

**UMS-NEIKEN GROUP BERHAD (650473-V)**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**  
For The Third Quarter Ended 30 September 2008

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year 30 Sep 2008 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Sep 2007 RM'000 (unaudited)	Current Year To date 30 Sep 2008 RM'000 (unaudited)	Preceding Year Corresponding Period 30 Sep 2007 RM'000 (unaudited)
Revenue		28,497	26,557	77,884	77,421
Cost of sales		(24,415)	(23,364)	(65,938)	(65,771)
Gross profit		4,082	3,193	11,946	11,650
Other income		823	553	1,628	598
Selling and distribution expenses		(919)	(1,012)	(3,050)	(3,106)
Administrative expenses		(951)	(1,187)	(2,762)	(2,853)
Other operating expenses		(720)	(150)	(1,695)	(396)
Finance costs		(378)	(272)	(1,077)	(978)
Share of associate profit		1	12	7	26
<b>Profit before taxation</b>		<b>1,938</b>	<b>1,137</b>	<b>4,997</b>	<b>4,941</b>
Income tax expense	B5	(487)	(179)	(1,249)	(1,162)
<b>Profit after taxation</b>		<b>1,451</b>	<b>958</b>	<b>3,748</b>	<b>3,779</b>
ATTRIBUTABLE TO:					
Equity holders of the parent		1,451	958	3,748	3,779
Minority interests		-	-	-	-
<b>Profit after taxation</b>		<b>1,451</b>	<b>958</b>	<b>3,748</b>	<b>3,779</b>
<b>Earnings per share (sen):</b>					
Basic	B13	<b>1.81</b>	<b>1.20</b>	<b>4.69</b>	<b>4.72</b>
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 30 September 2008. 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 2007 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**  
As at 30 September 2008

	Note	As at end of current year quarter ended 30 Sep 2008 RM'000 (Unaudited)	Audited 31 Dec 07 RM'000 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Investment in associates		168	155
Property, plant and equipment		19,162	18,650
Investment in shares		-	-
Development expenditure		887	952
Prepaid lease rental		568	554
		<u>20,785</u>	<u>20,311</u>
<b>CURRENT ASSETS</b>			
Inventories		25,968	22,572
Trade receivables		33,747	28,634
Other receivables, prepayments and deposits		2,728	2,079
Amount owing by associates		1,069	901
Amount owing by related parties		6,772	4,215
Tax recoverable		538	853
Fixed deposits with licensed banks		631	1,070
Cash and bank balances		3,356	6,200
		<u>74,809</u>	<u>66,524</u>
<b>TOTAL ASSETS</b>		<u>95,594</u>	<u>86,835</u>
<b>EQUITY AND LIABILITIES</b>			
Share capital		40,000	40,000
Share premium		1,531	1,531
Other reserve		92	92
Exchange fluctuation reserve		(720)	(1,271)
Retained profits		11,056	8,137
<b>TOTAL EQUITY</b>		<u>51,959</u>	<u>48,489</u>
<b>NON-CURRENT AND DEFERRED LIABILITIES</b>			
Term loans		-	-
Deferred taxation		1,667	1,662
		<u>1,667</u>	<u>1,662</u>
<b>CURRENT LIABILITIES</b>			
Trade payables		10,355	8,153
Other payables and accruals		1,170	2,341
Amount owing to directors		-	90
Amount owing to a related company		-	1,122
Amount owing to related parties		946	11
Short-term borrowings	B9	26,126	22,441
Bank overdrafts	B9	3,371	2,233
Provision for taxation		-	293
		<u>41,968</u>	<u>36,684</u>
<b>TOTAL LIABILITIES</b>		<u>43,635</u>	<u>38,346</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>95,594</u>	<u>86,835</u>
Net Assets per share based on number of shares in issue (RM)		<u>0.65</u>	<u>0.61</u>



**UMS-NEIKEN GROUP BERHAD (650473-V)****(Incorporated in Malaysia)****UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT****For The Third Quarter Ended 30 September 2008**

	Current Year Quarter 30 Sep 2008 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Sep 2007 RM'000 (unaudited)
<b>CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES</b>		
Profit before taxation	4,997	4,941
Adjustments for:		
Allowance for doubtful debts	253	-
Provision for unrealised profit	181	-
Amortisation of development expenditure	274	145
Depreciation of property, plant and equipment	1,922	1,452
Gain on disposal of property, plant and equipment	(50)	(403)
Unrealised exchange loss/(gain)	(1,055)	-
Amortisation of prepaid lease rental	(14)	95
Interest expense	810	978
Interest income	(82)	(41)
Share of profit of an associate	(13)	(26)
Operating profit before working capital changes	<u>7,223</u>	<u>7,141</u>
Inventories	(3,579)	(1,894)
Receivables	(4,958)	(7,534)
Payables	<u>1,031</u>	<u>6,560</u>
Cash from operations	(283)	4,273
Interest paid	(810)	(978)
Tax paid	<u>(1,223)</u>	<u>(1,508)</u>
Net cash (for)/from operating activities	<u>(2,316)</u>	<u>1,787</u>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Advances to associates	(168)	371
Development expenditure incurred	(209)	(223)
Interest received	82	41
Purchase of property, plant and equipment and prepaid lease	(2,441)	(3,157)
Proceeds from disposal of equipment	58	1,257
Repayment by/(to) director	(90)	-
Repayment by intermediate holding company	-	-
Repayment by related companies	-	-
Advances from/(Repayments to) related parties	<u>(1,621)</u>	<u>602</u>
Net cash for investing activities	<u>(4,389)</u>	<u>(1,109)</u>
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>		
Dividends paid	(829)	(3,387)
Net drawdown/(repayment) of bills payables	3,708	4,776
Repayments to a related company	(1,122)	(2,052)
Repayments to related parties	-	-
Hire Purchase Financing	250	400
Repayment of HP instalments	(274)	(70)
Net drawdown/(repayment) of loans	-	-
Net cash (for)/from financing activities	<u>1,733</u>	<u>(333)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(4,972)	345
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	551	(338)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>	<u>5,037</u>	<u>1,688</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	<u>616</u>	<u>1,695</u>

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**Note:**

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