

B.C. FORM 51-901F

QUARTERLY AND YEAR END REPORT

Incorporated as part of:

	Schedule A
<u> X </u>	Schedules B & C

ISSUER DETAILS:

Name of Issuer: Fab-Form Industries Ltd.
Issuer Address: #212 - 6333 148th Street, Surrey, B.C. V3S 3C3
Issuer Fax No.: (604) 501-6090
Issuer Telephone No.: (604) 596-3278
Contact Name: Mr. Richard Fearn
Contact Position: President
Contact Telephone Number: (604) 596-3278
Contact Email Address: rfearn@fab-form.com
Web Site Address: www.fab-form.com
For Quarter Ended: 30 September 2002
Date of Report: 28 November 2002

CERTIFICATE:

THE TWO SCHEDULES REQUIRED TO COMPLETE THIS REPORT ARE ATTACHED AND THE DISCLOSURE CONTAINED THEREIN HAS BEEN APPROVED BY THE BOARD OF DIRECTORS. A COPY OF THIS REPORT WILL BE PROVIDED TO ANY SHAREHOLDER WHO REQUESTS IT.

<u>"Richard Fearn"</u>	Richard Fearn	28 November 2002
<u>"Herb Bentz"</u>	Herb Bentz	28 November 2002

Schedule B – ANALYSIS OF EXPENSES & DEFERRED COSTS

Third Quarter 2002

ANALYSIS OF EXPENSES AND DEFERRED COSTS

See consolidated financial statements for details.

1. RELATED PARTY TRANSACTIONS

See consolidated financial statements for details.

2. SUMMARY OF SECURITIES ISSUED AND OPTIONS GRANTED DURING THE PERIOD

a) Securities issued:

NONE

b) Options granted:

NONE

3. SUMMARY OF SECURITIES AS AT THE END OF THE REPORTING PERIOD

a) Authorized share capital:

See consolidated financial statements for details.

b) Shares issued and outstanding:

See consolidated financial statements for details.

c) Options, warrants and convertible securities outstanding:

See consolidated financial statements for details.

d) Shares subject to escrow or pooling agreements.

See consolidated financial statements for details.

4. NAMES OF DIRECTORS AND OFFICERS AS AT THE DATE THIS REPORT IS SIGNED AND FILED

Richard Fearn - President, Director, CEO, CFO

Herb Bentz - Director, Corporate secretary

Chris Mattock - Director

Schedule C – MANAGEMENT DISCUSSION

Third Quarter 2002

DESCRIPTION OF BUSINESS

Fab-Form Industries Ltd. is a developer, manufacturer and marketer of innovative forming products that use fabric in place of lumber to form and damp proof concrete for the building industry (see www.fastfoot.com for products, markets, and distribution details).

MANAGEMENT DISCUSSION & ANALYSIS

Analysis of Financial Results for the Quarter

Profitable Operations

The Company continued to achieve profitable operations during the third quarter as well as the first three quarters of the year.

Working Capital Position

The Company's working capital position was (\$175,638) at the end of the third quarter, compared to (\$262,426) in 2001. This was the result of the Debt Settlement which took place on April 2nd, 2002 as well as continuing profitable operations.

Finance & Cash Flow for the Third Quarter

Operating activities for the third quarter generated cash of \$274 (compared with \$6,674 in 2001). Investing activities totaled \$8,658, compared with \$14,443 in 2001. The investment was primarily machinery for fabric production.

Sales

Sales for the third quarter were \$72,740, a 69% increase over the previous year's \$42,952.

Cost of Goods Sold

Gross margins for the third quarter were 60%, an improvement over the previous year's 42%. This was due to higher fabric sales which carry better margins than steel. The Cost of Goods Sold consisted of material costs 61%, labour 28% and transportation 11%.

Expenses

Operating expenses increased 33% for the quarter to \$39,349 compared to \$29,637 in 2001. This was due to increased marketing expenses resulting from new sales personnel.

Profit Before Other Items

For the third quarter, a profit of \$6,777 or \$0.001 per share was achieved, an improvement over the loss of \$12,047 or \$0.002 per share in 2001. For the three quarters, a profit of \$10,399 or \$0.002 per share was obtained, an improvement over the loss of \$56,592 or \$0.009 per share in 2001. Increased profitability was due to higher sales with higher gross margins.

MATERIAL CONTRACTS

There were no material contracts in the third quarter of 2002.

INVESTOR RELATIONS

There are no agreements for investor relations at present.

SUBSEQUENT EVENTS

None.