

TAFI INDUSTRIES BERHAD
(Company No. 640935-P)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2008
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.08	Preceding Year Corresponding Quarter 30.06.07	Current Year To Date 30.06.08	Preceding Year Corresponding Period 30.06.07
	RM'000	RM'000	RM'000	RM'000
Revenue	17,580	11,562	31,002	26,719
Cost of sales	(13,211)	(8,349)	(23,490)	(19,853)
Gross profit	<u>4,369</u>	<u>3,213</u>	<u>7,512</u>	<u>6,866</u>
Operating expenses	(2,435)	(1,902)	(4,623)	(3,833)
Other income/(charge)	142	15	375	(69)
Profit from operations	<u>2,076</u>	<u>1,326</u>	<u>3,264</u>	<u>2,964</u>
Finance cost	-	-	-	(1)
Interest income	217	188	405	331
Profit before taxation	<u>2,293</u>	<u>1,514</u>	<u>3,669</u>	<u>3,294</u>
Taxation	(431)	(140)	(720)	(318)
Profit for the period	<u><u>1,862</u></u>	<u><u>1,374</u></u>	<u><u>2,949</u></u>	<u><u>2,976</u></u>
Attributable to: Equity holders of the parent	<u><u>1,862</u></u>	<u><u>1,374</u></u>	<u><u>2,949</u></u>	<u><u>2,976</u></u>
Earnings per share (sen)				
- Basic	<u><u>2.37</u></u>	<u><u>1.74</u></u>	<u><u>3.75</u></u>	<u><u>3.77</u></u>
- Diluted	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

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

TAFI INDUSTRIES BERHAD
(Company No. 640935-P)

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2008
(The figures have not been audited)

	As At End Of Current Quarter 30.06.08 RM'000	As At Preceding Financial Year Ended 31.12.2007 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	19,840	19,720
Investment property	1,380	1,380
Prepaid lease payment on long leasehold land	862	884
Total non-current assets	<u>22,082</u>	<u>21,984</u>
Current assets		
Inventories	7,014	5,180
Trade receivables	8,989	10,274
Other receivables	1,503	1,527
Fixed deposits, cash and bank balances	25,889	25,391
	<u>43,395</u>	<u>42,372</u>
TOTAL ASSETS	<u>65,477</u>	<u>64,356</u>
EQUITY AND LIABILITIES		
Equity - attributable to equity holders of the parent		
Share capital	40,000	40,000
Share premium	2,809	2,809
Treasury shares, at cost	(689)	(611)
Retained profits	15,715	12,766
Total equity	<u>57,835</u>	<u>54,964</u>
Non-current liabilities		
Deferred taxation	1,274	1,162
Current liabilities		
Trade payables	4,729	4,085
Other payables	1,623	3,272
Dividend payable	-	873
Provision for taxation	16	-
	<u>6,368</u>	<u>8,230</u>
Total liabilities	<u>7,642</u>	<u>9,392</u>
TOTAL EQUITY AND LIABILITIES	<u>65,477</u>	<u>64,356</u>
Net assets per share attributable to equity holders of the parent (RM)	0.74	0.70

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

TAFI INDUSTRIES BERHAD
(Company No. 640935-P)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2008
(The figures have not been audited)

	Current Financial period ended 30.06.08	Preceding Year Corresponding Period 30.06.07
	RM'000	RM'000
Cash flows from/(used in) operating activities		
Profit before tax	3,669	3,295
Adjustments for:		
Non-cash & non-operating items	198	244
Operating profit before working capital changes	<u>3,867</u>	<u>3,539</u>
(Increase) / Decrease in working capital		
Inventories	(1,834)	2,093
Trade and other receivables	1,232	1,381
Trade and other payable	(982)	(3,098)
Cash generated from operations	<u>2,283</u>	<u>3,915</u>
Tax paid	(539)	(273)
Interest paid	-	(1)
Net cash from operating activities	<u>1,744</u>	<u>3,641</u>
Cash flows from/(used in) investing activities		
Proceeds from disposal of property, plant and equipment	813	29
Interest received	405	331
Purchase of property, plant and equipment	(1,514)	(257)
Net cash from/(used in) investing activities	<u>(296)</u>	<u>103</u>
Cash flows from/(used in) financing activities		
Share buy back	(78)	(127)
Dividend paid	(873)	(1,185)
Net cash used in financing activities	<u>(951)</u>	<u>(1,312)</u>
Net increase in cash and cash equivalents	497	2,432
Cash and cash equivalents at beginning of period	24,342	18,323
Cash and cash equivalents at end of the period	<u>24,839</u>	<u>20,755</u>
Cash and cash equivalents at end of the period comprise:		
Cash and bank balances	3,558	862
Deposits in the licensed bank	22,331	20,905
	<u>25,889</u>	<u>21,767</u>
Less : Fixed deposits pledged to licensed bank	(1,050)	(1,012)
	<u>24,839</u>	<u>20,755</u>

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

TAFI INDUSTRIES BERHAD
(Company No. 640935-P)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2008
(The figures have not been audited)

	<u>Attributable to equity holders of the parent</u>				Total Equity
	Non-Distributable		Distributable		
	Share Capital	Share Premium	Treasury Shares	Retained Profits	
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2007	40,000	2,809	(453)	8,278	50,634
Profit for the period	-	-	-	6,223	6,223
Dividend	-	-	-	(1,735)	(1,735)
Shares repurchased	-	-	(158)	-	(158)
At 31 December 2007	<u>40,000</u>	<u>2,809</u>	<u>(611)</u>	<u>12,766</u>	<u>54,964</u>
At 1 January 2008	40,000	2,809	(611)	12,766	54,964
Profit for the period	-	-	-	2,949	2,949
Shares repurchased	-	-	(78)	-	(78)
At 30 June 2008	<u>40,000</u>	<u>2,809</u>	<u>(689)</u>	<u>15,715</u>	<u>57,835</u>

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