

Golden Frontier Berhad Group of Companies
Condensed Consolidated Income Statements
For 9 Months Ended 30 June 2006

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30-Jun-06	30-Jun-05	30-Jun-06	30-Jun-05
	RM '000	RM '000	RM '000	RM '000
Revenue	27,499	22,855	74,954	67,209
Operating profit	2,633	990	6,265	3,311
Interest expense	(1,097)	(700)	(2,588)	(1,773)
Interest income	115	16	367	45
Profit before taxation	1,651	306	4,045	1,583
Tax expense	(153)	(19)	(458)	(42)
Profit after taxation	1,499	287	3,586	1,541
Unusual Items	-	-	-	-
Net profit for the period	1,499	287	3,586	1,541
Basic earnings per ordinary share (sen)	2.49	0.47	5.95	2.53
Diluted earnings per ordinary share (sen)	N/A	N/A	N/A	N/A

Note - The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 September 2005.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Balance Sheet
As At 30 June 2006

	Current Year-to-date 30-Jun-06 RM '000	Last Audited 30-Sep-05 RM '000
Property, plant and equipment	91,572	93,063
Goodwill on consolidation	11,249	11,794
Property development expenditure	8,480	7,114
Inventories	18,400	14,880
Trade receivables	26,693	26,197
Other receivables, deposits and prepayments	4,276	4,445
Tax recoverable	1,194	448
Cash and bank balances	2,054	3,749
Total Current Assets	52,618	49,719
Trade payables	4,798	6,838
Other payables and accrued expenses	4,046	2,753
Short term borrowings	47,832	46,596
Tax liabilities	459	1
Total Current Liabilities	57,135	56,188
Net Current Liabilities	(4,517)	(6,469)
Long-term liabilities	5,797	7,562
Deferred tax	7,951	7,336
Net Assets	93,036	90,604
Represented by:		
Issued capital	62,257	62,257
Reserves	30,779	28,347
Shareholders' Equity	93,036	90,604
	0	(0)

Note - The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of the Group for the year ended 30 September 2005.

Golden Frontier Berhad Group of Companies
 Condensed Consolidated Statement of Changes in Equity
 As At 30 June 2006

	Non-Distributable	Distributable	Total
	RM '000	RM '000	RM '000
Balance as of 1 October 2004	25,833	1,374	27,207
Shares buy-back	(340)	-	(340)
Net profit during the period	-	1,541	1,541
Balance as of 31 December 2004	<u>25,493</u>	<u>2,915</u>	<u>28,408</u>
Balance as at 1 October 2005	24,849	3,498	28,347
Other Reserve	379	-	379
Year 2005 Final Dividend Paid	-	(1,385)	(1,385)
Shares buy-back	(148)	-	(148)
Net profit during the period	-	3,586	3,586
Balance as of 30 June 2006	<u>25,080</u>	<u>5,699</u>	<u>30,779</u>

Note - The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the year ended 30 September 2005.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Cash Flow Statement
As At 30 June 2006

	Current Year-to-date	Preceding Year Corresponding Period
	30-Jun-06	30-Jun-05
	RM '000	RM '000
Cash Flows From/(Used In) Operating Activities		
Profit before taxation	4,045	1,583
Adjustment for -		
Non-cash items	4,167	3,703
Non-operating items	2,156	1,009
Operating Profit Before Working Capital Changes	10,368	6,295
Changes in working capital		
Net changes in current assets	(5,190)	(1,515)
Net changes in current liabilities	(1,208)	(427)
Cash Generated/(Used In) From Operations	3,970	4,353
Tax Paid	(200)	(138)
Cash Flows From/(Used In) Operating Activities	3,770	4,215
Cash Flows From/(Used In) Investing Activities		
Interest received	367	42
Proceeds from disposal of property, plant and equipment	425	1,845
Purchase of investment in subsidiary	(551)	-
Purchase of property, plant and equipment	(1,307)	(1,934)
Cash Flows From/(Used In) Investing Activities	(1,067)	(47)
Cash Flows From/(Used In) Financing Activities		
(Repayment of)/Proceeds from short term borrowings	(136)	(926)
Interest paid	(2,588)	(1,773)
Repayment of long term loan	(2,083)	(1,901)
Dividends paid	(1,385)	-
Shares buy-back	(148)	(340)
	(6,340)	(4,940)
Net Increase in Cash and Cash Equivalents	(3,637)	(772)
Effects of Exchange Rate Changes	253	-
Cash and Cash Equivalents at Beginning of Period	3,681	2,537
Cash and Cash Equivalents at End of Period	297	1,765

Note - The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements of the Group for the year ended 30 September 2005.

Golden Frontier Berhad Group of Companies

Notes to the Interim Financial Report

1 Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standards (FRS) 134, Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

This interim financial report should be read in conjunction with the audited financial statements for the year ended 30 September 2005. These explanatory notes attached to the interim financial report provided an explanatory of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since year ended 30 September 2005

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the year ended 30 September 2005.

2 Audited Financial Statements for the Year Ended 30 September 2005

The audited financial statements of the Group for the year ended 30 September 2005 was reported without any qualification.

3 Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by any seasonality or cyclicity factors.

4 Unusual Items due to Nature, Size, or Incidence

There is no unusual item in this interim financial period and financial year-to-date.

5 Changes in Estimates

There is no change in the estimates of amount which give a material effect to this interim financial report.

6 Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There is no issuance, cancellation, repurchase, resale and repayment of debt and equity securities in this interim financial period and financial year-to-date except the shares bought-back and kept as treasury shares as follows -

	Shares (No.)	Cost (RM)
<u>Share Capital - Issued and Fully Paid of RM1.00 each</u>		
Balance as at 30 June 2006	<u>62,257,204</u>	<u>62,257,204</u>
<u>Shares Bought-Back and Kept as Treasury Shares</u>		
Balance as at 1 October 2005	1,837,600	1,350,003
Shares bought-back during the period	<u>298,900</u>	<u>148,198</u>
Balance as at 30 June 2006	<u>2,136,500</u>	<u>1,498,201</u>
Shares bought-back from 1 July 2006 to 21 August 2006	<u>53,500</u>	<u>27,980</u>
Balance as at 21 August 2006	<u>2,190,000</u>	<u>1,526,181</u>

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

7 Dividends Paid (for Ordinary Shares)

Current Year-to-date	Preceding Year Correspond- ing Period
30-Jun-06	30-Jun-05
RM '000	RM '000
1,385	-

First and Final Dividend

No dividend was proposed, declared or paid by the Company in respect of financial year ended 30 September 2004. A final dividend of 2.3 sen per share, tax exempt, amounting to RM1,384,993 in respect of the financial year ended 30 September 2005 were approved for payment on 5 May 2006 by the shareholders at the 33rd. Annual General Meeting held on 23 March 2006. The amount is based on the number of outstanding shares in issue after excluding the Treasury Shares as at the balance sheet date.

8 Segmental Information

Revenue	Profit Before Taxation
Current Year-to-date	
30-Jun-06	
RM '000	RM '000

By Activity -

Investment hdg and provn of mgt consultancy services
Manufacturing of corrugated fiberboard carton
Property development
Trading and insurance agency and others

407	(469)
85,908	4,145
3,762	606
516	(6)
<u>90,593</u>	<u>4,276</u>
-	(545)
(15,639)	314
<u>74,954</u>	<u>4,045</u>

Group investment
Group transaction

By Geographical Location -

Malaysia
Vietnam

37,919	1,829
37,035	2,216
<u>74,954</u>	<u>4,045</u>

9 Carrying Amount of Revalued Properties, Plants and Equipments

The valuation of properties, plants and equipments have been brought forward, without amendment from the previous audited financial statements for the year ended 30 September 2005.

10 Subsequent Events

There is no material event occurred between the end of this interim financial period and within 7 days before the date of issue of this interim financial report.

11 Changes in the Composition of the Group

There is no change in the composition of the Group for this interim financial period and financial year-to-date except that with effect from 1 January 2006, Packamex (Vietnam) Co., Ltd has become a wholly owned subsidiary of Alcamax Packaging (Vietnam) Co., Ltd.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

12 Changes in Contingent Liabilities or Contingent Assets

There is no material change in contingent liability or contingent asset since the previous audited balance sheet date as at 30 September 2005.

Information Required Pursuant to Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad

13 Tax Income/(Expense)

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30-Jun-06	30-Jun-05	30-Jun-06	30-Jun-05
	RM '000	RM '000	RM '000	RM '000
Income Tax -				
Provision for Current Year	(153)	(19)	(458)	(19)
Real Property Gains Tax	-	-	-	(23)
Tax Expense	<u>(153)</u>	<u>(19)</u>	<u>(458)</u>	<u>(42)</u>

The effective tax rate of the Group are lower than the statutory income tax rate due mainly to the utilization of brought forward unabsorbed capital allowances, tax losses and reinvestment allowances in certain profit making subsidiary companies to set off against income that would otherwise have been subjected to tax. In addition, profit taxable on foreign operations in overseas are generally at a lower rate than that in Malaysia.

14 Profit/(Loss) on Sale of Unquoted Investments and/or Properties

There is no purchase nor sale of unquoted investment and/or property for this interim financial period and financial year-to-date.

15 Purchase Consideration and Sales Proceeds of Quoted Securities and Profit/(Loss) Arising Therefrom

There is no purchase nor sale of quoted securities for this interim financial period and financial year-to-date.

16 Status of Corporate Proposals Announced but not Completed

There is no corporate proposal announced but not completed at the date of issue of this interim financial report.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

17 Bank Borrowings

	Current Year-to-date <u>30-Jun-06</u> RM '000	Last Audited <u>30-Sep-05</u> RM '000
Secured borrowings	16,974	18,380
Unsecured borrowings	36,654	35,777
Total borrowings	<u>53,628</u>	<u>54,158</u>
Short-term borrowings	47,832	46,596
Long-term borrowings	5,797	7,562
Total borrowings	<u>53,628</u>	<u>54,158</u>
Borrowing denominated in RM	37,053	18,063
Borrowing denominated in USD - RM Equivalent	11,988	32,691
Borrowing denominated in VND - RM Equivalent	4,588	3,404
Total borrowings	<u>53,628</u>	<u>54,158</u>

The Group's secured borrowings were solely incurred for its operation in Vietnam, which consist of Term Loan, Revolving Credit and Trade Facilities, and were secured by way of corporate guarantees by the ultimate holding company, mortgage over the land and building and debentures over the fixed and floating assets of the Vietnam operation.

18 Financial Instruments With off Balance Sheet Risk

The Group does not have any off balance sheet financial instruments as at 23 August 2006, being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report except for the forward foreign exchange contracts which have been entered into by the Group to hedge its foreign currency receivable as follows -

<u>Currency</u>	<u>Contract Amount USD '000</u>	<u>Contract Date</u>	<u>Contract Type</u>	<u>Contract Period</u>		<u>Outstanding Contract Amount</u>	
				<u>From</u>	<u>To</u>	<u>USD '000</u>	<u>RM'000</u>
USD	700	28/04/2006	Multi-Options	03/05/2006	03/11/2006	700	2,562
USD	400	23/06/2006	Multi-Options	27/06/2006	27/12/2006	122	446
USD	400	19/07/2006	Multi-Options	21/07/2006	22/01/2007	99	362
	<u>1,500</u>					<u>921</u>	<u>3,370</u>

The Group does not foresee any significant credit and market risks associated with the above forward exchange contracts as they are entered into with approved financial institutions and the Directors are of the view that the possibility of non-performance by these financial institutions is unlikely on the basis of their respective creditworthiness and financial strength.

There is no cash requirement for the above forward foreign exchange contract.

Transactions in foreign currencies are converted into Ringgit Malaysia at rates of exchange ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated into Ringgit Malaysia at the rates of exchange ruling at that date, except when there are related or matching forward exchange contracts in respect of trading transactions, in which case, the contracted rates of exchange are used. All exchange gains and losses arising on foreign currency transactions and translation are recognised in the income statement.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

19 Pending Litigation

There is no pending material litigation at the date of issue of this interim financial report.

20 Material Changes in the Profit Before Taxation for Quarter Reported on as Compared With the Immediate Preceding Quarter

	Current Year Quarter	Immediate Preceding Quarter	Increase / (Decrease)
	30-Jun-06	31-Mar-06	
	RM '000	RM '000	RM '000
Revenue	27,499	22,157	5,342
Profit/(Loss) before taxation	1,651	645	1,007
Profit/(Loss) before taxation - %	6%	3%	

The significantly higher revenue for this Quarter was principally due to the increased sales in both the property development division (contributing more than half of the increased turnover) and the packaging division.

Several marketing and promotion drives launched by the property development division during this Quarter have received overwhelmed responses from the public and have generated better than expected sales of its property units. This coupled with the intensified construction progress of the project have helped the division in securing higher billings and turnover for this Quarter.

In the packaging division, sales in both its' Malaysia and Vietnam operations continued to expand, due to higher business days in this Quarter as well as increased orders received from the existing and new customers.

21 Review of the Performance of the Company and its Principal Subsidiaries (Current Year-to-Date vs. Preceding Year Corresponding Period)

	Current Year-to-date	Preceding Year Corresponding Period	Increase / (Decrease)
	30-Jun-06	30-Jun-05	
	RM '000	RM '000	RM '000
Revenue	74,954	67,209	7,745
Profit before taxation	4,045	1,583	2,462
Profit before taxation - %	5%	2%	

Higher revenue for the current financial period was principally contributed by the (a) higher billings recognised in the property development divisions on its' project that has been well received by the market and is progressed towards final construction stages, (b) sales derived from the Hanoi operation that started only in mid 2005, and (c) the continue growth in the packaging division particularly in the Vietnam operation. The improved margin was the result of better return in the property development division as well as the expansion in selective market segments in the packaging division that offer better margin coupled with further reduction in production costs arising from enhanced team work, increased productivity and efficiency, improved management of resources and lowered production wastages.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

22 Current Year Prospects

Corrugated Carton Manufacturing

Engulfed to operate in the unfavourable conditions of rising interest rates, higher fuel prices and climbing material and overheads costs, though difficult and challenging, yet it provides opportunities for the industry to consolidate and for the serious players to explore ways and means to improve productivity and efficiency, to engage cost savings measures, and to innovate to widen revenue platform.

In the domestic market, our efforts to establish our presence in other regions of Malaysia have so far been very successful, and we see that this is likely to be one of the more favourable channels for further growth. Product proliferation i.e. widening our product range in order to tap on new market segments will be stepped up to compliment efforts to expand into other market's region.

In Vietnam, we'll continue to be selective in expanding our businesses, with priority for niche market that provide better product margins and at the same time, build to establish our reputation to prepare to move on to profit from the enormous business opportunities ahead.

Property Development

The 122 units' medium high cost apartment project, Penhill Perdana at the foot of Penang Hill in Penang Island, is progressing as scheduled and sales were better than expected after the launch of many advertisement and promotional activities during this Quarter. These marketing activities and plans will continue and we expect this division to contribute considerable revenue to the Group in the next one to two years. At the same time, efforts are being made to explore and capture opportunities to realise the Group's intention and commitment to move forward in the property development sectors.

Overall performance -

Apart from the Packaging division which is expected to grow further (particularly in its Vietnam operation) and contribute significantly to the Group's revenue, the property development division will also be expected to start to provide considerable revenue and profitability to the Group in this financial year in view of its outstanding sales performance. Barring unforeseen circumstances, we expect better performance both in revenue and profitability for the Group in Financial Year 2006.

23 Explanatory Notes for Variances Between Actual and Forecasted Profits

Not Applicable.

24 Basic Earnings per Ordinary Share

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30-Jun-06	30-Jun-05	30-Jun-06	30-Jun-05
	RM '000	RM '000	RM '000	RM '000
Net profit attributable to ord. s'holders	1,499	287	3,586	1,541
Weighted av. no. of ord. shares in	60,218	60,725	60,318	60,889
Basic earnings per ordinary share	2.49	0.47	5.95	2.53

25 Diluted Earnings per Ordinary Share

No fully diluted earnings per share of the Group has been presented as the average fair value of the shares of the Company is lower than the exercise price for the conversion of Warrants to ordinary shares. The effect of this would be anti-dilutive to the earnings per ordinary share.

Should there be any computation being made, it shall be based on 93,385,806 ordinary shares, assuming full conversion of Warrants 2000/2007.