



BIO OSMO BHD
(Company No. 740838-A)
(Incorporated in Malaysia)

Quarterly report on consolidated results for the second quarter ended 31 December 2008.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-12-08 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2007 RM'000	CURRENT YEAR TO DATE 31-12-08 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007 RM'000
Revenue	5,544	8,001	11,522	18,994
Other income	85	207	169	215
Operating expenses	(8,258)	(6,809)	(17,448)	(15,047)
Finance cost	(825)	(942)	(1,674)	(1,893)
Operating Profit / (Loss) before tax	<u>(3,454)</u>	<u>457</u>	<u>(7,431)</u>	<u>2,269</u>
Taxation	-	(85)	-	(447)
Net Profit / (Loss) after tax	<u>(3,454)</u>	<u>372</u>	<u>(7,431)</u>	<u>1,822</u>
Attributable to:				
Equity holders of the parent company	<u>(3,454)</u>	<u>372</u>	<u>(7,431)</u>	<u>1,822</u>
Earnings per share:-				
(a) Basic (sen)	<u>(1.73)</u>	<u>0.19</u>	<u>(3.72)</u>	<u>0.91</u>
(b) Fully diluted (sen)	<u>(1.73)</u>	<u>0.19</u>	<u>(3.72)</u>	<u>0.91</u>

Note:

The unaudited condensed consolidated income statement should be read in conjunction with the audited financial statement for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial report.



BIO OSMO BHD
(Company No. 740838-A)
(Incorporated In Malaysia)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008

	UNAUDITED AS AT 31-12-08 RM'000	AUDITED AS AT 30-06-08 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	56,288	58,013
Other investment	3,500	3,500
Deferred Tax Assets	3,117	3,117
	<u>62,905</u>	<u>64,630</u>
Current assets		
Inventories	3,529	4,404
Trade receivables	19,486	21,841
Other receivables, deposits and prepayments	10,242	10,312
Cash on hand and at banks	1,001	5,001
Tax recoverable	55	1,227
	<u>34,313</u>	<u>42,785</u>
TOTAL ASSETS	<u>97,218</u>	<u>107,415</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	40,000	40,000
Reserves	7,904	15,335
TOTAL EQUITY	<u>47,904</u>	<u>55,335</u>
Non-current liabilities		
Long term borrowings	42,790	42,837
Deferred taxation	-	-
	<u>42,790</u>	<u>42,837</u>
Current liabilities		
Trade payables	1,642	2,104
Other payables and accruals	1,320	1,378
Short term borrowings	3,562	5,761
	<u>6,524</u>	<u>9,243</u>
TOTAL LIABILITIES	<u>49,314</u>	<u>52,080</u>
TOTAL EQUITY AND LIABILITIES	<u>97,218</u>	<u>107,415</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.2395</u>	<u>0.3117</u>

Note:

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statement for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial report.



BIO OSMO BHD
 (Company No. 740838-A)
 (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008

	CURRENT YEAR TO DATE 31-12-08 RM'000	PRECEEDING YEAR CORRESPONDING PERIOD 31/12/2007 RM'000
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES		
(Loss) / Profit before tax	(7,431)	2,269
Adjustments for:		
Depreciation of property, plant and equipment	3,015	2,867
Interest Expense	1,663	1,893
Interest Income	(84)	(12)
Dividend Income	-	(162)
Operating (Loss) / profit before working capital changes	<u>(2,837)</u>	<u>6,855</u>
(Increase) / Decrease in inventories	875	(2,564)
(Increase) / Decrease in trade receivables	2,355	(4,129)
Decrease in other receivables, deposits and prepayments	70	434
Decrease in trade payables	(462)	(110)
Decrease in other payables and accruals	(58)	(929)
Cash used in operations	(57)	(443)
Income tax refund	1,095	-
Net cash generated from / (used in) operating activities	<u>1,038</u>	<u>(443)</u>
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES		
Interest received	84	12
Dividend received	-	162
Net Proceeds from IPO	-	10,265
Purchase of property, plant and equipment	(1,290)	(1,813)
Net cash generated from / (used in) investing activities	<u>(1,206)</u>	<u>8,626</u>
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Net repayment of borrowings	(1,412)	(958)
Repayment of finance payables	(323)	-
Repayment of term loan	(511)	-
Finance costs paid	(1,663)	(1,893)
Net cash used in financing activities	<u>(3,909)</u>	<u>(2,851)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,077)	5,332
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,078	10,051
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>1,001</u>	<u>15,383</u>

Note:

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial report.



BIO OSMO BHD
(Company No. 740838-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE
 FINANCIAL PERIOD ENDED 31 DECEMBER 2008**

	<u>Distributable</u>		<u>Non - Distributable</u>		Total Equity RM'000
	Share Capital RM'000	Retained Profit RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	
Balance as of 1 July 2008	40,000	12,482	2,853	-	55,335
Net profit / (Loss) for the period	-	(7,431)	-	-	(7,431)
Balance as of 31 December 2008	<u>40,000</u>	<u>5,051</u>	<u>2,853</u>	<u>-</u>	<u>47,904</u>

Balance as of 01 July 2007	* 1	(5)	-	-	(5)
Shares issued	40,000	-	4,811	-	44,811
Listing/Share issue expenses	-	-	(1,948)	-	(1,948)
Acquisition of subsidiary company	-	-	-	3,691	3,691
Net profit for the period	-	1,822	-	-	1,822
Balance as of 31 Dec 2007	<u>40,000</u>	<u>1,817</u>	<u>2,863</u>	<u>3,691</u>	<u>48,371</u>

Note:

*1 Share capital of RM2 consists of 10 ordinary shares of RM0.20 each.

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the financial year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial report.