



LION FOREST INDUSTRIES BERHAD

(Incorporated in Malaysia)

(82056-X)

Interim Report for the Second Quarter Ended 31 December 2008

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LION FOREST INDUSTRIES BERHAD (82056-X)
(Incorporated in Malaysia)

Interim report for the second quarter ended 31 December 2008

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	<u>Note</u>	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31/12/2008 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2007 RM'000	CURRENT YEAR TO-DATE 31/12/2008 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007 RM'000
Revenue		108,692	86,626	227,068	172,843
Operating expenses		(110,436)	(100,592)	(232,982)	(188,109)
Other operating income		9,462	7,596	16,815	13,582
Profit / (Loss) from operations		7,718	(6,370)	10,901	(1,684)
Finance costs		(1,804)	(1,016)	(2,555)	(1,834)
Share in results of associates		(3,262)	-	(3,262)	-
Negative goodwill arising from acquisition of subsidiary	9	132,888	-	132,888	-
Profit / (Loss) before taxation		135,540	(7,386)	137,972	(3,518)
Taxation	16	(256)	(2,471)	(1,480)	(4,605)
Profit / (Loss) for the period		<u>135,284</u>	<u>(9,857)</u>	<u>136,492</u>	<u>(8,123)</u>
Attributable to :					
- Equity holders of the Company		139,391	(8,447)	142,362	(5,679)
- Minority interests		(4,107)	(1,410)	(5,870)	(2,444)
Profit / (Loss) for the period		<u>135,284</u>	<u>(9,857)</u>	<u>136,492</u>	<u>(8,123)</u>
Earnings / (Loss) per share attributable to equity holders of the Company (sen) :					
- Basic	24	<u>64.00</u>	<u>(4.02)</u>	<u>66.49</u>	<u>(2.70)</u>
- Diluted	24	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements)

LION FOREST INDUSTRIES BERHAD (82056-X)
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CONDENSED CONSOLIDATED BALANCE SHEETS

	<u>Note</u>	AS AT END OF CURRENT QUARTER 31/12/2008 RM'000	AS AT PRECEDING FINANCIAL YEAR END 30/6/2008 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		394,899	147,187
Investment properties		2,248	2,271
Prepaid land lease payments		9,908	4,549
Investments in associates		145,829	-
Other investments		34,369	84,383
Intangible assets		329	354
Deferred tax assets		15,747	404
Total Non-current Assets		<u>603,329</u>	<u>239,148</u>
Current Assets			
Inventories		120,502	31,825
Other investments		11,062	19,389
Trade receivables		99,636	74,704
Other receivables and prepaid expenses		182,869	270,187
Tax recoverable		470	557
Deposits, cash and bank balances		386,906	274,879
Total Current Assets		<u>801,445</u>	<u>671,541</u>
TOTAL ASSETS		<u>1,404,774</u>	<u>910,689</u>
EQUITY AND LIABILITIES			
Share capital		230,367	210,435
Reserves		689,060	546,772
Equity attributable to equity holders of the Company		<u>919,427</u>	<u>757,207</u>
Minority interests		50,925	23,778
Total Equity		<u>970,352</u>	<u>780,985</u>
Non-current and Deferred Liabilities			
Bonds and USD Debts	20	20,085	-
Deferred payables		6,685	13
Deferred tax liabilities		854	477
Total Non-current and Deferred Liabilities		<u>27,624</u>	<u>490</u>
Current Liabilities			
Trade payables		53,847	51,183
Other payables and accrued expenses		107,894	38,773
Provisions		9,862	-
Hire-purchase payables		2,051	51
Bank borrowings	20	99,663	36,183
Bonds and USD Debts	20	130,938	-
Tax liabilities		2,543	3,024
Total Current Liabilities		<u>406,798</u>	<u>129,214</u>
TOTAL LIABILITIES		<u>434,422</u>	<u>129,704</u>
TOTAL EQUITY AND LIABILITIES		<u>1,404,774</u>	<u>910,689</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)		<u>3.99</u>	<u>3.60</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements)

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	←	Attributable to equity holders of the Company				→	Minority Interests	Total Equity
		Share Capital	Share Premium	Other Reserves	Accumulated (Losses)			
Note		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31 December 2008								
At 1 July 2008		210,435	688,028	1,142	(142,398)	757,207	23,778	780,985
Acquisition of subsidiary		19,932	-	-	-	19,932	-	19,932
Translation difference on net equity of foreign subsidiaries & other movements		-	-	(117)	-	(117)	33,017	32,900
Share-based payment under Executive Share Option Scheme ("ESOS")		-	-	43	-	43	-	43
Profit / (Loss) for the period		-	-	-	142,362	142,362	(5,870)	136,492
At 31 December 2008		<u>230,367</u>	<u>688,028</u>	<u>1,068</u>	<u>(36)</u>	<u>919,427</u>	<u>50,925</u>	<u>970,352</u>
31 December 2007								
At 1 July 2007		210,274	688,003	(3,063)	(133,312)	761,902	29,679	791,581
Issuance of shares		161	25	-	-	186	-	186
Translation difference on net equity of foreign subsidiaries & other movements		-	-	(171)	-	(171)	331	160
Share-based payment under ESOS		-	-	410	-	410	-	410
Loss for the period		-	-	-	(5,679)	(5,679)	(2,444)	(8,123)
At 31 December 2007		<u>210,435</u>	<u>688,028</u>	<u>(2,824)</u>	<u>(138,991)</u>	<u>756,648</u>	<u>27,566</u>	<u>784,214</u>

(The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements)

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	CURRENT YEAR TO-DATE 31/12/2008 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007 RM'000
<u>OPERATING ACTIVITIES</u>		
Profit / (Loss) before taxation:	137,972	(3,518)
Adjustments for:		
Non-cash items	3,394	15,717
Non-operating items	(146,277)	(11,574)
	(4,911)	625
Operating (loss)/profit before changes in working capital		
Changes in working capital :		
Net changes in current assets	22,257	105,642
Net changes in current liabilities	(7,619)	6,803
Others	(2,626)	4,280
	7,101	117,350
<u>INVESTING ACTIVITIES</u>		
Purchase of property, plant and equipment	(6,522)	(10,570)
Purchase of other investments	(48,744)	(32,721)
Proceeds from redemption of investments	10,906	-
Deferred consideration received in relation to the disposal of a subsidiary in previous year	116,777	-
Cash at banks held under Escrow Account and fixed deposits pledged	(133,882)	-
Others	28,826	(170)
	(32,639)	(43,461)
<u>FINANCING ACTIVITIES</u>		
Bank borrowings	(7,988)	(6,768)
Others	(607)	25,495
	(8,595)	18,727
Net changes in cash & cash equivalents	(34,133)	92,616
Effects of exchange rate changes	403	(437)
Cash & cash equivalents at beginning of the period	88,497	37,276
Cash & cash equivalents at end of the period	54,767	129,455

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2008 and the accompanying explanatory notes attached to the interim financial statements)

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Accounting policies and methods of computation

The interim financial statements have been prepared in accordance with the Financial Reporting Standard ("FRS") 134: "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2008. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2008.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2008.

2. Comments about seasonal or cyclical factors

The Group's performance is not affected by any material seasonal or cyclical factors.

3. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year-to-date other than as disclosed in Note 9.

4. Changes in estimates

There were no material changes in estimates that have had a material effect in the current quarter and financial year-to-date results.

5. Debt and equity securities

During the financial year-to-date, the Company has increased its issued and paid-up share capital from RM210,435,171 to RM230,367,032 by the issue and allotment of 19,931,861 new ordinary shares of RM1.00 each at an issue price of RM1.00 per share as consideration for the acquisition of 286,006,287 ordinary shares and 14,279,049 preference shares in Silverstone Corporation Berhad pursuant to the Conditional Take-over Offer detailed under Note 19.

Other than the above, there were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year-to-date.

6. Dividend paid

There was no dividend paid during the current quarter and financial year-to-date.

7. Segmental information

The Group's segmental report for the financial year-to-date was as follows :

	Revenue			Segment Results RM'000
	Total RM'000	Inter-Segment RM'000	External RM'000	
Building Materials	99,850		99,850	1,035
Petroleum and Automotive Products	30,808	(16)	30,792	1,578
Tyre	87,847		87,847	(19,051)
Motor	2,104		2,104	(721)
Others	6,475		6,475	28,060
	227,084	(16)	227,068	
Profit from operations				10,901
Finance costs				(2,555)
Share in results of associates				(3,262)
Negative goodwill arising from acquisition of subsidiary				132,888
Profit before taxation				137,972

8. Subsequent events

Other than as disclosed in Note 19(a), there were no material events subsequent to the end of the current quarter.

9. Changes in composition of the Group

There were no material changes in the composition of the Group during the financial year-to-date except for the acquisition of 84.11% equity interest in Silverstone Corporation Berhad on 28 November 2008.

The effects of the above acquisition on the financial results of the Group are as follows:

	CUMULATIVE QUARTER	
	CURRENT YEAR TO-DATE 31/12/2008 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007 RM'000
Revenue	34,892	-
Profit for the period	6,231	-
Negative goodwill arising from acquisition of subsidiary	132,888	-

The effects of the above acquisition on the financial position of the Group are as follows:

	AS AT END OF CURRENT QUARTER 31/12/2008 RM'000	AS AT DATE OF ACQUISITION RM'000
Non-current assets	449,172	477,655
Current assets	227,513	245,440
Current and deferred liabilities	(686,188)	(716,770)
Minority interest	(9,503)	6,325
	(30,456)	(50,114)
	(39,959)	(43,789)

10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets since the last annual balance sheet date.

11. Performance review

Higher revenue and profit were recorded by the Group as compared to the corresponding period of the previous year following the completion of the acquisition of Silverstone Corporation Berhad ("SCB").

The Group recorded a revenue of RM227.1 million, representing approximately a 31.4% increase from last year. Similarly, the higher profit before taxation of RM138.0 million was attributed to the recognition of a one-off negative goodwill arising from the acquisition of SCB.

12. Comment on material change in profit

	<u>Revenue</u> RM'000	<u>Profit Before Taxation</u> RM'000
Current quarter (31 December 2008)	108,692	135,540
Immediate preceding quarter (30 September 2008)	<u>118,376</u>	<u>2,432</u>

For the quarter under review, all the existing business segments recorded a lower revenue as compared to the previous quarter. However, contribution from the newly acquired SCB Group has mitigated the lower performance in our existing businesses.

With the completion of the acquisition of SCB in November 2008, the Group has recognised a one-off negative goodwill of RM132.9 million in the current quarter. This gain has mitigated the losses posted by the existing operating companies.

13. a) Prospects

With the global financial and economic turmoil, the operating environment for the Group's various businesses will continue to remain difficult in the face of falling demand and poor market sentiments.

b) Forecast or target previously announced

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

14. Statement of the Board of Directors' opinion on achievement of forecast or target

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

15. Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

16. Taxation

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>CURRENT YEAR QUARTER</u> 31/12/2008 RM'000	<u>PRECEDING YEAR CORRESPONDING QUARTER</u> 31/12/2007 RM'000	<u>CURRENT YEAR TO-DATE</u> 31/12/2008 RM'000	<u>PRECEDING YEAR CORRESPONDING PERIOD</u> 31/12/2007 RM'000
In respect of current period: - income tax	<u>256</u>	<u>2,471</u>	<u>1,480</u>	<u>4,605</u>

After excluding the negative goodwill arising from acquisition of subsidiary and share in results of associates, the effective tax rates of the Group for the current quarter and financial year-to-date are lower than the Malaysian statutory tax rate mainly due to certain non taxable income.

17. Sale of unquoted investments and properties

There were no material sale of unquoted investments or properties for the current quarter and financial year-to-date.

18. Quoted securities

There were no material purchases or disposals of quoted securities for the current quarter and financial year-to-date.

Details of investments in quoted securities as at the end of the reporting period were as follows :

	RM'000
At cost	<u>10,172</u>
At book value	<u>2,575</u>
At market value	<u>1,345</u>

19. Corporate proposalsa) Status of corporate proposals

No	Date of Announcements	Subjects	Status
1.	18.03.2005 20.04.2006	Proposed joint-venture between the Company and the Pemerintah Kabupaten Malinau (the Regency Government of Malinau) for the proposed development of 40,000 hectares of oil palm plantation and the construction of 2 crude palm oil mills in Malinau Regency, Kalimantan Timur, Republic of Indonesia ("Indonesia").	Pending approvals from: i) Ministry of Forestry, Indonesia; ii) Ministry of Agriculture, Indonesia; and iii) any other relevant authorities in Indonesia and Malaysia. Approval was obtained from Bank Negara Malaysia.
2.	04.12.2007 17.03.2008 02.06.2008 31.07.2008 08.08.2008 18.09.2008 06.10.2008 25.11.2008 01.12.2008 04.12.2008	i) Proposed acquisition of Zero-Coupon Redeemable Secured Class B and Class C RM denominated bonds issued by Silverstone Corporation Berhad ("SCB") ("RM Bonds") with an aggregate nominal value of approximately RM117.63 million, from Amsteel Mills Sdn Bhd ("AMSB") for an aggregate cash consideration of up to approximately RM50.81 million ("Proposed AMSB Debt Acquisition"); and ii) Proposed acquisition of Zero-Coupon Redeemable Secured Class B and Class C USD denominated debts issued by AMB Harta (L) Ltd, a wholly-owned subsidiary of SCB, ("SPV Debts") with an aggregate nominal value of approximately USD17.37 million, from Raiffeisen Zentralbank Osterreich AG, Singapore Branch for an aggregate cash consideration of up to approximately USD8.65 million ("Proposed RZB Debt Acquisition").	Approvals obtained from : i) the Securities Commission; ii) Holders of the RM Bonds and the SPV Debts; iii) Shareholders of the Company; and iv) Lenders of AMSB. The Proposed AMSB Debt Acquisition was completed on 4 December 2008. The parties to the Proposed RZB Debt Acquisition had on 28 November 2008 mutually agreed to extend the call option period, which expired on 30 November 2008 to 30 March 2009.

19. Corporate proposals (continued)a) Status of corporate proposals (continued)

No	Date of Announcements	Subjects	Status
3.	28.05.2008 17.06.2008 24.06.2008 17.09.2008 18.09.2008 19.09.2008 06.10.2008 03.11.2008 17.11.2008 25.11.2008 28.11.2008	<p>Conditional Take-Over Offer by the Company to acquire ("Offer"):</p> <p>i) the remaining 339,878,875 ordinary shares of RM1.00 each fully paid in SCB ("SCB Shares") not already held by the Company, representing approximately 99.95% of SCB's existing issued and paid-up ordinary share capital, and all the new SCB Shares that may be issued and allotted prior to the closing date of the Offer pursuant to the conversion of any remaining Redeemable Cumulative Convertible Preference Shares of RM0.01 each issued at a premium of RM0.99 by SCB ("RCCPS") (collectively the "Offer Shares"), to be satisfied by the issue and allotment of one new ordinary share of RM1.00 each in the Company ("LFIB Share") at an issue price of RM1.00 each ("Issue Price") for every fifteen existing Offer Shares held, or an aggregate of up to 24,393,608 new LFIB Shares; and</p> <p>ii) the remaining 28,627,764 RCCPS not already held by Jadedford International Limited, a wholly-owned subsidiary of the Company, representing approximately 93.63% of the existing RCCPS in issue ("Offer RCCPS"), to be satisfied by the issue and allotment of two new LFIB Shares at the Issue Price for every thirty-three existing Offer RCCPS held, or an aggregate of up to 1,735,016 new LFIB Shares.</p>	<p>Approvals obtained from:</p> <p>i) the Securities Commission; ii) Bursa Malaysia Securities Berhad; and iii) Shareholders of the Company.</p> <p>At the close of the Offer on 17 November 2008, the Company received acceptances for 286,006,287 SCB Shares (including 660,000 SCB Shares which was subsequently verified), which had resulted in the Company holding in aggregate, together with those SCB Shares already held, 84.16% of the total issued and paid-up share capital of SCB.</p> <p>Acceptance level for the RCCPS was 46.70% of the total RCCPS in issue.</p> <p>As consideration for the Offer, the Company had on 28 November 2008 issued and allotted 19,931,861 new LFIB Shares to the accepting holders of SCB. The Offer was therefore completed on 28 November 2008 and consequent thereupon, SCB became an 84.16% owned subsidiary of the Company.</p>

b) Status of utilisation of proceeds

Please refer to Appendix 1 attached.

20. Borrowings

The Group's borrowings as at end of the reporting period were as follows :

	Short Term RM'000	Long Term RM'000	Total RM'000
<u>Bank borrowings</u>			
Secured	75,614	-	75,614
Unsecured	24,049	-	24,049
	99,663	-	99,663
<u>Bonds and USD Debts</u>			
Secured	130,938	20,085	151,023
	230,601	20,085	250,686
		Foreign Currency	
The Group's borrowings were denominated in the following currencies :		'000	RM'000
- Ringgit Malaysia		-	70,178
- US Dollar		44,117	153,220
- Chinese Renminbi		53,590	27,288
			250,686

21. Off balance sheet financial instruments

There were no off balance sheet financial instruments at the date of this report.

22. Changes in material litigation

There were no material litigation since the last annual balance sheet date.

23. Dividend proposed

The Board of Directors does not recommend any interim dividend for the current quarter and financial year-to-date.

24. Earnings / (Loss) per share ("EPS")**Basic**

Basic EPS is calculated by dividing the Group's profit / (loss) attributable to equity holders of the Company for the period by the weighted average number of ordinary shares of the Company in issue during the financial period as follows:

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>CURRENT YEAR QUARTER 31/12/2008</u>	<u>PRECEDING YEAR CORRESPONDING QUARTER 31/12/2007</u>	<u>CURRENT YEAR TO-DATE 31/12/2008</u>	<u>PRECEDING YEAR CORRESPONDING PERIOD 31/12/2007</u>
Profit / (Loss) attributable to equity holders of the Company (RM'000)	<u>139,391</u>	<u>(8,447)</u>	<u>142,362</u>	<u>(5,679)</u>
Weighted average number of shares in issue ('000)	<u>217,801</u>	<u>210,330</u>	<u>214,118</u>	<u>210,405</u>
Basic EPS (sen)	<u>64.00</u>	<u>(4.02)</u>	<u>66.49</u>	<u>(2.70)</u>

Diluted

Fully diluted EPS is not disclosed as there are anti-dilutive effects for the current quarter and financial year-to-date.

25. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 30 June 2008 was not qualified.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

19. b) Status of utilisation of proceeds arising from the disposal of 97.78% equity interest in Sabah Forest Industries Sdn Bhd for a cash consideration of USD261.0 million (approximately RM944.82 million):

	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation		Explanation
	RM'Million	RM'Million		Amount	%	
Purpose:						
(i) Capital distribution	420.31	420.55 *	No fixed timeframe	(0.24)	-	Fully utilised
(ii) Tyre division	104.36	10.51	No fixed timeframe	93.85	-	Not fully utilised
(iii) Plantation division	70.00	-	No fixed timeframe	70.00	-	Not utilised
(iv) Payment to the State Government of Sabah	4.08	-	No fixed timeframe	4.08	-	Not utilised
(v) Estimated expenses	1.50	1.50	No fixed timeframe	-	-	Fully utilised
(vi) Acquisition of debts issued by AMB Harta (L) Limited, a wholly-owned subsidiary of SCB and the bonds and RCCPS issued by SCB and estimated expenses related thereto	229.97	106.40	No fixed timeframe	123.57	-	Not fully utilised
	<u>830.22</u>	<u>538.96</u>		<u>291.26</u>		
(vii) Funding and investment relating to the business and/or working capital of the Group #	57.14	14.83		42.31	-	
	<u>887.36</u>	<u>553.79</u>		<u>333.57</u>		
(viii) Provisional and final adjustment	8.79					
(ix) Adjustment on foreign exchange	48.67					
	<u><u>944.82</u></u>					

* A total cash payment of approximately RM420.55 million was distributed to all entitled shareholders of which RM0.24 million was sourced from internally generated funds

Pending the Securities Commission's approval

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PROPOSED NON-CORE DIVESTMENT ASSET PROGRAMME UNDER THE SCB GROUP ("PDP")

(i) Status of the assets to be divested

Stages of the Assets to be divested	PDP	Total Divestment concluded	Amount received (Jan - Dec 2008)	
			Current quarter	Year-to-date
	RM'million	RM'million	RM'million	RM'million
By December 2008				
Wuxi Top Absorber Co Ltd	18.7	18.7	-	18.7
Listed and non-listed shares	9.4	* 0.0	-	* 0.0
	28.1			
By December 2009				
Listed shares	84.7	-	-	-
By December 2010				
Nanjing Jingyi Casting Co Ltd	17.5	23.3	-	-
Non-listed shares	76.7	-	-	-
	94.2			
Total	207.0	42.0	-	18.7

* 0.71 million warrants in Lion Corporation Berhad was disposed of with a proceed of RM10,574.88.

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PROPOSED NON-CORE DIVESTMENT ASSET PROGRAMME UNDER THE SCB GROUP ("PDP")

(ii) Transactions completed during the financial period and the utilisation of the divestment proceeds received

Divestment of assets in the PDP	Proposed Utilisation RM mil	Actual Utilisation RM mil	Intended Timeframe for Utilisation	Deviation		Explanations
				Amount RM mil	% RM mil	
1 Disposal by Innovasi Selaras Sdn Bhd of its entire 55% equity interest in Wuxi Top Absorber Co Ltd and to novate its rights and benefits in its entire 30% equity interest in Wuxi Puhua Electroplating Co Ltd for a cash consideration of RM18.7 million						
(i) Redemption/repayment of Bonds/USD Debts	18.7	18.7	No requirement	-	-	-
2 Disposal of 0.71 million warrants in Lion Corporation Berhad for a cash consideration of RM10,574.88						
(i) Redemption/repayment of Bonds/USD Debts	* 0.0	* 0.0	No requirement	-	-	-

* 0.71 million warrants in Lion Corporation Berhad was disposed of with a proceed of RM10,574.88.

(iii) Plans to overcome any projected shortfall

The Group will continue to actively seek potential buyers for the assets/companies under its PDP.