

TA ENTERPRISE BERHAD (194867-M)

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2008

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31-01-08	31-01-07	31-01-08	31-01-07
	RM'000	RM'000	RM'000	RM'000
Revenue	126,339	110,708	546,271	354,520
Other income	13,480	10,614	95,182	44,227
Other expenses	(94,754)	(76,818)	(343,136)	(246,456)
Profit from operations	45,065	44,504	298,317	152,291
Finance costs, net	(1,781)	(2,509)	(9,294)	(9,178)
Share of results of associated companies	(7)	21	34	2
Profit before tax	43,277	42,016	289,057	143,115
Income tax expense	(3,175)	6,554	(62,362)	(9,380)
Profit for the period	40,102	48,570	226,695	133,735
Attributable to:				
Equity holders of the parent	40,000	48,118	225,799	133,063
Minority interests	102	452	896	672
	40,102	48,570	226,695	133,735
Earnings per share attributable to equity holders of the parent				
Basic (sen)	2.80	3.62	16.21	10.02
Fully diluted (sen)	2.58	3.62	13.81	10.02

AS AT END OF CURRENT QUARTER

AS AT PRECEDING FINANCIAL YEAR END

Net assets value per share (RM)

1.50

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 31-01-08 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31-01-07 RM'000 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	482,049	477,607
Investment property	205,082	192,931
Land held for property development	410,878	360,949
Prepaid land lease payments	10,952	10,641
Intangible assets	232	491
Associated companies	15,265	15,231
Other investments	44,191	34,182
Deferred tax assets	4,440	1,097
	<u>1,173,089</u>	<u>1,093,129</u>
Current assets		
Property development costs	80,820	95,726
Properties & land held for resale	7,613	11,598
Inventories	1,357	576
Financial receivables	195,177	308,752
Trade receivables	745,045	835,151
Other receivables	102,269	133,831
Short term investments	2,242	6,720
Short term funds	773,204	415,535
	<u>1,907,727</u>	<u>1,807,889</u>
Non-current asset classified as held for sale	262	31,792
	<u>1,907,989</u>	<u>1,839,681</u>
TOTAL ASSETS	<u>3,081,078</u>	<u>2,932,810</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,426,971	1,328,475
Reserves	707,039	534,597
	<u>2,134,010</u>	<u>1,863,072</u>
Minority interests	9,068	8,044
Total equity	<u>2,143,078</u>	<u>1,871,116</u>
Deferred tax liabilities	21,715	19,564
Term loan	129,224	125,214
	<u>150,939</u>	<u>144,778</u>
Current liabilities		
Provision for liabilities	1,240	970
Short term borrowings	7,883	21,867
Trade payables	632,845	695,135
Other payables	132,473	190,282
Income tax payable	12,620	8,662
	<u>787,061</u>	<u>916,916</u>
Total liabilities	<u>938,000</u>	<u>1,061,694</u>
TOTAL EQUITY AND LIABILITIES	<u>3,081,078</u>	<u>2,932,810</u>
Net assets value per share (RM)	<u>1.50</u>	<u>1.40</u>

(The Condensed Consolidated Balance Sheet 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 31 JANUARY 2008**

	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	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
Total recognised income and expense for the year	-	-	-	-	(15,324)	(11,671)	133,063	106,068	582	106,650
Dividend paid	-	-	-	-	-	-	(28,695)	(28,695)	-	(28,695)
At 31 January 2007	1,328,475	63,273	10,324	290	65,339	41,899	353,472	1,863,072	8,044	1,871,116
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	-	-	-	-	7,506	12,830	-	20,336	128	20,464
Profit for the year	-	-	-	-	-	-	225,799	225,799	896	226,695
Total recognised income and expense for the year	-	-	-	-	7,506	12,830	225,799	246,135	1,024	247,159
Dividend paid	-	-	-	-	-	-	(73,693)	(73,693)	-	(73,693)
Issue of ordinary shares: Conversion of Warrants 1999/2009	98,496	-	-	-	-	-	-	98,496	-	98,496
At 31 January 2008	1,426,971	63,273	10,324	290	72,845	54,729	505,578	2,134,010	9,068	2,143,078

(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 31 JANUARY 2008**

	12 months ended	
	31-01-08 RM'000	31-01-07 RM'000
Operating Activities		
Profit before tax	289,057	143,115
Adjustments for:		
Non-cash items	7,589	15,829
Non-operating items	(108,465)	(34,683)
Operating profit before changes in working capital	188,181	124,261
Changes in working capital		
Net change in current assets	99,326	(610,035)
Net change in current liabilities	(119,887)	468,954
Cash generated from/(used in) operations	167,620	(16,820)
Interest received	21,922	6,124
Taxes paid	(78,036)	(3,905)
Taxes refunded	-	230
Net cash generated from/(used in) operating activities	111,506	(14,371)
Investing Activities		
Equity investments	82,689	48,040
Non-equity investments	(18,014)	(258,742)
Net cash generated from/(used in) investing activities	64,675	(210,702)
Financing Activities		
Transactions with shareholders (see Note)	(73,693)	(28,695)
Equity financing and borrowings	81,485	(4,311)
Decrease/(increase) in pledged deposits for financing facilities	12,645	(8,245)
Net cash generated from/(used in) financing activities	20,437	(41,251)
Net increase/(decrease) in Cash & Cash Equivalents during the period	196,617	(266,324)
Cash & Cash Equivalents at beginning of year		
As previously reported	174,347	440,986
Effects of exchange rate changes	(795)	(315)
As restated	173,552	440,671
Cash & Cash Equivalents at end of current period which exclude monies held in trust, Housing Developer Accounts and fixed deposits pledged to financial institutions	370,169	174,347

(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 31 January 2008

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 our financial year beginning 1 February 2007:

FRS 117	Leases
FRS 124	Related Party Disclosures
FRS 119	Employee Benefits

The adoption of FRS 124 and FRS 119 do not have significant financial impact on the Group. The principal effect of the change in accounting policy resulting from the adoption of FRS 117: Leases is stated 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 year ended 31 January 2008, the Company has issued 98,496,136 shares for the cash consideration of RM1 per new ordinary share pursuant to the exercise of 98,496,136 warrants by the warrant holders. The number of warrants outstanding and unexercised as at 31 January 2008 is 474,083,326.

A9 Dividends Paid

No dividends have been paid since the beginning of the current financial quarter.

A10 Segmental Information

Segment revenue and segment results for the current financial year 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	259,965	10,460	14,822	46,268	132,574	82,182	-	546,271
Inter-segment sales	-	46,786	-	5,454	-	-	(52,240)	-
Total revenue	259,965	57,246	14,822	51,722	132,574	82,182	(52,240)	546,271
Other income	52,350	6,158	25,783	5,163	2,033	3,695	-	95,182
Results								
Operating results	156,607	(8,485)	39,962	24,723	68,025	21,003	-	301,835
Foreign exchange gains	374	1,896	-	(84)	-	48	-	2,234
Net segment results	156,981	(6,589)	39,962	24,639	68,025	21,051	-	304,069
Unallocated costs								(5,752)
Finance costs, net								(9,294)
Share of results of associated companies		60		(26)				34
Profit before tax								289,057
Income tax expense								(62,362)
Profit for the period								226,695
Attributable to:								
Equity holders of the parent								225,799
Minority Interests								896
								226,695

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

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

A13 Changes in the Composition of the Group

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

A14 Changes in Contingent Liabilities or Contingent Assets

As disclosed during the last audited financial statements ended 31 January 2007, TA Antarabangsa Finance South Africa Limited, a wholly owned subsidiary incorporated in The Republic of South Africa, had provided an indemnity to the purchaser of TA Securities South Africa Limited, a former wholly-owned subsidiary incorporated in The Republic of South Africa which was disposed during the financial year ended 31 January 2001, for any potential claims against the latter arising from events occurring before the agreed disposal date.

On 22 May 2007, the only potential claim amounting to ZAR1,600,000 (RM775,200 equivalent) was withdrawn by the plaintiff with the release of a Court Order, and each party was to pay its own costs.

Except as disclosed above, there were no other changes in contingent liabilities or contingent assets since the last audited financial statements of the Group.

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 RM43.3million and a consolidated revenue of RM126.3million for the current fourth quarter, compared to RM42.0million and RM110.7million respectively achieved in the previous year's corresponding period.

For the current financial year to date, the Group recorded a pre-tax profit of RM289.1million, an increase of 102% over the previous year's corresponding pre-tax profit of RM143.1million. The increase in pre-tax profit for the current year was mainly attributable to increased brokerage income due to increase in trading volumes, higher profit from property development activities, better recovery of financial receivables and improved revenue from hotel operations.

Analysis of the profit before tax for the current fourth quarter and year-to-date:

	CURRENT QUARTER 31 Jan 2008 RM'000	YEAR TO DATE 31 Jan 2008 RM'000
Revenue	126,339	546,271
Other income		
- Recovery of financial receivables	5	22,136
- Interest income from financial institutions	5,910	18,051
- Gain on disposal of investments	5,095	44,764
- Gain on disposal of non-current asset held for sale	-	2,178
- Others	2,470	8,053
	13,480	95,182
Other expenses		
- Amortisation and depreciation	(7,752)	(30,565)
- Cost of properties sold	(19,608)	(62,205)
- Remisiers', agents' and futures brokers' commissions	(11,885)	(78,735)
- Hotel operational expenses	(7,488)	(48,189)
- Personnel and others	(34,838)	(126,822)
- (Provision)/Write-back on provision for doubtful debts	(7,782)	6,897
- Provision for impairment loss on investments	(5,237)	(5,750)
- Foreign exchange gains	(164)	2,233
	(94,754)	(343,136)
Finance costs, net	(1,781)	(9,294)
Share of results of associated companies	(7)	34
Profit before tax	43,277	289,057

Profit in the current financial year 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 lower pre-tax profit of RM43.3 million in the current fourth quarter as compared with a pre-tax profit of RM94.3 million in the preceding third quarter. This was mainly attributable to the lower contribution from credit and lending activities and the lower trading volumes in the local stockmarket, which resulted in reduced brokerage income.

B3 Prospects for the current financial year

The US subprime mortgage crisis and rising oil prices as well as their impact on the world economy shall continue to cause uncertainty and instability in the global financial markets. The aforesaid economic issues make the business environment challenging. However, with a prudent management approach coupled with the Group's diversified businesses, the Board is of the view that barring unforeseen circumstances, the Group could withstand these economic challenges and still perform reasonably well for next financial year.

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	854	54,670
Foreign tax	3,126	8,497
Deferred tax	(1,344)	(1,344)
Underprovision of Malaysian income tax in prior years	539	539
	<u>3,175</u>	<u>62,362</u>

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

	Current quarter RM'000	Year to date RM'000
Profit before taxation	<u>43,277</u>	<u>289,057</u>
Taxation at the statutory income tax rate of 26%	11,252	75,155
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	(8,616)	(13,332)
Underprovision of prior years' tax	539	539
Tax expense for the financial period	<u>3,175</u>	<u>62,362</u>

B6 Sale of Unquoted Investments and/or Properties

	Current quarter RM'000	Year to date RM'000
Profit on sale of unquoted investments	-	439
Profit on sale of land held for sale	455	935
Profit on sale of property classified as non-current asset held for sale	-	2,178

B7 Quoted Securities

a) Details of purchases and disposals of quoted securities held by the Group for the current financial period are as follows:-

	Current quarter RM'000	Year to date RM'000
Total purchases	-	30,000
Total sales	1,490	25,804
Profit on sale of quoted securities	1,297	16,293

b) Total investments in quoted securities held by the Group as at 31 January 2008 are as follows:-

	Local Stockbroking Subsidiary RM'000	Others RM'000	Total RM'000
Quoted securities, at cost	1,816	35,327	37,143
Less : Provision for impairment losses	(47)	(3,124)	(3,171)
Quoted securities, at book value	1,769	32,203	33,972
Market value of quoted securities	1,774	35,052	36,826

B8 Status of Corporate Proposals

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

- partially completed Special Bumiputra Issue first implemented in 1997;
- 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 31 January 2008 were as follows:-

	Secured RM'000	Unsecured RM'000
<i>Long Term Loan</i>		
Foreign currency loan	<u>129,224</u>	<u>-</u>
<i>Short Term Borrowings</i>		
Foreign currency loan	<u>7,883</u>	<u>-</u>
Denomination of foreign currency loan: -		
<i>Long Term Loan</i>		
C\$ 39,748,933	<u>129,224</u>	<u>-</u>
<i>Short Term Borrowings</i>		
C\$ 2,424,943	<u>7,883</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 18 March 2008.

B11 Material Litigation

As at 18 March 2008, there were no changes in material litigation since the last annual balance sheet date of 31 January 2007.

B12 Dividend

No interim ordinary dividend has been declared for the financial year ended 31 January 2008 (31 January 2007: Nil)

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31 Jan 2008	Preceding year corresponding quarter 31 Jan 2007	Current year to date 31 Jan 2008	Preceding year corresponding period 31 Jan 2007
Basic earnings per share				
Profit for the period (RM'000) - attributable to equity holders	40,000	48,118	225,799	133,063
Weighted average number of ordinary shares in issue ('000)	1,426,971	1,328,475	1,392,877	1,328,475
Basic earnings per share (sen)	<u>2.80</u>	<u>3.62</u>	<u>16.21</u>	<u>10.02</u>
Diluted earnings per share				
Profit for the period (RM'000) - attributable to equity holders	40,000	48,118	225,799	133,063
Weighted average number of ordinary shares in issue ('000)	1,426,971	1,328,475	1,392,877	1,328,475
Effects of dilution – Warrants 1999/2009	121,438	-	241,882	-
Adjusted weighted average number of ordinary shares in issue and issuable	1,548,409	1,328,475	1,634,759	1,328,475
Diluted earnings per share (sen)	<u>2.58</u>	<u>3.62</u>	<u>13.81</u>	<u>10.02</u>

For the purpose of calculating diluted earnings per share for the current financial year, 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. As for the corresponding financial year, the dilutive effects of all the outstanding warrants have not been taken into account as the conversion of these warrants are anti-dilutive.

BY ORDER OF THE BOARD
Yong Kim Kiong

Kuala Lumpur
25 March 2008