

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 OCTOBER 2011
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the Financial Period Ended 31 October 2011

	Current Year Quarter 31 October 2011 RM'000	Preceding Year Quarter 31 October 2010 (Restated) RM'000	Cumulative Quarter Current Year To - date 31 October 2011 RM'000	Preceding Year Corresponding Period 31 October 2010 (Restated) RM'000
Revenue	12,244	9,591	39,493	40,280
Operating expenses	(14,314)	(25,809)	(46,205)	(59,667)
Other income	34	2,151	502	2,743
	(2,036)	(14,067)	(6,210)	(16,644)
Finance costs	(2,590)	(2,308)	(9,535)	(9,317)
Share of loss of associate companies	(1)	-	(1)	(136)
(Loss) before taxation	(4,627)	(16,375)	(15,746)	(26,097)
Taxation	(421)	(402)	(1,141)	(1,766)
(Loss) after taxation	(5,048)	(16,777)	(16,887)	(27,863)
Other comprehensive income:				
Currency translation differences arising from consolidation	(1,143)	(81)	(1,181)	(43)
Total comprehensive loss for the period	<u>(6,191)</u>	<u>(16,858)</u>	<u>(18,068)</u>	<u>(27,906)</u>
Attributable to :				
Equity holders of the Company	(4,608)	(17,069)	(16,761)	(28,123)
Non-controlling interests	(440)	292	(126)	260
	<u>(5,048)</u>	<u>(16,777)</u>	<u>(16,887)</u>	<u>(27,863)</u>
Total comprehensive loss attributable to:				
Equity holders of the Company	(5,481)	(17,194)	(17,688)	(28,210)
Non-controlling interests	(694)	336	(380)	304
	<u>(6,175)</u>	<u>(16,858)</u>	<u>(18,068)</u>	<u>(27,906)</u>
Basic (loss) per share (sen)	(2.76)	(10.23)	(10.05)	(16.86)
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 STATEMENT OF FINANCIAL POSITION
As at 31 OCTOBER 2011

	(Unaudited) As at 31 October 2011	(Audited) As at 31 October 2010 (Restated)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	53,653	55,511
Prepaid lease payments	2,248	2,401
Work-in-progress	82,969	79,477
Deferred tax assets	382	443
Development expenditure	78,158	72,955
Licensing rights on patents and technology	1,292	1,292
Goodwill on consolidation	33,091	33,091
Investment in associated companies	-	7
Other investments	7,888	7,901
Receivables	127	164
	<u>259,808</u>	<u>253,242</u>
Current assets		
Inventories	13,848	12,120
Trade and other receivables	27,463	28,833
Cash in hand and at bank	2,978	5,670
Fixed deposits with licensed bank	110	5,870
	<u>44,399</u>	<u>52,493</u>
TOTAL ASSETS	<u><u>304,207</u></u>	<u><u>305,735</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	84,743	84,743
Reserves	(12,482)	5,196
Equity attributable to equity holders of the Company	<u>72,261</u>	<u>89,939</u>
Non-controlling interests	4,606	414
Total Equity	<u>76,867</u>	<u>90,353</u>
Non-current liabilities		
Long term borrowings	127,288	103,852
Deferred taxation	571	618
	<u>127,859</u>	<u>104,470</u>
Current liabilities		
Trade and other payables	45,667	35,734
Short term borrowings	53,810	75,122
Taxation	4	56
	<u>99,481</u>	<u>110,912</u>
Total Liabilities	227,340	215,382
TOTAL EQUITY AND LIABILITIES	<u><u>304,207</u></u>	<u><u>305,735</u></u>
 Net Assets Per Share (RM)	 0.43	 0.53

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
For the Financial Period Ended 31 October 2011

	(Unaudited) As at 31 October 2011 RM'000	(Audited) As at 31 October 2010 RM'000
Loss before taxation	(15,746)	(26,097)
Adjustments for:		
Non-cash items	13,645	27,309
Operating Profit before Working Capital Changes	(2,101)	1,212
Changes in Working Capital		
Net change in current assets	(3,531)	43,204
Net change in current liabilities	9,289	(24,316)
Net Cash Generated From Operating Activities	3,657	20,100
Other cash used (tax payment etc) in operations	(8,118)	(12,081)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	40	177
Dividend received	5	2
Acquisition of subsidiary company, net of cash acquired	-	114
Dilution arising from additional shares purchase	-	
Sales proceed	20	285
Capital expenditure	(10,073)	(16,927)
Net Cash Used In Investing Activities	(10,008)	(16,349)
CASH FLOW FROM FINANCING ACTIVITIES		
Net drawdown of bank borrowings	4,352	-
Advance from director	1,757	-
Advance from shareholder of subsidiary	3,468	-
Repayment of borrowings	(2,375)	(1,000)
Net Cash Generated From/(Used In) Financing Activities	7,202	(1,000)
Translation differences	(1,185)	228
Cash and Cash Equivalent at beginning of the year	11,460	20,562
Cash and Cash Equivalent at end of the year*	3,008	11,460
* Cash in hand and at banks	2,978	5,670
Fixed deposits with licensed banks	110	5,870
	3,088	11,540
Less: Fixed deposits with licensed bank under lien	(80)	(80)
	3,008	11,460

(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 31 October 2011
(The figures have not been audited)**

	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Translation Reserve RM'000	Warrant Reserve RM'000	Treasury Reserve RM'000	Retained Earnings/ (Accumulate d loss) RM'000	Total Shareholder Equity RM'000	Non- controlling Interests 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
Effect of FRS 139	-	-	39	-	-	-	(89)	(50)	-	(50)
As restated	84,743	4,157	39	(736)	3,298	(2,120)	558	89,939	414	90,353
Dilution on investment in subsidiary	-	-	-	6	-	-	4	10	4,572	4,582
Total comprehensive loss for the period	-	-	(13)	(914)	-	-	(16,761)	(17,688)	(380)	(18,068)
At 31 October 2011	84,743	4,157	26	(1,644)	3,298	(2,120)	(16,199)	72,261	4,606	76,867

	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Translation Reserve RM'000	Warrant Reserve RM'000	Treasury Reserve RM'000	Retained Earnings RM'000	Total Shareholder Equity RM'000	Non- controlling Interests 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
Foreign exchange translation difference	-	-	-	(86)	-	-	(6)	(92)	44	(48)
Total comprehensive loss for the period	-	-	-	-	-	-	(28,123)	(28,123)	260	(27,863)
At 31 October 2010	84,743	4,157	-	(736)	3,298	(2,120)	647	89,989	414	90,403

(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)