

LIPO CORPORATION BERHAD
(Company No: 491485-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2008
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter ended	Corresponding	To Date	Corresponding
	31/12/2008	Quarter ended	31/12/2008	Period
	RM '000	31/12/2007	RM '000	31/12/2007
		RM '000		RM '000
Revenue	10,868	11,114	21,928	22,506
Operating expenses	(11,457)	(10,065)	(21,879)	(21,213)
Other operating income	494	424	986	707
(Loss)/Profit from operations	(95)	1,473	1,035	2,000
Income from investment	130	84	241	195
Finance costs	-	-	-	(2)
Profit before tax	35	1,557	1,276	2,193
Taxation				
- The Company and its subsidiaries	(131)	62	(481)	(31)
(Loss)/Profit for the period	(96)	1,619	795	2,162
Attributable to :				
Equity holders of the Company	(110)	1,599	756	2,117
Minority interests	14	20	39	45
(Loss)/Profit for the period	(96)	1,619	795	2,162
(Loss)/Earning per share attributable to equity holders of the Company (sen)				
- Basic/diluted	(0.22)	3.18	1.50	4.20

LIPO CORPORATION BERHAD
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CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 DECEMBER 2008

	(Unaudited) Current Year As At 31/12/2008 RM '000	(Audited) Preceding Financial Year As At 30/06/2008 RM '000
ASSETS		
Non-Current Assets		
Property, Plant & Equipment	34,271	32,547
Prepaid Lease Payments	5,593	5,657
Total Non-Current Assets	<u>39,864</u>	<u>38,204</u>
Current Assets		
Inventories	3,683	4,324
Trade Receivables	9,628	10,217
Other Receivables, Deposits & Prepayments	962	2,254
Current Tax Assets	1,152	1,157
Short-Term Deposits With Licensed Banks	17,428	12,961
Cash & Bank Balances	3,655	3,210
Total Current Assets	<u>36,508</u>	<u>34,123</u>
Total Assets	<u>76,372</u>	<u>72,327</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	50,356	50,356
Reserves		
Share Premium	5,628	5,628
Capital & Legal Reserves	55	55
Exchange Fluctuation Reserve	1,382	(265)
Retained Earnings	9,721	8,965
Total Equity Attributable To Equity Holders Of The Company	<u>67,142</u>	<u>64,739</u>
Minority Interests	275	272
Total Equity	<u>67,417</u>	<u>65,011</u>
Liabilities		
Deferred Income On Government Grant	41	54
Deferred Tax Liabilities	2,110	1,910
Total Non Current Liabilities	<u>2,151</u>	<u>1,964</u>
Trade Payables	4,579	3,659
Other Payables, Accruals & Provisions	2,092	1,637
Current Tax Liabilities	133	56
Total Current Liabilities	<u>6,804</u>	<u>5,352</u>
Total Liabilities	<u>8,955</u>	<u>7,316</u>
Total Equity And Liabilities	<u>76,372</u>	<u>72,327</u>
Net assets per share attributable to equity holders of the Company (RM)	1.33	1.29

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008.

LIPO CORPORATION BERHAD
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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 DECEMBER 2008**

GROUP	Attributable to equity holders of the Company							
	Share	Share	Exchange	Legal	Retained	Sub-Total	Minority	Total
	Capital	Premium	Fluctuation	Reserve	Earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01 July 2008	50,356	5,628	(265)	55	8,965	64,739	272	65,011
Net profit after tax for the period	-	-	-	-	756	756	39	795
Exchange fluctuation during the period	-	-	1,647	-	-	1,647	-	1,647
Dividend paid to minority interests of a subsidiary company	-	-	-	-	-	-	(36)	(36)
Balance as at 31 December 2008	50,356	5,628	1,382	55	9,721	67,142	275	67,417

GROUP	Attributable to equity holders of the Company							
	Share	Share	Exchange	Legal	Retained	Sub-Total	Minority	Total
	Capital	Premium	Fluctuation	Reserve	Earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01 July 2007	50,356	5,628	(461)	55	3,420	58,998	214	59,212
Net profit after tax for the period	-	-	-	-	2,117	2,117	45	2,162
Exchange fluctuation during the period	-	-	37	-	-	37	-	37
Dividend paid to minority interests of a subsidiary company	-	-	-	-	-	-	(13)	(13)
Balance as at 31 December 2007	50,356	5,628	(424)	55	5,537	61,152	246	61,398

The Condensed Consolidated Statements Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008.

LIPO CORPORATION BERHAD
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2008**

	Six Months Ended 31/12/2008 RM '000	Six Months Ended 31/12/2007 RM '000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	1,276	2,193
Adjustments for :		
- Non-cash items	3,271	2,620
- Non-operating items	(248)	(292)
Operating profit before changes in working capital	<u>4,299</u>	<u>4,520</u>
Changes in Working Capital :-		
- Net change in current assets	2,522	491
- Net change in current liabilities	1,375	(14)
Net Cash generated from operations	<u>8,196</u>	<u>4,997</u>
Tax paid	(199)	(463)
Net cash generated from operating activities	<u>7,998</u>	<u>4,534</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	241	195
Proceed from disposal of property, plant and equipment	16	215
Purchase of investment property	-	(3,909)
Prepayment of land lease	-	(1,800)
Purchase of property, plant & equipment	(3,306)	(2,841)
Net cash used in investing activities	<u>(3,049)</u>	<u>(8,140)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest expenses paid	-	(2)
Dividend paid to minority interests of a subsidiary company	(36)	(13)
Net cash used in financing activities	<u>(36)</u>	<u>(15)</u>
NET CHANGE IN CASH & CASH EQUIVALENT	4,913	(3,621)
CASH & CASH EQUIVALENTS AS AT BEGINNING OF PERIOD	16,150	15,990
CASH AND CASH EQUIVALENTS AS AT END OF THE PERIOD	<u>21,063</u>	<u>12,369</u>
CASH AND CASH EQUIVALENTS AS AT END OF THE PERIOD		
Deposit not pledged	17,408	9,992
Cash and bank balances	3,655	2,377
	<u>21,063</u>	<u>12,369</u>

The Condensed Consolidated Cashflow Statements should be read in conjunction with the Audited Financial Statement for the year ended 30 June 2008.

Note : The amount excluded deposits amounting to RM20,411 (30 June 2008 : RM21,334) that have been pledged to licensed banks to secure certain facilities issued by the licensed banks on behalf of the Company and of the subsidiaries.