QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 March 2011

THE FIGURES HAVE NOT BEEN AUDITED

I. CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

			AL QUARTER		'E QUARTER
		Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
		31/03/2011	31/3/2010	31/03/2011	31/3/2010
		RM'000	RM'000	RM'000	RM'000
1 (a)	Revenue	61,473	65,309	61,473	65,309
(b)	Cost of sales	(57,773)	(51,981)	(57,773)	(51,981)
(c)	Gross profit	3,700	13,328	3,700	13,328
(d)	Other income	1,947	667	1,947	667
(e)	Other operating expenses	(9,670)	(11,785)	(9,670)	(11,785)
(f)	(Loss)/profit from operations	(4,023)	2,210	(4,023)	2,210
(g)	Finance costs	(2,394)	(3,195)	(2,394)	(3,195)
(h)	Loss before tax	(6,417)	(985)	(6,417)	(985)
(i)	Income tax				
(j)	Loss for the period, net of tax	(6,417)	(985)	(6,417)	(985)
	Other comprehensive income:				
	Foreign currency translation	71	-	71	-
	Total comprehensive income				
	for the period	(6,346)	(985)	(6,346)	(985)
	Attributable to:				
(k)	Owner of the parent	(6,476)	(985)	(6,476)	(985)
(1)	Minority interest	59		59	<u> </u>
		(6,417)	(985)	(6,417)	(985)

I. CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONT'D)

		INDIVIDUAL QUARTER		CUMULATIV	E QUARTER
		Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
		31/03/2011	31/3/2010	31/03/2011	31/3/2010
		RM'000	RM'000	RM'000	RM'000
	m.1.1.1.1				
	Total comprehensive income:				
(m)	Owner of the parent	(6,405)	(985)	(6,405)	(985)
(n)	Minority interest	59		59	
		(6,346)	(985)	(6,346)	(985)
2	Loss per share attributable to owner of the parent (sen per share):				
	Basic, for loss net of tax	(2.03 sen)	(0.33 sen)	(2.03 sen)	(0.33 sen)
	Diluted, for loss net of tax	(1.67 sen)	(0.24 sen)	(1.67 sen)	(0.24 sen)

The condensed consolidated statement of comprehensive income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

II. CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited Current quarter ended 31/03/2011 RM'000	Audited Financial year ended 31/12/2010 RM'000
	ASSETS		
1.	Non-current assets		
	Property, plant and equipment	245,707	251,094
	Investment properties Goodwill on consolidation	894	897 86,989
	Deferred tax assets	87,024 2,565	2,565
	Financial assets available-for-sale	97	2,505
		336,287	341,574
2.	Current assets	026	001
	Inventories Trade and other receivables	836 25,149	891 27,243
	Amount due from related companies	10,978	9,237
	Tax recoverable	775	1,044
	Cash and bank balances	6,592	5,842
		44,330	44,257
	Non-current assets held for sale	1,500 45,830	<u> </u>
		45,830	43,737
	TOTAL ASSETS	382,117	387,331
	LIABILITIES AND EQUITY		
3.	Current liabilities		
	Short term borrowings	53,788	66,250
	Trade and other payables	56,352	56,943
	Amount due to related companies	39,323	37,825
	Current tax payables Provision for retirement benefits	11,500 507	11,500 967
	1 Tovision for retrement benefits	161,470	173,485
	Net current liabilities	(115,640)	(127,728)
4.	Non-current liabilities		
	Long term borrowings	95,614	82,487
	Provision for retirement benefits	11,530	11,510
	Deferred tax liabilities	4,176 111,320	4,176 98,173
	Total liabilities	272,790	271,658
	Net assets	109,327	115,673
5.	Equity attributable to equity holders of the Company		
	Share capital	166,999	166,999
	Share premium	4,000	4,000
	Reserves	5.011	5 011
	Capital reserve Exchange reserves	5,811 77	5,811
	Accumulated losses	(52,763)	(46,287)
	Merger deficit	(54,428)	(54,428)
	Irredeemable Convertible Secured Loan Stocks ("ICSLS") – equity	37,911	37,911
	Total shareholders' equity	107,607	114,012
	Minority interest	1,720	1,661
	Total equity	109,327	115,673
	TOTAL LIABILITIES AND EQUITY	382,117	387,331
6.	Net assets per share attributable to ordinary equity		
	holders of the Company	RM0.34	RM0.38

The condensed consolidated statement of financial position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

III. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Three months to 31/03/2011 RM'000	Unaudited Three months to 31/03/2010 RM'000
Operating Activities		
Cash receipts from customers	65,451	76,937
Cash payments to suppliers and employees	(50,639)	(67,051)
Cash generated from operations	14,812	9,886
Income taxes paid	(265)	1,554
Retirement benefits paid	(440)	(146)
Net cash from operating activities	14,107	11,294
Investing Activities		
Proceeds from disposal of property, plant and equipment	1,500	778
Purchase of property, plant and equipment	(5)	(267)
Proceeds from disposal of other investments	-	60
Interest received	4	5
Net cash generated investing activities	1,499	576
Financing Activities		
Repayment of lease financing	(11,571)	(9,722)
Repayment of ICSLS	-	(594)
Repayment of term loan	(891)	-
Interest paid	(2,394)	(3,195)
Net cash used in financing activities	(14,856)	(13,511)
Net change in Cash and Cash Equivalents	750	(1,641)
Cash and Cash Equivalents as at beginning of financial period	5,842	4,171
Cash and Cash Equivalents as at end of financial period	6,592	2,530

The condensed consolidated statement of cash flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

capitat RM'000		Share premium RM'000	Capital reserve RM'000	-Non-unstributable Merger deficit RM '000	e> Exchange reserve RM'000	Accumulated losses RM '000	ICSLS RM'000	Total RM'000	Minority interest RM'000	Total equity RM'000
Twelve months to 31December 2010 (unaudited)Balance as at 1 January 2011Total comprehensive income	- 66	4,000	5,811	(54,428) -	6 71	(46,287) (6,476)	37,911 -	114,012 (6,405)	1,661 59	115,673 (6,346)
Balance as at 31 March 2011 166,999	66	4,000	5,811	(54,428)	LL	(52,763)	37,911	107,607	1,720	109,327
Twelve months to 31December 2010 (audited)Balance as at 1 January 2010	66		5,811	(54,428)	92	(14,811)	57,911	145,574	1,398	146,972
Effect of adopting FRS 139		ı				(73)		(73)		(23)
150,999	66		5,811	(54, 428)	92	(14, 884)	57,911	145,501	1,398	146,899
Total comprehensive income	ı	·	·		(86)	(31,403)		(31, 489)	263	(31, 226)
Issued/(converted) during the 16,000 vear	00	4,000		ı		I	(20,000)	ı	·	ı
Balance as at 31 December 2010 166,999	66	4,000	5,811	(54,428)	6	(46,287)	37,911	114,012	1,661	115,673

IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY

KONSORTIUM TRANSNASIONAL BERHAD (617580-T) Incorporated in Malaysia The condensed Consolidated Statement of Changes in Total Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS

The notes to the condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2010.

1. ACCOUNTING POLICIES AND METHODS OF COMPUTATION

The quarterly financial report has been prepared in accordance with the reporting requirements outlined in Financial Reporting Standard ("FRS") 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the listing requirements of Bursa Malaysia Securities Berhad ("the Listing Requirements"). The quarterly report should be read in conjunction with the Company's annual audited financial statements for the year ended 31 December 2010. These explanatory notes attached to the quarterly financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial statements are consistent with those applied in the annual audited financial statements for the year ended of the Group's adoption of the following revised FRSs, Amendments to FRSs, Interpretations of the Issues Committee ("IC Interpretations") and Amendments to IC Interpretation issued by the MASB that are mandatory for the financial year beginning 1 January 2011:

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations (Revised)
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 127	Consolidated and Separate Financial Statement
Amendments to FRS 138	Intangible Assets
IC Interpretation 9	Amendments to IC Interpretation 9
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 15	Agreements for the Construction of Real Estate
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
Amendments to FRS 132	Classification of Right Issues
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First Time Adopters
Amendments to FRS 7	Improving Disclosures about Financial Instruments

Revised FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretation

1. ACCOUNTING POLICIES AND METHODS OF COMPUTATION (CONT'D)

The revised FRS 3 and FRS 127 will impact the Group's consolidation accounting relating to the acquisition costs and disposal of interests in subsidiaries. Amendments to FRS 7 require enhanced disclosures on fair value measurements and liquidity risk of the Group. Improvements to FRSs (2010) will impact the disclosures in the Group's financial statements. The revised FRS 1, other amendments to FRSs, the IC Interpretations and Amendments to IC Interpretation 9 are not expected to have any significant impact on the financial statements of the Group.

As at the date of this quarterly report, the following revised FRS, IC Interpretations and Amendments to IC Interpretation have been issued by MASB but are not effective yet and have not been adopted by the Group.

Revised FRS, IC Interpretations	and Amendments to IC Interpretation	Effective for annual periods beginning on or after
IC Interpretation 14	Prepayments of a Minimum Funding Requirement (Amendments to IC Interpretation 14)	1 July 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
Amendments to FRS 124	Related Party Discloures	1 January 2012

2. AUDIT REPORT IN RESPECT OF THE 2010 FINANCIAL STATEMENTS

The audit report on the Group's financial statements for the financial year ended 31 December 2010 was not qualified.

3. SEASONAL OR CYCLICAL FACTORS

The Group's operations are not subject to any significant seasonal or cyclical factors.

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period.

5. MATERIAL CHANGES IN ESTIMATES USED

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current period.

6. **DEBT AND EQUITY SECURITIES**

The Company did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter ended 31 March 2011.

7. **DIVIDEND**

The Directors do not recommend any interim dividend on ordinary shares of RM0.50 each for the current period ended 31 March 2011 (2010: Nil).

8. SEGMENT INFORMATION FOR THE CURRENT FINANCIAL PERIOD

(a) Primary reporting format – by products and services

	Individu	al Quarters	Cumulative	e Quarters
	Current Year Quarter 31/03/2011 RM'000	Preceding Year Quarter 31/03/2010 RM'000	Three months to 31/03/2011 RM'000	Three months to 31/03/2010 RM'000
Revenue				
Public transportation services	60,878	64,430	60,878	64,430
Trading of vehicles	507	625	507	625
Others	88	254	88	254
	61,473	65,309	61,473	65,309
Net (loss)/profit for the period				
Public transportation services	(6,596)	(963)	(6,596)	(963)
Trading of vehicles	198	(22)	198	(22)
Others	(19)		(19)	
	(6,417)	(985)	(6,417)	(985)

(b) Secondary reporting format – by geographical segments

	Individu	al Quarters	Cumulative Quarters		
	Current Year Quarter 31/03/2011 RM'000	Preceding Year Quarter 31/03/2010 RM'000	Three months to 31/03/2011 RM'000	Three months to 31/03/2010 RM'000	
Revenue					
Malaysia	60,966	64,684	60,966	64,684	
Indonesia	507	625	507	625	
	61,473	65,309	61,473	65,309	
Net (loss)/profit for the period					
Malaysia	(6,615)	(963)	(6,615)	(963)	
Indonesia	198	(22)	198	(22)	
	(6,417)	(985)	(6,417)	(985)	

9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The valuations of property, plant and equipment used in the condensed financial statements have been brought forward without amendment from the previous financial statements.

10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL PERIOD

- (a) On 2 February 2011, 29 March 2011 and 4 April 2011 respectively, SKMK, a wholly owned subsidiary of the Company received letters of intent from various third parties for the disposal of the following parcels of land:
 - i) PT 25, H.S (D) T.M 7/79, Bandar Tanah Merah, Kelantan
 - ii) No. LO. 1000, H.S. (D) T.M. 78/81, Mukim Maka, Daerah Tanah Merah, Kelantan
 - iii) No. Lot 690, No. MG 1494, Mukim Kenali, Kelantan

Refering to item (i), on 17 March 2011, the Company has entered into a Sales and Purchase Agreement with a third party. The disposal of this land has yet to be completed subject to the fulfilment of the condition precedent, which is, include the approval from the Kelantan state government for the disposal of the said land.

(b) On 14 December 2010, the Company entered into a Sale and Purchase Agreement with Nadicorp for the disposal of 700 ordinary shares of USD100 each, representing 70% equity interest in PT Indonadi for a total cash consideration of USD70,000. However, on 28 April 2011, the Company entered into a Deed of Revocation with Nadicorp to revoke and rescind the sale and purchase agreement as the condition precedent for the transfer of the shares has yet to be fullfilled.

Except for the above, there are no other items, transactions or events of a material and unusual nature which have arisen since 31 March 2011 to the date of this announcement which would substantially affect the financial results of the Group for the period ended 31 December 2011.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no significant changes in the composition of the Group arising from business combination, acquisition or disposal of subsidiary companies and long term investment for the current quarter.

12. CONTINGENT LIABILITIES

The Group does not have any contingent liabilities as at the date of this announcement.

13. CAPITAL COMMITMENTS

As at 31 March 2011, the Group had entered into several agreements with certain bus suppliers to purchase new buses amounting to RM18,688,000.

There are no other material capital commitments.

14. INCOME TAX

	Individu	ıal Quarter	Cumulative Quarter		
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to	
	31/03/2011	31/03/2010	31/03/2011	31/03/2010	
	RM'000	RM'000	RM'000	RM'000	
Malaysian taxation:					
- Current taxation	-	-	-	-	
- Under provision in prior years	-	-	-	-	
- Deferred taxation					

15. DISPOSAL OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

During the period the Group has disposed a parcel of its leasehold land, Lot No. PT 6301, Lot 34, Semambu Industrial Estate, Kuantan, Pahang for the total consideration of RM1,500,000.

Except for the above, there was no disposal of unquoted investments and/or properties in the current period.

16. **INVESTMENTS IN QUOTED SECURITIES**

Total investments in quoted securities are as follows:

	Carrying amount 31 March 2011	Market value 31 March 2011
	RM'000	RM'000
Investment in:		
- DRB-Hicom Berhad	7	7
- South Malaysia Industries Berhad	1	1
- BIMB Holdings Berhad	89	89
	97	97

17. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT NOT COMPLETED AS AT THE DATE OF THIS ANNOUNCEMENT

There are no corporate proposals announced but not completed as at the date of this announcement.

18. STATUS OF COMPLIANCE WITH THE SECURITIES COMMISSION'S REQUIREMENTS AS AT THE DATE OF THIS ANNOUNCEMENT

Please refer to the attachment (Appendix 1) for details on compliance with the SC's requirements as at the date of this announcement, in compliance with one of the conditions imposed by the SC via its letter dated 29 January 2005.

19. BORROWINGS AND DEBT SECURITIES

	Long	-term borrowi	ngs	Short-term borrowings		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Borrowings						
Domestic						
- Finance lease	44,251	-	44,251	93,643	-	93,643
- Revolving credit	7,000	-	7,000	-	-	-
- Term loan	2,537	-	2,537	1,971	-	1,971
TOTAL	53,788	-	53,788	95,614	-	95,614

Details of the Group's borrowings and debt securities as at 31 March 2011 are as follows:-

All borrowings are denominated in Ringgit Malaysia.

20. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no financial instruments with off-balance sheet risks as at the date of this announcement.

21. MATERIAL LITIGATION

The Company and its subsidiaries have no outstanding material litigation as at the date of this announcement except for the following:-

Siana Corporation Sdn Bhd ("Siana"), a subsidiary of Park May Berhad ("PMB") had on 17 April 2007 been served with a Writ of Summons and Statement of Claim by Exing (M) Sdn Bhd (in liquidation) ("Exing") for an alleged breach of contract. Siana had filed its defence on 27 September 2007.

Judgement in default obtained by Exing dated 18 July 2007 has been set aside by the court and Siana has also filed its application for security for cost on 25 May 2009, and that the court had on 17 May 2010 duly allowed the said application in favour of Siana. The pre-trial case management was held on 28 February 2011 and the court is in the process of fixing the date for the hearing of the case.

The directors, under the advise of its solicitors, is of the opinion that Exing's claim is subject to proof and may ultimately be proven to be unsubstantiated with regard to the sum claimed. Hence, the legal claim has not been taken into account in the financial statements.

22. COMPARISON BETWEEN THE CURRENT QUARTER AND THE IMMEDIATE PRECEDING QUARTER

The Group has recorded lower revenue of RM61.5 million for the current quarter as compared to RM65.3 million in the same quarter last year. The decrease in revenue is due to the impact of passenger travelling pattern has dropped.

The Group recorded loss before tax of RM6.4 million as compared to loss before tax of RM1.0 million in the same quarter last year. The higher loss before tax during this quarter is mainly due to the lower revenue as explained above.

23. **REVIEW OF PERFORMANCE**

The Group recorded revenue of RM61.5 million for the current quarter and for the period ended 31 March 2011 under review as compared to RM65.3 million in the same quarter and the period ended 31 March 2010.

The overall reduction in revenue for the current year as compared to Year 2010 is due to the drop in ridership and the impact of shifting of bus terminal from Puduraya to Bukit Jalil since second quarter 2010.

The Group recorded a loss before tax of RM6.4 million for the current quarter and for the financial period ended 31 March 2011 as compared to loss before tax of RM1.0 in the previous year corresponding quarter and the period ended 31 March 2010.

24. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

The industry is highly sensitive to the fluctuation of fuel price and the related costs of traveling, such as toll and the price of the private vehicles. The public will choose the cheaper mode of transport. Therefore, we foresee such trend will continue in the near future and may further cause our passenger ridership to reduce further. We may have to take drastic measures to deal with non-profitable routes in the future in order to improve our performance.

25. EARNINGS PER SHARE

	INDIVIDUAL QUARTER		CUMULATIVE	
			QUARTER	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/03/2011	31/03/2010	31/03/2011	31/03/2010
(a) Basic				
Loss for the period attributable to equity holders of the Company (RM'000)	(6,476)	(985)	(6,476)	(985)
Weighted average number of shares				
in issue ('000)	319,445	301,998	319,445	301,998
Loss per share (sen) (b) Diluted	(2.03)	(0.33)	(2.03)	(0.33)
Loss for the period attributable to equity holders of the Company (RM'000)	(6,476)	(985)	(6,476)	(985)
Weighted average number of shares				
in issue ('000)	319,445	301,998	319,445	301,998
Effect of dilution on ICSLS ('000)	68,800	100,800	68,800	100,800
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	388,245	402,798	388,245	402,798
Diluted loss per share (sen)	(1.67)	(0.24)	(1.67)	(0.24)

26. DISCLOSURE OF REALISED AND UNREALISED PROFIT/(LOSS)

The breakdowns of the retained profits of the Group as at 31 March 2011 and 31 December 2010 into realised and unrealised profits/(loss) are as follows:

	As at	As at 31 December 2010	
	31 March 2011		
	RM'000	RM'000	
Total accumulated loses of the Company and its subsidiaries			
- Realised	(52,292)	(45,875)	
- Unrealised	1,611	1,611	
	(50,681)	(44,264)	
Add: Consolidated adjustments	(2,082)	(2,023)	
Accumulated losses as per financial statements	(52,763)	(46,287)	

By Order of the Board

TIFLA HAIRI TAIB (LS0008017) Secretary

Kuala Lumpur 24 May 2011