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Third Quarter * Financial Statement And Dividend Announcement	
* Asterisks denote mandatory information	
Name of Announcer *	LERENO BIO-CHEM LTD.
Company Registration No.	197401961C
Announcement submitted on behalf of	LERENO BIO-CHEM LTD.
Announcement is submitted with respect to *	LERENO BIO-CHEM LTD.
Announcement is submitted by *	Barbara Seng Suet Shee
Designation *	Company Secretary
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>> Announcement Details	
The details of the announcement start here ...	
For the Financial Period Ended *	31-12-2008

Attachments

 LBC_3RD_QTR_FY09.pdf
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UNAUDITED RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2008

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) HALF YEAR AND FULL YEAR RESULTS

The Directors of Lereno Bio-Chem Ltd wish to announce the unaudited results of the Group for the third quarter and nine months ended 31 December 2008.

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediate financial year

Income Statements

	Group		+/(-)	Group		+/(-)
	3rd Qtr ended 31.12.08	3rd Qtr ended 31.12.07		9 Months ended 31.12.08	9 Months ended 31.12.07	
	S\$'000	S\$'000		S\$'000	S\$'000	
Revenue						
Construction income	-	1	NM	6	318	(98)
Interest income	1	27	(96)	2	74	(97)
Other income	120	19	532	433	95	358
Total revenue	121	47	157	441	487	(9)
Costs and expenses						
Raw materials and consumables used	-	1	NM	5	312	(98)
Staff costs	537	804	(33)	1,860	2,111	(12)
Other staff costs - Share-based payment	-	-	NM	2,410	1,660	45
Other operating expenses	360	466	(23)	1,454	1,159	25
Total costs and expenses	897	1,271	(29)	5,729	5,242	9
Operating loss from continued operations	(776)	(1,224)	(37)	(5,288)	(4,755)	11
Finance costs	(33)	(66)	(50)	(96)	(215)	(55)
Share of loss of an associated company	(558)	(447)	25	(1,956)	(764)	156
Loss from continuing operations before taxation	(1,367)	(1,737)	(21)	(7,340)	(5,734)	28
Taxation	-	-	NM	(25)	(3)	747
Loss from continuing operations after taxation	(1,367)	(1,737)	(21)	(7,365)	(5,737)	28
Net loss from discontinued operations	(38)	(39)	(3)	(58)	(237)	(76)
Net Loss for the period attributable to equity holders of the parent	(1,405)	(1,776)	(21)	(7,421)	(5,974)	

Notes to Income Statements

The following items were charged/(credited) to the income statements:

	Group		+/(-)	Group		+/(-)
	3rd Qtr ended 31.12.08	3rd Qtr ended 31.12.07		9 Months ended 31.12.08	9 Months ended 31.12.07	
	S\$'000	S\$'000		S\$'000	S\$'000	
Impairment loss on non-current assets held-for-sale	-	-	NM	-	119	NM
Depreciation of fixed assets	17	19	(8)	59	50	19
Exchange loss/(gain)	(8)	27	(130)	115	26	NM
(Over)/underprovision for taxation in respect of previous years	-	-	NM	25	-	NM
Provision for litigation claim	-	57	-	-	57	NM

NM: Not meaningful.

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

Balance Sheets

	Group		Company	
	31 Dec	Audited	31 Dec	Audited
	2008	31 Mar 2008	2008	2008
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	129	198	110	153
Subsidiaries	-	-	842	-
Associated companies	14,134	16,090	17,793	17,793
Other investment	143	494	143	494
	14,406	16,782	18,888	18,440
Current assets				
Trade receivables	28	36	-	-
Other receivables	153	287	87	177
Prepayments	294	205	147	169
Amounts due from subsidiaries	-	-	2,592	2,045
Amounts due from associated companies	388	3	388	3
Amounts due from related parties	2,750	3,320	10	117
Cash and short-term deposits	287	2,590	122	2,387
Non-current assets held-for-sale	200	200	200	200
	4,100	6,641	3,546	5,098
Current liabilities				
Amounts due to bankers	2,526	2,594	2,526	2,594
Trade payables	324	628	271	568
Other payables	1,565	1,449	1,421	1,337
Provision for warranty and defects	218	227	-	-
Provision for litigation claims	430	430	430	430
Amounts due to associated companies	-	-	-	-
Amounts due to related parties	436	658	31	82
	5,499	5,986	4,679	5,011
Net current assets/ (liabilities)	(1,399)	655	(1,133)	87
Non-current liabilities				
Hire purchase creditors	(75)	(87)	(75)	(87)
Net assets	12,932	17,350	17,680	18,440
Equity attributable to equity holders of the parent				
Share capital	22,316	124,122	22,316	124,122
Accumulated losses	(8,547)	(106,296)	(3,773)	(105,170)
Fair value reserve	(863)	(512)	(863)	(512)
Translation reserve	22	32	-	-
	12,928	17,346	17,680	18,440
Minority interest	4	4	-	-
Total equity	12,932	17,350	17,680	18,440

Notes to Balance Sheet:

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As At 31 Dec 2008	
Secured	Unsecured
S\$'000	S\$'000
15	2,526

As At 31 Mar 2008	
Secured	Unsecured
S\$'000	S\$'000
14	2,594

Amount repayable after one year

As At 31 Dec 2008	
Secured	Unsecured
S\$'000	S\$'000
75	-

As At 31 Mar 2008	
Secured	Unsecured
S\$'000	S\$'000
87	-

Details of any collateral

The secured borrowings are in relation to assets acquired under hire purchase financing.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

Cash Flow Statements

	Group		Group	
	3rd Qtr ended 31.12.08 S\$'000	3rd Qtr ended 31.12.07 S\$'000	9 Months ended 31.12.08 S\$'000	9 Months ended 31.12.07 S\$'000
Cash flow from operating activities				
Loss from continuing operations before taxation	(1,367)	(1,737)	(7,340)	(5,734)
Loss from discontinued operations	(38)	(39)	(56)	(237)
Adjustments for:				
Loss on disposal of property, plant and equipment	10	-	10	-
Depreciation of property, plant and equipment	17	19	59	50
Share-based payment	-	-	2,410	1,660
Impairment loss on non-current assets held-for-sale	-	-	-	119
Provision for litigation claim	-	57	-	57
Provision for warranty and defects	-	1	-	2
Interest expense	33	66	96	215
Interest income	(1)	(27)	(2)	(74)
Share of loss of an associated company	558	447	1,956	764
Operating loss before reinvestment in working capital	(788)	(1,213)	(2,867)	(3,178)
Decrease in receivables	44	29	142	109
Increase/(decrease) in prepayments	23	(31)	(89)	(202)
Decrease in payables	(986)	(38)	(232)	(771)
Increase in amounts due from associated companies	12	(12)	(365)	(252)
(Increase)/decrease in amounts due from related parties	190	(2)	348	(43)
Cash used in operations	(1,505)	(1,267)	(3,083)	(4,337)
Interest received	1	27	2	74
Interest paid	(33)	(66)	(96)	(215)
Income taxes paid	-	-	(36)	-
Net cash used in operating activities	(1,537)	(1,306)	(3,213)	(4,478)
Cash flow from investing activities				
Purchase of property, plant and equipment	(2)	(42)	(3)	(62)
Proceeds from disposal of property, plant and equipment	3	-	3	-
Net cash used in investing activities	1	(42)	-	(62)
Cash flow from financing activities				
Capital contributed by minority shareholder of subsidiary	-	-	-	6
Payment made to hire purchase creditors	(3)	(2)	(12)	(9)
Issuance of new shares - Share placement	1,000	-	1,000	6,526
Warrants conversions	-	95	-	1,056
Net cash (used in) / generated from financing activities	997	93	988	7,579
Net decrease in cash and cash equivalents	(539)	(1,255)	(2,225)	3,039
Cash and cash equivalents at beginning of the period	(890)	3,848	796	(444)
Effect of exchange differences on opening cash	(10)	(2)	(10)	(4)
Cash and cash equivalents at end of the period	(1,439)	2,591	(1,439)	2,591
Cash and cash equivalents comprise the following:-				
Cash at bank and in hand			287	(2,213)
Bank overdraft			(1,726)	(1,722)
Fixed deposits			-	6,526
			(1,439)	2,591

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2008**

Changes in equity - Group (\$S'000)	Attributable to equity holders of the Company				Total	Minority Interest	Total Equity
	Share Capital	Accum. Losses	Fair Value Reserve	Translation Reserve			
As at 1 Oct 2008	21,316	(7,142)	(558)	32	13,648	4	13,652
Foreign currency translation differences	-	-	-	(10)	(10)	-	(10)
Net fair value changes on available-for-sale financial assets	-	-	(305)	-	(305)	-	(305)
Net expenses recognised directly in equity	-	-	(305)	(10)	(315)	-	(315)
Net loss for the third quarter	-	(1,405)	-	-	(1,405)	-	(1,405)
Total recognised income and expenses for the third quarter	-	(1,405)	(305)	(10)	(1,720)	-	(1,720)
Issue of new ordinary shares	1,000	-	-	-	1,000	-	1,000
As at 31 Dec 2008	22,316	(8,547)	(863)	22	12,928	4	12,932
As at 1 Oct 2007	124,027	(101,660)	(480)	34	21,921	6	21,927
Foreign currency translation differences	-	-	-	(2)	(2)	-	(2)
Net fair value changes on available-for-sale financial assets	-	-	(21)	-	(21)	-	(21)
Net expenses recognised directly in equity	-	-	(21)	(2)	(23)	-	(23)
Net loss for the third quarter	-	(1,776)	-	-	(1,776)	-	(1,776)
Total recognised income and expenses for the third quarter	-	(1,776)	(21)	(2)	(1,799)	-	(1,799)
Issue of new ordinary shares	95	-	-	-	95	-	95
As at 31 Dec 2007	124,122	(103,436)	(501)	32	20,217	6	20,223

Changes in equity Company (\$S'000)	Attributable to equity holders of the Company			
	Share Capital	Accum. Losses	Fair Value Reserve	Total
As at 1 Oct 2008	21,316	(3,328)	(558)	17,430
Net fair value changes on available-for-sale financial assets	-	-	(305)	(305)
Net expenses recognised directly in equity	-	-	(305)	(305)
Net loss for the third quarter	-	(445)	-	(445)
Total recognised income and expenses for the third quarter	-	(445)	(305)	(750)
Issue of new ordinary shares	1,000	-	-	1,000
As at 31 Dec 2008	22,316	(3,773)	(863)	17,680
As at 1 Oct 2007	124,027	(100,205)	(480)	23,342
Net fair value changes on available-for-sale financial assets	-	-	(21)	(21)
Net expense recognised directly in equity	-	-	(21)	(21)
Net loss for the third quarter	-	(825)	-	(825)
Total recognised income and expenses for the third quarter	-	(825)	(21)	(846)
Issue of new ordinary shares	95	-	-	95
As at 31 Dec 2007	124,122	(101,030)	(501)	22,591

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares or cash or as consideration for acquisition

Shares granted to directors and staff under the Employee Share Award

	3 months ended 31 Dec 2008	3 months ended 31 Dec 2007
Balance at 1 Oct	11,444,500	22,201,000
Shares granted during the period	-	-
Shares issued during the period	-	-
Balance at 31 December	11,444,500	22,201,000

Warrants

	3 months ended 31 Dec 2008	3 months ended 31 Dec 2007
Balance at 1 Oct	166,084,027	167,984,027
Converted during the period	-	(1,900,000)
Balance at 31 December	166,084,027	166,084,027

Number of ordinary shares

	3 months ended 31 Dec 2008	3 months ended 31 Dec 2007
Balance at 1 Oct	1,384,618,120	1,339,143,620
Conversion of warrants	-	1,900,000
Placement of shares	20,000,000	-
Employee Share Awards	-	-
Balance at 31 December	1,404,618,120	1,341,043,620

For the 3rd quarter ended 31 December 2008, there were no share awards granted or issued.

There are no treasury shares in issue.

- 1d(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The number of issued shares as at 31 December 2008 was 1,404,618,120 (31 March 2008, 1,341,043,620).

- 1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of current financial period reported on.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to review Financial Statements), or an equivalent standard).

The figures have not been audited or reviewed by the auditors, Messrs Ernst & Young.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss any significant factors that affected the turnover, costs and earnings of the Group for the current financial

In 3Q FY 2009, the Group registered a slightly higher revenue of S\$0.121 million as compared to S\$0.047 million in 3Q FY 2008. The net loss for 3Q FY 2009 of S\$1.405 million had improved from the S\$1.776 million for the same period in FY 2008. The increase of other income was due to the partial payment of S\$120,000 from a settlement agreement from an old legal case won recently.

For 9M FY 2009, the Group registered a higher loss of S\$7.421 million on a revenue of S\$0.441 million, as compared to a loss of S\$5.974 million and revenue of S\$0.487 million for the same period in FY 2008.

Revenue from construction was not significant as most of the outstanding construction projects have been completed and revenue from the investment into new biofuel and related activities is still being developed.

The losses were mainly due to the staff costs and other operating expenses incurred which are not fully covered by revenue while new sources of revenue are being developed. In addition, the share of losses of the associated company was higher because while the operating expenses had increased to support full production, escalating feedstock and commodity prices have delayed the full scale production with a consequent impact on revenue. Therefore, the volume of production in the first 9 months of this financial year has been less than the full capacity planned. However, LSB is expecting full production in 2009.

Although the Group reported a net loss after taxation of S\$7.421 million for the first 9 months of FY2009, negative working capital of S\$1.399 million and negative cashflow from operations of S\$3.213 million, the directors are of the view that the Group is able to meet its short-term obligations as and when they fall due for the following reasons :

(i) The Group has no major creditors except for some short-term borrowings from our bankers who have continued to be supportive.

(ii) The Group's total bank borrowings as at 31 December 2008 were S\$2.526 million, compared to total assets value of S\$18.506 million. There are also no substantial debts owing to others.

(iii) Bintai Kinden Corporation Berhad ("BKCB") Group, a related party, which has a net outstanding amount of S\$2.314 million owing to the Group, continues to make monthly repayments to the Group.

(iv) The prospects for biofuel production business are positive with the significant drop in palm oil price back to its historic level of below RM1,500 per M/Ton now (as compared to the price of more than RM4,000 per M/Ton level in March 2008). The announced mandates in Malaysia, Indonesia and elsewhere for compulsory blending of biodiesel with fossil fuel is expected to turnaround the prospects of biofuel industry in the short and longer term. Already LSB's biodiesel plant in Lumut Malaysia is enjoying a steep increase of order enquiries from international biofuel players.

(v) As the winterised biodiesel produced by our associated company, Lereno Sdn Bhd ("LSB") meets the stringent EU EN14214 and US ASTM D6751-08 specifications including the recently introduced Cold Soak Filtration standard, it commands a price premium as compared to normal biodiesel. Hence, we expect the Group to be able to capitalise on LSB's high quality products to benefit more from the imminent turnaround of the biofuel industry with the lower palm oil and crude oil prices.

(vi) In view of the anticipated turnaround of the biofuel market, the Group is now actively arranging for facilities and/or funds to take advantage of the upturn in demand.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

Please refer to comments under paragraph 8.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? None

(b) Corresponding Period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

12. If no dividend has been declared/recommended, a statement to that effect

No dividend has been declared/recommended for the third quarter.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	3Q09 S\$'000	3Q09 S\$'000
<u>Costs and expenses</u> Office rental billed by Sun Continental Investment & Trading Pte Ltd	-	80

BY ORDER OF THE BOARD

ONG PUAY KOON
Managing Director and Chief Executive Officer
LERENO BIO-CHEM LTD

12 February 2008

Confirmation pursuant to Rule 705(4) of the SGX Listing Manual

We, ONG PUAY KOON and KONG MUN KWONG, being two directors of Leren Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the third quarter and nine months ended 31 December 2008 unaudited financial results to be false or misleading.

On behalf of the board of directors

ONG PUAY KOON
Managing Director and Chief Executive Officer

KONG MUN KWONG
Deputy Chief Executive Officer and Executive Director