

APP INDUSTRIES BERHAD
(Company No. 504718-U)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2008

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		30.09.2008	30.09.2007	30.09.2008	30.09.2007
		RM'000	RM'000	RM'000	RM'000
Revenue	14	3,282	4,308	11,857	19,888
Cost of sales		(2,645)	(2,714)	(9,293)	(15,811)
Gross profit/(loss)		637	1,594	2,564	4,077
Other operating income		306	195	860	985
Operating expenses		(2,592)	(1,843)	(6,094)	(6,398)
Other operating expenses		(254)	(138)	(829)	(976)
Finance costs		(162)	(210)	(519)	(583)
Loss before taxation	15	(2,065)	(402)	(4,018)	(2,895)
Taxation	18	44	213	94	272
Loss for the period		(2,021)	(189)	(3,924)	(2,623)
Attributable to:					
Equity holders of parent		(2,021)	(189)	(3,924)	(2,623)
Minority interest		-	-	-	-
		(2,021)	(189)	(3,924)	(2,623)
Earnings per share attributable to equity holders of the parent (Sen):	26	(2.296)	(0.237)	(4.459)	(3.278)

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements)

APP INDUSTRIES BERHAD
(Company No. 504718-U)
CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 30 SEPTEMBER 2008

	AS AT END OF CURRENT QUARTER 30.09.2008 (Unaudited)	AUDITED AS AT FINANCIAL YEAR ENDED 31.12.2007
Note	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	35,648	38,347
Goodwill on consolidation	2,657	2,657
Prepaid land lease payments	7,159	7,203
Deferred tax assets	1,374	1,371
	46,838	49,578
Current assets		
Inventories	11,208	11,576
Trade receivables	2,318	4,962
Other receivables and prepaid expenses	2,160	1,566
Tax recoverable	199	208
Deposits with financial institutions	-	100
Cash and bank balances	782	471
	16,667	18,883
TOTAL ASSETS	63,505	68,461
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	44,000	40,000
Share Premium	11,661	11,661
Other Reserves	2,226	1,971
Accumulated Loss	(14,652)	(10,728)
	43,235	42,904
Minority interest	-	-
Total equity	43,235	42,904
Non-current liabilities		
Borrowings	22 1,679	3,051
Deferred tax liabilities	4,235	4,308
	5,914	7,359
Current liabilities		
Borrowings	22 7,470	8,741
Trade payables	1,687	3,320
Other payables and accrued expenses	5,199	6,137
	14,356	18,198
Total liabilities	20,270	25,557
TOTAL EQUITY AND LIABILITIES	63,505	68,461

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements)

APP INDUSTRIES BERHAD

(Company No. 504718 U)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2008**

	Attributable to Equity Holders of the Parent				Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	Accumulated Losses RM'000	
At 1 January 2007	40,000	11,661	1,231	(7,124)	45,768
Foreign currency translation	-	-	6	-	6
Loss for the period	-	-	-	(2,623)	(2,623)
At 30 September 2007	<u>40,000</u>	<u>11,661</u>	<u>1,237</u>	<u>(9,747)</u>	<u>43,151</u>
At 1 January 2008	40,000	11,661	1,971	(10,728)	42,904
Issue of shares	4,000	-	-	-	4,000
Foreign currency translation	-	-	255	-	255
Loss for the period	-	-	-	(3,924)	(3,924)
At 30 September 2008	<u>44,000</u>	<u>11,661</u>	<u>2,226</u>	<u>(14,652)</u>	<u>43,235</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements)

APP INDUSTRIES BERHAD
(Company No. 504718-U)
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE 3rd QUARTER ENDED 30 SEPTEMBER 2008

CUMULATIVE PERIOD

	<u>30.09.2008</u>	<u>31.12.2007</u>
	RM'000	RM'000
Loss before tax	(4,018)	(3,570)
Adjustment for non-cash flow:-		
Non-cash items	2,776	2,401
Non-operating items	564	645
Operating loss before changes in working capital	<u>(678)</u>	<u>(524)</u>
Changes in working capital		
Net changes in current assets	2,417	1,135
Net changes in current liabilities	<u>(2,571)</u>	<u>(625)</u>
Cash flows used in operating activities	(832)	(14)
Interest paid	(519)	(810)
Income tax paid	(2)	(4)
Income tax refunded	30	474
Net cash flows used in operating activities	<u>(1,323)</u>	<u>(354)</u>
Investing Activities		
- Other investment	48	(143)
- Interest Received	18	30
Net cash flow generated from/(used in) investing activities	66	(113)
Financing Activities		
- Bank borrowings	(2,475)	(1,042)
- Issue of shares	4,000	-
Net cash flow generated from/(used in) financing activities	1,525	(1,042)
Net Changes in Cash & Cash Equivalents	268	(1,509)
Cash & Cash Equivalents at beginning of period/year	(3,666)	(2,167)
Effects of exchange rate changes	110	10
Cash & Cash Equivalents at end of period/year	<u>(3,288)</u>	<u>(3,666)</u>
Cash and cash equivalents at end of financial period comprise the following:		
Cash and bank balances	782	571
Less: Bank overdrafts (included within short term borrowings in Note 22)	<u>(4,070)</u>	<u>(4,237)</u>
	<u>(3,288)</u>	<u>(3,666)</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements)