CMP INDUSTRIES LIMITED
Unaudited Group Balance Sheet
December 31, 2007.

	Unaudited	Audited	Unaudited
	As at December 31 2007	As at March 31 2007	As at December 31 2006
ASSETS	$,000	$,000	$,000
NON CURRENT ASSETS			
Fixed Assets	92	231	261
Investment property	63,486	64,174	64,502
	63,578	64,405	64,763
CURRENT ASSETS			
Receivables	4,392	1,838	4,322
Taxation recoverable	856	530	419
Cash and Bank balances	22,714	16,409	13,882
	27,962	18,777	18,623
	91,540	**83,182**	**83,386**
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Share capital	10,622	10,622	10,622
Capital reserves	52,384	52,384	52,384
Accumulated loss	(1,795)	(6,992)	(9,986)
	61,211	56,014	53,020
NON CURRENT LIABILITIES			
Deferred tax liability	20,742	20,742	21,634
	20,742	20,742	21,634
CURRENT LIABILITIES			
Payables and accruals	4,779	3,123	8,732
Taxation Payable	4,808	3,303	-
	9,587	6,426	8,732
	91,540	**83,182**	**83,386**

Approved on behalf of the Board:

Director

Director

CMP INDUSTRIES LIMITED
Unaudited Group Profit and Loss Account
For 9 Months ended December 31, 2007

	3 months to December 31 2007	9 months to December 31 2007	3 months to December 31 2006	9 months to December 31 2006	Audited 12 months March 31 2007
	$,000	$,000	$,000	$,000	$,000
INCOME	5,004	17,077	5,556	16,223	23,856
ADMINISTRATIVE AND GENERAL EXPENSES	2,570	9,320	3,111	8,850	12,952
OPERATING PROFIT	2,434	7,757	2,445	7,373	10,904
FINANCE COST	-	-	-	-	78
PROFIT BEFORE TAXATION	2,434	7,757	2,445	7,373	10,826
TAXATION	982	2,560	997	2,982	3,441
NET PROFIT ATTRIBUTABLE TO STOCKHOLDERS	1,452	5,197	1,448	4,391	7,385
EARNINGS PER ORDINARY STOCK UNIT	$ 0.07	$ 0.26	$ 0.07	$ 0.22	$ 0.36

CMP INDUSTRIES LIMITED
Unaudited Group Statement of Cash Flows
For 9 Months ended December 31, 2007.

	Unaudited 9 months December 31 2007	Audited 12 months March 31 2007
	$,000	**$,000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit after taxation	5,197	7,385
Items not affecting cash resources:		
Depreciation	1,665	2,140
(Gain)/Loss on Disposal	(3)	56
Deferred tax	-	(892)
	6,859	8,689
Changes in non-cash working capital components:		
Receivables	(2,554)	399
Taxation recoverable	(326)	(735)
Payables and accruals	1,656	(139)
Short term borrowings/Overdraft	1,505	-
CASH PROVIDED BY OPERATING ACTIVITIES	7,140	8,214
INVESTING ACTIVITIES		
Addition to fixed assets	(816)	(97)
Disposal of fixed assets	80	550
CASH (USED IN)/PROVIDED FROM INVESTING ACTIVITIES	(736)	453
INCREASE IN NET CASH BALANCES	6,404	8,667
Net cash balances at the beginning of the period	16,409	7,742
NET CASH BALANCES AT END OF PERIOD	22,714	16,409
Represented by:		
Cash and bank balances	**22,714**	**16,409**

CMP INDUSTRIES LIMITED

Unaudited Statement of Changes in Equity

For 9 months ended December 31, 2007

	Note	Share Capital	Share Premium	Capital Reserve	Retained Earnings	Total
		$'000	$'000	$'000	$'000	$'000
Nine months ended December 31, 2007						
Balance at April 1, 2007		10,622	-	52,384	(6,992)	56,014
Net profit		-	-	-	5,376	5,376
Balance at December 31, 2007		10,622	-	52,384	(1,616)	61,390
Twelve months ended March 31, 2007						
Balance at April 1, 2006		10,622		52,384	(14,377)	48,629
Net profit		-	-		7,385	7,385
Transfer to Retain Earnings				-	-	-
Balance at March 31, 2007		10,622	-	52,384	(6,992)	56,014

1 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

These financial statements have been prepared in accordance with international Financial Reporting Standards(IFRS) and have been prepared under the historical cost convention as modified by the inclusion of investment property at deemed cost. The company has adopted IFRS and the financial effects of this adoption is reported in the statement of changes in equity. As a result of these significant accounting policy changes as well as those accounting policy changes detailed below, certain comparative amounts have been restated to conform to current year presentation based on these standards.

b) Consolidation

The group accounts incorporate the accounts of the parent company and all its subsidiaries for the financial periods ended December 31, 2007. All intra-group transactions, unrealised profits and balances have been eliminated.

The subsidiaries consolidated are as follows:

CMP Consumer Products Limited
CMP Sales Limited
CMP Envelopes Limited
CMP Structures Limited (Dormant)

c) Use of estimates

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from these estimates.

d) Investment property –

Investment property, comprised of office buildings and warehouses, is held for long term rental yields and is not occupied by the company. Investment property is stated at deemed cost less accumulated depreciated and any impairment losses.

Deemed cost is based on a revaluation carried out in the year 2000 by Property Consultants Limited - licensed Real Estate Dealer and Appraisers, on open market basis.

Depreciation is calculated on a straight line method to write off the deemed cost of the assets, to their residual values over their useful lives. Annual rate is as follows:

Building	2 ½ %

(d) Investment property (cont'd)

Land (i.e. land without building) is not depreciated as it is deemed to have an indefinite life.

Gain and losses on disposal are determined by comparing proceeds with carrying amounts and are included in operating profit.

(e) Fixed assets –

Fixed assets are stated at cost less accumulated depreciation and an impairment losses.

Depreciation is calculated on the straight-line method to write off the cost of each asset to its residual value over its estimated useful life. Annual rates are as follows:

Plant and machinery	10%
Furniture and fixtures	10%
Computers	25%

(d) Deferred Income Taxes

Deferred income tax is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. The current enacted tax rate is used to determine deferred tax.

Under the liability method the company is required to make provision for deferred taxes on the revaluation of certain non-current assets acquired and their tax bases.

The principal temporary difference arise from depreciation on property, plant and equipment, and revaluation of certain non-current assets. The deferred tax asset related to carry forward of unused tax losses are recognised to the extent that it is probable that future taxable profits will be available when the unused tax can be utilised.

(e) Revenue Recognition –

Income is recognised as it accrues unless collectibility is in doubt. Income does not includes General Consumption Tax

(h) Foreign Currency Transactions

Balances in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions during the year are translated at the exchange rate prevailing at the date of the transactions. Gains or losses on translation are dealt with in the profit and loss accounts.

(i) Fair Value of financial instruments -

Financial instruments carried on the balance sheet are at cost and include cash and bank balances, receivables, payables and borrowing facilities.

(j) Comparative information

Where necessary, comparative figures have been reclassified to conform with changes in presentation in the current year. In particular the comparatives have been adjusted or extended to take into account requirements on adoption of International Financial Reporting Standards.

2. INCOME

This represents earning from property rental.

3. EARNINGS PER ORDINARY STOCK UNIT.

The calculation of earning per ordinary stock units is based on the group profit after taxation and on 20,337,960 stock units in issue during the year.