

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)**  
**FOR THE FOURTH QUARTER ENDED 31 MARCH 2008**

	<u>FYE2008</u>	<u>FYE2007</u>	<u>FYE2008</u>	<u>FYE2007</u>
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 31.03.2008	Preceding Year Corresponding Quarter Ended 31.03.2007	Current Year To Date Ended 31.03.2008	Preceding Year Corresponding Quarter Ended 31.03.2007
	RM'000	RM'000	RM'000	RM'000
Revenue	80,629	64,118	316,470	275,233
Profit from Operations	4,967	4,372	19,912	20,241
Finance Costs	(689)	(432)	(3,016)	(2,397)
Investment Income	24	30	131	137
Profit Before Tax	4,302	3,970	17,027	17,981
Income Tax Expense	(1,273)	(1,355)	(4,375)	(4,238)
Profit After Tax	3,029	2,615	12,652	13,743
Attributable to :				
Equity holders of the parent	2,969	2,583	12,367	13,453
Minority Interest	60	32	285	290
	3,029	2,615	12,652	13,743
Earning Per Share				
- Basic (sen)	2.39	2.06	10.02	11.13
- Diluted (sen)	2.36	2.02	9.73	11.12

**The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2007 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**  
**CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)**  
**AS AT 31 MARCH 2008**

	As At 31 March 2008 RM'000	As At 31 December 2007 RM'000
<b>ASSETS</b>		
<b><u>Non-Current Assets</u></b>		
Property, plant and equipment	38,046	35,723
Prepaid lease payments	5,001	5,103
Asset held for sale	130	130
Goodwill	837	837
	<u>44,014</u>	<u>41,793</u>
<b><u>Current Assets</u></b>		
Inventories	54,193	59,015
Trade receivables	68,180	72,712
Other receivables and prepaid expenses	3,577	2,262
Cash and bank balances	9,871	7,218
	<u>135,821</u>	<u>141,207</u>
<b>TOTAL ASSETS</b>	<b><u>179,835</u></b>	<b><u>183,000</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b><u>Equity Attributable To Equitable Holders Of The Parent</u></b>		
Share capital	62,001	62,001
Share premium	195	195
Treasury shares	(914)	(791)
Other reserves	6,298	4,287
Retained earning	26,314	23,344
	<u>93,894</u>	<u>89,036</u>
<b>Minority Interest</b>	1,021	962
<b>Total Equity</b>	<b><u>94,915</u></b>	<b><u>89,998</u></b>
<b><u>Non-Current Liabilities</u></b>		
Hire purchase payables	155	173
Finance lease payable	68	76
Bank borrowings	1,559	1,406
Deferred tax liabilities	2,265	2,008
	<u>4,047</u>	<u>3,663</u>
<b><u>Current Liabilities</u></b>		
Trade payables	15,589	20,763
Other payables and accrued expenses	3,839	4,664
Hire purchase payables	188	403
Finance lease payable	32	32
Bank borrowings	59,739	62,151
Tax liabilities	1,486	1,326
	<u>80,873</u>	<u>89,339</u>
<b>Total Liabilities</b>	<b><u>84,920</u></b>	<b><u>93,002</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>179,835</u></b>	<b><u>183,000</u></b>
Net assets per share (RM)	0.7572	0.7180

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2007 and the accompanying explanatory notes to the interim financial reports.

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**

	<b>Financial Year Ended 31.03.2008</b>	<b>Financial Year Ended 31.03.2007</b>
	<b>RM'000</b>	<b>RM'000</b>
Net profit for the year	12,652	13,743
<b>Adjustments for : -</b>		
Non-cash items	2,862	3,658
Non-operating items	2,885	2,260
Income tax expenses recognised in Income Statement	4,375	4,238
<i>Operating profit before changes in working capital</i>	<u>22,774</u>	<u>23,899</u>
<b>Changes in working capital</b>		
Net change in current assets	(22,979)	(19,366)
Net change in current liabilities	(1,301)	2,232
<i>Cash generated from / (used in) operations</i>	(1,506)	6,765
Income tax paid	(4,787)	(2,699)
Finance costs paid	(3,016)	(2,398)
<b>Net cash from / (used in) operating activities</b>	(9,309)	1,668
<b>Net cash from / (used in) investing activities</b>	(2,759)	(6,943)
<b>Net cash from / (used in) financing activities</b>	13,145	4,942
<b>Net Changes in Cash &amp; Cash Equivalents</b>	1,077	(333)
<b>Effect of currencies exchange differences</b>	24	184
Cash & Cash Equivalents at beginning of year	6,795	6,944
Cash & Cash Equivalents at end of year	<u><u>7,896</u></u>	<u><u>6,795</u></u>

\* Cash and cash equivalents at end of financial year comprise the following :

Cash and bank balances	9,871	8,993
Less: Bank overdrafts (included within short term borrowings in Note B8)	(1,975)	(2,198)
	<u><u>7,896</u></u>	<u><u>6,795</u></u>

**The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2007 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**

(Company No.221206-D)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)**

	← Non-Distributable →				Distributable		Minority Interest	Total Equity
	Share Capital	Share Premium	Treasury Shares	Other Reserves	Retained Earning	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
<b>Balance as at 1 April 2006</b>	60,331	195	-	4,470	7,401	72,397	446	72,843
Issuance of shares								
- pursuant to ESOS	570	-	-	-	-	570	-	570
Net profit for the year	-	-	-	-	13,453	13,453	290	13,743
Dividend	-	-	-	-	(3,551)	(3,551)	-	(3,551)
Adjustment on revaluation reserve								
- pursuant to disposal of property	-	-	-	(349)	349	-	-	-
Translation deficit	-	-	-	46	-	46	-	46
<b>Balance as at 31 March 2007</b>	<u>60,901</u>	<u>195</u>	<u>-</u>	<u>4,167</u>	<u>17,652</u>	<u>82,915</u>	<u>736</u>	<u>83,651</u>
<b>Balance as at 1 April 2007</b>	60,901	195	-	4,167	17,652	82,915	736	83,651
Issuance of shares								
- pursuant to ESOS	1,100	-	-	-	-	1,100	-	1,100
Net profit for the period	-	-	-	-	12,367	12,367	285	12,652
Dividend	-	-	-	-	(3,705)	(3,705)	-	(3,705)
Revaluation surplus	-	-	-	1,869	-	1,869	-	1,869
Translation surplus	-	-	-	262	-	262	-	262
Purchase of treasury shares	-	-	(914)	-	-	(914)	-	(914)
<b>Balance as at 31 March 2008</b>	<u>62,001</u>	<u>195</u>	<u>(914)</u>	<u>6,298</u>	<u>26,314</u>	<u>93,894</u>	<u>1,021</u>	<u>94,915</u>

**The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2007 and the accompanying explanatory notes to the interim financial reports.**

**UNAUDITED QUARTERLY REPORT ON FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2008**

**Notes to the Interim Financial Report**

**A1. Accounting Policies**

The interim financial reports are unaudited and have been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2007.

**A2. Change in Accounting Policies**

The significant accounting policies adopted are consistent with those in the audited financial statements for the financial year ended 31 March 2007.

**A3. Audit Qualification on Annual Financial Statements**

The audit report of the Group's annual Financial Statements for the financial year ended 31 March 2007 was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's business operations are not significantly affected by any seasonal or cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period.

**A6. Material Changes in Accounting Estimates**

There were no changes in accounting estimates for financial period under review.

**A7. Debts and Equity Securities**

**(a) Employees Shares Option Scheme ("ESOS")**

In the 4<sup>th</sup> Quarter ended 31<sup>st</sup> Mar 2008, no new ordinary shares were issued and allotted pursuant to the exercise of ESOS. A total of 2,201,800 new ordinary shares were issued and allotted during the financial year ended 31 March 2008.

**(b) Treasury Shares**

During current quarter, the Company repurchased 207,700 of its issued ordinary shares from the open market at an average price of RM 0.59 per shares. The total consideration paid for the repurchase including transaction costs was RM 122,241 and this was financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965. None of the treasury shares has been resold or canceled during the period under review.

For the financial year ended 31 March 2008, the Company had repurchased a total of 1,442,700 ordinary shares from the open market at an average price of RM 0.63 per shares.

**A8. Dividend Paid**

There were no dividend payments made in current quarter.

**A9. Segmental Reporting**

	<b>Revenue</b>	<b>Profit before</b>	<b>Assets</b>
	<b>RM'000</b>	<b>Taxation</b>	<b>Employed</b>
		<b>RM'000</b>	<b>RM'000</b>
Manufacturing Division	64,196	5,618	48,035
Distributing Division	<u>252,274</u>	<u>11,229</u>	<u>128,232</u>
	<u>316,470</u>	16,847	176,267
Unallocated corporate profit / assets		<u>180</u>	<u>2,731</u>
		<u>17,027</u>	<u>178,998</u>

**A10. Valuations of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

**A11. Subsequent Material Events**

There are no subsequent material events that are required to be reflected in the current quarter.

**A12. Changes in the Composition of the Group**

There were no changes in Composition of the Group for current quarter under review.

**A13. Contingent Liabilities**

As of 31 Mar 2008, the Group has credit facilities from licensed banks, financial institutions and suppliers totalling RM 192.58million (RM 188.10 million in Dec 2007) which are guaranteed by the Company. Accordingly, the Company is contingently liable to the extent of credit facilities utilised by its subsidiary companies as of period-end amounting to about RM 64.53 million (RM 68.03 million in Dec 2007).

**A14. Capital Commitments**

As of 31 Mar 2008, the Group has the following capital commitments:

	<b>RM'000</b>
Approved and contracted for :	
Purchase of land	121
Construction of factory building	1,732

**Additional Information Required by the Bursa Malaysia Listing Requirements**

**B1. Review of the Performance**

In the 4<sup>th</sup> Quarter of current financial year, the Group's revenue increase 25.75% from RM 64.12 million in preceding year corresponding quarter to RM 80.63 million. The profit before tax ("PBT") also increase from RM 3.97 million to RM 4.30 million, representing a growth of 8.31%.

For the financial year ended 31 March 2008, the Group recorded a revenue of RM 316.47 million. This represented a growth of 14.98% as compare to the results in the preceding financial year ended 31 March 2007. The growth is attributed mainly from the higher sales volume achieved. However, the profit before tax ("PBT") has decreased by 5.28% from RM 17.98 million to RM 17.03 million. The decline in the Group's PBT was mainly due to higher raw material costs and operating costs.

**B2. Variation of Results Against Preceding Quarter**

For current quarter under review, the Group's revenue decreased by 4.85% as compared to RM 84.74 million in the preceding quarter ended 31 Dec 2007. The PBT also decreased by 7.33% from RM 4.64 million to RM 4.30 million.

**B3. Prospects**

Coupled with competitive pricing policies, barring unforeseen circumstances, the directors are optimistic that the Group is expected to continuing achieve encouraging results for the next financial years. The Board will continuously take necessary steps to deliver satisfactory results for the coming years.

**B4. Taxation**

The taxation is calculated based on the profit for the financial year ended 31 Mar 2008 comprises the following:

	<u>Current Quarter</u>	<u>Current Year To Date</u>
	RM'000	RM'000
<u>Income tax Expenses :</u>		
Current Quarter/Year	1,293	4,326
Under-provision in prior Quarter/Year	109	178
Over-provision of Deferred tax in prior year	(129)	(129)
	<u>1,273</u>	<u>4,375</u>

The effective tax rate of the Group for financial year ended 31 Mar 2008 is lower than the statutory tax rate and this is principally due to utilisation of tax allowances.

**B5. Unquoted Investments and/or Properties**

There were no disposals of unquoted investment and/or properties for the quarter under review.

**B6. Quoted Securities**

There were no purchases or disposals of quoted securities for the quarter under review.

**B7. Status of Corporate Proposals**

There was no corporate proposal for the quarter under review.

**B8. Borrowings**

The Group's borrowings as at the end of the reporting period are 100% unsecured :-

	As At 31 Mar 2008 RM'000	As At 31 Dec 2007 RM'000
Short Term Borrowing	59,739	62,151
Long Term Borrowing	1,559	1,406
	61,298	63,557

**B9. Off Balance Sheet Financial Instruments**

There was no financial instrument with off balance sheet risk as at the date of this report.

**B10. Material Litigation**

There was no change in material litigation since the last audited annual balance sheet date.

**B11. Proposed Final Dividend**

Pending the declaration of dividends by subsidiary company amounting of RM 2,000,000, the directors propose a final dividend of 1.5sen, tax-exempt, in respect of the current financial year. This dividend is subject to approval by the shareholders at the forthcoming Annual General Meeting of the Company, and has not been included as a liability in the financial statements. The dates of entitlement and payment will be determined at a later stage.

**B12. Earnings Per Share ("EPS")**

The EPS is derived as follow :-

	<b>Current Quarter</b>	<b>Current Year To Date</b>
Net profit for the period/year (RM'000)	2,969	12,367
Weighted average number of ordinary shares ('000)	124,003	123,475
Adjusted weighted average number of ordinary shares for calculating diluted EPS ('000)	125,881	127,120
EPS (sen)	2.39	10.02
Diluted EPS (sen)	2.36	9.73