

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2007

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/04/2007	30/04/2006	30/04/2007	30/04/2006
	RM'000	RM'000	RM'000	RM'000
Revenue	133,851	63,386	133,851	63,386
Other income	29,336	11,192	29,336	11,192
Other expenses	(84,389)	(48,216)	(84,389)	(48,216)
Profit from operations	78,798	26,362	78,798	26,362
Finance costs, net	(2,433)	(2,177)	(2,433)	(2,177)
Share of losses of associated companies	(9)	(5)	(9)	(5)
Profit before tax	76,356	24,180	76,356	24,180
Income tax expense	(18,325)	(5,849)	(18,325)	(5,849)
Profit for the period	58,031	18,331	58,031	18,331
Attributable to:				
Equity holders of the parent	57,811	18,340	57,811	18,340
Minority interests	220	(9)	220	(9)
	58,031	18,331	58,031	18,331
Earnings per share attributable to equity holders of the parent				
Basic (sen)	4.35	1.38	4.35	1.38
Fully diluted (sen)	3.11	1.38	3.11	1.38

AS AT END OF CURRENT QUARTER

AS AT PRECEDING FINANCIAL YEAR END

Net assets value per share (RM)

1.45

1.40

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 January 2007)

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30/04/2007 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31/01/2007 RM'000 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	485,123	477,607
Investment property	197,645	192,931
Land held for property development	374,195	360,949
Prepaid land lease payments	10,399	10,641
Intangible assets	460	491
Associated companies	15,222	15,231
Other investments	29,228	34,182
Deferred tax assets	1,645	1,097
	1,113,917	1,093,129
Current assets		
Property development costs	94,784	95,726
Properties & land held for resale	11,598	11,598
Inventories	622	576
Financial receivables	260,622	308,752
Trade receivables	779,425	835,151
Other receivables	138,755	133,831
Short term investments	1,567	6,720
Short term funds	624,276	415,535
	1,911,649	1,807,889
Non-current asset classified as held for sale	31,792	31,792
	1,943,441	1,839,681
TOTAL ASSETS	3,057,358	2,932,810
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,335,618	1,328,475
Reserves	607,202	534,597
	1,942,820	1,863,072
Minority interests	8,357	8,044
Total equity	1,951,177	1,871,116
Non-current liabilities		
Deferred tax liabilities	20,106	19,564
Term loan	127,396	125,214
	147,502	144,778
Current liabilities		
Provision for liabilities	30	970
Short term borrowings	7,171	21,867
Trade payables	735,937	695,135
Other payables	191,967	190,282
Income tax payable	23,574	8,662
	958,679	916,916
Total liabilities	1,106,181	1,061,694
TOTAL EQUITY AND LIABILITIES	3,057,358	2,932,810
Net assets value per share (RM)	1.45	1.40

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 January 2007)

TA ENTERPRISE BERHAD (194867-M)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2007**

	Attributable to Equity Holders of the Parent						Distributable	Total	Minority Interests	Total Equity
	Non-distributable			Exchange difference recognised in equity						
	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	General reserve RM'000	Translation reserve RM'000	RM'000	Retained profits RM'000	Total RM'000	RM'000	RM'000
At 1 February 2006										
As previously stated	1,328,475	63,273	10,324	290	80,663	-	298,296	1,781,321	7,462	1,788,783
Effects of adopting FRS 121	-	-	-	-	-	53,570	(53,570)	-	-	-
At February 2006 (restated)	1,328,475	63,273	10,324	290	80,663	53,570	244,726	1,781,321	7,462	1,788,783
Effects of adopting FRS 3	-	-	-	-	-	-	4,378	4,378	-	4,378
	1,328,475	63,273	10,324	290	80,663	53,570	249,104	1,785,699	7,462	1,793,161
Currency translation differences, representing net loss not recognised in the income statement	-	-	-	-	(15,324)	(11,671)	-	(26,995)	(90)	(27,085)
Profit for the year	-	-	-	-	-	-	133,063	133,063	672	133,735
Dividend	-	-	-	-	-	-	(28,695)	(28,695)	-	(28,695)
At 1 February 2007	1,328,475	63,273	10,324	290	65,339	41,899	353,472	1,863,072	8,044	1,871,116
Currency translation differences, representing net gain not recognised in the income statement	-	-	-	-	10,470	4,324	-	14,794	93	14,887
Profit for the period	-	-	-	-	-	-	57,811	57,811	220	58,031
Total recognised income and expense for the period	-	-	-	-	10,470	4,324	57,811	72,605	313	72,918
Issue of ordinary shares: Conversion of Warrants 1999/2009	7,143	-	-	-	-	-	-	7,143	-	7,143
At 30 April 2007	1,335,618	63,273	10,324	290	75,809	46,223	411,283	1,942,820	8,357	1,951,177

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2007)

TA ENTERPRISE BERHAD (194867-M)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2007**

	<i>Unaudited</i>	<i>Audited</i>
	CURRENT YEAR TO DATE 30/04/2007 RM'000	PRECEDING FINANCIAL YEAR ENDED 31/01/2007 RM'000
Operating Activities		
Profit before tax	76,356	143,115
Adjustments for:		
Non-cash items	1,996	15,831
Non-operating items	(27,808)	(34,685)
Operating profit before changes in working capital	<u>50,544</u>	<u>124,261</u>
Changes in working capital		
Net change in current and non-current assets	100,487	(617,115)
Net change in current liabilities	(79,362)	465,835
Cash generated from/(used in) operations	<u>71,669</u>	<u>(27,019)</u>
Interest received	2,020	6,124
Taxes paid	(3,025)	(3,905)
Taxes refunded	-	230
Net cash generated from/(used in) operating activities	<u>70,664</u>	<u>(24,570)</u>
Investing Activities		
Equity investments	20,512	49,192
Non-equity investments	5,261	(249,695)
Net cash generated from/(used in) investing activities	<u>25,773</u>	<u>(200,503)</u>
Financing Activities		
Transactions with shareholders (see Note)	-	(28,695)
Equity financing and borrowings	(8,996)	(4,311)
Decrease / (Increase) in pledged deposits for financing facilities	12,645	(8,245)
Net cash generated from/(used in) financing activities	<u>3,649</u>	<u>(41,251)</u>
Effects of foreign exchange rate changes	338	(315)
Net increase/(decrease) in Cash & Cash Equivalents during the period	<u>100,424</u>	<u>(266,639)</u>
Cash & Cash Equivalents at beginning of year		
As previously reported	174,347	440,986
Effects of exchange rate changes	(396)	-
As restated	173,951	440,986
Cash & Cash Equivalents at end of current period which exclude monies held in trust, Housing Developer Accounts and fixed deposits pledged to financial institutions	<u>274,375</u>	<u>174,347</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 January 2007)

Note : Dividends paid to shareholders

TA ENTERPRISE BERHAD (194867-M)

Quarterly Report for the Period Ended 30 April 2007

Notes (in compliance with FRS 134)

A1 Basis of Preparation

The quarterly financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The quarterly financial report should be read in conjunction with the Group's audited financial statements for the year ended 31 January 2007.

A2 Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the year ended 31 January 2007 except for the adoption of the following new / revised Financial Reporting Standards ("FRS") effective for the financial year beginning 1 January 2007:

FRS 6	Exploration for and Evaluation of Mineral Resources
FRS 117	Leases
FRS 124	Related Party Disclosures
Amendment to FRS 119 ₂₀₀₄	Employee Benefits – Actuarial Gains and Losses, Group Plans and Disclosures

FRS 6 is not relevant to the Group's operations. The adoption of FRS 124 and Amendment to FRS 119₂₀₀₄ do not have significant financial impact on the Group. The principal effects of the change in accounting policies resulting from the adoption of FRS 117: Leases are discussed below:

FRS 117: Leases

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represent prepaid lease payments and are amortised on a straight-line basis over the lease term. Leases of land and buildings are now classified separately where leasehold buildings can remain to be classified as property, plant and equipment. Prior to 1 February 2007, leasehold land of the Group were classified as either property, plant and equipment which were stated at cost less accumulated depreciation and impairment losses or land held for property development less accumulated amortisation and impairment losses.

Upon the adoption of the revised FRS 117 at 1 February 2007, the unamortised amounts of leasehold land are retained as the surrogate carrying amounts of prepaid lease payments as allowed by the transitional provisions of FRS 117. The reclassification of leasehold land as prepaid lease payments has been accounted for retrospectively and as disclosed in Note A3, certain comparative amounts as at 31 January 2007 have been restated.

A3 Comparatives

The following comparative amounts have been restated due to the adoption of new FRS 117:

	Previously stated RM'000	Adjustments FRS 117 (Note A2) RM'000	Restated RM'000
At 31 January 2007			
Property, plant and equipment	487,993	(10,386)	477,607
Land held for property development	361,204	(255)	360,949
Prepaid land lease payments	-	10,641	10,641

A4 Auditors' Report of Previous Annual Financial Statements

The auditors' report of the preceding annual financial statements was not qualified.

A5 Seasonal or Cyclical Factors

The Group's operations are not affected by any seasonal or cyclical factors other than the volatility in the trading volume and share prices on the Bursa Malaysia and the seasonal factors that affect the occupancy and room rates of the Group's hotel operations in Australia.

A6 Unusual Items Affecting the Financial Statements

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

A7 Changes in Accounting Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

A8 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities since the last annual balance sheet date except for the following:

Warrants 1999/2009

During the financial period ended 30 April 2007, the Company issued 7,143,099 new shares for the cash consideration of RM1 per new ordinary share pursuant to the exercise of 7,143,099 warrants by the warrant holders. The number of warrants outstanding and unexercised after the above is 565,436,363.

A9 Dividends Paid

No dividend was paid in the current period ended 30 April 2007.

A10 Segmental Information

Segment revenue and segment results for the current financial period to date:

	Stock broking and financial services	Investment holding and Others	Credit and lending	Property investment	Property development	Hotel operations	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue								
External sales	77,874	-	3,817	10,946	21,757	19,457	-	133,851
Inter-segment sales	-	1,740	-	972	-	3,839	(6,551)	-
Total revenue	77,874	1,740	3,817	11,918	21,757	23,296	(6,551)	133,851
Other income	18,457	1,272	6,290	2,420	350	547	-	29,336
Results								
Operating results	46,537	(1,589)	12,132	7,801	9,157	4,583	-	78,621
Foreign exchange gains / (losses)	105	1,056	-	(18)	-	5	-	1,148
Net segment results	46,642	(533)	12,132	7,783	9,157	4,588	-	79,769
Unallocated costs								(971)
Finance costs, net								(2,433)
Share of results of associated companies		(18)		9				(9)
Profit before tax								76,356
Income tax expense								(18,325)
Profit for the period								58,031
Attributable to:								
Equity holders of the parent								57,811
Minority Interests								220
								58,031

A11 Valuations of Property, Plant and Equipment

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

In accordance with the Group's policy, property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

A12 Subsequent Events

Exercise of Warrants 1999/2009

Subsequent to 30 April 2007, the Company issued 38,902,671 new shares for the cash consideration of RM1 per new ordinary shares pursuant to the exercise of 38,902,671 warrants by the warrant holders. The number of warrants outstanding and unexercised after the above is 526,533,692.

A13 Changes in the Composition of the Group

There were no changes in the composition of the Group during the interim period.

A14 Changes in Contingent Liabilities or Contingent Assets

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

A15 Commitments

There were no commitments not provided for in the current financial period.

B1 Review of performance of the Company and its Principal Subsidiaries

The Group reported a pre-tax profit of RM76.4 million and a consolidated revenue of RM133.9 million for the current first quarter, compared to RM24.2 million and RM63.4 million respectively in the previous year's corresponding period. Group performance in the current quarter was mainly boosted by the bouyant stockmarket which increased brokerage income due to higher trading volumes, and higher revenue recorded from the property development segment.

Analysis of the profit before tax for the current first quarter:

	First Quarter	
	Current year 30 April 2007 RM'000	Preceding year 30 April 2006 RM'000
Revenue	133,851	63,386
Other income		
- Recovery of financial receivables	5,598	659
- Interest income from financial institutions	2,862	3,480
- Gain on disposal of investments	19,737	5,760
- Others	1,139	1,293
	29,336	11,192
Other expenses		
- Amortisation and depreciation	(7,429)	(7,550)
- Cost of properties sold	(11,393)	(1,846)
- Remisiers', agents' and futures brokers' commissions	(25,585)	(7,688)
- Write-back on provision for doubtful debts	2,083	3,772
- Write-back on provision for impairment loss on investments	1,886	742
- Foreign exchange gains/(losses)	1,148	(1,792)
- Hotel operational expenses	(12,817)	(12,751)
- Personnel and others	(32,282)	(21,103)
	(84,389)	(48,216)
Finance costs, net	(2,433)	(2,177)
Share of results of associated companies	(9)	(5)
Profit before tax	76,356	24,180

Profit in the current financial period to date was mainly contributed by the Group's stockbroking operations, property development activities, short term financing activities, property investment and hotel operations in Australia.

B2 Material Changes in pre-tax profit for the current quarter compared with the preceding quarter

The Group registered a higher pre-tax profit of RM76.4 million in the current quarter as compared with a pre-tax profit of RM42.2 million in the preceding quarter.

The increase in pre-tax profit was mainly attributable to higher profit recognised from higher brokerage income and gain on disposal of short term investments.

B3 Prospects for the current financial year

The latest Bank Negara report shows that Malaysia's economy expanded by 5.3% in the first quarter of 2007, driven by growth in the construction and services sectors and strong domestic demand. The economy is expected to record stronger growth in the second half, while the forecast for overall expansion in 2007 is 6%, subject to changes in the external environment.

The local stockmarket is likely to remain resilient and buoyant in tandem with other regional markets. The outlook for the property market is also positive, with the recent exemption of real property gains tax and other incentives to boost the property sector. We expect participation from foreign investors in both the equity and property markets to increase with the strengthening ringgit and the government's investor friendly policies.

The Group will continue to benefit from the current buoyant stockmarket and the improving high-end property market this financial year. Together with the contributions from our credit and lending division and hotel operations, our Board is optimistic that the Group's performance for the rest of this financial year will remain favourable.

B4 Variance between Actual Profit and Forecast Profit

Not applicable.

B5 Taxation

a) Taxation for the current financial period is as follows:

	Current quarter RM'000	Year to date RM'000
Estimated tax charge for the period		
Malaysian income tax	16,903	16,903
Foreign tax	1,385	1,385
Deferred tax	37	37
	<hr/> 18,325	<hr/> 18,325

b) A reconciliation between the statutory and effective tax rate:

	Current quarter RM'000	Year to date RM'000
Profit before taxation	<hr/> 76,356	<hr/> 76,356
Taxation at the statutory income tax rate of 26%	19,853	19,853
Adjustments mainly due to the utilisation of previously unabsorbed tax losses and capital allowances, certain income not subject to tax net of certain expenses not deductible for tax purposes	(1,528)	(1,528)
Tax expense for the financial period	<hr/> 18,325	<hr/> 18,325

B6 Sale of Unquoted Investments and/or Properties

	Current quarter RM'000	Year to date RM'000
Profit on sale of unquoted investments	439	439

B7 Quoted Securities

a) Details of purchases and disposals of quoted securities held by the Group (other than a local stockbroking subsidiary) for the current financial period are as follows:-

	Current quarter RM'000	Year to date RM'000
Total purchases	-	-
Total sales	16,806	16,806
Profit on sale of quoted securities	5,098	5,098

b) Total investments in quoted securities held by the Group as at 30 April 2007 are as follows:-

	Local Stockbroking Subsidiary RM'000	Others RM'000	Total RM'000
Quoted securities, at cost	2,203	25,988	28,191
Less : Provision for impairment losses	(25)	(14,803)	(14,828)
Quoted securities, at book value	<u>2,178</u>	<u>11,185</u>	<u>13,363</u>
Market value of quoted securities	<u>8,059</u>	<u>13,702</u>	<u>21,761</u>

B8 Status of Corporate Proposals

All corporate proposals announced have been completed at the date of this quarterly report except for the following:-

- a) partially completed Special Bumiputra Issue first implemented in 1997;
- b) On 21 March 2003, TA Securities Holdings Berhad (“TASH”) submitted an application for Universal Broker (“UB”) status to the Securities Commission (“SC”). On 11 August 2003, TASH received approval from the SC subject to the fulfillment of certain conditions imposed on TASH.

An appeal seeking exemption/waiver of the aforesaid conditions was made by TASH and on 18 March 2004, SC varied the earlier conditional approval by retaining all the conditions previously imposed, except the condition that TASH, instead of Datuk Tiah Thee Kian (“Datuk”), would now provide a written declaration to the SC on the effective beneficial shareholding of Datuk in the Company.

Following the 18 March 2004 letter from SC and pursuant to the various appeals made by TASH to the SC on the same subject matter, the SC on 18 October 2004, consented to the following:

- (i) That Datuk and persons connected with him shall assign the voting rights of the shares in excess of 20% of their collective shareholding in the Company (“the excess shares”) to a firm of independent trustees before TASH is given the status of UB; and
- (ii) That Datuk shall have full discretion to dispose the excess shares in the Company as he deems fit to persons other than himself, his nominees and persons connected with him within two years from the date of TASH being given the UB status.

B9 Group Borrowings and Debt Securities

Total Group borrowings as at 30 April 2007 were as follows:-

	Secured RM'000	Unsecured RM'000
<i>Long Term Loan</i>		
Foreign currency loan	127,396	-
	<u>127,396</u>	<u>-</u>
<i>Short Term Borrowings</i>		
Foreign currency loan	7,171	-
	<u>7,171</u>	<u>-</u>
Denomination of foreign currency loan: -		
<i>Long Term Loan</i>		
C\$ 41,578,358	127,396	-
	<u>127,396</u>	<u>-</u>
<i>Short Term Borrowings</i>		
C\$ 2,340,364	7,171	-
	<u>7,171</u>	<u>-</u>

The foreign currency loan of the Group is a 15-year term loan which will mature on 1 December 2020. The fixed interest rate of 4.79% per annum on the loan is compounded semi-annually and payable monthly together with principal amount. The term loan is secured against a freehold land and building in Canada and the assignment of rentals and general security agreement over the aforesaid land and building.

B10 Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 1 June 2007.

B11 Material Litigation

There has been no change in material litigation since the last annual balance sheet.

B12 Dividend

On 17 May 2007, based on the recommendation of the Board of Directors, a final dividend of 7% less 26% taxation (5.18 sen per ordinary share) in respect of the financial year ended 31 January 2007 was declared. The final dividend is subject to shareholders' approval at the forthcoming Annual General Meeting.

No further dividend is declared as at the date of this announcement other than as stated above.

B13 Earnings Per Share (EPS) attributable to the equity holders of the parent

	Cumulative Period ended 30 April 2007	Cumulative Period ended 30 April 2006
Basic earnings per share		
Profit for the period (RM'000) - attributable to equity holders	57,811	18,340
Weighted average number of ordinary shares in issue ('000)	1,329,508	1,328,475
Basic earnings per share (sen)	<u>4.35</u>	<u>1.38</u>
Fully diluted earnings per share		
Profit for the period (RM'000) - attributable to equity holders	57,811	18,340
Weighted average number of ordinary shares in issue ('000)	1,856,825	1,328,475
Fully diluted earnings per share (sen)	<u>3.11</u>	<u>1.38</u>

For the purpose of calculating diluted earnings per share, the weighted average number of ordinary shares in issue during the period has been adjusted for the dilutive effects of all potential ordinary shares resulting from conversion of Warrants 1999/2009.

BY ORDER OF THE BOARD
Khoo Poh Kim @ Kimmy (LS04542)

Kuala Lumpur
8 June 2007