

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Income Statements

	Note	Quarter ended 30 Sep		9 months ended 30 Sep	
		2007	2006	2007	2006
		RM'000	RM'000	RM'000	RM'000
Revenue		98,012	90,905	310,412	286,590
Expenses excluding finance cost and tax		(91,809)	(87,940)	(294,807)	(271,276)
Loss on divestment		0	0	0	0
Other operating income		310	182	635	581
Profit from operations		6,513	3,147	16,240	15,895
Finance cost		(149)	(87)	(312)	(241)
Profit/(loss) before tax		6,364	3,060	15,928	15,654
Taxation	10	(1,307)	(796)	(4,053)	(3,596)
Net profit /(loss) for the period		5,057	2,264	11,875	12,058
Attributable to:					
- Equity holders of the parent		5,057	2,264	11,875	12,058
- Minority interest		0	0	0	0
		5,057	2,264	11,875	12,058
Basic earnings/(loss) per ordinary share (sen)	11	3.79	1.70	8.91	9.06
Diluted earnings/(loss) per ordinary share (sen)	11	3.79	1.70	8.91	9.05

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Balance Sheet

	AS AT END OF CURRENT QUARTER 30-Sep-07 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31-Dec-06 RM'000
Non current assets		
Property, plant and equipment	99,054	105,333
Deferred tax assets	3,450	3,228
Goodwill	0	0
Current assets		
Inventories	64,783	69,214
Receivables, deposits and prepayments	44,919	39,804
Deposits, cash and bank balances	42,700	31,223
	152,402	140,241
Less: Current liabilities		
Trade and other payables	21,005	19,931
Current tax liabilities	1,025	45
	22,030	19,976
Net current assets	130,372	120,265
Less: Non current liabilities		
Provision for retirement benefits	4,937	4,552
Deferred tax liabilities	15,837	16,752
	20,774	21,304
	212,102	207,522
Capital and reserves		
Share capital	134,331	134,329
Reserves	77,771	73,193
	212,102	207,522
Minority interest	0	0
Total equity	212,102	207,522

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Changes In Equity

Note	<u>Non-distributable</u>			Revenue reserve RM'000	Minority interests RM'000	Total RM'000
	Share capital RM'000	Share premium RM'000	Revaluation and other reserves RM'000			
Balance as at 1 January 2007	134,329	4,112	3,275	65,806	0	207,522
Net profit for the 6-month period				11,875	0	11,875
Dividends				(7,297)		(7,297)
Share buyback-treasury shares						0
Share issued - exercise of share options	2					2
Acquisition of minority interest						0
Goodwill written off						0
Balance as at 30 Sept 2007	134,331	4,112	3,275	70,384	0	212,102
Balance as at 1 January 2006	134,065	4,094	7,308	66,231	16,215	227,913
Net profit for the 6-month period				12,058	0	12,058
Dividends				(7,193)		(7,193)
Share buyback-treasury shares			(1)			(1)
Share issued - exercise of share options	264	18				282
Acquisition of minority interest					(16,215)	(16,215)
Goodwill written off			(4,032)			(4,032)
Balance as at 30 Sept 2006	134,329	4,112	3,275	71,096	0	212,812

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Cash Flow Statement

	9 months ended 30 Sep	
	2007	2006
	RM'000	RM'000
Operating activities		
Cash from operations	25,096	(512)
Payment of retirement benefits	(231)	(990)
Tax paid	(3,742)	(4,603)
Net cash flow from operating activities	21,123	(6,105)
Investing activities		
Purchase of fixed assets	(2,955)	(3,502)
Proceeds from sale of fixed assets	41	272
Land disposal costs	0	0
Proceed from disposal of subsidiary	0	0
Interest income received	563	515
Addition investment in subsidiary	0	(20,247)
Net cash flow from investing activities	(2,351)	(22,962)
Financing activities		
Proceeds from issue of ordinary shares	2	282
Payment of dividends to:		
- shareholders	(7,297)	(7,193)
- minority interests in subsidiary company	0	0
Share buy back	0	(1)
Interest paid	0	0
Net cash outflow from financing activities	(7,295)	(6,912)
Changes in Cash & Cash Equivalents	11,477	(35,979)
Cash & Cash Equivalents at beginning of year	31,223	71,519
Cash & Cash Equivalents at end of period	42,700	35,540

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)
(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THREE MONTHS
ENDED 30 SEPTEMBER 2007**

A Financial Reporting Standards (“FRS”) 134

A.1 Accounting policies

The interim financial statements are unaudited and have been prepared in accordance with the requirements of 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 Group's financial statements for the year ended 31 December 2006. These explanatory notes attached to the interim financial statements 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 31 December 2006.

The accounting policies and methods of computation adopted by the Company are in compliance with the Malaysian Financial Reporting Standards (FRSs) and other interpretations effective for financial statement commencing 1 Jan 2007.

A.2 Disclosure of audit report qualification and status of matters raised

There was no qualification in the audit report on the annual financial statements for the year ended 31 Dec 2006.

A.3 Seasonality or Cyclicity of Interim Operations

One of the products that the ALCOM Group manufactures and sells is finstock (both bare and coated). This product is supplied to air conditioner manufacturers, in which sector demand is increasingly subject to seasonal changes.

A.4 Unusual items affecting assets, liabilities, equity, net income, or cash flow

During the quarter under review, there were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group.

A.5 Materials changes in estimates

There were no significant changes in estimates that have had a material effect in current quarter ended 30 September 2007.

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

The Company did not do any share buy-back during the quarter under review. As at 30 September 2007, a total of 1,046,800 ALCOM shares (being the total number of such shares purchased between 18 September 2001 and 26 January 2006) were held by the Company as treasury shares.

In the same quarter, the Company did not issue or repay any debt or equity securities.

The movement of ALCOM's Employee Share Option Scheme during the quarter was as follows:-

	Number of options with exercise price of RM2.48/share	Number of options with exercise price of RM1.07/share	Total
Balance as at 30.06.2007	1,563,000	38,000	1,601,000
Granted during qtr	-	-	-
Exercised during qtr	-	-	-
Lapsed during qtr	18,000	-	18,000
Balance as at 30.09.2007	1,545,000	38,000	1,583,000

A.7 Dividends paid

There were no dividends paid during the quarter under review

A.8 Segmental report

The ALCOM Group is solely involved in the manufacturing of aluminium products and operates within Malaysia.

A.9 Valuation of Property, Plant and Equipment

Property, Plant and Equipment: The valuation of land and buildings has been brought forward, without amendments from the financial statements for the year ended 31 December 2006.

A.10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the quarter in which this report is made.

A.11 Changes in the composition of the Group

Not applicable.

A.12 Changes in contingent liabilities or contingent assets

The ALCOM Group has no contingent liabilities or contingent assets as at end of the quarter.

B BMSB Listing Requirements (Part A of Appendix 9B)

B.1 Review of Performance

Group revenue of RM98.0 million for the quarter fell by 13.2% as compared to preceding quarter but was higher by 7.8% over the corresponding quarter in the preceding year. Shipments over the same period reduced 10.7% against the preceding quarter but was 13.8% above the corresponding quarter in the previous year.

Group net profit before tax for the quarter of RM6.4 million exceeded the preceding quarter achievement of RM6.1 million as well as the RM3.1 million registered in the corresponding quarter of 2006. The improvement was partly due to the positive impact of our continuous improvement efforts as well as favourable timing of metal price movements.

As at end of the quarter under review, ALCOM's cash reserves stood at RM42.7 million as compared to RM33.2 million at the end of preceding quarter. Besides from the profits for the quarter reduction in working capital levels accounted for the increase in the cash reserves.

B.2 Material changes in profit before taxation for the quarter as compared with the preceding quarter.

Not applicable as there were no material changes in pre-tax profit for the quarter as compared with the preceding quarter.

B.3 Prospects for the current financial year.

The strengthening of the Ringgit against the US dollar continues to be a major concern given our significant exports. Added to this, there is also concern on the knock on effect of higher oil prices on costs. To maintain profitability, ALCOM will carry on with its continuous improvement initiatives to achieve higher levels of operational excellence so as to neutralize adverse market factors.

B.4 Variance of actual profit from forecast profit

Not applicable.

B.5 Taxation

	Quarter ended 30 September		9 months ended 30 September	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
In respect of current period				
- income tax	2,243	1,071	5,503	4,606
-deferred tax	(623)	(272)	(1,137)	(947)
In respect of prior period – income tax	(313)	(3)	(313)	(63)
	1,307	796	4,053	3,596

The reversal of deferred tax reversal during the quarter is due to the impact of lower tax rates for the years ahead.

B.6 Unquoted Investments

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

B.7 Quoted Investments

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

B.8 Status of Corporate Proposal

Not applicable.

B.9 Group borrowings

As at quarter ending 30 September 2007, the ALCOM Group had no bank borrowings outstanding.

B.10 Off Balance Sheet Financial Instruments

Forward foreign exchange contracts

Besides using natural hedges, the ALCOM Group also enters into forward foreign currency exchange contracts to limit their exposure on foreign currency receivables and payables, and on cash flows generated from anticipated transactions denominated in foreign currencies.

As at 20 November 2007, the notional amount of foreign exchange contracts that were entered into as hedges for sales amounted to RM 20.3 million. This amount represents the future cash flows receivable under contracts to sell Singapore Dollar and United States Dollars. The settlement dates of these forward contracts range between 1 to 3 months.

B.11 Changes in Material Litigation

Not applicable.

B.12 Approved Dividends Not Yet Paid

The Directors do not recommend any interim dividend for the current financial period under review.

B.13 Earnings per Share

Quarter ended 30 Sept		9 months ended 30 Sept	
2007	2006	2007	2006
RM'000	RM'000	RM'000	RM'000

(a) Basic earnings per share

Net profit/(loss) for the period	(RM,000)	5,057	2,264	11,875	12,058
Weighted average number of ordinary shares in issue	('000)	133,284	133,282	133,284	133,157
Basic earnings/(loss) per share	(sen)	3.79	1.70	8.91	9.06

(b) Diluted earnings per share

Net profit/(loss) for the period	(RM,000)	5,057	2,264	11,875	12,058
Weighted average number of ordinary shares in issue	('000)	133,284	133,282	133,284	133,157
Adjustment for share options	('000)	7	10	8	42
Weighted average number of ordinary shares for diluted earnings per share	('000)	133,291	133,292	133,292	133,199
Diluted earnings/(loss) per share	(sen)	3.79	1.70	8.91	9.05

**BY ORDER OF THE BOARD
KRISHNA PRASAD
CHIEF FINANCIAL OFFICER
BUKIT RAJA, KLANG
27 NOVEMBER 2007**