

**Part A – Explanatory Notes Pursuant to FRS 134**

**A1. BASIS OF PREPARATION**

The interim financial statements have been prepared under the historical cost convention except for the financial assets and investment properties which were stated at fair values.

The interim financial statements are unaudited and have been prepared in accordance with requirements of the Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that were significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2008.

**A2. CHANGES IN ACCOUNTING POLICIES**

The significant accounting policies adopted were consistent with those of the audited financial statements for the year ended 31 December 2008.

**A3. COMPARATIVES**

There were no changes to the comparatives during the current financial period.

**A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors’ report on the preceding financial statements for the year ended [31 December 2008](#) was not qualified by the Auditors of the Company.

**NAIM INDAH CORPORATION BERHAD (19727-P)**  
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**A5. SEGMENTAL INFORMATION**

	<b>3 months ended 31.03.2009 RM'000</b>	<b>3 months ended 31.03.2008 RM'000</b>
<b>Segment Revenue</b>		
Revenue from continuing operations:-		
Investment holding	310	230
Timber extraction	903	-
Property management	936	937
Property development	-	-
Total revenue including inter-segment revenue	<u>2,149</u>	<u>1,167</u>
Elimination of inter-segment revenue	<u>(224)</u>	<u>(230)</u>
Total revenue from continuing operations	<u>1,925</u>	<u>937</u>
Revenue from discontinued operations	<u>-</u>	<u>-</u>
Total	<u><u>1,925</u></u>	<u><u>937</u></u>
<b>Segment Results</b>		
Results from continuing operations:-		
Investment holding	(444)	(532)
Timber extraction	86	(99)
Property management	209	223
Property development	<u>(134)</u>	<u>(122)</u>
	<u>283</u>	<u>(530)</u>
Eliminations	<u>-</u>	<u>-</u>
Total results from continuing operations	<u>283</u>	<u>(530)</u>
Results from discontinued operations	<u>-</u>	<u>-</u>
Total	<u><u>283</u></u>	<u><u>(530)</u></u>

**A6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE, OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2008.

**A7. CHANGES IN ESTIMATES**

There was no change in estimates that had a material effect on the current quarter results.

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**A8. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's performance is not subject to seasonal or cyclical fluctuations, except for the timber business the extraction works of which are dependent upon the weather conditions at the place where the forest is located.

**A9. DIVIDENDS PAID**

No interim ordinary dividend has been paid in the current financial period ended [31 March 2009](#) ([31 March 2008](#): Nil).

**A10. CARRYING AMOUNT OF REVALUED ASSETS**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended [31 December 2008](#).

**A11. DEBT AND EQUITY SECURITIES**

There were no issuances, cancellations, repurchases, resale or repayments of debts and equity securities during the interim financial period.

**A12. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group in the current financial quarter.

**A13. DISCONTINUED OPERATION**

There were no existing business segments that can be categorised as discontinued in the current financial quarter.

**A14. CAPITAL COMMITMENTS**

There were no material changes in capital commitments of the Group since the last annual balance sheet date at [31 December 2008](#).

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**A15. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet date at [31 December 2008](#).

**A16. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current financial quarter.

**PART B - Explanatory Notes Pursuant to Appendix 9B of  
the Listing Requirements of Bursa Malaysia Securities Berhad**

**B1. PERFORMANCE REVIEW**

For the current financial period ended 31 March 2009, the Group's revenue was RM1.92 million compared to RM0.94 million in the preceding financial period ended 31 March 2008. The increase in revenue was mainly due to the continuous logging activities from timber extraction segment during the financial period.

The Group recorded a lower loss before tax of approximately RM0.35 million as compared to a loss before tax of approximately RM0.53 million for the corresponding preceding financial period ended 31 March 2008.

**B2. COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION**

The Group's recorded a loss before taxation of approximately RM0.35 million for the current quarter as compared to a loss before taxation of approximately RM9.40 million for the quarter ended 31 December 2008. This was mainly due to the recognition of impairment on the property development segment, and the recognition of a revised settlement charge of RM3.17 million, during the immediate preceding quarter.

**B3. COMMENTARY ON PROSPECTS**

The Directors are of the view that the performance of the Group hinges substantially on the performance of its subsidiaries namely Jernih Makmur Sdn Bhd (Principal activity - logging and selling of round end timber logs) and Consistent Harvest Sdn Bhd (Principal activity - renting of shopping spaces in its shopping complex) and the joint venture property development with Creative Springs Sdn. Bhd. Barring any unforeseen circumstances, the Directors expect that a better performance of the Group can be achieved in the remaining period of the current year.

**B4. PROFIT FORECAST OR PROFIT GUARANTEE**

The disclosure requirements for explanatory notes for the variances of actual profit after tax and minority interests and forecast profit after tax and minority interests and for the shortfall in profit guarantee are not applicable.

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**B5. INCOME TAX EXPENSE**

	3 months ended		3 months ended	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	(65)	-	(65)	-
Over/(Under) provision of income tax in prior period	-	-	-	-
Deferred taxation	-	-	-	-
Current provision	<u>(65)</u>	<u>-</u>	<u>(65)</u>	<u>-</u>

The provision for taxation during the current financial period was mainly for the property management segment.

**B6. SALE OF UNQUOTED INVESTMENTS AND/ OR PROPERTIES**

There were no sales of unquoted investments and properties in the current financial period under review.

**B7. QUOTED SECURITIES**

There were no purchases or disposals of quoted securities in the current financial period under review.

**B8. CORPORATE PROPOSALS**

There were no corporate proposals announced but not completed as at the date of issuance of this quarterly report.

**B9. BORROWINGS**

	As at 31.03.2009 RM'000
Secured borrowings: -	
Payable within one year	13,633
Payable after one year	5,668
	<u>19,301</u>

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**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no financial instruments with off balance sheet risk issued during the current financial period under review.

**B11. CHANGES IN MATERIAL LITIGATION**

As at [22 May 2009](#), there were no changes in material litigations, including the status of pending material litigations since the last annual balance sheet date at [31 December 2008](#).

**B12. DIVIDENDS PAYABLE**

No interim ordinary dividend has been declared for the financial period ended [31 March 2009](#) ([31 March 2008](#): Nil).

**B13. EARNINGS PER SHARE**

	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>31.03.2009</b>	<b>31.03.2008</b>	<b>31.03.2009</b>	<b>31.03.2008</b>
Profit / (Loss) from continuing operations attributable to ordinary equity holders of the parent (RM'000)	(283)	(530)	(283)	(530)
Profit / (Loss) from discontinued operations attributable to ordinary equity holders of the parent (RM'000)	-	-	-	-
Profit / (Loss) attributable to ordinary equity holders of the parent (RM'000)	<u>(283)</u>	<u>(530)</u>	<u>(283)</u>	<u>(530)</u>
Weighted average number of Ordinary Shares in issue ('000)	702,034	702,034	702,034	702,034
Basic earnings per share (sen)	(0.05)	(0.08)	(0.05)	(0.08)
Diluted earnings per share (sen)	-	-	-	-

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**B14. AUTHORISATION FOR ISSUE OF INTERIM FINANCIAL STATEMENTS**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on [27 May 2009](#).

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By order of the Board  
**YEAP KOK LEONG**  
Company Secretary  
MAICSA NO. 0862549  
[Dated this 27 May 2009](#)