

OCTAGON CONSOLIDATED BERHAD
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 JANUARY 2014
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the Financial Period Ended 31 January 2014

	Current Year Quarter 31 January 2014 RM'000	Preceding Year Quarter 31 January 2013 RM'000	Cumulative Quarter Current Year To - date 31 January 2014 RM'000	Preceding Year Corresponding Period 31 January 2013 RM'000
Revenue	9,255	8,886	9,255	8,886
Operating expenses	(9,736)	(10,533)	(9,736)	(10,533)
Other income	48	692	48	692
	(433)	(955)	(433)	(955)
Finance costs	(5,220)	(12,428)	(5,220)	(12,428)
(Loss) before taxation	(5,653)	(13,383)	(5,653)	(13,383)
Taxation	(90)	(135)	(90)	(135)
(Loss) after taxation	(5,743)	(13,518)	(5,743)	(13,518)
Other comprehensive income:				
Currency translation differences arising from consolidation	(2,186)	(219)	(2,186)	(219)
Total comprehensive loss for the period	(7,929)	(13,737)	(7,929)	(13,737)
Attributable to :				
Owners of the parent	(4,866)	(7,522)	(4,866)	(7,522)
Non-controlling interests	(877)	(5,996)	(877)	(5,996)
	(5,743)	(13,518)	(5,743)	(13,518)
Total comprehensive loss attributable to:				
Owners of the parent	(5,348)	(7,741)	(5,348)	(7,741)
Non-controlling interests	(2,581)	(5,996)	(2,581)	(5,996)
	(7,929)	(13,737)	(7,929)	(13,737)
Basic (loss) per share (sen)	(2.92)	(4.51)	(2.92)	(4.51)
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 2013 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 January 2014

	(Unaudited)	(Audited)
	As at	As at
	31 January 2014	31 October 2013
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	17,557	17,606
Prepaid lease payments	1,830	1,681
Deferred tax assets	284	284
Other investments	73	73
Receivables	84	95
	<u>19,828</u>	<u>19,739</u>
Current assets		
Inventories	8,613	8,488
Receivables	14,426	14,122
Cash in hand and at bank	4,460	4,935
Fixed deposits with licensed bank	140	2,095
	<u>27,639</u>	<u>29,640</u>
Non-current assets classified as held for sale	1,335	1,411
TOTAL ASSETS	<u><u>48,802</u></u>	<u><u>50,790</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	84,743	84,743
Reserves	(253,401)	(248,930)
Equity attributable to owners of the parent	<u>(168,658)</u>	<u>(164,187)</u>
Non-controlling interests	(46,506)	(43,048)
Total Equity	<u><u>(215,164)</u></u>	<u><u>(207,235)</u></u>
Non-current liabilities		
Long term borrowings	435	448
Post employment benefits	201	207
Deferred taxation	780	780
	<u>1,416</u>	<u>1,435</u>
Current liabilities		
Payables	79,456	72,773
Financial guarantee liability	56,042	56,042
Short term borrowings	127,052	127,775
	<u>262,550</u>	<u>256,590</u>
Total Liabilities	263,966	258,025
TOTAL EQUITY AND LIABILITIES	<u><u>48,802</u></u>	<u><u>50,790</u></u>
Net Assets Per Share (RM)	(1.01)	(0.98)

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2013 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
For the Financial Period Ended 31 January 2014

	(Unaudited) As at 31 January 2014 RM'000	(Unaudited) As at 31 January 2013 RM'000
Loss before taxation	(5,653)	(13,383)
Adjustments for:		
Non-cash items	5,435	13,100
Operating Profit before Working Capital Changes	(218)	(283)
Changes in Working Capital		
Net change in current assets	(508)	(4,605)
Net change in current liabilities	1,571	3,830
Net Cash Generated From Operating Activities	845	(1,058)
Other cash used (tax payment etc) in operations	(578)	(789)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	4	6
Dividend received	2	-
Tax Refund	417	480
Proceeds from disposal of other investment	-	-
Proceeds from disposal of property, plant and equipment	9	-
Capital expenditure	(127)	(1,084)
Net Cash Used In Investing Activities	305	(598)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	(1,000)	-
Drawdown from bank borrowings	-	2,867
Proceeds from issuance of Redeemable Convertible Preference shares	-	-
Advances from director/(Repayment to director)	-	-
(Repayment to) a shareholder of a subsidiary	-	-
Repayment of hire purchase	(5)	(5)
Net Cash Generated From/(Used In) Financing Activities	(1,005)	2,862
Translation differences	(1,998)	(219)
Effect of exchange rate changes on cash and cash equivalents	-	-
Cash and Cash Equivalent at beginning of the year	6,951	7,669
Cash and Cash Equivalent at end of the year*	4,520	7,867
* Cash in hand and at banks	4,460	7,794
Fixed deposits with licensed banks	140	153
	4,600	7,947
Less: Fixed deposits with licensed bank under lien	(80)	(80)
	4,520	7,867

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2013 and the accompanying notes attached to this report)

OCTAGON CONSOLIDATED BERHAD

**Condensed Consolidated Statements of Changes in Equity
for the Financial Period Ended 31 January 2014
(The figures have not been audited)**

	Share Capital RM'000	Share Premium RM'000	Fair Value Rserve RM'000	Translation Reserve RM'000	RCPS - Equity Component RM'000	Warrant Reserve RM'000	Treasury Reserve RM'000	(Accumulated loss) RM'000	Total Shareholder Equity RM'000	Non- controlling Interests RM'000	Total Equity RM'000
At 1 November 2013	84,743	4,157	25	(6,406)	-	-	(2,120)	(244,586)	(164,187)	(43,048)	(207,235)
Total comprehensive loss for the period	-	-	-	-	-	-	-	(4,866)	(4,866)	(877)	(5,743)
Translation reserves				395					395	(2,581)	(2,186)
At 31 January 2014	84,743	4,157	25	(6,011)	-	-	(2,120)	(249,452)	(168,658)	(46,506)	(215,164)

	Share Capital RM'000	Share Premium RM'000	Fair Value Rserve RM'000	Translation Reserve RM'000	RCPS - Equity Component RM'000	Warrant Reserve RM'000	Treasury Reserve RM'000	Retained Earnings/ (Accumulated loss) RM'000	Total Shareholder Equity RM'000	Non- controlling Interests RM'000	Total Equity RM'000
At 1 November 2012	84,743	4,157	33	(6,533)	550	-	(2,120)	(77,719)	3,111	(646)	2,465
Total comprehensive loss for the period	-	-	-	(219)	-	-	-	(7,522)	(7,741)	(5,996)	(13,737)
At 31 January 2013	84,743	4,157	33	(6,752)	550	-	(2,120)	(85,241)	(4,630)	(6,642)	(11,272)

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2013 and the accompanying notes attached to this report)