

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

|   | Note | Quarter ended 31 Dec |                | 12 months ended 31 Dec |                |
|---|------|----------------------|----------------|------------------------|----------------|
|   |      | 2007<br>RM'000       | 2006<br>RM'000 | 2007<br>RM'000         | 2006<br>RM'000 |
| Revenue   |      | 85,092               | 87,118         | 395,504                | 373,708        |
| Expenses excluding finance cost and tax                 |      | (82,322)             | (85,501)       | (377,177)              | (356,777)      |
| Loss on divestment                                      |      | 0                    | 0              | 0                      | 0              |
| Other operating income                                  |      | 437                  | 255            | 1,072                  | 836            |
| <b>Profit from operations</b>                           |      | <b>3,207</b>         | <b>1,872</b>   | <b>19,399</b>          | <b>17,767</b>  |
| Finance cost  |      | (77)                 | (73)           | (341)                  | (314)          |
| <b>Profit/(loss) before tax</b>                         |      | <b>3,130</b>         | <b>1,799</b>   | <b>19,058</b>          | <b>17,453</b>  |
| Taxation  | 10   | (864)                | 109            | (4,917)                | (3,487)        |
| <b>Net profit /(loss) for the period</b>                |      | <b>2,266</b>         | <b>1,908</b>   | <b>14,141</b>          | <b>13,966</b>  |
| <b>Attributable to:</b>                                 |      |                      |                |                        |                |
| - Equity holders of the parent                          |      | 2,266                | 1,908          | 14,141                 | 13,966         |
| - Minority interest                                     |      | 0                    | 0              | 0                      | 0              |
|   |      | <b>2,266</b>         | <b>1,908</b>   | <b>14,141</b>          | <b>13,966</b>  |
| <b>Basic earnings/(loss) per ordinary share (sen)</b>   | 11   | <b>1.70</b>          | <b>1.43</b>    | <b>10.61</b>           | <b>10.49</b>   |
| <b>Diluted earnings/(loss) per ordinary share (sen)</b> | 11   | <b>1.70</b>          | <b>1.43</b>    | <b>10.61</b>           | <b>10.48</b>   |

(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<br>END OF CURRENT<br>QUARTER<br>31-Dec-07<br>RM'000 | AS AT<br>PRECEDING FINANCIAL<br>YEAR END<br>31-Dec-06<br>RM'000 |
|---------------------------------------|-------------|---|---|
|                                       | <b>Note</b> |   |   |
| <b>Non current assets</b>             |             |   |   |
| Property, plant and equipment         | 13          | 98,096  | 105,333   |
| Deferred tax assets                   |             | 3,356   | 3,228   |
| Goodwill                              |             | 0   | 0   |
| <b>Current assets</b>                 |             |   |   |
| Inventories                           |             | 62,824  | 69,214  |
| Receivables, deposits and prepayments |             | 34,889  | 39,804  |
| Deposits, cash and bank balances      |             | 53,820  | 31,223  |
|                                       |             | 151,533   | 140,241   |
| <b>Less: Current liabilities</b>      |             |   |   |
| Trade and other payables              |             | 17,752  | 19,931  |
| Current tax liabilities               |             | 328   | 45  |
|                                       |             | 18,080  | 19,976  |
| <b>Net current assets</b>             |             | 133,453   | 120,265   |
| <b>Less: Non current liabilities</b>  |             |   |   |
| Provision for retirement benefits     |             | 5,055   | 4,552   |
| Deferred tax liabilities              |             | 15,482  | 16,752  |
|                                       |             | 20,537  | 21,304  |
|                                       |             | 214,368   | 207,522   |
| <b>Capital and reserves</b>           |             |   |   |
| Share capital                         |             | 134,331   | 134,329   |
| Reserves                              |             | 80,037  | 73,193  |
|                                       |             | 214,368   | 207,522   |
| Minority interest                     |             | 0   | 0   |
| <b>Total equity</b>                   |             | 214,368   | 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<br>reserve<br>RM'000 | Minority<br>interests<br>RM'000 | Total<br>RM'000 |
|--|----------------------------|----------------------------|--|------------------------------|---------------------------------|-----------------|
|  | Share<br>capital<br>RM'000 | Share<br>premium<br>RM'000 | Revaluation<br>and other<br>reserves<br>RM'000 |                              |                                 |                 |
| <b>Balance as at 1 January 2007</b>      | <b>134,329</b>             | <b>4,112</b>               | <b>3,275</b>                                   | <b>65,806</b>                | <b>0</b>                        | <b>207,522</b>  |
| Net profit for the 6-month period        |                            |                            |  | <b>14,141</b>                | <b>0</b>                        | <b>14,141</b>   |
| Dividends                                |                            |                            |  | <b>(7,297)</b>               |                                 | <b>(7,297)</b>  |
| Share buyback-treasury shares            |                            |                            |  |                              |                                 | <b>0</b>        |
| Share issued - exercise of share options | <b>2</b>                   |                            |  |                              |                                 | <b>2</b>        |
| Acquisition of minority interest         |                            |                            |  |                              |                                 | <b>0</b>        |
| Goodwill written off                     |                            |                            |  |                              |                                 | <b>0</b>        |
| <b>Balance as at 31 December 2007</b>    | <b>134,331</b>             | <b>4,112</b>               | <b>3,275</b>                                   | <b>72,650</b>                | <b>0</b>                        | <b>214,368</b>  |
| <b>Balance as at 1 January 2006</b>      | <b>134,065</b>             | <b>4,094</b>               | <b>7,308</b>                                   | <b>66,231</b>                | <b>16,215</b>                   | <b>227,913</b>  |
| Net profit for the 6-month period        |                            |                            |  | <b>13,966</b>                | <b>0</b>                        | <b>13,966</b>   |
| Dividends                                |                            |                            |  | <b>(14,391)</b>              |                                 | <b>(14,391)</b> |
| Share buyback-treasury shares            |                            |                            | <b>(1)</b>                                     |                              |                                 | <b>(1)</b>      |
| Share issued - exercise of share options | <b>264</b>                 | <b>18</b>                  |  |                              |                                 | <b>282</b>      |
| Acquisition of minority interest         |                            |                            |  |                              | <b>(16,215)</b>                 | <b>(16,215)</b> |
| Goodwill written off                     |                            |                            | <b>(4,032)</b>                                 |                              |                                 | <b>(4,032)</b>  |
| <b>Balance as at 31 December 2006</b>    | <b>134,329</b>             | <b>4,112</b>               | <b>3,275</b>                                   | <b>65,806</b>                | <b>0</b>                        | <b>207,522</b>  |

(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**

|   | 12 months ended 31 Dec |                 |
|---|------------------------|-----------------|
|   | 2007                   | 2006            |
|   | RM'000                 | RM'000          |
| <b>Operating activities</b>                             |                        |                 |
| Cash from operations                                    | 40,406                 | 6,396           |
| Payment of retirement benefits                          | (331)                  | (1,040)         |
| Tax paid  | (6,032)                | (5,855)         |
| <b>Net cash flow from operating activities</b>          | <b>34,043</b>          | <b>(499)</b>    |
| <b>Investing activities</b>                             |                        |                 |
| Purchase of fixed assets                                | (5,242)                | (6,471)         |
| Proceeds from sale of fixed assets                      | 136                    | 272             |
| Land disposal costs                                     | 0                      | 0               |
| Proceed from disposal of subsidiary                     | 0                      | 0               |
| Interest income received                                | 955                    | 759             |
| Addition investment in subsidiary                       | 0                      | (20,247)        |
| <b>Net cash flow from investing activities</b>          | <b>(4,151)</b>         | <b>(25,687)</b> |
| <b>Financing activities</b>                             |                        |                 |
| Proceeds from issue of ordinary shares                  | 2                      | 282             |
| Payment of dividends to:                                |                        |                 |
| - shareholders  | (7,297)                | (14,391)        |
| - minority interests in subsidiary company              | 0                      | 0               |
| Share buy back  | 0                      | (1)             |
| Interest paid   | 0                      | 0               |
| <b>Net cash outflow from financing activities</b>       | <b>(7,295)</b>         | <b>(14,110)</b> |
| <b>Changes in Cash &amp; Cash Equivalents</b>           | <b>22,597</b>          | <b>(40,296)</b> |
| <b>Cash &amp; Cash Equivalents at beginning of year</b> | <b>31,223</b>          | <b>71,519</b>   |
| <b>Cash &amp; Cash Equivalents at end of period</b>     | <b>53,820</b>          | <b>31,223</b>   |

(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 31 December 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 31 December 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 31 December 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 30.09.2007 | 1,545,000   | 38,000  | 1,583,000 |
| Granted during qtr       | -   | -   | -         |
| Exercised during qtr     | -   | -   | -         |
| Lapsed during qtr        | 46,000  | 21,000  | 67,000    |
| Balance as at 31.12.2007 | 1,499,000   | 17,000  | 1,516,000 |

#### 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 RM85.0 million for the quarter was 13.2% lower than that registered in the preceding quarter and 2.3 % lower than the corresponding quarter of 2006. Shipments were 5.9 % below the preceding quarter but 8.5 % higher than fourth quarter in the previous year.

Group net profit before tax for the quarter was RM3.1 million as compared to RM6.4 million in the preceding quarter and RM1.8 million higher than that registered in last quarter of 2006. Changes in shipment volumes as well as the impact of metal price changes over the period affected profitability for the quarter.

As at end of the quarter under review, ALCOM's cash reserves stood at RM53.8 million as compared to RM42.7 million at the end of preceding quarter and RM31.2 million at the end of Y2005. Reduction in working capital levels was a significant factor contributing to the increase in the cash reserves.

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

The Group's pre-tax profit for the quarter end 31 Dec 2007 of RM3.1 million was lower than the RM6.4 million registered in the preceding quarter. The lower profitability was due to shipments which reduced by 5.9% as well a smaller impact of favourable metal price movements.

### B.3 Prospects for the current financial year.

The continued strengthening of the Ringgit against the US dollar and cost increase pressures in respect of most supplies are major concerns going forward. Nevertheless the various initiatives taken by ALCOM are expected to help the Group meet the challenges arising and enable it to maintain profitability in the remainder of the financial year.

### B.4 Variance of actual profit from forecast profit

Not applicable.

### B.5 Taxation

|   | Quarter ended 31 December |         | 12 months ended 31 December |         |
|---|---------------------------|---------|-----------------------------|---------|
|   | 2007                      | 2006    | 2007                        | 2006    |
|   | RM'000                    | RM'000  | RM'000                      | RM'000  |
| In respect of current period            |                           |         |                             |         |
| - income tax                            | 1,125                     | 1,139   | 6,628                       | 5,745   |
| -deferred tax                           | (261)                     | (1,248) | (1,398)                     | (2,195) |
| In respect of prior period – income tax | 0                         | 0       | (313)                       | (63)    |
|   | 864                       | (109)   | 4,917                       | 3,487   |

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 31 December 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 19 February 2008, the notional amount of foreign exchange contracts that were entered into as hedges for sales amounted to RM 26.7 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 2 months.

## B.11 Changes in Material Litigation

Not applicable.

## B.12 Approved Dividends Not Yet Paid

On 26 February 2008, the Board approved an interim dividend of 5% less 26% tax; to be paid on 31 March 2008.

## B.13 Earnings per Share

| Quarter ended 31 Dec |        | 12 months ended 31 Dec |        |
|----------------------|--------|------------------------|--------|
| 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) | 2,266   | 1,908   | 14,141  | 13,966  |
| Weighted average number of ordinary shares in issue | ('000)   | 133,284 | 133,282 | 133,284 | 133,189 |
| Basic earnings/(loss) per share                     | (sen)    | 1.70    | 1.43    | 10.61   | 10.94   |

### (b) Diluted earnings per share

|   |          |         |         |         |         |
|---|----------|---------|---------|---------|---------|
| Net profit/(loss) for the period  | (RM,000) | 2,266   | 1,908   | 14,141  | 13,966  |
| Weighted average number of ordinary shares in issue                       | ('000)   | 133,284 | 133,282 | 133,284 | 133,189 |
| Adjustment for share options  | ('000)   | 2       | 9       | 6       | 32      |
| Weighted average number of ordinary shares for diluted earnings per share | ('000)   | 133,286 | 133,291 | 133,290 | 133,221 |
| Diluted earnings/(loss) per share   | (sen)    | 1.70    | 1.43    | 10.61   | 10.48   |

**BY ORDER OF THE BOARD  
KRISHNA PRASAD  
CHIEF FINANCIAL OFFICER  
BUKIT RAJA, KLANG  
26 FEBRUARY 2008**