

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 31 JULY 2006
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Financial Period Ended 31 July 2006

			Cumulative Quarter	
	Current Year Quarter 31/07/2006 RM'000	Preceding Year Quarter 31/07/2005 RM'000	Current Year To - date 31/07/2006 RM'000	Preceding Year Corresponding Period 31/07/2005 RM'000
Revenue	20,702	22,141	55,654	50,231
Operating Profit	3,961	5,108	11,465	12,090
Interest expense	(6)	(14)	(18)	(32)
Interest income	31	48	72	295
Profit before taxation (PBT)	3,986	5,142	11,519	12,353
Taxation	(1,170)	(1,581)	(3,725)	(3,944)
Profit after taxation	2,816	3,561	7,794	8,409
Minority interest	5	97	142	371
Net profit	2,821	3,658	7,936	8,780
Basic earnings per share (sen)*	1.79	2.22	5.01	5.33
Diluted earnings per share (sen)*	*	2.22	*	5.30

* *Diluted earnings per share is not computed as the potential ordinary shares are anti-dilutive.*

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 October 2005)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 31 July 2006

	(Unaudited) As at 31/07/2006 RM'000	(Audited) As at 31/10/2005 RM'000
Property, plant and equipment	25,478	25,691
Capital work in progress	16,256	10,674
Deferred tax asset	2	73
Deferred development expenditure	2,951	2,951
Goodwill on consolidation	14,734	15,170
Long Term Investments	48	48
Interest in Associated companies	3,705	62
Current Assets		
Inventories	20,978	18,131
Trade and other receivables	39,549	38,273
Cash in hand and at bank	6,229	13,412
Fixed deposits with licensed bank	3,670	4,895
	70,426	74,711
Current Liabilities		
Trade and other payables	13,126	13,065
Short Term Borrowings	151	151
Provision for Taxation	-	719
Amount owing to Directors	17	17
	13,294	13,952
Net Current Assets	57,132	60,759
	120,306	115,428
Shareholders' Funds		
Share Capital	82,460	82,460
Reserves	26,782	23,863
	109,242	106,323
Minority interest	7,274	5,200
Long Term Borrowings	224	339
Long Term Liability	3,200	3,200
Deferred Taxation	366	366
	120,306	115,428
Net Assets Per Share (RM)	0.71	0.68

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 October 2005)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the Financial Period Ended 31 July 2006

	(Unaudited) As at 31/07/2006 RM'000	(Unaudited) As at 31/07/2005 RM'000
Profit before Taxation but after Minority interest	11,661	12,723
Adjustments for:		
Non-cash items	2,127	1,749
Operating Profit before Working Capital Changes	13,788	14,472
Changes in Working Capital		
Net change in deferred development costs	-	-
Net change in current assets	(4,050)	(21,277)
Net change in current liabilities	61	2,941
Net Cash Generated From/(Used In) Operating Activities	9,799	(3,864)
Other cash used (tax payment etc) in operations	(4,550)	(3,659)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	72	295
Dividend received	6	-
Acquisition of subsidiary company, net cash acquired	-	(14,478)
Proceed from disposal of fixed assets	76	35
Subscription of new shares	(3,920)	(9,225)
Deferred development expenditure	-	(818)
Capital expenditure	(6,991)	(8,846)
Net Cash (Used In)/Generated From Investing Activities	(10,757)	(33,037)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(1,422)	(5,936)
Cash from issuance of new shares	2,250	13,018
Share Buy-back	(3,788)	-
Payment of borrowings	(133)	(143)
Net Cash (Used In)/Generated From Financing Activities	(3,093)	6,939
Translation differences	193	(555)
Cash and Cash Equivalent at beginning of the year	18,208	44,383
Cash and Cash Equivalent at end of the year*	9,800	10,207
* Cash at banks and in hand	6,229	5,430
Fixed deposit accounts	3,670	4,873
	9,899	10,303
Less: Fixed deposit under lien	(99)	(96)
	9,800	10,207

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 October 2005)

OCTAGON CONSOLIDATED BERHAD

**Condensed Consolidated Statements of Changes in Equity
for the Financial Period Ended 31 July 2006
(The figures have not been audited)**

	Share Capital RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Translation Reserve RM'000	Warrant Reserve RM'000	Treasury Reserve RM'000	Retained Profits RM'000	Total Shareholder Equity RM'000
At 1/11/2005	82,460	210	1,293	(654)	3,298	(2,118)	21,834	106,323
Net Profit for the period							7,936	7,936
Translation difference				193				193
New issue of shares (ESOS)	-	-						-
Share Buy-back						(3,788)		(3,788)
Final dividend of 2.5% less 28% tax in respect of FYE 31.10.05							(1,422)	(1,422)
At 31/07/2006	82,460	210	1,293	(461)	3,298	(5,906)	28,348	109,242

	Share Capital RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Translation Reserve RM'000	Warrant Reserve RM'000	Treasury 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

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 October 2005)