

**D & O VENTURES BERHAD (645371-V)**  
**CONSOLIDATED BALANCE SHEET**  
**AS AT 31 DECEMBER 2008**

	(UNAUDITED ) As At 31 DECEMBER 2008 RM	(AUDITED ) As At 31 DECEMBER 2007 RM
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT & EQUIPMENT	129,720,480	81,461,361
PREPAID LEASE PAYMENTS	4,264,886	4,316,123
INVESTMENT IN AN ASSOCIATE	-	70,241,108
OTHER INVESTMENTS	6,936,608	4,763,341
INTANGIBLE ASSETS	24,131,207	609,138
	<u>165,053,181</u>	<u>161,391,071</u>
<b>CURRENT ASSETS</b>		
INVENTORIES	62,658,802	13,365,218
TRADE RECEIVABLES	33,741,252	17,623,221
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	6,556,867	6,324,967
TAX REFUNDABLE	81,631	-
DEPOSIT WITH A LICENSED BANK	31,543,885	4,524,326
CASH AND BANK BALANCES	9,053,976	5,460,457
	<u>143,636,413</u>	<u>47,298,189</u>
<b>TOTAL ASSETS</b>	<u>308,689,594</u>	<u>208,689,260</u>
<b>EQUITY</b>		
<b>EQUITY AND LIABILITIES</b>		
SHARE CAPITAL	73,000,000	73,000,000
SHARE PREMIUM	26,947,810	26,947,810
RETAINED PROFIT	78,810,539	68,588,166
CURRENCIES RESERVES	(750,508)	-
<b>TOTAL EQUITY</b>	<u>178,007,841</u>	<u>168,535,976</u>
<b>MINORITY INTEREST</b>	46,491,417	-
<b>NON-CURRENT AND DEFERRED LIABILITIES</b>		
TERM LOANS	5,361,065	162,375
DEFERRED TAXATION	8,567,499	7,476,033
	<u>13,928,564</u>	<u>7,638,408</u>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	14,290,840	11,570,253
OTHER PAYABLES AND ACCRUALS	14,345,588	3,586,067
PROVISION FOR TAXATION	-	484,434
SHORT TERM BORROWINGS	29,142,702	16,874,122
BANK OVERDRAFT	12,482,642	-
	<u>70,261,772</u>	<u>32,514,876</u>
<b>TOTAL LIABILITIES</b>	84,190,336	40,153,284
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>308,689,594</u>	<u>208,689,260</u>
<b>NET ASSETS PER SHARE (SEN)</b>	24.38	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 31 DECEMBER 2008**

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	(UNAUDITED )	(UNAUDITED ) (RESTATED)	(UNAUDITED )	(AUDITED ) (RESTATED)
	CURRENT YEAR QUARTER ENDED	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO-DATE	PRECEDING YEAR CORRESPONDING YEAR TO-DATE
	31 DECEMBER 2008 RM	31 DECEMBER 2007 RM	31 DECEMBER 2008 RM	31 DECEMBER 2007 RM
REVENUE	18,102,025	31,870,020	108,271,339	121,898,237
COST OF SALES	(13,224,610)	(21,616,039)	(77,796,266)	(86,140,968)
	4,877,415	10,253,981	30,475,073	35,757,269
ADMINISTRATIVE EXPENSES	(614,643)	(2,310,272)	(4,634,135)	(5,800,367)
SELLING AND DISTRIBUTION COST	(84,414)	(110,487)	(397,249)	(488,300)
PROFIT FROM OPERATIONS EXCLUDING FINANCE COSTS AND DEPRECIATION	4,178,358	7,833,222	25,443,689	29,468,602
OTHER INCOME	842,346	610,632	2,656,813	2,456,622
PROFIT BEFORE FINANCE COSTS, DEPRECIATION & INCOME TAX	5,020,704	8,443,854	28,100,502	31,925,224
FINANCE COST	(135,312)	(256,015)	(639,659)	(1,215,666)
DEPRECIATION	(2,917,537)	(2,537,290)	(11,017,758)	(9,608,937)
AMORTISATION OF PREPAID LEASE PAYMENT	(165,093)	(165,093)	(660,372)	(660,372)
PROFIT BEFORE TAXATION, MINORITY INTEREST AND EXTRAORDINARY ITEMS	1,802,762	5,485,456	15,782,713	20,440,249
SHARE OF PROFIT OF AN ASSOCIATE	(12,486)	1,227,223	168,588	7,875,085
PROFIT BEFORE TAXATION (PBT)	1,790,276	6,712,679	15,951,301	28,315,334
TAXATION - GROUP	(425,549)	(1,036,852)	(2,110,566)	(2,547,474)
PROFIT AFTER TAXATION (PAT)	1,364,727	5,675,827	13,840,735	25,767,860
MINORITY INTEREST	31,638	-	31,638	-
PROFIT ATTRIBUTABLE TO SHAREHOLDERS	1,396,365	5,675,827	13,872,373	25,767,860
EARNINGS PER SHARE*				
Basic (Sen)	0.19	0.78	1.90	3.53
Diluted (Sen)	0.19	0.78	1.90	3.53

\* 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 year ended 31 December 2008 and 31 December 2007, respectively.

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**D & O VENTURES BERHAD (645371-V)**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2008**

	(UNAUDITED )	(AUDITED ) (RESTATED)
	12 MONTHS ENDED 31 DECEMBER 2008 RM	12 MONTHS ENDED 31 DECEMBER 2007 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	15,951,301	28,315,334
Adjustments for:		
Gain on disposal of property, plant and equipment	(12,126)	(12,647)
Depreciation of property, plant and equipment	11,017,758	9,608,937
Amortisation of prepaid lease payment	51,235	51,235
Amortisation of research and development expenditure	609,137	609,137
Dividend income	(195,113)	(163,696)
Interest expense	504,038	1,023,140
Interest income	(383,171)	(282,599)
Share of profit of an associate	(168,588)	(7,875,085)
Operating profit before working capital changes	<u>27,374,471</u>	<u>31,273,756</u>
Changes in inventories	4,507,947	(557,733)
Changes in trade and other receivables	3,922,965	(914,277)
Changes in trade and other payables	15,215,297	(2,630,127)
<b>CASH FROM OPERATIONS</b>	<u>51,020,680</u>	<u>27,171,619</u>
Interest paid	(504,038)	(1,023,140)
Income tax paid	(1,601,868)	(1,096,353)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u>48,914,774</u>	<u>25,052,126</u>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest income	383,171	282,599
Dividend received	195,113	163,696
Investment in an associate	-	(4,400,000)
Investment in quoted shares	-	(344,646)
Net cash outflow from acquisition	(11,476,567)	-
Purchase of property, plant and equipment	(8,255,044)	(10,146,007)
Proceed from disposal of property, plant and equipment	171,760	327,419
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<u>(18,981,567)</u>	<u>(14,116,939)</u>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Dividend paid	(3,650,000)	(2,190,000)
Repayment of term loans	(614,020)	(632,602)
Repayment of hire purchase	(29,477)	(106,191)
Repayment of bankers acceptances	(7,303,000)	(11,158,000)
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<u>(11,596,497)</u>	<u>(14,086,793)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	18,336,710	(3,151,606)
<b>CURRENCY TRANSLATION DIFFERENCES</b>	(206,274)	-
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<u>9,984,783</u>	<u>13,136,389</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	<u>28,115,219</u>	<u>9,984,783</u>

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 YEAR ENDED 31 DECEMBER 2008**

(The following financial results have not been audited)

	<b>Share Capital RM</b>	<b>Share Premium RM</b>	<b>Dividend Proposed RM</b>	<b>Translation Reserve RM</b>	<b>Retained Profit RM</b>	<b>Total RM</b>
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	-	-	-	-	25,767,860	25,767,860
Dividend Paid	-	-	(2,190,000)	-	-	(2,190,000)
Balance at 31 December 2007	<u>73,000,000</u>	<u>26,947,810</u>	<u>-</u>	<u>-</u>	<u>68,588,166</u>	<u>168,535,976</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	-	-	-	-	13,872,373	13,872,373
Currency Translation differences	-	-	-	(750,508)	-	(750,508)
Dividend Paid	-	-	-	-	(3,650,000)	(3,650,000)
Balance at 31 December 2008	<u>73,000,000</u>	<u>26,947,810</u>	<u>-</u>	<u>(750,508)</u>	<u>78,810,539</u>	<u>178,007,841</u>

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