



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008**

CONDENSED CONSOLIDATED INCOME STATEMENT

| | Individual Period | | Cumulative Period | |
|---|---|---|--|--|
| | Current quarter ended 31.12.2008 (RM'000) | Corresponding quarter ended 31.12.2007 (RM'000) | Current year-to-date ended 31.12.2008 (RM'000) | Corresponding year-to-date ended 31.12.2007 (RM'000) |
| 1 Revenue | 6,674 | 8,991 | 25,058 | 34,603 |
| 2 Cost of sales | (7,374) | (7,202) | (23,874) | (30,003) |
| 3 Gross profit | (700) | 1,789 | 1,184 | 4,600 |
| 4 Other income | 257 | 91 | 955 | 875 |
| 5 Other expenses | (6,287) | (6,765) | (12,470) | (13,511) |
| 6 Loss from operations | (6,730) | (4,885) | (10,331) | (8,036) |
| 7 Finance cost, net | (37) | (659) | (368) | (1,848) |
| 8 Loss before tax | (6,767) | (5,544) | (10,699) | (9,884) |
| 9 Taxation | 207 | 283 | (44) | - |
| 10 Loss for the period | (6,560) | (5,261) | (10,743) | (9,884) |
| Attributable to : | | | | |
| Equity holders of the parent | (6,560) | (5,261) | (10,743) | (9,884) |
| Minority Interest | - | - | - | - |
| | (6,560) | (5,261) | (10,743) | (9,884) |
| 11 Losses per share attributable to equity holders of the parent: | | | | |
| (i) Basic - based on ordinary shares (sen) | (11.17) | (19.49) | (18.29) | (36.63) |
| (ii) Fully diluted - based on ordinary shares (sen) | N/A* | N/A* | N/A* | N/A* |

* Fully diluted EPS is not calculated as the impact is anti-dilutive

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2007 and the accompanying explanatory notes attached to the Interim Financial Statements)



UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008

CONDENSED CONSOLIDATED BALANCE SHEET

| | (UNAUDITED) As at 31.12.2008 (RM'000) | (AUDITED) As at 31.12.2007 (RM'000) |
|--|--|--|
| ASSETS | | |
| Property, Plant and Equipment | 23,719 | 39,717 |
| Long Term Investments | 116 | 116 |
| Non-current Assets Held for Sale | 6,380 | - |
| Intangible Assets | 65 | 65 |
| | 30,280 | 39,898 |
| Current Assets | | |
| Inventories | 8,000 | 9,194 |
| Trade Debtors | 6,250 | 7,858 |
| Other Debtors, Deposits and Prepayments | 2,048 | 2,729 |
| Cash and Bank Balances | 1,752 | 33,461 |
| | 18,050 | 53,242 |
| TOTAL ASSETS | 48,330 | 93,140 |
| EQUITY and LIABILITIES | | |
| Equity Attributable to Equity Holders of the Parent | | |
| Share Capital | 58,726 | 58,726 |
| Reserves | | |
| Share Premium | - | - |
| Others | 393 | 501 |
| Retained Profits | (20,495) | (9,752) |
| | 38,624 | 49,475 |
| Minority Interest | | - |
| Total Equity | 38,624 | 49,475 |
| Non-Current Liabilities | | |
| Long Term Borrowings | 2,046 | 2,729 |
| Deferred Taxation | - | - |
| | 2,046 | 2,729 |
| Current Liabilities | | |
| Trade Payables | 3,785 | 5,951 |
| Other Payables | 2,939 | 10,380 |
| Short Term Borrowings | 636 | 24,219 |
| Provision for Taxation | 300 | 386 |
| | 7,660 | 40,936 |
| Total Liabilities | 9,706 | 43,665 |
| TOTAL EQUITY and LIABILITIES | 48,330 | 93,140 |
| Net Assets Per Share (RM) | 0.66 | 0.84 |
| Net Tangible Assets Per Share (RM) | 0.66 | 0.84 |

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2007 and the accompanying explanatory notes attached to the Interim Financial Statements)



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**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008**

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| | Attributable to Equity Holders of the Parent | | | Minority Interest RM | Total RM |
|---|--|------------------------------------|---------------------------|-------------------------|--------------|
| | Share Capital RM | Non-Distributable Reserve RM | Retained Profits RM | | |
| 12-MONTH PERIOD ENDED 31 DECEMBER 2008 | | | | | |
| Balance as at 1 January 2008 | 58,726,356 | 500,916 | (9,751,560) | - | 49,475,712 |
| Currency translation differences | - | (108,132) | - | - | (108,132) |
| Net loss for the period | - | - | (10,743,098) | - | (10,743,098) |
| Balance as at 31 December 2008 | 58,726,356 | 392,784 | (20,494,658) | - | 38,624,482 |
| 12-MONTH PERIOD ENDED 31 DECEMBER 2007 | | | | | |
| Balance as at 1 January 2007 | 58,726,357 | 10,380,339 | (38,223,251) | 133,145 | 31,016,590 |
| Currency translation differences | - | 104,178 | - | - | 104,178 |
| Capital reduction and consolidation | (29,363,179) | (8,860,072) | 38,223,251 | - | - |
| Transaction costs | - | (1,182,265) | - | - | (1,182,265) |
| Rights Issue | 29,363,178 | - | - | - | 29,363,178 |
| Deconsolidation of subsidiary | - | 58,736 | - | - | 58,736 |
| Purchase of minority interests' shares | - | - | 133,145 | (133,145) | - |
| Net loss for the period | - | - | (9,884,705) | - | (9,884,705) |
| Balance as at 31 December 2007 | 58,726,356 | 500,916 | (9,751,560) | - | 49,475,712 |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2007 and the accompanying explanatory notes attached to the Interim Financial Statements)



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**UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS
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CONDENSED CONSOLIDATED CASHFLOW STATEMENTS

| | Current year-to-date ended 31.12.2008 (RM'000) | Corresponding year-to-date ended 31.12.2007 (RM'000) |
|--|---|---|
| CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES | | |
| Loss before tax | (10,743) | (9,884) |
| Adjustment for : | | |
| Amortisation and depreciation of property, plant and equipment | 3,663 | 3,967 |
| Non-cash items | 5,544 | 5,076 |
| Operating Loss Before Working Capital Changes | (1,536) | (841) |
| Changes in working capital : | | |
| Net change in current assets | 3,483 | 6,965 |
| Net change in current liabilities | (5,138) | (7,405) |
| Net Cash From Operations | (3,191) | (1,281) |
| Income tax refund/(paid) | (395) | 515 |
| Interest paid | (424) | (1,852) |
| Net Cash Generated From /(Used In) Operating Activities | (4,010) | (2,618) |
| CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES | | |
| Equity investment | - | - |
| Other investment | 727 | 1,252 |
| Net Cash Generated From / (Used In) Investing Activities | 727 | 1,252 |
| CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES | | |
| Share issued | - | 29,363 |
| Repayment of borrowings, net | (20,655) | 1,057 |
| Net Cash Generated From / (Used In) Financing Activities | (20,655) | 30,420 |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | (23,938) | 29,054 |
| EFFECT OF EXCHANGE RATE CHANGES | - | 7 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD | 25,690 | (3,371) |
| CASH AND CASH EQUIVALENTS AT THE END OF PERIOD | 1,752 | 25,690 |
| CASH AND CASH EQUIVALENTS CARRIED FORWARD CONSIST OF : | | |
| Cash and bank balances | 1,752 | 5,256 |
| Deposit with licensed bank | - | 205 |
| Repo | - | 28,000 |
| Less : Excess share application monies | - | (4,160) |
| Less : Bank Overdraft | - | (3,611) |
| | 1,752 | 25,690 |

(The Condensed Consolidated Cashflow Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2007 and the accompanying explanatory notes attached to the Interim Financial Statements)