

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

| | Note | Quarter | Quarter | 6 months | 6 months |
|--|------|--------------|--------------|--------------|--------------|
| | | ended 30 Sep | ended 30 Sep | ended 30 Sep | ended 30 Sep |
| | | 2008 | 2007 | 2008 | 2007 |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | | 90,601 | 98,012 | 193,002 | 210,914 |
| Expenses excluding finance cost and tax | | (86,616) | (91,857) | (181,622) | (198,748) |
| Loss on divestment | | 0 | 0 | 0 | 0 |
| Other operating income | | 309 | 310 | 981 | 481 |
| Profit from operations | | 4,294 | 6,465 | 12,361 | 12,647 |
| Finance cost | | (72) | (101) | (156) | (199) |
| Profit/(loss) before tax | | 4,222 | 6,364 | 12,205 | 12,448 |
| Taxation | 10 | (1,268) | (1,307) | (3,018) | (2,969) |
| Net profit /(loss) for the period | | 2,954 | 5,057 | 9,187 | 9,479 |
| Attributable to: | | | | | |
| - Equity holders of the parent | | 2,954 | 5,057 | 9,187 | 9,479 |
| - Minority interest | | 0 | 0 | 0 | 0 |
| | | 2,954 | 5,057 | 9,187 | 9,479 |
| Basic earnings/(loss) per ordinary share (sen) | 11 | 2.23 | 3.79 | 6.95 | 7.11 |
| Diluted earnings/(loss) per ordinary share (sen) | 11 | n/a | 3.79 | n/a | 7.11 |

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the period ended 31 March 2008)

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

| | | AS AT END OF CURRENT QUARTER 30-Sep-08 RM'000 | AS AT PRECEDING FINANCIAL YEAR END 31-Mar-08 RM'000 |
|---------------------------------------|------|---|---|
| | Note | | |
| Non current assets | | | |
| Property, plant and equipment | 13 | 80,179 | 83,199 |
| Prepaid lease payments | | 15,099 | 15,194 |
| Deferred tax assets | | 3,398 | 3,369 |
| Goodwill | | 0 | 0 |
| Current assets | | | |
| Inventories | | 84,871 | 66,194 |
| Receivables, deposits and prepayments | | 38,318 | 51,348 |
| Deposits, cash and bank balances | | 35,580 | 47,401 |
| | | 158,769 | 164,943 |
| Less: Current liabilities | | | |
| Trade and other payables | | 22,590 | 33,903 |
| Current tax liabilities | | 1,074 | 538 |
| | | 23,664 | 34,441 |
| Net current assets | | 135,105 | 130,502 |
| Less: Non current liabilities | | | |
| Provision for retirement benefits | | 5,011 | 4,782 |
| Deferred tax liabilities | | 14,505 | 15,064 |
| | | 19,516 | 19,846 |
| | | 214,265 | 129,219 |
| Capital and reserves | | | |
| Share capital | | 134,331 | 134,331 |
| Reserves | | 79,934 | 78,087 |
| | | 214,265 | 212,418 |
| Minority interest | | 0 | 0 |
| Total equity | | 214,265 | 212,418 |

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the period ended 31 March 2008)

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 April 2008 | 134,331 | 4,112 | 2,147 | 71,828 | 0 | 212,418 |
| Net profit for the 3-month period | | | | 9,187 | 0 | 9,187 |
| Dividends | | | | (7,340) | | (7,340) |
| Share buyback-treasury shares | | | 0 | | | 0 |
| Share issued - exercise of share options | 0 | | | | | 0 |
| Balance as at 30 September 2008 | 134,331 | 4,112 | 2,147 | 73,675 | 0 | 214,265 |
| Balance as at 1 April 2007 | 134,331 | 4,112 | 3,275 | 68,202 | 0 | 209,920 |
| Net profit for the 6-month period | | | | 9,479 | 0 | 9,479 |
| Dividends | | | | (7,297) | | (7,297) |
| Share buyback-treasury shares | | | 0 | | | 0 |
| Share issued - exercise of share options | 0 | 0 | | | | 0 |
| Balance as at 30 September 2007 | 134,331 | 4,112 | 3,275 | 70,384 | 0 | 212,102 |

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2008)

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

| | 6 months ended 30 Sep | 6 months ended 30 Sep |
|---|--------------------------|--------------------------|
| | 2008 | 2007 |
| | RM'000 | RM'000 |
| Operating activities | | |
| Cash from operations | 576 | 30,724 |
| Payment of retirement benefits | (314) | (121) |
| Tax paid | (2,575) | (2,367) |
| Net cash flow from operating activities | <u>(2,313)</u> | <u>28,236</u> |
| Investing activities | | |
| Purchase of fixed assets | (2,835) | (2,472) |
| Proceeds from sale of fixed assets | 50 | 41 |
| Land disposal costs | 0 | 0 |
| Proceed from disposal of subsidiary | 0 | 0 |
| Interest income received | 617 | 433 |
| Addition investment in subsidiary | 0 | 0 |
| Net cash flow from investing activities | <u>(2,168)</u> | <u>(1,998)</u> |
| Financing activities | | |
| Proceeds from issue of ordinary shares | 0 | 0 |
| Payment of dividends to: | | |
| - shareholders | (7,340) | (7,297) |
| - minority interests in subsidiary company | 0 | 0 |
| Share buy back | 0 | 0 |
| Interest paid | 0 | 0 |
| Net cash outflow from financing activities | <u>(7,340)</u> | <u>(7,297)</u> |
| Changes in Cash & Cash Equivalents | (11,821) | 18,941 |
| Cash & Cash Equivalents at beginning of year | 47,401 | 23,759 |
| Cash & Cash Equivalents at end of period | <u>35,580</u> | <u>42,700</u> |

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the period ended 31 March 2008)

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 2008**

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 March 2008. The 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 March 2008.

The accounting policies and methods of computation adopted by the Group are consistent with those adopted in the financial statements for the year ended 31 March 2008.

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 March 2008.

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 2008.

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 2008, a total of 2,069,000 ALCOM shares (being the total number of such shares purchased between 18 September 2001 and 31 March 2008) 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 01.7.2008 | 1,460,000 | 17,000 | 1,477,000 |
| Granted during quarter | - | - | - |
| Exercised during quarter | - | - | - |
| Lapsed during quarter | 13,000 | - | 13,000 |
| Balance as at 30.09.2008 | 1,447,000 | 17,000 | 1,464,000 |

A.7 Dividends paid

Particulars of dividend paid in the quarter ending 30 September 2008 and up to the date of this report is as follows:-

| Financial Year | Type | Rate | Payment Date |
|----------------|---------|--------------------------|------------------|
| 2009 | Interim | 7.5% less 26% income tax | 5 September 2008 |

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

There were no changes in the valuation of property, plant and equipment for the current financial quarter under review.

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

The Group registered revenues of RM90.6 million for the quarter ended 30 September 2008. Shipment for the quarter was 16.7% lower than that achieved in the preceding quarter. This was mainly due to the seasonal impact on finstock shipment with the air-cond production moving into the low season since July. Group profit before tax for the quarter of RM4.2 million was consequently lower than the RM8.0 million achieved in the quarter ending June 2008. Besides lower shipment, profitability was also affected by higher energy costs following a 26.5% and 71% hike in electricity and gas tariffs respectively during the quarter.

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

As mentioned above group profit before tax of RM4.2 m was \$3.8 m lower than the preceding quarter. The lower profits were due on the back of lower shipments as well as higher operating costs arising from sharp increase in cost of electricity and natural gas.

B.3 Prospects for the current financial year.

Current international financial conditions have dampened business confidence levels. Forecasts of future demand are hazy in light of volatile market sentiments. The global slowdown will certainly increase business risks in the quarters ahead. The steep decline in commodity prices including aluminium and the sharp drop in current demand are major issues that the ALCOM Group is contending with in the immediate term. ALCOM will continue to work on its continuous improvement drive and the efforts to strengthen and expand its market base.

B.4 Variance of actual profit from forecast profit

Not applicable.

B.5 Taxation

| | Quarter ended | | 6 months ended | |
|-------------------------------------|---------------|-------------|----------------|------------|
| | 30 Sep 2008 | 30 Sep 2007 | 30 Sep 2008 | 30 Sep 007 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| In respect of current period | | | | |
| - income tax | 1,591 | 2,243 | 3,586 | 4,183 |
| -deferred tax | (323) | (623) | (588) | (901) |
| In respect of prior period - | | | | |
| - income tax | 0 | 0 | 20 | 0 |
| | 1,268 | 1,620 | 3,018 | 3,282 |

The effective tax rate was marginally lower than the statutory rate due to the utilizations of certain tax incentives such as double taxation allowances.

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 2008, 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 17 November 2008, the notional amount of foreign exchange contracts that were entered into as hedges for sales amounted to RM 14.9 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.

Also, as at 17 November 2008, the notional amount of foreign exchange contracts that were entered into as hedges for purchases amounted to RM11 million. This amount represents the future cash flows payable under contracts to buy United States Dollars. The settlement dates of these forward contracts within 1 month.

B.11 Changes in Material Litigation

Not applicable.

B.12 Approved Dividends Not Yet Paid

Not applicable.

B.13 Earnings per Share

| Quarter ended 30 Sep | | 6 months ended 30 Sep | |
|----------------------|--|-----------------------|--|
| 2008 | | 2008 | |
| RM'000 | | RM'000 | |

(a) Basic earnings per share

| | | | |
|---|----------|---------|---------|
| Net profit/(loss) for the period | (RM,000) | 2,954 | 9,187 |
| Weighted average number of ordinary shares in issue | ('000) | 132,262 | 132,262 |
| | | 2.2 | 6.9 |
| Basic earnings/(loss) per share | (sen) | 3 | 5 |

The Group does not have any dilutive potential shares as the market price of the shares as at 30 September 2008 of RM0.98 was lower than the exercise prices of the employee share options. As a result, there is no diluted earning per share computation.

BY ORDER OF THE BOARD
KRISHNA PRASAD
CHIEF FINANCIAL OFFICER
BUKIT RAJA, KLANG
24 NOVEMBER 2008