

D & O VENTURES BERHAD (645371-V)
CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

| | INDIVIDUAL QUARTER 3 MONTHS ENDED | | CUMULATIVE QUARTER 9 MONTHS ENDED | |
|--|--|--|---|--|
| | (UNAUDITED) CURRENT YEAR QUARTER ENDED | (UNAUDITED) PRECEDING YEAR CORRESPONDING QUARTER | (UNAUDITED) CURRENT YEAR TO-DATE | (UNAUDITED) PRECEDING YEAR CORRESPONDING YEAR TO-DATE |
| | 30 SEPTEMBER 2009 | 30 SEPTEMBER 2008 | 30 SEPTEMBER 2009 | 30 SEPTEMBER 2008 |
| | RM | RM | RM | RM |
| REVENUE | 43,390,784 | 35,238,793 | 107,530,227 | 90,169,314 |
| COST OF SALES | (25,824,704) | (26,103,600) | (70,867,094) | (64,571,656) |
| | 17,566,080 | 9,135,193 | 36,663,133 | 25,597,658 |
| ADMINISTRATIVE EXPENSES | (5,978,197) | (1,209,933) | (16,265,582) | (3,499,820) |
| SELLING AND DISTRIBUTION COST | (1,547,353) | (127,786) | (4,479,678) | (312,835) |
| PROFIT FROM OPERATIONS EXCLUDING FINANCE COSTS AND DEPRECIATION | 10,040,530 | 7,797,474 | 15,917,873 | 21,785,003 |
| OTHER INCOME/(EXPENSE), NET | 8,431,339 | 674,719 | 13,668,940 | 1,294,795 |
| PROFIT BEFORE FINANCE COSTS, DEPRECIATION & INCOME TAX | 18,471,869 | 8,472,193 | 29,586,813 | 23,079,798 |
| FINANCE COST | (431,391) | (137,116) | (1,283,792) | (504,347) |
| DEPRECIATION | (5,113,821) | (2,762,485) | (15,076,633) | (8,100,221) |
| AMORTISATION OF PREPAID LEASE PAYMENT | (73,822) | (165,093) | (221,466) | (495,279) |
| PROFIT BEFORE TAXATION, MINORITY INTEREST AND EXTRAORDINARY ITEMS | 12,852,835 | 5,407,499 | 13,004,922 | 13,979,951 |
| SHARE OF PROFIT OF AN ASSOCIATE | - | (876,878) | - | 181,074 |
| PROFIT BEFORE TAXATION (PBT) | 12,852,835 | 4,530,621 | 13,004,922 | 14,161,025 |
| TAXATION - GROUP | (12,815) | (947,461) | (109,457) | (1,685,017) |
| PROFIT AFTER TAXATION (PAT) | 12,840,020 | 3,583,160 | 12,895,465 | 12,476,008 |
| MINORITY INTEREST | (9,650,792) | - | (6,948,257) | - |
| PROFIT ATTRIBUTABLE TO SHAREHOLDERS | <u>3,189,228</u> | <u>3,583,160</u> | <u>5,947,208</u> | <u>12,476,008</u> |
| EARNINGS PER SHARE* | | | | |
| Basic (Sen) | 0.44 | 0.49 | 0.81 | 1.71 |
| Diluted (Sen) | 0.44 | 0.49 | 0.81 | 1.71 |

* 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 period ended 30 September 2009, respectively.

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

D & O VENTURES BERHAD (645371-V)
CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

| | (UNAUDITED) 9 MONTHS ENDED 30 SEPTEMBER 2009 RM | (UNAUDITED) 9 MONTHS ENDED 30 SEPTEMBER 2008 RM |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 13,004,922 | 14,161,025 |
| Adjustments for: | | |
| Property, plant and equipment written off | 854,170 | - |
| Gain on disposal of property, plant and equipment | - | (12,126) |
| Depreciation of property, plant and equipment | 15,076,633 | 8,100,221 |
| Amortisation of prepaid land lease payments | 38,428 | 38,427 |
| Amortisation of intangible asset | 183,038 | 456,852 |
| Bad debts | 727,219 | - |
| Deposits written off | 205,227 | - |
| Dividend income | (793,650) | (117,689) |
| Interest expense | 1,138,434 | 413,823 |
| Interest income | (61,907) | (198,581) |
| Share of profit of an associate | - | (181,074) |
| Operating profit before working capital changes | 30,372,514 | 22,660,878 |
| (Increase)/decrease in inventories | (9,088,397) | 3,199,083 |
| Decrease/(increase) in trade and other receivables | 2,118,968 | (20,754,407) |
| Increase in trade and other payables | 28,296,073 | 20,183,559 |
| CASH FROM OPERATIONS | 51,699,158 | 25,289,113 |
| Interest paid | (1,138,434) | (413,823) |
| Income tax paid | (862,079) | (1,139,370) |
| NET CASH FROM OPERATING ACTIVITIES | 49,698,645 | 23,735,920 |
| CASH FLOWS FOR INVESTING ACTIVITIES | | |
| Interest income | 61,907 | 198,581 |
| Dividend received | 793,650 | 117,689 |
| Investment in quoted shares | (39,998,368) | - |
| Investment in unquoted shares | (694,848) | - |
| Purchase of property, plant and equipment | (15,753,460) | (6,042,372) |
| Shares issued to minority shareholders by subsidiaries | 5,273,980 | - |
| NET CASH FOR INVESTING ACTIVITIES | (50,317,139) | (5,726,102) |
| CASH FLOWS FOR FINANCING ACTIVITIES | | |
| Dividend paid | (2,555,000) | (3,650,000) |
| Drawdown/(Repayment) of term loans | 5,172,000 | (614,020) |
| Repayment of hire purchase | - | (29,477) |
| Repayment of bankers acceptances | (18,177,267) | (6,703,000) |
| NET CASH FOR FINANCING ACTIVITIES | (15,560,267) | (10,996,497) |
| NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS | (16,178,761) | 7,013,321 |
| CURRENCY TRANSLATION DIFFERENCE | 1,261,374 | - |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD | 28,115,219 | 9,984,783 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 13,197,832 | 16,998,104 |

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

D & O VENTURES BERHAD (645371-V)
CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2009

| | (UNAUDITED) As At 30 SEPTEMBER 2009 RM | (AUDITED) As At 31 DECEMBER 2008 RM |
|---|--|---|
| NON-CURRENT ASSETS | | |
| PROPERTY, PLANT & EQUIPMENT | 129,505,328 | 129,698,014 |
| PREPAID LEASE PAYMENTS | 4,226,458 | 4,264,886 |
| OTHER INVESTMENTS | 3,269,515 | 2,574,667 |
| INTANGIBLE ASSETS | 28,173,516 | 24,132,223 |
| | <u>165,174,817</u> | <u>160,669,790</u> |
| CURRENT ASSETS | | |
| INVENTORIES | 71,747,200 | 62,658,803 |
| TRADE RECEIVABLES | 26,812,945 | 33,741,252 |
| OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS | 10,433,760 | 6,556,867 |
| TAX REFUNDABLE | 834,253 | 81,631 |
| INVESTMENT IN MARKETABLE SECURITIES | 44,360,309 | 4,361,941 |
| DEPOSITS WITH FINANCIAL INSTITUTION | 11,751,163 | 31,543,885 |
| CASH AND BANK BALANCES | 17,345,248 | 9,053,976 |
| | <u>183,284,878</u> | <u>147,998,355</u> |
| TOTAL ASSETS | <u>348,459,695</u> | <u>308,668,145</u> |
| EQUITY | | |
| EQUITY AND LIABILITIES | | |
| SHARE CAPITAL | 73,000,000 | 73,000,000 |
| SHARE PREMIUM | 26,947,810 | 26,947,810 |
| RESERVES | 82,056,728 | 78,053,453 |
| TOTAL EQUITY | <u>182,004,538</u> | <u>178,001,263</u> |
| MINORITY INTEREST | 63,561,062 | 46,479,530 |
| NON-CURRENT AND DEFERRED LIABILITIES | | |
| LONG-TERM BORROWINGS | 8,110,121 | 5,361,065 |
| DEFERRED TAXATION | 8,567,499 | 8,567,499 |
| | <u>16,677,620</u> | <u>13,928,564</u> |
| CURRENT LIABILITIES | | |
| TRADE PAYABLES | 32,894,226 | 14,290,840 |
| OTHER PAYABLES AND ACCRUALS | 23,963,125 | 14,342,604 |
| PROVISION FOR TAXATION | 72,166 | - |
| SHORT-TERM BORROWINGS | 13,388,379 | 29,142,702 |
| BANK OVERDRAFTS | 15,898,579 | 12,482,642 |
| | <u>86,216,475</u> | <u>70,258,788</u> |
| TOTAL LIABILITIES | 102,894,095 | 84,187,352 |
| TOTAL EQUITY AND LIABILITIES | <u>348,459,695</u> | <u>308,668,145</u> |
| NET ASSETS PER SHARE (SEN) | 24.93 | 24.38 |

Note: This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2008 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 2009

(The following financial results have not been audited)

| | Share Capital RM | Share Premium RM | Translation Reserve RM | Retained Profit RM | Total RM | Minority Interests RM | Total RM |
|--|---------------------------------|---------------------------------|---------------------------------------|-----------------------------------|---------------------|--------------------------------------|---------------------|
| Balance at 31 December 2007 / 1 January 2008 | 73,000,000 | 26,947,810 | - | 68,588,166 | 168,535,976 | - | 168,535,976 |
| Profit Attributable To Shareholders | - | - | - | 12,476,008 | 12,476,008 | - | 12,476,008 |
| Dividend Paid | - | - | - | (3,650,000) | (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> | <u>-</u> | <u>177,361,984</u> |
| Balance at 31 December 2008 / 1 January 2009 | 73,000,000 | 26,947,810 | (719,026) | 78,772,479 | 178,001,263 | 46,479,530 | 224,480,793 |
| Profit Attributable To Shareholders | - | - | - | 5,947,208 | 5,947,208 | 6,948,257 | 12,895,465 |
| Dividend Paid | - | - | - | (2,555,000) | (2,555,000) | - | (2,555,000) |
| Currency Translation differences | - | - | 611,067 | - | 611,067 | 10,133,275 | 10,744,342 |
| Balance at 30 September 2009 | <u>73,000,000</u> | <u>26,947,810</u> | <u>(107,959)</u> | <u>82,164,687</u> | <u>182,004,538</u> | <u>63,561,062</u> | <u>245,565,600</u> |

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