

**COMPUGATES HOLDINGS BERHAD**  
**(Company No. 669287 - H)**  
**(Incorporated in Malaysia)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2010**

The actual results of Compugates Holdings Berhad for the period ended 30 September 2010 are as follows:-

	NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER ENDED 30 SEPTEMBER 2010 RM'000 (Unaudited )	CORRESPONDING QUARTER ENDED 30 SEPTEMBER 2009 RM'000 (Unaudited )	CURRENT YEAR TO DATE 30 SEPTEMBER 2010 RM'000 (Unaudited )	CORRESPONDING PERIOD ENDED 30 SEPTEMBER 2009 RM'000 (Unaudited )
REVENUE		152,945	173,970	477,276	589,686
COST OF SALES		(152,584)	(172,002)	(475,343)	(583,603)
GROSS PROFIT		361	1,968	1,933	6,083
OTHER INCOME		4,171	2,451	10,646	7,633
SALES AND MARKETING EXPENSES		(318)	(260)	(586)	(1,088)
ADMINISTRATIVE EXPENSES		(4,279)	(3,091)	(15,419)	(9,343)
OTHER EXPENSES		(325)	(187)	(1,190)	(626)
FINANCE COSTS		(32)	(30)	(52)	(84)
(LOSS)/PROFIT BEFORE TAXATION		(422)	851	(4,668)	2,575
INCOME TAX EXPENSE	20	(110)	(480)	(709)	(1,559)
(LOSS)/PROFIT AFTER TAXATION		(532)	371	(5,377)	1,016
OTHER COMPREHENSIVE INCOME					
Fair value of available- for-sale investments		(685)	-	(2,217)	-
Foreign currency translation		(126)	(285)	(369)	118
Share of profit arising from acquisition of subsidiary		-	895	-	895
Deferred tax on revaluation surplus		105	883	-	883
Total other comprehensive income, net of tax		(706)	1,493	(2,586)	1,896
TOTAL COMPREHENSIVE INCOME		(1,238)	1,864	(7,963)	2,912
PROFIT ATTRIBUTABLE TO:					
Owners of the Parent		(321)	75	(5,716)	416
Minority Interest		(211)	296	339	600
		(532)	371	(5,377)	1,016
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:					
Owners of the Parent		(1,469)	673	(7,941)	1,417
Minority Interest		231	1,191	(22)	1,495
		(1,238)	1,864	(7,963)	2,912
(LOSS)/EARNINGS PER SHARE (SEN)					
Basic on ordinary shares of: - RM0.10 each	28	(0.01)	#	(0.27)	0.02
Diluted	28	N/A	N/A	N/A	N/A

# - Amount less than 0.01 sen

The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

**COMPUGATES HOLDINGS BERHAD**  
**(Company No. 669287 - H)**  
**(Incorporated in Malaysia)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2010**

	(Unaudited)	(Audited)
	AS AT END OF CURRENT YEAR QUARTER ENDED 30 SEPTEMBER 2010 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31 DEC 2009 RM'000 restated
Note		
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property and equipment	16,534	16,836
Plantation Expenditure	1,105	-
Available-for-sale investments	6,822	-
22	-	12,033
Quoted investments	-	12,033
Investment properties	5,795	5,290
Deferred tax asset	3	3
Goodwill on consolidation	35,991	35,991
	<u>66,250</u>	<u>70,153</u>
<b>CURRENT ASSETS</b>		
Inventories	25,751	26,034
Receivables	23,977	21,432
Tax refundable	36	62
Cash and cash equivalents	18,666	27,736
	<u>68,430</u>	<u>75,264</u>
<b>TOTAL ASSETS</b>	<u>134,680</u>	<u>145,417</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	213,429	213,429
Fair value reserve	(2,677)	-
Revaluation reserve	883	883
Exchange fluctuation reserve	(207)	(199)
Accumulated losses	(116,093)	(107,352)
<b>Equity attributable to owners of the Parent</b>	<u>95,335</u>	<u>106,761</u>
Minority Interest	2,550	3,089
<b>TOTAL EQUITY</b>	<u>97,885</u>	<u>109,850</u>
<b>NON-CURRENT AND DEFERRED LIABILITIES</b>		
Deferred taxation	612	649
<b>CURRENT LIABILITIES</b>		
Payables	33,728	33,463
Amount owing to a director	-	200
Amount owing to shareholders of subsidiaries	2,090	141
Short-term borrowing	19	86
24	346	1,028
Provision for taxation	346	1,028
	<u>36,183</u>	<u>34,918</u>
<b>TOTAL LIABILITIES</b>	<u>36,795</u>	<u>35,567</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>134,680</u>	<u>145,417</u>
Net Assets per share (RM)		
On ordinary shares of:		
- RM0.10 each	<u>0.04</u>	<u>0.05</u>

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

**COMPUGATES HOLDINGS BERHAD**  
**(Company No. 669287 - H)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2010**

	← Attributable to Owners of the Company →								
	Note	Share Capital RM'000	Fair Value Reserve RM'000	Revaluation Reserve RM'000	Exchange Fluctuation Reserve RM'000	Accumulated Losses RM'000			
Balance as at 1 January 2009		213,429	-	-	186	(13,497)	200,118	11,132	211,250
Total comprehensive income		-	-	883	118	416	1,417	1,495	2,912
Balance as at 30 September 2009		<u>213,429</u>	<u>-</u>	<u>883</u>	<u>304</u>	<u>(13,081)</u>	<u>201,535</u>	<u>12,627</u>	<u>214,162</u>
Balance as at 1 January 2010, as previously stated		213,429	-	883	(199)	(107,352)	106,761	3,089	109,850
- effect of adopting FRS 139		<u>-</u>	<u>(460)</u>	<u>-</u>	<u>-</u>	<u>(3,025)</u>	<u>(3,485)</u>	<u>-</u>	<u>(3,485)</u>
Balance as at 1 January 2010, as restated		213,429	(460)	883	(199)	(110,377)	103,276	3,089	106,365
Issue of shares by a subsidiary to minority shareholders		-	-	-	-	-	-	12	12
Payment of dividends to minority shareholders		-	-	-	-	-	-	(529)	(529)
Total comprehensive income		-	(2,217)	-	(8)	(5,716)	(7,941)	(22)	(7,963)
Balance as at 30 September 2010		<u>213,429</u>	<u>(2,677)</u>	<u>883</u>	<u>(207)</u>	<u>(116,093)</u>	<u>95,335</u>	<u>2,550</u>	<u>97,885</u>

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

COMPUGATES HOLDINGS BERHAD  
(Company No. 669287 - H)  
(Incorporated in Malaysia)  
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW  
FOR THE QUARTER ENDED 30 SEPTEMBER 2010

<u>Note</u>	<b>CURRENT YEAR TO DATE 30 SEPTEMBER 2010 RM'000 (Unaudited)</b>	<b>CORRESPONDING PERIOD ENDED 30 SEPTEMBER 2009 RM'000 (Unaudited)</b>
<b>CASH FLOWS (FOR) / FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(4,668)	2,575
Adjustments for:-		
Non-cash items	773	535
Interest expense	38	84
Interest income	(288)	(317)
Operating (loss)/profit before working capital changes	(4,145)	2,877
Increase/(Decrease) in inventories	279	(3,830)
(Increase)/Decrease in receivables	(2,618)	24,602
Increase in payables	265	7,555
<b>Cash (for) / generated from operations</b>	(6,219)	31,204
Interest paid	(38)	(84)
Income tax paid	(1,402)	(30)
<b>NET CASH (FOR) / FROM OPERATING ACTIVITIES</b>	(7,659)	31,090
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	288	317
Plantation expenditure	(1,105)	-
Purchase of property and equipment	(863)	(491)
Acquisition of subsidiary, net of cash acquired	-	(6,000)
Increase of investment property	(551)	(87)
Purchase of available-for-sale investments	(881)	(12,684)
Proceeds from disposal of available-for-sale investments	411	688
Proceeds from disposal of property and equipment	496	25
<b>NET CASH FOR INVESTING ACTIVITIES</b>	(2,205)	(18,232)
<b>CASH FLOWS FROM / (FOR) FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares to minority shareholders	12	-
Dividend paid to minority shareholders	(529)	-
Advance from / (Repayment to) shareholders of subsidiaries	1,949	(2,074)
Repayment to directors	(200)	104
Payments of hire purchase obligations	(67)	(85)
<b>NET CASH FROM / (FOR) FINANCING ACTIVITIES</b>	1,165	(2,055)
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	(8,699)	10,803
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	(371)	115
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	27,736	16,067
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	18,666	26,985
<b>NOTES TO CASH FLOW STATEMENTS</b>		
Cash and cash equivalents comprise:		
Fixed deposits with licensed bank	10,228	21,338
Short term deposits with a licensed bank	5,214	2,365
Cash and bank balances	3,224	3,282
	18,666	26,985

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.