



GD Express Carrier Berhad

(Company No. 630579-A)

(Incorporated in Malaysia under the Companies Act, 1965)

The Quarterly Report on consolidated results for the first quarter ended 30 September 2005. The figures have not been audited.

Condensed Consolidated Income Statement

For the First Quarter Ended 30 September 2005

(The figures have not been audited)

	Individual Quarter Current Year Quarter 30.9.2005 (RM'000)	Cumulative Quarter Current Year To Date 30.9.2005 (RM'000)
Revenue	10,537	10,537
Operating expenses	(10,321)	(10,321)
Other operating income	<u>114</u>	<u>114</u>
Profit from operations	330	330
Finance cost	<u>(51)</u>	<u>(51)</u>
Profit before tax	279	279
Income tax expense	(87)	(87)
Net profit	<u><u>192</u></u>	<u><u>192</u></u>
Earnings per share of RM0.10 each (sen)	<u><u>0.09</u></u>	<u><u>0.09</u></u>

Note: The preceding year comparative figures are not available as the Group only commenced reporting the results from the quarter ended 31 March 2005.

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2005.



Condensed Consolidated Balance Sheet
As at 30 September 2005
 (The figures have not been audited)

	As At End Of Current Quarter 30.9.2005 (RM'000)	Audited As At Preceding Financial Year Ended 30.6.2005 (RM'000)
Property, plant and equipment	13,325	13,307
Goodwill	146	150
Current Assets		
Inventories	244	295
Trade receivables	10,653	10,396
Other receivables and prepaid expenses	3,812	3,765
Deposits with licenced banks	10,951	10,941
Cash and bank balances	940	933
Total Current Assets	26,600	26,330
Current Liabilities		
Trade payables	3,008	3,015
Other payables and accrued expenses	2,037	1,994
Hire-purchase payables - current portion	881	733
Borrowings (secured) - current portion	235	239
Total Current Liabilities	6,161	5,981
Net Current Assets	20,439	20,349
Long-term and Deferred Liabilities		
Hire-purchase payables - non-current portion	622	663
Borrowings (secured) - non-current portion	1,118	1,165
Deferred tax liabilities	293	293
Total Long-term and Deferred Liabilities	2,033	2,121
Net Assets	31,877	31,685
Represented by:		
Issued capital	20,575	20,575
Reserves	11,302	11,110
	31,877	31,685
Net tangible assets per share of RM0.10 each (RM)	0.15	0.15

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2005.

Condensed Consolidated Statement of Changes in Equity
For the Fourth Quarter Ended 30 September 2005
(The figures have not been audited)

	Issued Capital (RM'000)	Share Premium (RM'000)	Reserve On Consolidation (RM'000)	Unappropriated Profit (RM'000)	Total (RM'000)
Balance as of 1 July 2005	20,575	5,972	2,970	2,168	31,685
Net profit for the quarter				192	192
Balance as of 30 September 2005	<u>20,575</u>	<u>5,972</u>	<u>2,970</u>	<u>2,360</u>	<u>31,877</u>

Note: The preceding year comparative figures are not available as the Group only commenced reporting the results from the quarter ended 31 March 2005.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2005.



**Condensed Consolidated Cash Flow Statement
For the Fourth Quarter Ended 30 September 2005
(The figures have not been audited)**

	3 Months Ended 30.9.2005 (RM'000)
Cash flows from/(used in) operating activities	
Profit before tax	279
Adjustments for non-cash items	658
Operating profit before working capital changes	<u>937</u>
Changes in working capital:	
Net change in current assets	(253)
Net change in current liabilities	132
Cash flows from operations	<u>816</u>
Income tax paid	(183)
Net cash flows from operating activities	<u>633</u>
Cash flows from investing activities	
Additions to property, plant and equipment	(388)
Others	100
Net cash from investing activities	<u>(288)</u>
Cash flows from financing activities	
Repayment of term loans and payments of hire purchase payables	(329)
Net cash flows from financing activities	<u>(329)</u>
Net increase in cash and cash equivalents	16
Cash and cash equivalents at beginning of period	11,530
Cash and cash equivalents at end of period	<u><u>11,546</u></u>
Cash and bank balances	940
Deposits with licensed bank	10,951
	<u>11,891</u>
Less: fixed deposits pledged with a licensed bank	(345)
	<u><u>11,546</u></u>

Note: The preceding year comparative figures are not available as the Group only commenced reporting the results from the quarter ended 31 March 2005.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2005.

Notes

1. Accounting Policies

The interim financial statements have been prepared in accordance with the FRS 134 Interim Financial Reporting and Chapter 7 Part VI (Appendix 7A) of the Listing Requirements for the MESDAQ Market 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 2005.

2. Auditor's Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2005 was not qualified.

3. Comments on Seasonal and Cyclical Factors

The Group's performance is affected by the lower deliveries during the months with numerous public and festive holidays.

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

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow for the quarter and financial year to date.

5. Changes in Estimates

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

6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the quarter and financial year to date.

7. Dividends Paid

There were no dividends paid in the current quarter and the financial year to date.

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 were no material events occurred subsequent to the end of the quarter under review.

11. Changes in the Composition of the Group

There are no changes in the composition of the Group in the current quarter and financial year to date.

12. Contingent Liabilities

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

13. Taxation

The taxation figures are as follows:

	Current Quarter (RM'000)	Cumulative Year to Date (RM'000)
Estimated current tax payable	87	87
	<u>87</u>	<u>87</u>

The effective tax rate for the quarter and year to date is 31% as compared to the statutory tax rate of 28%. The higher effective tax rate was due mainly to certain expenses that are not deductible in determining taxable profit.

14. Unquoted Securities and/or Properties

There were no purchases or disposal of any unquoted securities and/or properties for the current quarter and financial year to date.

15. Quoted Securities

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

16. Status of Corporate Proposals

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

a. Utilisation of Proceeds

The utilisation of proceeds from the Initial Public Offer ("IPO") is as follows:

Purpose	Proposed	Re-allocation	Actual	Balance
	Utilisation		Utilisation	
	RM'000	RM'000	RM'000	RM'000
Proposed upgrading of GDEX's network and infrastructure	4,800		518	4,282
Working capital	3,700	972	1,023	3,649
Estimated listing expenses	2,000	-972	1,028	0
	10,500	0	2,569	7,931

The unutilised proceeds for the listing expenses of RM0.972 million shall be re-allocated for the working capital purposes of the Group.

b. Proposed Private Placement and Bonus Issue

On 12 October 2005, the Company announced the following:

- i. Proposed private placement of up to 20,574,883 new ordinary shares of RM0.10 each in GD Express Carrier Berhad ("GDEX") (or up to 25,718,604 placement shares if the proposed bonus issue is implemented before the proposed placement), representing up to (10%) of the issued and paid up capital of the Company at issue price(s) to be determined and announced later.

- ii. Proposed bonus issue of up to 56,580,928 new GDEX shares (or 51,437,208 bonus shares if the proposed bonus issue is implemented before the proposed placement), to be credited as fully paid-up, on the basis of one (1) bonus share for every four (4) existing GDEX shares held on an entitlement date to be determined and announced later.

On 9 November 2005, the Company further announced that part of the proceeds from the proposed private placement, which was initially intended for the business expansion in Thailand, has been reduced from RM9.658 million as originally proposed to RM6.0 million. This is due to the investment in Thailand may be subject to foreign shareholdings restriction. The remaining balances of RM3.658 million will be used to finance the Group's working capital requirements which is expected to be utilised to finance, amongst others, the anticipated business expansion of the Group in Malaysia as well as for the development of new products and services.

17. Group Borrowings

The Group borrowings consist of the following:

	RM'000
Hire purchase payables	
Payable within 12 months	881
Payable after 12 months	622
Long-term borrowings (secured):	
Payable within 12 months	235
Payable after 12 months	1,118
Total borrowings	<u><u>2,856</u></u>

All the above borrowings are denominated in Ringgit Malaysia.

18. Financial Instruments

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

19. Material Litigations

There were no further developments to matters previously disclosed in the audited financial statements for the year ended 30 June 2005.

20. Material Change in Profit Before Tax as Compared to the Immediate Preceding Quarter

The Group recorded a lower profit before tax ("PBT") of RM279,000 for the first quarter ended 30 September 2005, as compared to the PBT of RM2.2 million recorded in the immediate preceding quarter ended 30 June 2005. The higher profit recorded in the immediate preceding quarter was due to the income of RM1.5 million arising from the delivery and installation of a customised software.

21. Performance of the Group

The Group achieved a profit after tax ("PAT") of RM192,000 from the revenue of RM10.5 million for the first quarter ended 30 September 2005. The overall Group's performance for the quarter under review were affected by the higher depreciation from the purchase of the IT Software System, which cost RM4.3 million and the higher fuel cost.

22. Prospect of the Group

The proceeds from the IPO will be used to upgrade the existing network and infrastructure, and to employ additional sales, marketing and technical staff. The Directors are of the opinion that the technological advantage and higher service standards will enable the Group to secure more business and a satisfactory result for the financial year.

23. Variance from Profit Forecast

The Company did not disclose any profit forecast or guarantee for this financial year.

24. Dividends

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



25. Earnings Per Share

a. Basic

The basic earnings per share is calculated by dividing the net profit for the period by the number of ordinary shares in issue during the period.

	Current Year Quarter 30.9.2005 (RM'000)	Current Year To Date 30.9.2005 (RM'000)
Net profit attributable to to ordinary shareholders	192	192
Number of ordinary shares of RM0.10 each in issue (units)	205,748,830	205,748,830
Basic earnings per share of RM0.10 each (sen)	<u>0.09</u>	<u>0.09</u>

b. Diluted

The Company does not have any convertible shares or convertible financial instruments for the current quarter and financial year to date.

By Order of the Board

Nuruluyun Binti Abdul Jabar (MIA 9113)
Woo Ying Pun (MIACSA 7001280)
Secretaries
21 November 2005