
Translation differences	(555)	(430)
Cash and Cash Equivalent at beginning of the year	44,383	37,464
Cash and Cash Equivalent at end of the year*	10,207	50,079
* Cash at banks and in hand	5,430	15,906
Fixed deposit accounts	4,873	34,231
Less: Fixed deposit under lien	(96)	(58)
	10,207	50,079

(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 31 July 2005

(The figures have not been audited)

	Share Capital RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total Shareholder Equity RM'000
At 1/11/2004	65,871	10,794	1,293	(187)	21,005	98,776
Net Profit for the period					8,780	8,780
Translation difference				(555)		(555)
New issue of shares (ESOS)	93	175				268
Capitalisation as bonus issue	16,491	(10,019)			(6,472)	-
Final dividend of 2.5% less 28% tax in respect of FYE 31.10.04					(1,187)	(1,187)
Interim dividend of 10% less 28% tax in respect of FYE 31.10.05					(4,749)	(4,749)
At 31/07/2005	82,455	950	1,293	(742)	17,377	101,333

	Share Capital RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total Shareholder Equity RM'000
At 1/11/2003	60,000	-	1,293	218	14,908	76,419
Net Profit for the period					8,419	8,419
Translation difference				(430)		(430)
New issue of shares (ESOS)	775	1,457				2,232
New issue of shares (Restricted issue)	5,000	9,156				14,156
Final dividend of 2.5% less 28% tax in respect of FYE 31/10/03					(1,090)	(1,090)
At 31/07/2004	65,775	10,613	1,293	(212)	22,237	99,706

(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)