(Company No : 26495 - D) (Incorporated in Malaysia)

Total income tax expense

INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

Condensed Consolidated Income Statement

		3 MONTH CURRENT QUARTER ENDED 30/09/2008 RM	S ENDED COMPARATIVE QUARTER ENDED 30/09/2007 RM	CUMULATIVE 9 M CURRENT PERIOD ENDED 30/09/2008 RM	MONTHS ENDED COMPARATIVE PERIOD ENDED 30/09/2007 RM
Continuing Operations					
Revenue Cost of sales Gross profit	Note 1	35,696,727 (28,710,943) 6,985,784	31,731,684 (22,188,951) 9,542,733	90,694,811 (70,015,257) 20,679,554	108,556,580 (83,860,692) 24,695,888
Other income Distribution costs Administrative expenses Other expenses Finance costs Share of results of associates Profit before tax	Note 2	599,951 (558,043) (2,161,801) (382,281) (161,483) <u>50,713</u> 4,372,840	568,307 (972,848) (1,774,262) (718,239) (177,634) <u>86,314</u> 6,554,371	1,614,184 (1,332,642) (7,490,147) (1,435,066) (640,471) <u>165,413</u> 11,560,825	1,770,255 (2,759,801) (6,529,802) (1,954,189) (720,099) <u>143,029</u> 14,645,281
Income tax expense Profit for the period from continuing operations	Note 3	(871,747) 3,501,093	(1,931,578) 4,622,793	(3,316,105) 8,244,720	(4,338,130) 10,307,151
Discontinued Operation Profit for the period from a discontinued operation Profit for the period	-	3,501,093	8,596 4,631,389	8,244,720	305,509 10,612,660
Attributable to: Equity holders of the parent Minority interests	-	3,403,491 97,602 3,501,093	4,666,678 (35,289) 4,631,389	8,092,973 151,747 8,244,720	10,609,502 3,158 10,612,660
Earnings per share attributable to equity holders of the parent:					
Basic, for profit from continuing operations (sen) Basic, for profit from a discontinued operation (sen) Basic, for profit for the period (sen)		4.24	7.50 0.01 7.51	11.14 - 11.14	16.83 0.50 17.33
Diluted, for profit from continuing operations (sen) Diluted, for profit from a discontinued operation (se Diluted, for profit for the period (sen)	n)		7.42 0.01 7.43	- - 	16.67 0.49 17.16
There is no diluted earnings per share for current q Share Option Scheme on 13 October 2008.	uarter and	period ended 30 S	September 2008 due	e to the expiration of	of Employees'
Note 1 Total revenue from continuing operations Revenue from a discontinued operation Total revenue	-	35,696,727 - 35,696,727	31,731,684 32,740 31,764,424	90,694,811 - 90,694,811	108,556,580 57,491 108,614,071
Note 2 Total profit before tax from continuing operations Profit before tax from a discontinued operation Total profit before tax	-	4,372,840 - 4,372,840	6,554,371 13,107 6,567,478	11,560,825 - 11,560,825	14,645,281 310,194 14,955,475
Note 3 Income tax expense from continuing operations Income tax expense from a discontinued operation	-	871,747	1,931,578 4,511	3,316,105	4,338,130 4,685

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

871,747

1,936,089

3,316,105

4,342,815

KKB ENGINEERING BERHAD

(Company No : 26495 - D) (Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

Condensed Consolidated Balance Sheet

	UNAUDITED AS AT 30/09/2008 RM	AUDITED AS AT 31/12/2007 RM
ASSETS Non-current assets		
Property, plant & equipment	42,912,951	34,753,885
Prepaid land lease payments	44,337,375	18,303,031
Investment in associates	1,033,094	949,082
	88,283,420	54,005,998
Current assets		
Inventories	30,665,109	20,387,756
Trade receivables	47,159,500	41,310,533
Other receivables	984,892	485,970
Amount due from related companies	4,915	19,812
Short-term deposits	13,858,901	22,644,337
Cash and bank balances	1,074,049	1,934,199
	93,747,366	86,782,607
TOTAL ASSETS	182,030,786	140,788,605
Equity attributable to equity holders of the parent Share capital Share premium Other reserves	80,560,000 17,245,772 6,985,109	63,152,750 865,239 7,065,242
Retained earnings	37,524,706	33,789,596
	142,315,587	104,872,827
Minority interests Total equity	<u>2,303,755</u> 144,619,342	<u>3,292,312</u> 108,165,139
	144,017,342	100,103,139
Non-current liabilities		
Borrowings	3,527,178	3,846,508
Deferred tax liabilities	1,501,131	1,370,660
	5,028,309	5,217,168
Current liabilities		
Borrowings	12,724,501	14,363,973
Trade payables	13,841,245	6,313,560
Amount due to customers for contract work	4,167,286	2,102,027
Other payables	523,404	1,996,680
Current tax payable	1,126,699	2,630,058
	32,383,135	27,406,298
Total liabilities	37,411,444	32,623,466
TOTAL EQUITY AND LIABILITIES	182,030,786	140,788,605

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements).

KKB ENGINEERING BERHAD

(Company No : 26495 - D) (Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

Condensed Consolidated Statement of Changes in Equity

	<> Attributable to equity holders of the parent> <non-distributable> Distributable</non-distributable>				Minority Interests	Total Equity	
	Share Capital RM	Share Premium RM	Other Reserves RM	Retained Earnings RM	Total RM	RM	RM
At 1 January 2007	48,280,000	164,583	6,435,000	33,896,301	88,775,884	3,352,522	92,128,406
Profit for the period	-		-	10,609,502	10,609,502	3,158	10,612,660
Total recognised income and expense for the period	-	-	-	10,609,502	10,609,502	3,158	10,612,660
Tax exempt dividend for FYE 31 December 2006	-	-	-	(2,452,200)	(2,452,200)	-	(2,452,200)
Share options granted under ESOS	-	-	31,053	-	31,053	-	31,053
Issue of ordinary shares pursuant to ESOS	2,355,250	681,768	-	-	3,037,018	-	3,037,018
Bonus issue of shares	12,261,000	-	-	(12,261,000)	-	-	-
Share issue expenses written off	-	(629)	-	-	(629)	-	(629)
At 30 September 2007	62,896,250	845,722	6,466,053	29,792,603	100,000,628	3,355,680	103,356,308
At 1 January 2008	63,152,750	865,239	7,065,242	33,789,596	104,872,827	3,292,312	108,165,139
Profit for the period				8,092,973	8,092,973	151,747	8,244,720
Total recognised income and expense for the period	-	-	-	8,092,973	8,092,973	151,747	8,244,720
First and Final dividend for FYE 31 December 2007	-	-	-	(4,425,436)	(4,425,436)	-	(4,425,436)
Acquisition of remaining equity interest in an existing subsidiary	-	-	-	-	-	(1,140,304)	(1,140,304)
Issue of ordinary shares pursuant to acquisition of land & buildings	16,000,000	16,000,000	-	-	32,000,000	-	32,000,000
Share options granted under ESOS	-	-	34,660	-	34,660	-	34,660
ESOS's share options lapsed	-	-	(67,573)	67,573	-	-	-
Share options exercised under ESOS	-	47,220	(47,220)	-	-	-	-
Issue of ordinary shares pursuant to ESOS	1,407,250	335,328	-	-	1,742,578	-	1,742,578
Share issue expenses written off	-	(2,015)	-	-	(2,015)	-	(2,015)
At 30 September 2008	80,560,000	17,245,772	6,985,109	37,524,706	142,315,587	2,303,755	144,619,342

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements).

KKB ENGINEERING BERHAD

(Company No : 26495 - D) (Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008

Condensed Consolidated Cash Flow Statement

Profit before taxation 11.560,825 14,955,475 Adjustment for non-cash flow items:		CUMULATIVE 9 MONTHS ENDED 30/09/2008 RM	CUMULATIVE 9 MONTHS ENDED 30/09/2007 RM
Depreciation of property, plant & equipment $2,837,143$ $2,808,417$ Amortisation of property and the equipment $571,246$ $300,559$ Interest expense $640,471$ $720,118$ Property, plant & equipment written off $10,989$ $344,967$ Gain on disposal of property, plant & equipment $(66,763)$ $(368,371)$ Interest income $(413,633)$ $(271,510)$ Share options granted under ESOS $34,660$ $31,063$ Share of results of associates $(165,413)$ $(143,029)$ Operating profit before changes in working capital $15,009,525$ $18,386,679$ Changes in working capital $8,119,669$ $(175,854)$ Net increase/(decrease) in current liabilities $8,119,669$ $(175,854)$ Cash generated from operations $6,466,610$ $14,828,046$ Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,633,753)$ $(3,641,817)$ Net cash generated from operating activities $1,189,386$ $10,46,111$ Investing activities $(1,140,304)$ -Proceeds from disposal of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $81,400$ $36,500$ Net cash used in investing activities $(2,015)$ $(6,29)$ Dividend received $81,400$ $36,500$ Net cash used in investing activities $(2,015)$ $(6,241,200)$ Proceeds from issue of shares $1,742,578$ <	Profit before taxation	11,560,825	14,955,475
Amortisation of prepaid land lease payments 571,246 309,559 Interest expense 640,471 720,118 Property, plant & equipment written off 10,989 344,967 Gain on disposal of property, plant & equipment (66,763) (368,371) Interest income (413,633) (271,510) Share options granted under ESOS 34,660 31,053 Share of results of associates (165,413) (143,029) Operating profit before changes in working capital 15,009,525 18,386,679 Changes in working capital 0,466,510 14,828,046 Interest paid (640,471) (720,118) Taxation paid, net of refund (if any) (4,636,753) (3,661,817) Net cash generated from operating activities 1,189,386 10,446,111 Investing activities 1,189,386 10,446,111 Proceeds from disposal of property, plant & equipment 67,100 1,410,984 Purchase of property, plant & equipment 67,100 1,410,984 Purchase of property, plant & equipment 61,103,033 271,510 Dividend received 81,400<	Adjustment for non-cash flow items:		
Interest expense 640,471 720,118 Property, plant & equipment written off 10,989 344,967 Gain on disposal of property, plant & equipment (66,763) (368,371) Interest income (413,633) (271,510) Share options granted under ESOS 34,660 31,053 Share of results of associates (165,413) (143,029) Operating profit before changes in working capital 15,009,525 18,386,679 Changes in working capital Net increase in current assets (16,662,584) (3,382,779) Net increase /(decrease) in current liabilities 8,119,669 (175,854) Cash generated from operations 6,466,610 14,828,046 Interest paid (640,471) (720,118) Taxation paid, net of refund (if any) (4,636,753) (3,661,817) Net cash generated from operating activities 1,189,386 10,446,111 Investing activities (1,140,304) - Proceeds from disposal of property, plant & equipment (5,613,126) (3,003,607) Acquisition of additional shares in subsidiary company (1,140,304) - <td>Depreciation of property, plant & equipment</td> <td>2,837,143</td> <td>2,808,417</td>	Depreciation of property, plant & equipment	2,837,143	2,808,417
Property, plant & equipment written off 10,989 344,967 Gain on disposal of property, plant & equipment (66,763) (368,371) Interest income (413,633) (271,510) Share options granted under ESOS 34,660 31,053 Share options granted under ESOS 34,660 31,053 Share of results of associates (165,413) (143,029) Operating profit before changes in working capital 15,009,525 18,386,679 Changes in working capital (16,662,584) (3,382,779) Net increase (decrease) in current liabilities 8,119,669 (175,854) Cash generated from operations 6,466,610 14,828,046 Interest paid (640,471) (720,118) Taxation paid, net of refund (if any) (4,636,753) (3,661,817) Net cash generated from operating activities 1,189,386 10,446,111 Investing activities (1,140,304) - Proceeds from disposal of property, plant & equipment 67,100 1,410,984 Purchase of property, plant & equipment (5,613,126) (3,003,607) Acquisition of additiona	Amortisation of prepaid land lease payments	571,246	309,559
Gain on disposal of property, plant & equipment $(66,763)$ $(368,371)$ Interest income $(413,633)$ $(271,510)$ Share options granted under ESOS $34,660$ $31,053$ Share or results of associates $(165,413)$ $(143,029)$ Operating profit before changes in working capital $15,009,525$ $18,386,679$ Changes in working capital $8,119,669$ $(175,884)$ Net increase/(decrease) in current liabilities $8,119,669$ $(175,884)$ Cash generated from operations $6,466,610$ $14,828,046$ Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,410,984$ $90,303,007)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ $-$ Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Dividend received $81,400$ $36,500$ Net cash used of shares $1,742,578$ $3,037,018$ Share of shares $1,742,578$ $3,037,018$ Share of shares $1,742,578$ $3,037,018$ Share of shares $1,075,198$ $361,892$ Dividend paid to shareholders of the company $(1,170,000)$ $(1,002,870)$ Net cash used in financing activities $(2,045,586)$ $2,693,709$ Cash and cash equivalent	Interest expense	640,471	720,118
Interest income $(413,633)$ $(271,510)$ Share options granted under ESOS $34,660$ $31,053$ Share of results of associates $(165,413)$ $(143,029)$ Operating profit before changes in working capital $15,009,525$ $18,386,679$ Changes in working capital $15,009,525$ $18,386,679$ Changes in working capital $(16,642,584)$ $(3,382,779)$ Net increase in current assets $(16,642,584)$ $(3,382,779)$ Net increase in current assets $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $413,633$ $271,510$ Proceeds from disposal of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $81,400$ $36,500$ Net cash used in investing activities $(2,015)$ (629) Dividend received $81,400$ $36,500$ Net cash used is of shares $1,742,578$ $3,037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(4,425,436)$ $(2,452,200)$ Net cash used in financing activities $(6,647,789)$ $(6,647,789)$ Net change in cash and cash equivalents $(9,645,586)$ <	Property, plant & equipment written off	10,989	344,967
Share options granted under ESOS34,66031,053Share of results of associates(165,413)(143,029)Operating profit before changes in working capital15,009,52518,386,679Changes in working capital(16,662,584)(3,382,779)Net increase (in current assets(16,662,584)(3,382,779)Cash generated from operations6,466,61014,828,046Interest paid(640,471)(720,118)Taxation paid, net of refund (if any)(4,636,753)(3,661,817)Net cash generated from operating activities1,189,38610,446,111Investing activities(5,613,126)(3,003,607)Acquisition of additional shares in subsidiary company(1,140,304)-Interest received413,633271,510Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activities(2,015)(6,292,200)Net cash used of shares1,742,5783,037,018Share issue expenses(2,015)(6,292,200)Net cash used in investing activities(1,170,000)(1,022,870)Proceeds from issue of shares1,075,198361,892Repayment of short-term borrowings(1,864,000)(6,411,000)Net cash used in financing activities(4,643,675)(6,647,789)Net cash used in financing activities(2,693,709(1,022,870)Net cash used in financing activities(2,693,709(2,693,709Cash used in financing activities(2,693,709	Gain on disposal of property, plant & equipment	(66,763)	(368,371)
Share of results of associates $(165,413)$ $(143,029)$ Operating profit before changes in working capital $15,009,525$ $18,386,679$ Changes in working capital $15,009,525$ $18,386,679$ Net increase in current assets $(16,662,584)$ $(3,382,779)$ Net increase in current liabilities $8,119,669$ $(175,854)$ Cash generated from operations $6,466,610$ $14,828,046$ Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Dividend paid to shareholders of the company $(1,364,000)$ $(6,411,000)$ Net cash used in investing activities $(2,015)$ (629) Dividend paid to shareholders of the company $(1,172,518)$ $3037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(1,6864,000)$ $(6,411,000)$ Net cash used in financing $1,075,198$ $361,892$ Repayment of term loan $(1,170,000)$ $(1,02,870)$ Net change in cash and cash equivalents $($	Interest income	(413,633)	(271,510)
Operating profit before changes in working capital 15,009,525 18,386,679 Changes in working capital Net increase (decrease) in current liabilities (16,662,584) (3,382,779) Net increase/(decrease) in current liabilities 8,119,669 (175,854) Cash generated from operations 6,466,610 14,828,046 Interest paid (640,471) (720,118) Taxation paid, net of refund (if any) (4,636,753) (3,661,817) Net cash generated from operating activities 1,189,386 10,446,111 Investing activities (5,613,126) (3,003,607) Acquisition of additional shares in subsidiary company (1,140,304) - Proceeds from disposal of property, plant & equipment (6,191,227) (1,284,613) Dividend received 81,400 36,500 Net cash used in investing activities (2,015) (629) Dividend paid to shares 1,742,578 3,037,018 Share issue expenses (2,015) (629) Dividend paid to shareholders of the company (1,124,578) (2,452,200) Net cash used in financing activities (1,770,000) (1,022,870)<	Share options granted under ESOS	34,660	31,053
Changes in working capital Net increase in current assets(16,662,584)(3,382,779)Net increase/(decrease) in current liabilities8,119,669(175,854)Cash generated from operations6,466,61014,828,046Interest paid(640,471)(720,118)Taxation paid, net of refund (if any)(4,636,753)(3,661,817)Net cash generated from operating activities1,189,38610,446,111Investing activities1,189,386(3,003,607)Proceeds from disposal of property, plant & equipment67,1001,410,984Purchase of property, plant & equipment(5,613,126)(3,003,607)Acquisition of additional shares in subsidiary company(1,140,304)-Interest received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activities1,742,5783,037,018Share issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(1,170,000)(1,000)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,302Repayment of term loan(1,170,000)(1,002,870)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Share of results of associates	(165,413)	(143,029)
Net increase in current assets $(16,662,584)$ $(3,382,779)$ Net increase/(decrease) in current liabilities $8,119,669$ $(175,854)$ Cash generated from operations $6,466,610$ $14,828,046$ Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $67,100$ $1,410,984$ Purchase of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Dividend received $1,742,578$ $3,037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(1,425,436)$ $(2,452,200)$ Net repayment of short-term borrowings $(1,640,000)$ $(6,411,000)$ Net change in cash and cash equivalents $(9,645,586)$ $2,693,709$ Cash and cash equivalents $(9,645,586)$ $2,693,709$	Operating profit before changes in working capital	15,009,525	18,386,679
Net increase/(decrease) in current liabilities $8,119,669$ $(175,854)$ Cash generated from operations $6,466,610$ $14,828,046$ Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Proceeds from disposal of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ $-$ Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Proceeds from issue of shares $1,742,578$ $3,037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(4,425,436)$ $(2,452,200)$ Net proceeds from lease financing $1,075,198$ $361,892$ Repayment of term loan $(1,170,000)$ $(1,002,870)$ Net change in cash and cash equivalents $(9,645,586)$ $2,693,709$ Cash and cash equivalents at the beginning of the period $24,578,536$ $16,761,442$	Changes in working capital		
Cash generated from operations 6,466,610 14,828,046 Interest paid (640,471) (720,118) Taxation paid, net of refund (if any) (4,636,753) (3,661,817) Net cash generated from operating activities 1,189,386 10,446,111 Investing activities 1,189,386 10,446,111 Investing activities 67,100 1,410,984 Purchase of property, plant & equipment 67,100 1,410,984 Purchase of property, plant & equipment (5,613,126) (3,003,607) Acquisition of additional shares in subsidiary company (1,140,304) - Interest received 81,400 36,500 Net cash used in investing activities (6,191,297) (1,284,613) Financing activities (2,015) (629) Dividend paid to shares 1,742,578 3,037,018 Share issue expenses (2,015) (629) Dividend paid to shareholders of the company (4,425,436) (2,452,200) Net repayment of short-term borrowings (1,864,000) (6,411,000) Net proceeds from lease financing 1,075,198 3	Net increase in current assets	(16,662,584)	(3,382,779)
Interest paid $(640,471)$ $(720,118)$ Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $67,100$ $1,410,984$ Purchase of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Dividend paid to shareholders of the company $(4,425,436)$ $(2,452,200)$ Net repayment of short-term borrowings $(1,640,000)$ $(6,411,000)$ Net cash used in financing $1,075,198$ $361,892$ Repayment of term loan $(1,170,000)$ $(1,002,870)$ Net change in cash and cash equivalents $(9,645,586)$ $2,693,709$ Cash and cash equivalents at the beginning of the period $24,578,536$ $16,761,442$	Net increase/(decrease) in current liabilities	8,119,669	(175,854)
Taxation paid, net of refund (if any) $(4,636,753)$ $(3,661,817)$ Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Investing activities $1,189,386$ $10,446,111$ Proceeds from disposal of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ $-$ Interest received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $1,742,578$ $3,037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(4,425,436)$ $(2,452,200)$ Net repayment of short-term borrowings $(1,864,000)$ $(6,411,000)$ Net proceeds from lease financing $1,075,198$ $361,892$ Repayment of term loan $(1,170,000)$ $(1,002,870)$ Net change in cash and cash equivalents $(9,645,586)$ $2,693,709$ Cash and cash equivalents at the beginning of the period $24,578,536$ $16,761,442$	Cash generated from operations	6,466,610	14,828,046
Net cash generated from operating activities $1,189,386$ $10,446,111$ Investing activitiesProceeds from disposal of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $413,633$ $271,510$ Dividend received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $(2,015)$ (629) Dividend paid to shareholders of the company $(1,364,000)$ $(6,411,000)$ Net repayment of short-term borrowings $(1,075,198)$ $361,892$ Repayment of term loan $(1,170,000)$ $(1,002,870)$ Net cash used in financing activities $(9,645,586)$ $2,693,709$ Cash and cash equivalents at the beginning of the period $24,578,536$ $16,761,442$	Interest paid	(640,471)	(720,118)
Investing activitiesProceeds from disposal of property, plant & equipment67,1001,410,984Purchase of property, plant & equipment(5,613,126)(3,003,607)Acquisition of additional shares in subsidiary company(1,140,304)-Interest received413,633271,510Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activities(2,015)(629)Dividend properses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,170,000)(1,002,870)Net cash used in financing activities(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Taxation paid, net of refund (if any)	(4,636,753)	(3,661,817)
Proceeds from disposal of property, plant & equipment $67,100$ $1,410,984$ Purchase of property, plant & equipment $(5,613,126)$ $(3,003,607)$ Acquisition of additional shares in subsidiary company $(1,140,304)$ -Interest received $413,633$ $271,510$ Dividend received $81,400$ $36,500$ Net cash used in investing activities $(6,191,297)$ $(1,284,613)$ Financing activities $1,742,578$ $3,037,018$ Share issue of shares $1,742,578$ $3,037,018$ Share issue expenses $(2,015)$ (629) Dividend paid to shareholders of the company $(4,425,436)$ $(2,452,200)$ Net repayment of short-term borrowings $(1,864,000)$ $(6,411,000)$ Net cash used in financing activities $(4,643,675)$ $(6,467,789)$ Net change in cash and cash equivalents $(9,645,586)$ $2,693,709$ Cash and cash equivalents at the beginning of the period $24,578,536$ $16,761,442$	Net cash generated from operating activities	1,189,386	10,446,111
Purchase of property, plant & equipment(5,613,126)(3,003,607)Acquisition of additional shares in subsidiary company(1,140,304)-Interest received413,633271,510Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activities1,742,5783,037,018Share issue of shares(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Investing activities		
Acquisition of additional shares in subsidiary company(1,140,304)-Interest received413,633271,510Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activities1,742,5783,037,018Share issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Proceeds from disposal of property, plant & equipment	67,100	1,410,984
Interest received413,633271,510Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activitiesProceeds from issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Purchase of property, plant & equipment	(5,613,126)	(3,003,607)
Dividend received81,40036,500Net cash used in investing activities(6,191,297)(1,284,613)Financing activitiesProceeds from issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Acquisition of additional shares in subsidiary company	(1,140,304)	-
Net cash used in investing activities(6,191,297)(1,284,613)Financing activitiesProceeds from issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Interest received	413,633	271,510
Financing activitiesProceeds from issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Dividend received	81,400	36,500
Proceeds from issue of shares1,742,5783,037,018Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Net cash used in investing activities	(6,191,297)	(1,284,613)
Share issue expenses(2,015)(629)Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Financing activities		
Dividend paid to shareholders of the company(4,425,436)(2,452,200)Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Proceeds from issue of shares	1,742,578	3,037,018
Net repayment of short-term borrowings(1,864,000)(6,411,000)Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Share issue expenses	(2,015)	(629)
Net proceeds from lease financing1,075,198361,892Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Dividend paid to shareholders of the company	(4,425,436)	(2,452,200)
Repayment of term loan(1,170,000)(1,002,870)Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Net repayment of short-term borrowings	(1,864,000)	(6,411,000)
Net cash used in financing activities(4,643,675)(6,467,789)Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Net proceeds from lease financing	1,075,198	361,892
Net change in cash and cash equivalents(9,645,586)2,693,709Cash and cash equivalents at the beginning of the period24,578,53616,761,442	Repayment of term loan	(1,170,000)	(1,002,870)
Cash and cash equivalents at the beginning of the period 24,578,536 16,761,442	Net cash used in financing activities	(4,643,675)	(6,467,789)
	Net change in cash and cash equivalents	(9,645,586)	2,693,709
Cash and cash equivalents at the end of the period 14,932,950 19,455,151	Cash and cash equivalents at the beginning of the period	24,578,536	16,761,442
	Cash and cash equivalents at the end of the period	14,932,950	19,455,151

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)