

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

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

	Current Year Quarter 31 July 2014 RM'000	Preceding Year Quarter 31 July 2013 RM'000	Cumulative Quarter	
			Current Year To - date 31 July 2014 RM'000	Preceding Year Corresponding Period 31 July 2013 RM'000
Revenue	8,964	11,006	27,312	28,866
Operating expenses	(9,326)	(13,454)	(28,271)	(33,494)
Other income	11	1,005	69	2,867
	(351)	(1,443)	(890)	(1,761)
Finance costs	(6,475)	(2,574)	(19,535)	(17,101)
(Loss) before taxation	(6,826)	(4,017)	(20,425)	(18,862)
Taxation	(93)	(155)	(298)	(413)
(Loss) after taxation	(6,919)	(4,172)	(20,723)	(19,275)
Other comprehensive income:				
Currency translation differences arising from consolidation	742	522	(203)	(232)
Total comprehensive loss for the period	(6,177)	(3,650)	(20,926)	(19,507)
Attributable to :				
Owners of the parent	(6,060)	(1,909)	(18,046)	(10,998)
Non-controlling interests	(859)	(2,263)	(2,677)	(8,277)
	(6,919)	(4,172)	(20,723)	(19,275)
Total comprehensive loss attributable to:				
Owners of the parent	(6,159)	(1,884)	(17,584)	(10,754)
Non-controlling interests	(18)	(1,766)	(3,342)	(8,753)
	(6,177)	(3,650)	(20,926)	(19,507)
Basic (loss) per share (sen)	(3.63)	(1.14)	(10.82)	(6.59)
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 July 2014

	(Unaudited)	(Audited)
	As at	As at
	31 July 2014	31 October 2013
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	17,747	17,606
Prepaid lease payments	1,753	1,681
Deferred tax assets	284	284
Other investments	73	73
Receivables	158	95
	<u>20,015</u>	<u>19,739</u>
Current assets		
Inventories	8,130	8,488
Receivables	15,314	14,122
Cash in hand and at bank	4,911	4,935
Fixed deposits with licensed bank	605	2,095
	<u>28,960</u>	<u>29,640</u>
Non-current assets classified as held for sale	1,330	1,411
TOTAL ASSETS	<u><u>50,305</u></u>	<u><u>50,790</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	84,743	84,743
Reserves	(266,514)	(248,930)
Equity attributable to owners of the parent	(181,771)	(164,187)
Non-controlling interests	(46,390)	(43,048)
Total Equity	<u>(228,161)</u>	<u>(207,235)</u>
Non-current liabilities		
Long term borrowings	305	448
Post employment benefits	207	207
Deferred taxation	780	780
	<u>1,292</u>	<u>1,435</u>
Current liabilities		
Payables	88,911	72,773
Financial guarantee liability	59,817	56,042
Short term borrowings	128,446	127,775
	<u>277,174</u>	<u>256,590</u>
Total Liabilities	278,466	258,025
TOTAL EQUITY AND LIABILITIES	<u><u>50,305</u></u>	<u><u>50,790</u></u>
Net Assets Per Share (RM)	(1.09)	(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 July 2014

	(Unaudited) As at 31 July 2014 RM'000	(Unaudited) As at 31 July 2013 RM'000
Loss before taxation	(20,425)	(18,862)
Adjustments for:		
Non-cash items	20,075	18,985
Operating (Loss)/Profit before Working Capital Changes	(350)	123
Changes in Working Capital		
Net change in current assets	(897)	1,637
Net change in current liabilities	702	(714)
Net Cash Generated From Operating Activities	(545)	1,046
Other cash used (tax payment etc) in operations	(1,981)	(2,432)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	9	15
Dividend received	3	2
Tax Refund	920	452
Deposit received for disposal of property	465	-
Proceeds from disposal of property, plant and equipment	9	53
Capital expenditure	(711)	(1,387)
Net Cash Used In Investing Activities	695	(865)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	(3,700)	(2,597)
Drawdown from bank borrowings	4,228	2,500
Repayment of hire purchase	(9)	(30)
Net Cash Generated From/(Used In) Financing Activities	519	(127)
Translation differences	(203)	(232)
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*	5,436	5,059
* Cash in hand and at banks	4,911	3,486
Fixed deposits with licensed banks	605	1,653
	5,516	5,139
Less: Fixed deposits with licensed bank under lien	(80)	(80)
	5,436	5,059

(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 July 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	-	-	-	-	-	-	-	(18,046)	(18,046)	(2,677)	(20,723)
Translation reserves				462					462	(665)	(203)
At 31 July 2014	84,743	4,157	25	(5,944)	-	-	(2,120)	(262,632)	(181,771)	(46,390)	(228,161)

	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	-	-	-	(232)	-	-	-	(10,998)	(11,230)	(8,753)	(19,983)
At 31 July 2013	84,743	4,157	33	(6,765)	550	-	(2,120)	(88,717)	(8,119)	(9,399)	(17,518)

(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)