

**D & O VENTURES BERHAD (645371-V)
CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2008**

	(UNAUDITED) As At 30 SEPTEMBER 2008 RM	(AUDITED) As At 31 DECEMBER 2007 RM
NON-CURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT	79,415,641	81,461,361
PREPAID LEASE PAYMENTS	4,277,695	4,316,123
INVESTMENT IN AN ASSOCIATE	70,422,182	70,241,108
OTHER INVESTMENTS	4,763,341	4,763,341
INTANGIBLE ASSETS	152,284	609,138
	<u>159,031,143</u>	<u>161,391,071</u>
CURRENT ASSETS		
INVENTORIES	10,166,135	13,365,218
TRADE RECEIVABLES	19,765,822	17,623,221
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	24,936,772	6,324,967
DEPOSIT WITH A LICENSED BANK	15,720,129	4,524,326
CASH AND BANK BALANCES	1,277,975	5,460,457
	<u>71,866,833</u>	<u>47,298,189</u>
TOTAL ASSETS	<u>230,897,976</u>	<u>208,689,260</u>
EQUITY		
EQUITY AND LIABILITIES		
SHARE CAPITAL	73,000,000	73,000,000
SHARE PREMIUM	26,947,810	26,947,810
RETAINED PROFIT	77,414,174	68,588,166
TOTAL EQUITY	<u>177,361,984</u>	<u>168,535,976</u>
NON-CURRENT AND DEFERRED LIABILITIES		
TERM LOANS	-	162,375
DEFERRED TAXATION	8,072,084	7,476,033
	<u>8,072,084</u>	<u>7,638,408</u>
CURRENT LIABILITIES		
TRADE PAYABLES	12,748,066	11,570,253
OTHER PAYABLES AND ACCRUALS	22,591,812	3,586,067
PROVISION FOR TAXATION	434,030	484,434
SHORT TERM BORROWINGS	9,690,000	16,874,122
	<u>45,463,908</u>	<u>32,514,876</u>
TOTAL LIABILITIES	53,535,992	40,153,284
TOTAL EQUITY AND LIABILITIES	<u>230,897,976</u>	<u>208,689,260</u>
NET ASSETS PER SHARE (SEN)	24.30	23.09

Note: This interim financial report 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.

D & O VENTURES BERHAD (645371-V)
CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2008

(The following financial results have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER ENDED	(RESTATED) PRECEDING YEAR CORRESPONDING QUARTER	CURRENT PERIOD TO-DATE	(RESTATED) PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
		30 SEPTEMBER 2007 RM		30 SEPTEMBER 2008 RM
	30 SEPTEMBER 2008 RM	30 SEPTEMBER 2007 RM	30 SEPTEMBER 2008 RM	30 SEPTEMBER 2007 RM
REVENUE	35,238,793	30,842,513	90,169,314	90,028,217
COST OF SALES	(26,103,600)	(21,564,247)	(64,571,656)	(64,524,929)
	9,135,193	9,278,266	25,597,658	25,503,288
ADMINISTRATIVE EXPENSES	(1,247,234)	(1,307,925)	(4,019,492)	(3,490,095)
SELLING AND DISTRIBUTION COST	(127,786)	(161,919)	(312,835)	(377,813)
PROFIT FROM OPERATIONS EXCLUDING FINANCE COSTS AND DEPRECIATION	7,760,173	7,808,422	21,265,331	21,635,380
OTHER INCOME	712,020	652,783	1,814,467	1,845,990
PROFIT BEFORE FINANCE COSTS, DEPRECIATION & INCOME TAX	8,472,193	8,461,205	23,079,798	23,481,370
FINANCE COST	(137,116)	(298,934)	(504,347)	(959,651)
DEPRECIATION	(2,762,485)	(2,406,950)	(8,100,221)	(7,071,647)
AMORTISATION OF PREPAID LEASE PAYMENT	(165,093)	(165,093)	(495,279)	(495,279)
PROFIT BEFORE TAXATION, MINORITY INTEREST AND EXTRAORDINARY ITEMS	5,407,499	5,590,228	13,979,951	14,954,793
SHARE OF (LOSS) / PROFIT OF AN ASSOCIATE	(876,878)	1,941,852	181,074	6,647,862
PROFIT BEFORE TAXATION (PBT)	4,530,621	7,532,080	14,161,025	21,602,655
TAXATION - GROUP	(947,461)	(289,075)	(1,685,017)	(1,510,622)
PROFIT AFTER TAXATION (PAT)	3,583,160	7,243,005	12,476,008	20,092,033
MINORITY INTEREST	-	-	-	-
PROFIT ATTRIBUTABLE TO SHAREHOLDERS	<u>3,583,160</u>	<u>7,243,005</u>	<u>12,476,008</u>	<u>20,092,033</u>
EARNINGS PER SHARE*				
Basic (Sen)	0.49	0.99	1.71	2.75
Diluted (Sen)	0.49	0.99	1.71	2.75

* Earnings per share is calculated based on the profit attributable to shareholders divided by the weighted average number of ordinary shares of RM0.10 each in issue during the period ended 30 September 2007 and 30 September 2008.

Disclosure of the Effects of the Equity Method:

	RM
Investment in an associate	
Authorised conversion value	66,000,000
Less: Balance as and when Dominant Semiconductors Sdn Bhd shall make call(s) therefor**	(9,900,000)
Unquoted shares in an associate at cost	56,100,000
Share of post-acquisition profit	14,322,182
	<u>70,422,182</u>
Represented by:	
Share of net assets	51,884,653
Goodwill on acquisition	18,537,529
	<u>70,422,182</u>

**The balance of RM9,900,000 or RM0.45 per Dominant Semiconductors Sdn Bhd Share shall become payable as and when Dominant Semiconductors Sdn Bhd shall call therefor in accordance with the Articles of Association of Dominant Semiconductors Sdn Bhd .

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D & O VENTURES BERHAD (645371-V)
CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2008

	(UNAUDITED) 9 MONTHS ENDED 30 SEPTEMBER 2008 RM	(RESTATED) (UNAUDITED) 9 MONTHS ENDED 30 SEPTEMBER 2007 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	14,161,025	21,602,655
Adjustments for:		
Gain on disposal of property, plant and equipment	(12,126)	(12,646)
Depreciation of property, plant and equipment	8,100,221	7,071,647
Amortisation of prepaid lease payment	38,427	38,427
Amortisation of research and development expenditure	456,852	456,852
Dividend income	(117,689)	(100,328)
Interest expense	413,823	843,840
Interest income	(198,581)	(224,947)
Share of profit of an associate	(181,074)	(6,647,862)
Operating profit before working capital changes	<u>22,660,878</u>	<u>23,027,638</u>
Changes in inventories	3,199,083	(310,431)
Changes in trade and other receivables	(20,754,407)	(4,503,442)
Changes in trade and other payables	<u>20,183,559</u>	<u>(2,608,345)</u>
CASH FROM OPERATIONS	25,289,113	15,605,420
Interest paid	(413,823)	(843,840)
Income tax paid	(1,139,370)	(761,046)
NET CASH FROM OPERATING ACTIVITIES	23,735,920	14,000,534
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest income	198,581	224,947
Dividend received	117,689	100,328
Investment in an associate	-	(4,400,000)
Investment in quoted shares	-	(344,646)
Investment in unquoted shares	-	-
Purchase of property, plant and equipment	(6,042,372)	(5,159,203)
Proceed from disposal of property, plant and equipment	-	303,718
NET CASH FOR INVESTING ACTIVITIES	(5,726,102)	(9,274,856)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(3,650,000)	(2,190,000)
Repayment of term loans	(614,020)	(526,621)
Repayment of hire purchase	(29,477)	(77,023)
Repayment of bankers acceptances	(6,703,000)	(7,051,000)
NET CASH FROM FINANCING ACTIVITIES	(10,996,497)	(9,844,644)
NET DECREASE IN CASH AND CASH EQUIVALENTS	7,013,321	(5,118,966)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR / PERIOD	9,984,783	13,136,389
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR / PERIOD	16,998,104	8,017,423

Note: This interim financial report 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.

D & O VENTURES BERHAD (645371-V)
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2008

(The following financial results have not been audited)

	Share Capital RM	Share Premium RM	Dividend Proposed RM	Retained Profit RM	Total RM
Balance at 31 December 2006 / 1 January 2007	73,000,000	26,947,810	2,190,000	42,820,306	144,958,116
Profit Attributable To Shareholders	-	-	-	20,092,033	20,092,033
Dividend Paid	-	-	(2,190,000)	-	(2,190,000)
Balance at 30 September 2007	<u>73,000,000</u>	<u>26,947,810</u>	<u>-</u>	<u>62,912,339</u>	<u>162,860,149</u>
Balance at 31 December 2007 / 1 January 2008	73,000,000	26,947,810	-	68,588,166	168,535,976
Profit Attributable To Shareholders	-	-	-	12,476,008	12,476,008
Dividend Paid	-	-	-	(3,650,000)	(3,650,000)
Balance at 30 September 2008	<u>73,000,000</u>	<u>26,947,810</u>	<u>-</u>	<u>77,414,174</u>	<u>177,361,984</u>

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