

Company No: 633621-X

A-RANK BERHAD

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS

FOR THE QUARTER ENDED 31 OCTOBER 2006

(The figures have not been audited)

	Current quarter ended 31-Oct-06 RM'000	Comparative quarter ended 31-Oct-05 RM'000	3 months cumulative 31-Oct-06 RM'000	3 months cumulative 31-Oct-05 RM'000
Revenue	71,547	49,935	71,547	49,935
Cost of sales	<u>(67,804)</u>	<u>(46,738)</u>	<u>(67,804)</u>	<u>(46,738)</u>
Gross profit	3,743	3,197	3,743	3,197
Other operating income	11	170	11	170
Selling and distribution expenses	(240)	(130)	(240)	(130)
Administrative expenses	(796)	(514)	(796)	(514)
Other operating expenses	<u>(70)</u>	<u>(80)</u>	<u>(70)</u>	<u>(80)</u>
Profit from operations	2,648	2,643	2,648	2,643
Finance costs	<u>(489)</u>	<u>(139)</u>	<u>(489)</u>	<u>(139)</u>
Profit before tax	2,159	2,504	2,159	2,504
Tax expense	<u>(225)</u>	<u>(408)</u>	<u>(225)</u>	<u>(408)</u>
Net profit attributable to shareholders	<u>1,934</u>	<u>2,096</u>	<u>1,934</u>	<u>2,096</u>
Basic earnings per share (sen)	2.42	2.62	2.42	2.62
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The condensed consolidated income statements should be read in conjunction with the audited financial statements of A-Rank Berhad for the financial year ended 31 July 2006.

Company No: 633621-X

A-RANK BERHAD
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**CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 31 OCTOBER 2006**

(The figures have not been audited)

	As at 31-Oct-06 RM'000	As at 31-Jul-06 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	49,863	49,342
Current assets		
Inventories	25,210	16,875
Trade receivables	30,687	32,507
Deposits and prepayments	442	1,206
Cash and bank balances	1,465	2,621
	<u>57,804</u>	<u>53,209</u>
TOTAL ASSETS	<u><u>107,667</u></u>	<u><u>102,551</u></u>
EQUITY AND LIABILITIES		
Share capital	40,000	40,000
Share premium	716	716
Retained profits	12,637	10,703
Total equity	<u>53,353</u>	<u>51,419</u>
Non-current liabilities		
Bank borrowings	3,361	1,275
Deferred tax liabilities	3,901	3,814
	<u>7,262</u>	<u>5,089</u>
Current liabilities		
Trade payables	5,861	9,274
Other payables and accruals	4,111	4,874
Bank borrowings	37,051	31,890
Tax liabilities	29	5
	<u>47,052</u>	<u>46,043</u>
Total liabilities	<u>54,314</u>	<u>51,132</u>
TOTAL EQUITY AND LIABILITIES	<u><u>107,667</u></u>	<u><u>102,551</u></u>
	RM	RM
Net assets per share based on 80,000,000 ordinary shares of RM0.50 each	<u><u>0.67</u></u>	<u><u>0.64</u></u>

These condensed consolidated balance sheets should be read in conjunction with the audited financial statements of A-Rank Berhad for the financial year ended 31 July 2006.

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A-RANK BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 OCTOBER 2006

(The figures have not been audited)

	Share Capital RM'000	Share Premium RM'000	Negative Goodwill RM'000	Retained Profit RM'000	Total RM'000
Balance as at 1 Aug 2005	40,000	716	1,583	5,079	47,378
Net profit for the financial period	-	-	-	2,096	2,096
Balance as at 31 Oct 2005	<u>40,000</u>	<u>716</u>	<u>1,583</u>	<u>7,175</u>	<u>49,474</u>
Balance as at 1 Aug 2006					
As previous stated	40,000	716	1,583	9,120	51,419
Effect of adopted FRS 3	-	-	(1,583)	1,583	-
Restated	<u>40,000</u>	<u>716</u>	<u>-</u>	<u>10,703</u>	<u>51,419</u>
Net profit for the financial period	-	-	-	1,934	1,934
Balance as at 31 Oct 2006	<u>40,000</u>	<u>716</u>	<u>-</u>	<u>12,637</u>	<u>53,353</u>

These consolidated statement of changes in equity should be read in conjunction with the audited financial statements of A-Rank Berhad for the financial year ended 31 July 2006.

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A-RANK BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 31 OCTOBER 2006

(The figures have not been audited)

	3 months period ended 31-Oct-06 RM'000	3 months period ended 31-Oct-05 RM'000
Cash flows from operating activities		
Profit before tax	2,159	2,504
Adjustments for:		
Non-cash items	3,678	763
Non-operating expenses	478	134
Operating profit before working capital changes	<u>6,315</u>	<u>3,401</u>
Changes in working capital		
Inventories	(8,335)	(740)
Trade and other receivables	2,584	(4,148)
Trade and other payables	(4,176)	437
Cash used in operations	<u>(3,612)</u>	<u>(1,050)</u>
Interest paid	(48)	(1)
Tax paid	(114)	(119)
Net cash used in operating activities	<u>(3,774)</u>	<u>(1,170)</u>
Cash flows from investing activities		
Interest received	11	5
Purchase of property, plant and equipment	(4,199)	(1,561)
Net cash used in investing activities	<u>(4,188)</u>	<u>(1,556)</u>
Cash flows from financing activities		
Net movements in bank borrowings	6,338	2,517
Interest paid	(441)	(138)
Net cash from financing activities	<u>5,897</u>	<u>2,379</u>
Net decrease in cash and cash equivalents	(2,065)	(347)
Cash and cash equivalents at beginning of financial period	1,972	1,467
Cash and cash equivalents at end of financial period	<u><u>(93)</u></u>	<u><u>1,120</u></u>
Cash and cash equivalents at end of financial period comprise of :		
Cash and bank balances	1,465	1,120
Bank overdraft	(1,558)	-
	<u><u>(93)</u></u>	<u><u>1,120</u></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements of A-Rank Berhad for the financial year ended 31 July 2006.