

UMS-NEIKEN GROUP BERHAD (650473-V)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**For The Fourth Quarter Ended 31 December 2007**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year Quarter 31 Dec 2007 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Dec 2006 RM'000 (unaudited)	Current Year To date 31 Dec 2007 RM'000 (unaudited)	Preceding Year Corresponding Period 31 Dec 2006 RM'000 (unaudited)
Revenue		29,117	21,536	106,538	90,719
Cost of sales		(26,551)	(17,770)	(92,322)	(74,984)
Gross profit		2,566	3,766	14,216	15,735
Other income		544	672	1,142	1,722
Selling and distribution expenses		(447)	(819)	(3,300)	(2,806)
Administrative expenses		(2,143)	(600)	(5,249)	(3,062)
Other operating expenses		(758)	(324)	(1,154)	(1,166)
Finance costs		(333)	(333)	(1,311)	(1,197)
Share of associate profit/(loss)		34	(18)	60	(18)
Profit/(loss) before taxation		(537)	2,344	4,404	9,208
Income tax expense	B5	75	(657)	(1,087)	(2,171)
Profit/(loss) after taxation		(462)	1,687	3,317	7,037
ATTRIBUTABLE TO:					
Equity holders of the parent		(462)	1,687	3,317	7,037
Minority interests		-	-	-	-
Profit after taxation		(462)	1,687	3,317	7,037
Earnings per share (sen):					
Basic	B13	(0.58)	2.11	4.15	9.23
Diluted		N/A	N/A	N/A	N/A

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 31 December 2007. The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

UMS-NEIKEN GROUP BERHAD (650473-V)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
For The Fourth Quarter Ended 31 December 2007

	Note	As at end of current year quarter ended 31 Dec 2007 RM'000 (Unaudited)	Audited 31 Dec 06 RM'000 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Investment in associates		156	96
Property, plant and equipment		18,165	16,966
Investment in shares		-	3
Development expenditure		952	1,075
Prepaid lease rental		554	671
		<u>19,827</u>	<u>18,811</u>
CURRENT ASSETS			
Inventories		22,252	18,624
Trade receivables		28,566	22,227
Other receivables, prepayments and deposits		2,306	2,195
Amount owing by associates		901	543
Amount owing by related parties		4,537	6,721
Tax recoverable		1,742	316
Fixed deposits with licensed banks		1,070	3,274
Cash and bank balances		6,200	780
		<u>67,574</u>	<u>54,680</u>
TOTAL ASSETS		<u>87,401</u>	<u>73,491</u>
EQUITY AND LIABILITIES			
Share capital		40,000	40,000
Share premium		1,531	1,531
Other reserve		92	92
Exchange fluctuation reserve		(1,296)	(552)
Retained profits		8,190	8,260
		<u>48,517</u>	<u>49,331</u>
Minority interest		*	-
TOTAL EQUITY		<u>48,517</u>	<u>49,331</u>
NON-CURRENT AND DEFERRED LIABILITIES			
Term loans		-	-
Deferred taxation		1,674	1,679
		<u>1,674</u>	<u>1,679</u>
CURRENT LIABILITIES			
Trade payables		8,152	2,827
Other payables and accruals		1,996	952
Amount owing to related parties		1,445	3,071
Short-term borrowings	B9	22,277	12,803
Bank overdrafts	B9	2,233	2,366
Provision for taxation		1,107	462
		<u>37,210</u>	<u>22,481</u>
TOTAL LIABILITIES		<u>38,884</u>	<u>24,160</u>
TOTAL EQUITY AND LIABILITIES		<u>87,401</u>	<u>73,491</u>
Net Assets per share based on number of shares in issue (RM)		<u>0.61</u>	<u>0.62</u>

Note:

* This represent minority interest of RM11 held by third party.

UMS-NEIKEN GROUP BERHAD (650473-V)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Fourth Quarter Ended 31 December 2007

	Attributable to Equity Holders of the Company				Distributable		Total RM'000	
	Share Capital RM'000	Share Premium RM'000	Other Reserve RM'000	Exchange Fluctuation Reserve RM'000	Negative Goodwill On Consolidation RM'000	Retained profits RM'000		Minority interest RM'000
12 months period ended 31 December 2006								
At 1 January 2006 (as previously reported)	33,393	-	-	62	923	283	-	34,661
Effects of adopting FRS 3	-	-	-	-	(923)	923	-	-
At 1 January 2006 (as previously reported)	33,393	-	-	62	-	1,206	-	34,661
New ordinary shares issuance pursuant to:-	1,857	-	-	-	-	-	-	1,857
- Right issue	4,750	2,850	-	-	-	-	-	7,600
- Public issue	-	-	-	-	-	-	-	-
Share-based payment under ESOS	-	-	92	-	-	-	-	92
Profit for the financial period	-	-	-	-	-	7,037	-	7,037
Listing expenses	-	(1,319)	-	-	-	-	-	(1,319)
Net loss not recognised in the income statement - foreign exchange difference	-	-	-	(614)	-	-	-	(614)
At 31 December 2006	40,000	1,531	92	(552)	-	8,243	-	49,314
12 months period ended 31 December 2007								
At 1 January 2007	40,000	1,531	92	(552)	-	8,260	-	49,331
Net loss not recognised in the income statement - foreign exchange difference	-	-	-	(744)	-	-	-	(744)
Profit for the financial period	-	-	-	-	-	3,317	-	3,317
Dividend paid	-	-	-	-	-	(3,387)	-	(3,387)
At 31 December 2007	40,000	1,531	92	(1,296)	-	8,190	*	48,517

The unaudited Condensed Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

Notes

* This represent minority interest of RM11 held by third party.

UMS-NEIKEN GROUP BERHAD (650473-V)
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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For The Fourth Quarter Ended 31 December 2007

	Note	Current Year Quarter 31 Dec 2007 RM'000 (unaudited)	Preceding Year Corresponding Quarter 31 Dec 2006 RM'000 (unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		4,404	9,208
Adjustments for:			
Allowance for doubtful debts		68	-
Writeback of doubtful debts		-	(3)
Amortisation of development expenditure		434	179
Depreciation of property, plant and equipment		2,331	1,555
Bad Debts written off		-	21
Gain on disposal of property, plant and equipment		(464)	(293)
Loss on disposal of quoted shares		(2)	-
Amortisation of prepaid lease rental		117	-
Interest expense		1,310	1,193
Interest income		(69)	(125)
Share of (profit)/loss of an associate		(59)	18
Operating profit before working capital changes		<u>8,070</u>	<u>11,753</u>
Inventories		(3,628)	(2,741)
Receivables		(6,518)	1,295
Payables		<u>6,375</u>	<u>(424)</u>
Cash from operations		4,299	9,883
Interest paid		(1,310)	(1,193)
Tax paid		<u>(1,875)</u>	<u>(2,223)</u>
Net cash from operating activities		<u>1,114</u>	<u>6,467</u>
CASH FLOWS FOR INVESTING ACTIVITIES			
Advances to associates		(358)	(145)
Development expenditure incurred		(311)	(358)
Interest received		69	125
Purchase of property, plant and equipment and prepaid lease		(3,968)	(3,111)
Proceeds from disposal of equipment		1,373	347
Proceed from disposal of quoted shares		1	-
Repayment by intermediate holding company		-	1,816
Repayment by related companies		-	2,301
Advances from/(Repayments to) related parties		<u>2,184</u>	<u>(4,054)</u>
Net cash for investing activities		<u>(1,010)</u>	<u>(3,079)</u>
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES			
Dividends paid		(3,387)	(1,440)
Net drawdown/(repayment) of bills payables		9,261	(11,204)
Repayments to related parties		(1,626)	-
Repayment of HP instalments		(259)	-
Proceeds from issuance of shares		-	9,457
Listing expenses		-	(1,319)
Net cash from/(for) financing activities		<u>3,989</u>	<u>(4,506)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		4,093	(1,118)
EFFECTS OF CHANGES IN FOREIGN EXCHANGE		(744)	(293)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER		<u>1,688</u>	<u>3,099</u>
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	A16	<u>5,037</u>	<u>1,688</u>

Note:

This is prepared based on the consolidated results of the Group for the financial year ended 31 December 2007. The unaudited Condensed Cash Flow Statement should be read in conjunction with the Group's Audited Financial Statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.