

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2010
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Financial Period Ended 31 October 2010

	Current Year Quarter 31 October 2010 RM'000	Preceding Year Quarter 31 October 2009 RM'000	Cumulative Quarter Current Year To - date 31 October 2010 RM'000	Preceding Year Corresponding Period 31 October 2009 RM'000
Revenue	9,591	51,976	40,280	98,775
Operating expenses	(24,548)	(51,904)	(58,406)	(100,530)
Other income	887	103	1,479	1,034
	(14,070)	175	(16,647)	(721)
Finance costs	(2,257)	(3,552)	(9,266)	(11,065)
Share of loss of associate companies	-	300	(136)	(1,304)
Loss before taxation	(16,327)	(3,077)	(26,049)	(13,090)
Taxation	(341)	(677)	(1,705)	(2,275)
Loss after taxation	(16,668)	(3,754)	(27,754)	(15,365)
Minority interest	(324)	16	(292)	153
Net loss	(16,992)	(3,738)	(28,046)	(15,212)
Attributable to :				
Equity holders of the Company	(16,992)	(3,738)	(28,046)	(15,212)
Minority interest	324	(16)	292	(153)
	(16,668)	(3,754)	(27,754)	(15,365)
Basic loss per share (sen)	(10.19)	(2.24)	(16.82)	(9.12)
Diluted loss 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 2009 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 31 OCTOBER 2010

	(Unaudited)	(Audited)
	As at	As at
	31 October 2010	31 October 2009
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	45,590	45,769
Prepaid lease payments	11,231	11,433
Work-in-progress	79,370	75,532
Deferred tax assets	443	603
Development expenditure	72,956	17,092
Licensing rights on patents and technology	1,292	1,292
Goodwill on consolidation	33,099	32,913
Investment in associated company	7	7,957
Other investments	7,862	2,466
Other receivables	478	504
	<u>252,328</u>	<u>195,561</u>
Current assets		
Inventories	12,120	12,437
Trade and other receivables	29,698	82,230
Cash in hand and at bank	5,670	9,647
Fixed deposits with licensed bank	5,871	10,995
	<u>53,359</u>	<u>115,309</u>
TOTAL ASSETS	<u><u>305,687</u></u>	<u><u>310,870</u></u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	84,743	84,743
Reserves	5,319	33,461
Equity attributable to equity holders of the Company	<u>90,062</u>	<u>118,204</u>
Minority Interest	446	110
Total Equity	<u><u>90,508</u></u>	<u><u>118,314</u></u>
Non-current liabilities		
Long term borrowings	103,852	93,194
Deferred taxation	557	730
	<u>104,409</u>	<u>93,924</u>
Current liabilities		
Trade and other payables	35,592	11,770
Short term borrowings	75,122	86,632
Taxation	56	230
	<u>110,770</u>	<u>98,632</u>
Total Liabilities	215,179	192,556
TOTAL EQUITY AND LIABILITIES	<u><u>305,687</u></u>	<u><u>310,870</u></u>
Net Assets Per Share (RM)	0.53	0.70

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2009 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the Financial Period Ended 31 October 2010

	(Unaudited) As at 31 October 2010 RM'000	Audited As at 31 October 2009 RM'000
Loss before taxation	(26,049)	(13,090)
Adjustments for:		
Non-cash items	26,002	54,218
Operating Profit before Working Capital Changes	(47)	41,128
Changes in Working Capital		
Net change in current assets	45,643	(22,033)
Net change in current liabilities	(40,280)	(7,077)
Net Cash Generated From Operating Activities	5,316	12,018
Other cash used (tax payment etc) in operations	(13,364)	(19,216)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	177	427
Dividend received	2	3
Cash received shares subscription of a new subsidiary	-	-
Subscription of shares in new subsidiary company	-	-
Acquisition of subsidiary company, net of cash required	116	2
Proceeds from disposal of fixed assets	285	113
Capital and development expenditure	(16,607)	(3,882)
Net Cash Used In Investing Activities	(16,027)	(3,337)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	-	2,248
Income tax refunded	240	942
Advances from shareholder	15,806	-
Repayment of borrowings	(1,000)	(3,423)
Net Cash Generated From/(Used In) Financing Activities	15,046	(233)
Translation differences	(72)	111
Cash and Cash Equivalent at beginning of the year	20,562	31,219
Cash and Cash Equivalent at end of the year*	11,461	20,562
* Cash in hand and at banks	5,670	9,647
Fixed deposits with licensed banks	5,871	10,995
	11,541	20,642
Less: Fixed deposits with licensed bank under lien	(80)	(80)
	11,461	20,562

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2009 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD

Condensed Consolidated Statements of Changes in Equity
for the Financial Period Ended 31 October 2010
(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 November 2009	84,743	4,157	-	(650)	3,298	(2,120)	28,776	118,204	110	118,314
Net loss for the period	-	-	-	-	-	-	(28,046)	(28,046)	44	(28,002)
Translation difference	-	-	-	(90)	-	-	(6)	(96)	292	196
At 31 October 2010	84,743	4,157	-	(740)	3,298	(2,120)	724	90,062	446	90,508

	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 November 2008	84,743	4,157	-	(799)	3,298	(2,120)	43,985	133,264	270	133,534
Net profit for the period	-	-	-	-	-	-	(15,212)	(15,212)	(153)	(15,365)
Translation difference	-	-	-	149	-	-	3	152	(8)	144
Investment in a new subsidiary company	-	-	-	-	-	-	-	-	1	1
At 31 October 2009	84,743	4,157	-	(650)	3,298	(2,120)	28,776	118,204	110	118,314

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2009 and the accompanying notes attached to this report)