

BONIA CORPORATION BERHAD

(COMPANY NO. 223934-T)

[Incorporated in Malaysia]

CONDENSED CONSOLIDATED BALANCE SHEETS

As at 31 December 2006

(Unaudited)

	As At 31 Dec 2006 RM'000	RESTATED As At 30 Jun 2006 RM'000
ASSETS		
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	45,404	45,631
PREPAID LEASE PAYMENTS	652	655
LAND HELD FOR PROPERTY DEVELOPMENT	4,856	4,821
INVESTMENT IN ASSOCIATED COMPANIES	197	193
INVESTMENT PROPERTIES	8,010	7,958
LONG TERM INVESTMENTS	3,573	3,574
INTANGIBLE ASSETS	4,878	6,365
TRADE RECEIVABLE	10,386	10,386
DEFERRED TAX ASSETS	351	303
Total non-current assets	<u>78,307</u>	<u>79,886</u>
CURRENT ASSETS		
Inventories	35,966	38,152
Trade and other receivables	60,408	48,236
Cash and cash equivalents	41,845	23,004
Total current assets	<u>138,219</u>	<u>109,392</u>
TOTAL ASSETS	<u>216,526</u>	<u>189,278</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL	47,932	44,780
WARRANTS	1,836	1,900
RESERVES	56,799	43,395
Total equity attributable to the holders of the parent	<u>106,567</u>	<u>90,075</u>
Minority interest	2,268	1,960
Total equity	<u>108,835</u>	<u>92,035</u>
NON-CURRENT LIABILITIES		
Long Term borrowings	38,552	39,000
Deferred tax liabilities	185	245
Total non-current liabilities	<u>38,737</u>	<u>39,245</u>
CURRENT LIABILITIES		
Trade and other payables	26,443	19,887
Bank borrowings	35,582	33,626
Tax liabilities	6,929	4,485
Total current liabilities	<u>68,954</u>	<u>57,998</u>
Total liabilities	<u>107,691</u>	<u>97,243</u>
TOTAL EQUITY AND LIABILITIES	<u>216,526</u>	<u>189,278</u>
	0	0
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM)		
	2.22	2.01

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2006)

BONIA CORPORATION BERHAD

(COMPANY NO. 223934-T)
[Incorporated in Malaysia]

CONDENSED CONSOLIDATED INCOME STATEMENTS For the period ended 31 December 2006 (Unaudited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31 Dec 2006 RM'000	Preceding Year Corresponding Quarter 31 Dec 2005 RM'000	Current Year To-Date 31 Dec 2006 RM'000	Preceding Year Corresponding Period 31 Dec 2005 RM'000
Revenue	69,023	61,099	128,021	108,307
Cost of sales	(27,479)	(28,525)	(52,312)	(51,036)
Gross profit	41,544	32,574	75,709	57,271
Other operating income	421	117	586	272
Marketing and distribution expenses	(13,864)	(11,658)	(27,315)	(22,050)
General and administration expenses	(13,358)	(11,012)	(25,530)	(20,425)
Other expenses	-	(365)	(1,492)	(730)
Finance costs	(1,229)	(1,409)	(2,662)	(2,859)
Profit from operations	13,514	8,247	19,296	11,479
Share of results of associated co	21	15	4	31
Profit before taxation	13,535	8,262	19,300	11,510
Taxation	(3,543)	(2,880)	(5,980)	(4,136)
Profit for the period	9,992	5,382	13,320	7,374
Attributable to :				
Equity holders of the parent	9,844	5,206	13,012	7,107
Minority interest	148	176	308	267
Profit for the period	9,992	5,382	13,320	7,374
Earnings per share attributable to equity holders of the parent : (Note B13)				
- Basic (sen)	21.15	12.40	27.93	17.08
- Diluted (sen)	17.92	11.46	23.67	15.77

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2006)

BONIA CORPORATION BERHAD

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the period ended 31 December 2006

(Unaudited)

← Attributable to equity holders of the parent →

	Share Capital RM'000	Warrants RM'000	← Non-Distributable →		Distributable Retained Profits RM'000	Sub-total RM'000	Minority interest RM'000	Total Equity RM'000
			Share Premium, Reserves RM'000	Share Option Reserves RM'000				
At 1 July 2006								
As previously stated	44,780	1,900	4,434	-	38,961	90,075	1,960	92,035
Effect of FRS 3	-	-	(649)	-	649	-	-	-
Restated balance	44,780	1,900	3,785	-	39,610	90,075	1,960	92,035
Issue of shares pursuant to the exercise of :								
-ESOS	2,520	-	194	-	-	2,714	-	2,714
- Warrants	632	(64)	64	-	-	632	-	632
Share options granted under ESOS	-	-	-	73	-	73	-	73
Translation gain	-	-	61	-	-	61	-	61
Net gain not recognised in the income statement	-	-	61	-	-	61	-	61
Net profit for the period	-	-	-	-	13,012	13,012	308	13,320
Dividends paid	-	-	-	-	-	-	-	-
At 31 December 2006	47,932	1,836	4,104	73	52,622	106,567	2,268	108,835
At 1 July 2005	41,894	2,091	4,040	-	28,303	76,328	1,138	77,466
Issue of shares pursuant to the exercise of :								
-ESOS	267	-	-	-	-	267	-	267
- Warrants	1,910	(191)	191	-	-	1,910	-	1,910
Issue of shares to minority interest	-	-	-	-	-	-	300	300
Changes in the composition of the Group	-	-	-	-	-	-	(44)	(44)
Translation (losses)/gain	-	-	23	-	-	23	-	23
Net (losses)/gain not recognised in the income statement	-	-	23	-	-	23	-	23
Net profit for the period	-	-	-	-	7,107	7,107	267	7,374
Dividends paid to minority shareholders	-	-	-	-	-	-	(16)	(16)
At 31 December 2005	44,071	1,900	4,254	-	35,410	85,635	1,645	87,280

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2006)

BONIA CORPORATION BERHAD

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**For the period ended 31 December 2006***(Unaudited)*

	31 Dec 2006	31 Dec 2005
	RM'000	RM'000
Cash flows from operating activities		
Profit / (loss) before taxation	19,300	11,510
Adjustments for non-cash flow:		
Non-cash items	4,050	3,705
Share of results of associated companies	(4)	(31)
Impairment loss on assets	1,492	730
Allowance for doubtful debts	187	-
Finance costs	2,662	2,859
Interest income	(226)	-
Operating profit before changes in working capital	<u>27,461</u>	<u>18,773</u>
Changes in working capital		
Net change in property development expenditure	(35)	230
Net change in current assets	(10,399)	(13,058)
Net change in current liabilities	6,564	5,274
Cash generated from operations	<u>23,591</u>	<u>11,219</u>
Tax (paid) / refund	(3,363)	(812)
Net cash generated from operating activities	<u>20,228</u>	<u>10,407</u>
Cash flows from investing activities		
Interest received	226	-
Purchase of property, plant and equipment	(3,799)	(7,761)
Placement of fixed deposit	-	(1,648)
Other Investments	1	(374)
Net cash used in investing activities	<u>(3,572)</u>	<u>(9,783)</u>
Cash flows from financing activities		
Finance costs	(2,662)	(2,859)
Net proceed / (repayment) of bank borrowings	(358)	13,266
Dividends paid to minority shareholders	-	(16)
Proceeds from issue of shares to minority shareholders	-	300
Proceeds from issue of shares	3,345	2,369
Net cash (used in)/from financing activities	<u>325</u>	<u>13,060</u>
Net increase/(decrease) in cash and cash equivalents	<u>16,981</u>	<u>13,684</u>
Cash and cash equivalents at beginning of period	19,302	(1,766)
Cash and cash equivalents at end of period (Note A13)	<u>36,283</u>	<u>11,918</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2006)

BONIA CORPORATION BERHAD

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NOTES TO INTERIM FINANCIAL REPORT 31 DECEMBER 2006

(Unaudited)

A1. Accounting Policies

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134 : “Interim Financial Reporting” and Chapter 9 paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 30 June 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 financial year ended 30 June 2006.

1.1 Changes In Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2006 except for the changes arising from the adoption of the following new and revised Financial Reporting Standards (“FRS”) issued by MASB that are effective for the financial period beginning 1 July 2006 :-

FRS	2	Share-based Payment
FRS	3	Business Combinations
FRS	5	Non-current Assets Held For Sale And Discontinued Operations
FRS	101	Presentation Of Financial Statements
FRS	102	Inventories
FRS	108	Accounting Policies, Changes in Accounting Estimates And Errors
FRS	110	Events After The Balance Sheet Date
FRS	116	Property, Plant And Equipment
FRS	121	The Effects Of Changes In Foreign Exchange Rates
FRS	127	Consolidated And Separate Financial Statements
FRS	128	Investments In Associates
FRS	131	Interests In Joint Ventures
FRS	132	Financial Instruments : Disclosure And Presentation
FRS	133	Earnings Per Share
FRS	136	Impairment Of Assets
FRS	138	Intangible Assets
FRS	140	Investment Property

In addition to the above, the Group has also taken the option of early adoption of the following new and revised FRSs for the financial period beginning 1 July 2006 :

FRS	117	Leases
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The adoption of the above FRS did not result in substantial changes to the Group’s accounting policies other than the effects of the FRSs disclosed as follows :-

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i) **FRS 2 : Share-based Payment**

FRS 2 requires an equity to recognize share-based payment transactions in its financial statements, including transactions with employees or other parties to be settled in cash, other assets or equity instruments of the equity.

The Company has Executives' Share Option Scheme ("ESOS") whereby share options are granted to eligible Executive Directors, Non-Executive Directors and executives.

Prior to 1 July 2006, no compensation cost was recognised in the income statement when the share options are granted. Share capital and premium account are increased when the proceeds are received from the share options exercised by the employees in that financial period. Under the transitional provisions set out in paragraph 53 of FRS 2 this standard must be applied to share options that were granted after 31 December 2004 and had not yet vested on 1 January 2006. The adoption of this standard has not resulted in any retrospective impact to the Group as there were no new share options granted by the Company after 31 December 2004 which remain unvested on 1 January 2006.

Effective from 1 January 2006, with the adoption of FRS 2, the fair value of employee services rendered in exchange for the grant of the share options is recognised as compensation expense over the vesting period of the grants with a corresponding increase in equity. The total amount to be recognised as compensation expense is determined by reference to the fair value of the share options at the date of the grant and the number of share options to be vested by the vesting date. The fair value of the share options is measured using a Black Scholes model. At every balance sheet date, the Company revises its estimates of the number of share options that are expected to be vested by the vesting date. Any revision of this estimates is included in the income statement with a corresponding adjustment to equity over the remaining vesting period.

ii) **FRS 3 : Business Combination**

The adoption of this new FRS has resulted in the Group ceasing annual goodwill amortization. Goodwill is carried at cost less accumulated impairment on the balance sheet and is now tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. Any impairment loss is recognized in the income statement and subsequent reversal is not allowed. An impairment loss on goodwill amounting to RM1,492,000 has been recognized in the quarter under review.

Under FRS 3, any excess of the Group's interest in their net fair value of acquires' identifiable assets, liabilities and contingent liabilities over cost of acquisitions (previously referred to as "negative goodwill"), after reassessment is now recognized immediately in profit or loss. Prior to 1 July 2006, negative goodwill was recognized as consolidation reserve. In accordance with the transitional provision of FRS 3, the consolidation reserve as at 1 July 2006 of RM 649,000 was derecognized with a corresponding increase in retained earnings.

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iii) **FRS 101 : Presentation Of Financial Statement**

The adoption of the revised FRS 101 has affected the presentation of minority interests, share of net after tax results of associates companies and other disclosures. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statement, minority interests are presented as an allocation of the total profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires, disclosure on the face of the statement of changes in equity, total recognised income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to

minority interest. The share of results in associated companies and jointly controlled entities are now disclosed net of tax and minority interests in the consolidated income statement.

The current period's presentation of the Group's financial statements is based on the revised Requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

d) **FRS 117 : Leases**

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represents prepaid lease payments and are amortised on a straightline basis over the lease term. A lease of land and building is apportioned into a lease of land and lease of building in proportion to the relative fair values of the leasehold interest in the land element and the building element of the lease at the inception of the lease. Prior to 1 July 2006, leasehold land was classified as property, plant and equipment and was stated as cost less accumulated depreciation and impairment losses.

Upon the adoption of the revised FRS 117 at 1 July 2006, the unamortized amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments as allowed by the transitional provisions of FRS 117.

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1.2 Comparative

The following comparative amounts have been restated due to the adoption of new and revised FRSs:

	As previously stated RM'000	Effect on Adoption of FRSs RM'000	As restated RM'000
Balance Sheet <u>As at 30 June 2006</u>			
Property, plant and equipment	46,286	(655)	45,631
Prepaid lease payments - FRS 117	-	655	655
Income statement <u>As at 1 July 2006</u>			
Retained profits	38,961	649	39,610
Reserve on consolidation - FRS 3	649	(649)	-

A2. Declaration of audit qualification

There was no qualified report issued by the auditors in the financial statements of the Group for the financial year ended 30 June 2006.

A3. Seasonality or Cyclicity of Interim Operations

The business operations of the Group are generally dependent on the Malaysian economy, consumer confidence and Government support, as well as major festive seasons.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items in the quarterly financial statements under review.

A5. Material Changes in Estimates

There were no unusual items in the quarterly financial statements under review.

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NOTES TO INTERIM FINANCIAL REPORT 31 DECEMBER 2006

(Unaudited)

A6. Debts and Equity Securities

During the current quarter ended 31 December 2006, the Company increased its issued and paid-up share capital from 44,972,000 to RM47,932,000 by way of :

- (a) issuance of 2,328,000 new ordinary shares of RM1.00 each for cash at the option prices of RM1.00, RM1.10 and RM1.13 per share, by virtue of the exercise of share options pursuant to the Company's Executives' Share Option Scheme; and
- (b) issuance of 632,000 new ordinary shares of RM1.00 each for cash at an exercise price of RM1.00 per share, by virtue of the exercise of Warrants 2005/2006.

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for current quarter under review.

A7. Dividend Paid

No dividend has been paid in the current quarter under review.

A8. Segmental Reporting

Business segments
6 months ended 31 December 2006

	Retailing RM'000	Manufacturing RM'000	Investment and property development RM'000	Elimination RM'000	Consolidation RM'000
Revenue					
External sales	127,801	-	220	-	128,021
Inter-segment sales	-	6,698	3,595	(10,293)	-
	<u>127,801</u>	<u>6,698</u>	<u>3,815</u>	<u>(10,293)</u>	<u>128,021</u>
Results					
Segment results	26,446	53	(2,339)	(4,864)	19,296
Share of results of associated Company					4
Profit before tax					<u>19,300</u>
Tax expense					<u>(5,980)</u>
Net profit for the period					<u>13,320</u>
Attributable to :					
Equity holders of the parent					<u>13,012</u>
Minority interest					<u>308</u>

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6 months ended 31 December 2005

	Retailing RM'000	Manufacturing RM'000	Investment and property development RM'000	Elimination RM'000	Consolidation RM'000
Revenue					
External sales	108,229	7	71	-	108,307
Inter-segment sales		5,291	3,001	(8,292)	-
	<u>108,229</u>	<u>5,298</u>	<u>3,072</u>	<u>(8,292)</u>	<u>108,307</u>
Results					
Segment results	14,125	(484)	(530)	(1,632)	11,479
Share of results of associated Company					31
Profit before tax					<u>11,510</u>
Tax expense					<u>(4,136)</u>
Net profit for the period					<u>7,374</u>
Attributable to :					
Equity holders of the parent					<u>7,107</u>
Minority interest					<u>267</u>

A9. Valuation of Property, Plant and Equipment

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

A10. Material Events Subsequent to the End of the Interim Period

Save for those disclosed below, there are no material events subsequent to the current quarter under review up to the date of this report.

On 22 January 2007, Bonia Corporation Berhad acquired the entire interest in Mcolours & Design Sdn Bhd ("MDSB") comprising 5,000 ordinary shares of RM1.00 each for a total cash consideration of RM5,000.00 only from Mr Tey Chee Hong and Madam Eu Ek Moi who were also the Directors of MDSB (the Acquisition"). The Acquisition has resulted MDSB becoming a wholly-owned subsidiary of Bonia.

MDSB is a dormant company and its current authorized share capital is RM100,000 comprising of 100,000 ordinary shares of RM1.00 each of which 5,000 shares have been issued and fully paid-up.

The intended principal activities of MDSB are products design, research and developments.

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A11. Changes in the Composition of the Group

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

A12. Changes in Contingent Liabilities

The contingent liabilities of the Group as at 31 December 2006 comprised of Corporate guarantee given to financial institutions for credit facilities granted to certain subsidiary companies amounted to RM100.5 million of which utilised by these subsidiaries amounted to RM43.8 million.

A13. Cash and cash equivalents

	31 Dec 2006 RM'000	31 Dec 2005 RM'000
Fixed deposits	33,275	3,479
Cash and bank balances	8,570	15,627
Bank overdrafts	(3,435)	(5,072)
	<u>38,410</u>	<u>14,034</u>
Less : Fixed deposit pledged	(2,127)	(2,116)
	<u>36,283</u>	<u>11,918</u>

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS

B1. Review of Performance of the Company and its Subsidiaries

The Group's revenue for the 6 months ended 31 December 2006 increased by RM19.71 million or 18.20% over the corresponding cumulative quarter in the preceding year mainly due to higher sales volume and higher profit margin achieved during the year end festive seasons.

The Group's profit before tax increased to RM19.30 million from RM11.51 million in the previous corresponding cumulative quarter in tandem with the higher revenue achieved as well as improvement in gross profit margin.

B2. Comments on Material Changes in the Profit Before Taxation for the Quarter under Review as Compared with Immediate Preceding Quarter

For the quarter under review, the Group recorded a profit before tax of RM13.53 million as compared to profit before tax of RM5.76 million in the preceding quarter ended 30 September 2006. The increase in profit before tax for the current quarter under review was mainly attributed to increase in revenue coupled with improvement in gross profit margin.

B3. Current Year Prospect

Barring any unforeseen circumstance and assuming the present business sentiment continues, the Board of Directors expects the remaining financial year to be satisfactory.

B4. Variance of Actual Profit from Forecast Profit

Not applicable.

B5. Taxation

	Current year to-date ended 31 Dec 2006 RM'000	Preceding year to-date ended 31 Dec 2005 RM'000
Current year tax	6,567	4,223
(Over)/Under provision in prior year	3	2
Deferred tax	(590)	(89)
	<u>5,980</u>	<u>4,136</u>

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The tax charge for the Group reflects an effective tax rate which is higher than the statutory tax rate due mainly to tax losses of certain subsidiary companies for which deferred tax assets are not recognised due to uncertainty in availability of future profit for utilisation, and certain expenses which are not deductible for tax purposes.

B6. Profit / (Loss) on Sale of Unquoted Investments and/or Properties

There were no sales of unquoted investments or properties for the financial period under review.

B7. Quoted Securities

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

B8. Status of Corporate Proposals

Save for those disclosed below, there were no corporate proposals announced but not completed as at the date of this announcement.

On 26 January 2007, the Company made an announcement proposed to implement the following :

- (a) To increase its authorized share capital of the Company from RM100,000,000 comprising 100,000,000 ordinary shares of RM1.00 each to RM250,000,000 comprising 250,000,000 ordinary shares of RM1.00 each ("Proposed Increase in Authorised Share Capital");
- (b) A bonus issue of up to 33,676,750 new ordinary shares of RM1.00 each in Bonia ("Bonia Shares"), to be credited as fully paid-up on the basis of one (1) new Bonia Share for every two (2) existing Bonia Shares held ("Proposed Bonus Issue");
- (c) A share split involving the subdivision into two (2) new ordinary shares of RM0.50 each for every one (1) Bonia Share held after the Proposed Bonus Issue ("Proposed Share Split");
- (d) Amendments to the Memorandum and Articles of Association of the Company ("Proposed Amendments"); and
- (e) Transfer of the listing of and quotation for its entire issued and paid-up share capital from the Second Board to the Main Board of the Bursa Malaysia Securities Berhad ("Proposed Transfer").

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The Proposals are subject to and conditional upon approvals being obtained from the following:

- (i) Securities Commission (“SC”) for the Proposed Share Split and Proposed Transfer;
- (ii) Bursa Securities for the Waiver, Proposed Share Split, for the listing of and quotation for new shares to be issued pursuant to the Proposed Bonus Issue and Proposed Share Split, and for the listing of and quotation for the entire issued and paid-up share capital of Bonia on the Main Board of Bursa Securities;
- (iii) Shareholders of Bonia for the Proposed Increase in Authorised Share Capital, Proposal Bonus Issue, Proposed Share Split and Proposed Amendment at an Extraordinary General Meeting (“EGM”) to be convened; and
- (iv) Any other relevant authorities.

Further to the announcement dated 26 January 2007 and 5 February 2007, Bursa Malaysia Securities Berhad had vide its letter dated 12 February 2007 approved the application for a waiver from Paragraph 6.26A of the Listing Requirements of Bursa Securities pertaining to the Proposed Bonus Issue.

On 15 February 2007, the Company/Hwang-DBS Investment Bank Berhad had submitted the applications to the Securities Commission and Bursa Malaysia Securities Berhad in respect of the Proposals.

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B9. Group Borrowings

The total Group borrowings and debts securities as follows:-

	31 Dec 2006		31 Dec 2005	
	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000
<u>Secured</u>				
Bank overdrafts	445	-	897	-
Bankers' acceptances / Trust receipts	8,301	-	9,047	-
Revolving credits	-	-	4,000	-
Term loans	607	7,032	1,695	7,874
	<u>9,353</u>	<u>7,032</u>	<u>15,639</u>	<u>7,874</u>
<u>Unsecured</u>				
Bank overdrafts	2,990	-	4,175	-
Bankers' acceptances / Trust receipts	22,611	-	26,102	-
Revolving credits	-	-	450	-
Term loans	-	30,000	-	30,000
Hire purchase & lease	628	1,520	593	1,966
	<u>26,229</u>	<u>31,520</u>	<u>31,320</u>	<u>31,966</u>
Total	<u>35,582</u>	<u>38,552</u>	<u>46,959</u>	<u>39,840</u>

The above include borrowings denominated in foreign currency as follows :-

	31 Dec 2006		31 Dec 2005	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Singapore Dollar</u>				
<u>Secured</u>				
Term Loan	711	1,634	732	1,660
<u>Unsecured</u>				
Trust Receipt	182	420	614	1,392
Total	<u>893</u>	<u>2,054</u>	<u>1,346</u>	<u>3,052</u>

B10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments entered into by the Group as at the date of this report.

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B11. Material Litigation

There was no material litigation pending at the date of this report.

B12. Dividend

No interim dividend has been declared for the current quarter under review.

B13. Earnings Per Share

The basic and diluted earnings per share has been calculated by dividing the Group's net profit for the period by the number of ordinary shares in issue during the period.

i) Net Profit for the period (basic & diluted)

	Current year quarter 31 Dec 2006 RM'000	Preceding year quarter 31 Dec 2005 RM'000	Current year to-date 31 Dec 2006 RM'000	Preceding year period 31 Dec 2005 RM'000
Net profit / (loss) for the period	9,844	5,206	13,012	7,107

ii) Number of ordinary shares (basic)

	Current year quarter 31 Dec 2006 '000	Preceding year quarter 31 Dec 2005 '000	Current year to-date 31 Dec 2006 '000	Preceding year period 31 Dec 2005 '000
Weighted average number of ordinary shares	46,543	41,974	46,583	41,614

iii) Number of ordinary shares (diluted)

	Current year quarter 31 Dec 2006 '000	Preceding year quarter 31 Dec 2005 '000	Current year to-date 31 Dec 2006 '000	Preceding year period 31 Dec 2005 '000
Weighted average number of ordinary shares	46,543	41,974	46,583	41,614
Effect of share option	481	254	481	254
Effect of warrants	7,907	3,190	7,907	3,190
Weighted average number of ordinary shares (diluted)	54,931	45,418	54,971	45,058

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(Unaudited)

By Order of the Board,
BONIA CORPORATION BERHAD

CHONG CHIN LOOK
Finance Director
Kuala Lumpur
28 February 2007