

**OCTAGON CONSOLIDATED BERHAD**  
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2007**  
**(THE FIGURES HAVE NOT BEEN AUDITED)**

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**For the Financial Period Ended 31 October 2007**

	Current	Preceding	Cumulative Quarter	
	Year Quarter 31/10/2007	Year Quarter 31/10/2006 (Restated)	Current Year To - date 31/10/2007	Preceding Year Corresponding Period 31/10/2006 (Restated)
	RM'000	RM'000	RM'000	RM'000
Revenue	35,185	19,453	95,489	75,107
Operating Expenses	(25,517)	(16,440)	(74,755)	(60,329)
Other Income	77	41	228	196
	9,745	3,054	20,962	14,974
Finance costs	(257)	(55)	(2,650)	(153)
Share of loss of associates	(335)	(172)	(927)	(486)
Profit before taxation	9,153	2,827	17,385	14,335
Taxation	(2,093)	(701)	(5,479)	(4,426)
Profit after taxation	7,060	2,126	11,906	9,909
Minority interest	774	200	934	353
Net profit	7,834	2,326	12,840	10,262
Attributable to :				
Shareholders of the company	7,834	2,326	12,840	10,262
Minority interest	(774)	(200)	(934)	(353)
	7,060	2,126	11,906	9,909
Basic earnings per share (sen)	4.72	1.48	8.04	6.48
Diluted earnings per share (sen)	*	*	*	*

\* 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 Audited Financial Statement for the year ended 31 October 2006 and the accompanying notes attached to this report)**

**OCTAGON CONSOLIDATED BERHAD****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2007****As at 31 OCTOBER 2007**

	(Unaudited) As at 31/10/2007 RM'000	(Audited) As at 31/10/2006 RM'000
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	24,576	25,079
Prepaid lease payments	2,193	2,488
Work-in-Progress	16,967	13,738
Deferred Assets	247	200
Other intangible asset	2,951	2,951
Intangible assets - Goodwill	14,582	14,582
Interest in Associates	13,498	7,001
Other investments	4,048	48
	<u>79,062</u>	<u>66,087</u>
Current assets		
Inventories	21,903	21,509
Trade and other receivables	51,721	38,737
Cash in hand and at bank	8,757	7,780
Fixed deposit with licensed bank	23,901	664
	<u>106,282</u>	<u>68,690</u>
<b>TOTAL ASSETS</b>	<u><u>185,344</u></u>	<u><u>134,777</u></u>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders		
Share Capital	84,743	82,460
Reserves	40,754	28,781
	<u>125,497</u>	<u>111,241</u>
Minority Interest	676	7,135
<b>Total Equity</b>	<u><u>126,173</u></u>	<u><u>118,376</u></u>
Non-current liabilities		
Long Term borrowings	40,077	184
Provision of other liabilities	-	3,200
Deferred taxation	267	873
	<u>40,344</u>	<u>4,257</u>
Current liabilities		
Trade creditors and other payables	16,825	9,952
Provision of other liabilities	-	-
Short-term borrowings	106	2,155
Taxation	1,896	37
	<u>18,827</u>	<u>12,144</u>
<b>Total Liabilities</b>	<u><u>59,171</u></u>	<u><u>16,401</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>185,344</u></u>	<u><u>134,777</u></u>
Net Assets Per Share (RM)	0.74	0.72

**(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2006 and the accompanying notes attached to this report)**

**OCTAGON CONSOLIDATED BERHAD**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2007**

**For the Financial Period Ended 31 October 2007**

	(Unaudited) As at 31/10/2007 RM'000	(Audited) As at 31/10/2006 RM'000
Profit before Taxation	17,385	14,335
Adjustments for:		
Non-cash items	6,945	3,487
Operating Profit before Working Capital Changes	<u>24,330</u>	<u>17,822</u>
Changes in Working Capital		
Net change in current assets	(13,260)	(1,661)
Net change in current liabilities	2,862	(3,130)
Net Cash Generated From/(Used In) Operating Activities	<u>13,932</u>	<u>13,031</u>
Other cash used (tax payment etc) in operations	(8,242)	(6,709)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Income	523	161
Dividend received	4	5
Proceed from disposal of fixed assets	127	29
Subscription of new shares in associated companies	(7,425)	(7,425)
Repayment/(Advances) to associated company	870	(570)
Placement of fixed deposits	102	(4)
Investment in other investment	(4,000)	-
Additional investment in subsidiary companies	(9,726)	-
Capital expenditure	(4,965)	(7,072)
Net Cash (Used In)/Generated From Investing Activities	<u>(24,490)</u>	<u>(14,876)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	(4,590)	(1,422)
Proceeds from minority interest on subscription of shares in subsidiary company	-	2,250
Share Buy-back	-	(4,027)
Proceeds from bank borrowings	39,260	-
Net proceeds from sale of treasury shares	5,141	-
Proceeds from issuance of shares	5,252	-
Drawdown of banker acceptance	(2,000)	2,000
Repayment to directors	-	(17)
Payment of borrowings	(155)	(151)
Net Cash (Used In)/Generated From Financing Activities	<u>42,908</u>	<u>(1,367)</u>
Translation differences	208	55
Cash and Cash Equivalent at beginning of the year	8,342	18,208
Cash and Cash Equivalent at end of the year*	<u><b>32,658</b></u>	<u><b>8,342</b></u>
* Cash at banks and in hand	8,757	7,780
Fixed deposit accounts	23,901	665
	<u>32,658</u>	<u>8,445</u>
Less: Fixed deposit under lien	-	(103)
	<u><b>32,658</b></u>	<u><b>8,342</b></u>

**(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2006 and the accompanying notes attached to this report)**

**OCTAGON CONSOLIDATED BERHAD**  
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2007**  
**Condensed Consolidated Statements of Changes in Equity**  
**for the Financial Period Ended 31 October 2007**  
**(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 Earnings RM'000	Total Shareholder Equity RM'000	Minority Interest RM'000	Total Equity RM'000
At 1/11/2006	82,460	210	1,371	(559)	3,298	(6,145)	30,606	111,241	7,135	118,376
Changes in accounting policies -effects of adopting FRS 3			(1,371)				1,371			
Restated balance as at 01/11/06	82,460	210	-	(559)	3,298	(6,145)	31,977	111,241	7,135	118,376
Net Profit for the period							12,840	12,840	(934)	11,906
Translation difference			-	(186)				(186)		(186)
New issue of shares (ESOS)	2,283	2,969						5,252		5,252
Dilution arising from additional investment in subsidiary companies	-	-	-	-	-	-	(4,201)	(4,201)	4,171	(30)
Acquisition additional shares from Minority interest									(9,696)	(9,696)
Final dividend of 8% less 27% tax in respect of FYE 31.10.06							(4,590)	(4,590)		(4,590)
Share Buy-back								-		-
Disposal of treasury shares						4,163		4,163		4,163
Gain on disposal of treasury shares		978						978		978
At 31/10/2007	84,743	4,157	-	(745)	3,298	(1,982)	36,026	125,497	676	126,173

	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 Earnings RM'000	Total Shareholder Equity RM'000	Minority Interest RM'000	Total Equity RM'000
At 1/11/2005	82,460	210	1,293	(654)	3,298	(2,118)	21,834	106,323	5,200	111,523
Net Profit for the period							10,262	10,262	(353)	9,909
Translation difference				95				95		95
Additional issue of shares by subsidiary company	-	-	78				(68)	10	38	48
Share Buy-back						(4,027)		(4,027)		(4,027)
Increase in minority interest									2,250	2,250
Final dividend of 2.5% less 28% tax in respect of FYE 31.10.05							(1,422)	(1,422)		(1,422)
At 31/10/2006	82,460	210	1,371	(559)	3,298	(6,145)	30,606	111,241	7,135	118,376

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2006 and the accompanying notes attached to this report)