



**GD Express Carrier Berhad**  
**Unaudited Condensed Consolidated Income Statement**  
**For the Quarter Ended 31 March 2005**

	<b>Current Year Quarter 31.3.2005 (RM'000)</b>	<b>Current Year To Date 31.3.2005 (RM'000)</b>
Revenue	6,065	6,065
Operating expenses	-5,692	-5,699
Other operating income	<u>925</u>	<u>925</u>
Profit from operations	1,298	1,291
Finance cost	<u>-34</u>	<u>-34</u>
Profit before tax	1,264	1,257
Income tax expense	-363	-363
Net profit	<u><u>901</u></u>	<u><u>894</u></u>
Earnings per share of RM0.10 each (sen)	<u><u>0.91</u></u>	<u><u>2.76</u></u>

Note: The preceding year comparative figures are not available as this is the Group's first quarterly report.

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2004.



**GD Express Carrier Berhad**  
**Unaudited Condensed Consolidated Balance Sheet**  
**As at 31 March 2005**

	<b>As At End Of Current Quarter 31.3.2005 (RM'000)</b>
Property, plant and equipment	13,327
Goodwill	157
<b>Current Assets</b>	
Inventories	395
Trade receivables	10,373
Other receivables and prepaid expenses	2,660
Deposits with licenced banks	979
Cash and bank balances	2,266
Total Current Assets	16,673
<b>Current Liabilities</b>	
Trade payables	2,618
Other payables and accrued expenses	3,649
Hire-purchase payables - current portion	731
Borrowings (secured) - current portion	245
Total Current Liabilities	7,243
Net Current Assets	9,430
<b>Long-term and Deferred Liabilities</b>	
Hire-purchase payables - non-current portion	602
Borrowings (secured) - non-current portion	1,362
Deferred tax liabilities	86
Total Long-term and Deferred Liabilities	2,050
Net Assets	<u>20,864</u>
<b>Represented by:</b>	
Issued capital	17,075
Reserves	<u>3,789</u>
	<u>20,864</u>
Net tangible assets per share of RM0.10 each (RM)	<u>0.12</u>

Note: The preceding year comparative figures are not available as this is the Group's first quarterly report.

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2004.

**GD Express Carrier Berhad**  
**Unaudited Condensed Consolidated Statement of Changes in Equity**  
**For the Quarter Ended 31 March 2005**

	Issued Capital (RM'000)	Reserve On Consolidation (RM'000)	Unappropriated Profit/ (Accumulated Loss) (RM'000)	Total (RM'000)
Balance as of 1 July 2004	-	-	(75)	(75)
Net profit for the period	-	-	894	894
Arising from the acquisition of GD Express Sdn Bhd, GD Technosystems Sdn Bhd and IT Software	17,075	2,970	-	20,045
Balance as of 31 March 2005	<u>17,075</u>	<u>2,970</u>	<u>819</u>	<u>20,864</u>

Note: The preceding year comparative figures are not available as this is the Group's first quarterly report.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2004.



**GD Express Carrier Berhad**  
**Unaudited Condensed Consolidated Cash Flow Statement**  
**For the Quarter Ended 31 March 2005**

	<b>9 Months Ended 31.3.2005 (RM'000)</b>
<b>Cash flows from/(used in) operating activities</b>	
Profit before tax	1,257
Adjustments for non-cash items	-179
Operating profit before working capital changes	<u>1,078</u>
Net change in current assets	252
Net change in current liabilities	90
Net cash from operating activities	<u>1,420</u>
Cash flow from investing activities	1,694
Cash flow used in financing activities	-214
Net increase in cash and cash equivalents	<u>2,900</u>
Cash and cash equivalents at beginning of period	0
Cash and cash equivalents at end of period	<u><u>2,900</u></u>
Cash and bank balances	2,266
Deposits with licensed bank	<u>979</u>
	3,245
Less: fixed deposits pledged with a licensed bank	<u>-345</u>
	<u><u>2,900</u></u>

Note: The preceding year comparative figures are not available as this is the Group's first quarterly report.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2004.

## Notes

### **1. Accounting Policies**

The interim financial statements have been prepared in accordance with the FRS 134 Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The same accounting policies and methods of computation are followed in these interim financial statements as compared with the annual financial statements for the year ended 30 June 2004.

### **2. Audit Report of Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2004 was not qualified.

### **3. Comments on Seasonal and Cyclical Factors**

The Group's performance is affected by the lower pick-up and deliveries during the months with long public and festive holidays.

### **4. Unusual Items Due to their Nature, Size or Incidence**

There are no unusual items affecting the assets, liabilities, equity, net income or cash flow for the quarter and financial year to date, other than the completion of the corporate exercise as disclosed in Note 11.

### **5. Changes in Estimations**

There were no changes in estimates that have a material effect in the current quarter and financial year to date.

### **6. Debt and Equity Securities**

There are no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the quarter and financial year-to-date other than as follows.

Details of the changes in the Company's issued and paid-up share capital since its date of incorporation are as follows:

Date of Allotment	No. of Shares	Par Value (RM)	Consideration	Cumulative Total (RM)
07-Oct-03	2	1.00	Subscribers' Share	2.00
08-Feb-05	17,074,881	1.00	Acquisitions	17,074,883.00
08-Feb-05	170,748,830	0.10	Share Split	17,074,883.00

## 7. Dividends Paid

There were no dividends paid in the quarter under review.

## 8. Segmental Information

The Group operates predominantly in Malaysia and is principally involved in the provision of express delivery and customised logistics solutions services.

## 9. Carrying Amount of Revalued Assets

All the property, plant and equipment of the Group are stated at historical cost in the financial statements.

## 10. Subsequent Events

There are no material events occurred subsequent to the end of the quarter under review other than as follows:

### a. Public Issue

On 15 April 2005, the Company issued a prospectus for the public issue of RM35,000,000 shares of RM0.10 each at an issue price of RM0.30 per ordinary share payable in full on application, in conjunction with the listing of the Company on the MESDAQ Market of Bursa Malaysia Securities Berhad.

## 11. Changes in the Composition of the Group

In conjunction with and as an integral part of the listing of and quotation for the entire enlarged issued and paid-up share capital of the Company on the MESDAQ Market of Bursa Malaysia Berhad, the following were completed on 8 February 2005:

### a. Acquisition of 17,300,000 ordinary shares of RM1.00 each in GD Express Sdn Bhd (“GDSB”), representing the entire equity interest in GDSB, for a

- purchase consideration of RM12,774,781 fully satisfied by the issuance of 12,774,781 new ordinary shares of RM1.00 each at par in GDEX.
- b. Acquisition of 100 ordinary shares of RM1.00 each in GD Technosystem Sdn Bhd (“GDTech”), representing the entire equity interest in GDTech, for a purchase consideration of RM100 fully satisfied by the issuance of 100 new ordinary shares of RM1.00 each at par in GDEX.
  - c. Acquisition of IT Software System by GDEX for a purchase consideration of RM4,300,000 fully satisfied by the issuance of 4,300,000 new ordinary shares of RM1.00 each at par in GDEX. Subsequently, the said IT Software System is injected to GDTech for a consideration of RM4,300,000 fully satisfied by the issuance of 4,300,000 new ordinary shares of RM1.00 each at par in GDTech.
  - d. Share split for the entire issued and paid-up share capital of GDEX after the abovementioned acquisitions, comprising 17,074,883 ordinary shares of RM1.00 each into 170,748,830 ordinary shares of RM0.10 each.

## 12. Contingent Liabilities

There are no changes in the contingent liabilities since the last annual balance sheet date.

## 13. Taxation

The taxation figures are as follows:

	<b>Current Quarter (RM'000)</b>	<b>Cumulative Year to Date (RM'000)</b>
Estimated current tax payable	<u>363</u>	<u>363</u>

The effective tax rate for the quarter and year to date is 28.7% and 28.9% respectively as compared to the statutory tax rate of 28%. The higher effective tax rate is due mainly to certain expenses that are not deductible in determining taxable profit.

## 14. Quoted Securities

There is no purchase or disposal of any quoted securities for the current quarter and financial year to date.

## 15. Status of Corporate Proposals

There are no corporate proposals announced but not completed as at the date of this announcement other than the following:

- a. The listing of and quotation for the entire enlarged issued and paid-up share capital of the company comprising 205,748,830 shares on the MESDAQ market of Bursa Malaysia Securities Berhad is expected to be on 17 May 2005.
- b. The Company expects the gross proceeds of the Public Issue to be RM10.5 million. The Company expects the proceeds to be utilised for the following purposes:

<u>Purpose</u>	<u>RM'000</u>
Proposed upgrading of GDEX's network and infrastructure	4,800
Working capital	3,700
Estimated listing expenses	<u>2,000</u>
	<u><u>10,500</u></u>

## 16. Group Borrowings

The Group borrowings consist of the following:

	<b>RM'000</b>
<b>Hire purchase payables</b>	
Payable within 12 months	731
Payable after 12 months	602
<b>Long-term borrowings (secured):</b>	
Payable within 12 months	245
Payable after 12 months	1,362
Total borrowings	<u><u>2,940</u></u>

All the above borrowings are denominated in Ringgit Malaysia.

## 17. Financial Instruments

There are no off balance sheet financial instruments as at the date of the quarterly report.



## **18. Material Litigations**

There are no further developments to matters previously disclosed in the audited financial statements for the year ended 30 June 2004.

## **19. Material Change in Profit Before Tax as Compared to the Immediate Preceding Quarter**

The comments on the material change in profit before tax as compared to the immediate preceding quarter is not applicable as this is the Group's first quarterly report.

## **20. Performance of the Group**

The Group achieved a profit after tax of RM0.9 million from the revenue of RM6.1 million for the quarter ended 31 March 2005. The Group had increased its network resources by increasing the number of branches, headcount and vehicles over the past few months. The additional resources are necessary to cater for the present and future growth in the business.

The acquisition of the subsidiary companies was completed on 8 February 2005 (Note 11) and the results of the Group do not include the pre-acquisition net profit of RM1.3 million of the subsidiary companies acquired.

## **21. Prospect of the Group**

The Board of Directors is confident that the performance of the Group for the financial year ending 30 June 2005 will be satisfactory. With the proceeds from the Public Issue, the Group would have the funds available to further develop and upgrade the network and infrastructure. These will enable the Group to improve the service standards and secure more customised logistics solutions business.

## **22. Variance from Profit Forecast**

In the prospectus dated 15 April 2005, the Group had included a profit forecast for the financial year ending 30 June 2005. The analysis on the variance from the profit forecast will only be available when the Group announces the results for the final quarter of the financial year ending 30 June 2005.



### 23. Dividends

No dividends were declared during the quarter or the financial year to date.

### 24. Earnings Per Share

	<b>Current Year Quarter 31.3.2005 (RM'000)</b>	<b>Current Year To Date 31.3.2005 (RM'000)</b>
Net profit attributable to ordinary shareholders	901	894
Weighted average number of ordinary shares of RM0.10 each in issue (units)	98,654,880	32,404,889
Basic earnings per share of RM0.10 each (sen)	<u>0.91</u>	<u>2.76</u>

By Order of the Board

Leong Oi Wah  
Secretary (MAICSA 7023802)  
10 May 2005