

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 APRIL 2011
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Financial Period Ended 30 April 2011

	Current Year Quarter 30 April 2011 RM'000	Preceding Year Quarter 30 April 2010 RM'000	Cumulative Quarter Current Year To - date 30 April 2011 RM'000	Preceding Year Corresponding Period 30 April 2010 RM'000
Revenue	8,454	9,961	17,398	20,337
Operating expenses	(10,798)	(10,119)	(21,574)	(21,320)
Other income	25	64	408	534
	(2,319)	(94)	(3,768)	(449)
Finance costs	(2,332)	(2,453)	(4,565)	(4,929)
Share of loss of associate companies	-	-	-	(135)
(Loss) before taxation	(4,651)	(2,547)	(8,333)	(5,513)
Taxation	(155)	(463)	(416)	(843)
(Loss) after taxation	(4,806)	(3,010)	(8,749)	(6,356)
Minority interest	(187)	10	(160)	22
Net (loss)	(4,993)	(3,000)	(8,909)	(6,334)
Other comprehensive income:				
Currency translation differences arising from consolidation	8	27	8	27
Total comprehensive loss for the period	(4,985)	(2,973)	(8,901)	(6,307)
Attributable to :				
Equity holders of the Company	(4,993)	(3,000)	(8,909)	(6,334)
Minority interest	187	(10)	160	(22)
	(4,806)	(3,010)	(8,749)	(6,356)
Total comprehensive loss attributable to:				
Equity holders of the Company	(4,985)	(2,973)	(8,901)	(6,307)
Minority interest	187	(10)	160	(22)
	(4,798)	(2,983)	(8,741)	(6,329)
Basic (loss) per share (sen)	(2.99)	(1.80)	(5.34)	(2.80)
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 2010 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 30 APRIL 2011

	(Unaudited)	(Audited)
	As at	As at
	30 April 2011	31 October 2010
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	45,041	45,590
Prepaid lease payments	11,101	11,231
Work-in-progress	81,154	79,477
Deferred tax assets	443	443
Development expenditure	73,692	72,955
Licensing rights on patents and technology	1,292	1,292
Goodwill on consolidation	33,083	33,090
Investment in associated companies	7	7
Other investments	7,862	7,862
Receivables	227	253
	<u>253,902</u>	<u>252,200</u>
Current assets		
Inventories	13,445	12,120
Trade and other receivables	29,583	29,924
Cash in hand and at bank	3,133	5,670
Fixed deposits with licensed bank	1,312	5,870
	<u>47,473</u>	<u>53,584</u>
TOTAL ASSETS	<u><u>301,375</u></u>	<u><u>305,784</u></u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	84,743	84,743
Reserves	(3,655)	5,245
Equity attributable to equity holders of the Company	<u>81,088</u>	<u>89,988</u>
Minority Interest	574	414
Total Equity	<u><u>81,662</u></u>	<u><u>90,402</u></u>
Non-current liabilities		
Long term borrowings	169,474	103,852
Deferred taxation	618	618
	<u>170,092</u>	<u>104,470</u>
Current liabilities		
Trade and other payables	43,399	35,734
Short term borrowings	5,750	75,122
Taxation	472	56
	<u>49,621</u>	<u>110,912</u>
Total Liabilities	<u>219,713</u>	<u>215,382</u>
TOTAL EQUITY AND LIABILITIES	<u><u>301,375</u></u>	<u><u>305,784</u></u>
Net Assets Per Share (RM)	0.48	0.53

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2010 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the Financial Period Ended 30 April 2011

	(Unaudited) As at 30 April 2011 RM'000	(Unaudited) As at 30 April 2010 RM'000
(Loss)/Profit before taxation	(8,333)	(5,513)
Adjustments for:		
Non-cash items	5,271	6,415
Operating Profit before Working Capital Changes	(3,062)	902
Changes in Working Capital		
Net change in current assets	(958)	2,289
Net change in current liabilities	7,665	(1,673)
Net Cash Generated From/(Used In) Operating Activities	3,645	1,518
Other cash used (tax payment etc) in operations	(6,414)	(6,032)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	27	85
Dividend received	4	1
Tax refund	2,757	-
Sales proceed	20	-
Capital expenditure	(3,392)	(2,832)
Net Cash Used In Investing Activities	(584)	(2,746)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	-	-
Repayment of borrowings	(3,750)	(1,000)
Net Cash Generated From/(Used In) Financing Activities	(3,750)	(1,000)
Translation differences	8	27
Cash and Cash Equivalent at beginning of the year	11,460	20,562
Cash and Cash Equivalent at end of the year*	4,365	12,329
* Cash in hand and at banks	3,133	6,569
Fixed deposits with licensed banks	1,312	5,840
Less: Fixed deposits with licensed bank under lien	(80)	(80)
	4,365	12,329

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2010 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD

Condensed Consolidated Statements of Changes in Equity
for the Financial Period Ended 30 April 2011
(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 2010	84,743	4,157	-	(736)	3,298	(2,120)	647	89,989	414	90,403
Total comprehensive loss for the period	-	-	-	8	-	-	(8,909)	(8,901)	160	(8,741)
At 30 April 2011	84,743	4,157	-	(728)	3,298	(2,120)	(8,262)	81,088	574	81,662

	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
Total comprehensive loss for the period	-	-	-	27	-	-	(6,334)	(6,307)	(22)	(6,329)
At 30 April 2010	84,743	4,157	-	(623)	3,298	(2,120)	22,442	111,897	88	111,985

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2010 and the accompanying notes attached to this report)