

APP INDUSTRIES BERHAD
 (Company No. 504718-U)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2005

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		30.09.2005	30.09.2004	30.09.2005	30.09.2004
		RM'000	RM'000	RM'000	RM'000
Revenue	14	3,964	5,014	21,308	31,668
Cost of sales		(3,708)	(4,980)	(16,901)	(24,182)
Gross profit		256	34	4,407	7,486
Other operating income		67	32	228	113
Operating expenses		(2,206)	(2,297)	(6,661)	(7,428)
Other operating expenses		(16)	(2)	(28)	(14)
Profit/(loss) from operations	14	(1,899)	(2,233)	(2,054)	157
Finance costs		(125)	(50)	(354)	(186)
Loss from operations	15	(2,024)	(2,283)	(2,408)	(29)
Taxation	18	318	627	291	(118)
Loss after taxation		(1,706)	(1,656)	(2,117)	(147)
Minority interests		0	0	0	0
Net loss for the period		(1,706)	(1,656)	(2,117)	(147)
Basic earnings/(loss) per ordinary share (sen)	26	(2.13)	(2.07)	(2.65)	(0.18)

(The Condensed Consolidated Income Statements should be read in conjunction with the
 Annual Audited Financial Report for the year ended 31 December 2004)

APP INDUSTRIES BERHAD
(Company No. 504718-U)
CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 30 SEPTEMBER 2005

	Note	AS AT END OF CURRENT QUARTER (Unaudited) 30.09.2005	AUDITED AS AT FINANCIAL YEAR ENDED 31.12.2004
		RM'000	RM'000
PROPERTY, PLANT AND EQUIPMENT		45,193	45,751
GOODWILL ON CONSOLIDATION		273	289
CURRENT ASSETS			
Inventories		12,012	10,171
Trade receivables		6,097	10,653
Other receivables and prepaid expenses		1,193	542
Tax recoverable		1,512	1,049
Deposits with financial institutions		-	50
Cash and bank balances		1,542	1,671
		<hr/>	<hr/>
Total Current Assets		22,356	24,136
CURRENT LIABILITIES			
Trade payables		1,819	2,612
Other payables and accrued expenses		2,216	4,153
Borrowings	22	3,056	4,186
Tax liabilities		130	-
		<hr/>	<hr/>
Total Current Liabilities		7,221	10,951
NET CURRENT ASSETS		15,135	13,185
		<hr/>	<hr/>
		60,601	59,225
		<hr/>	<hr/>
SHARE CAPITAL		40,000	40,000
RESERVES			
Share Premium		11,661	11,661
Retained (Loss)/Profit		(1,102)	1,015
		<hr/>	<hr/>
SHAREHOLDERS' EQUITY		50,559	52,676
LONG-TERM AND DEFERRED LIABILITIES			
Borrowings	22	4,756	997
Deferred tax liabilities		5,286	5,552
		<hr/>	<hr/>
Total Long-term Liabilities		10,042	6,549
		<hr/>	<hr/>
		60,601	59,225
		<hr/>	<hr/>
NET TANGIBLE ASSETS		50,286	52,387
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NET TANGIBLE ASSETS PER SHARE (RM)		0.629	0.655
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(The Condensed Consolidated Balance Sheet should be read in conjunction with the
Annual Audited Financial Report for the year ended 31 December 2004)

APP INDUSTRIES BERHAD

(Company No. 504718 U)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2005**

	Share Capital RM'000	Reserves		Total RM'000
		[Non-Distributable] Share Premium RM'000	[Distributable] Retained Profits/ (Accumulated losses) RM'000	
At 1 January 2004	40,000	11,661	1,854	53,515
Net loss for the period	0	0	(147)	(147)
Dividend payable	0	0	(1,152)	(1,152)
At 30 September 2004	<u>40,000</u>	<u>11,661</u>	<u>555</u>	<u>52,216</u>
At 1 January 2005	40,000	11,661	1,015	52,676
Net loss for the period	0	0	(2,117)	(2,117)
At 30 September 2005	<u>40,000</u>	<u>11,661</u>	<u>(1,102)</u>	<u>50,559</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the year ended 31 December 2004)

APP INDUSTRIES BERHAD
(Company No. 504718-U)
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2005

	CUMULATIVE PERIOD	
	30.09.2005	30.09.2004
	RM'000	RM'000
Net (loss)/profit before tax	(2,408)	(29)
Adjustment for non-cash flow:-		
Non-cash items	1,774	1,803
Non-operating items	238	134
Operating profit before changes in working capital	<u>(396)</u>	<u>1,908</u>
Changes in working capital		
Net changes in current assets	2,064	2,215
Net changes in current liabilities	<u>(2,730)</u>	<u>(611)</u>
Cash flows from operating activities	(1,062)	3,512
Tax paid	(307)	(953)
Net cash flows generated from operating activities	<u>(1,369)</u>	<u>2,559</u>
Investing Activities		
- Other investment	(1,119)	(3,394)
- Interest Received	34	52
Net cash flow generated from investing activities	(1,085)	(3,342)
Financing Activities		
- Interest paid	(354)	(186)
- Bank borrowings	3,415	549
Net cash flow generated from/(used in) financing activities	3,061	363
Net Changes in Cash & Cash Equivalents	607	(420)
Cash & Cash Equivalents at beginning of year	(1,344)	1,493
Cash & Cash Equivalents at end of period	<u>(737)</u>	<u>1,073</u>
Cash and cash equivalents at end of financial period comprise the following:		
Cash and bank balances	1,542	2,567
Less: Bank overdrafts (included within short term borrowings in Note 22.)	(2,279)	(1,494)
	<u>(737)</u>	<u>1,073</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Report for the year ended 31 December 2004)