



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - FIRST QUARTER ENDED 31 MARCH 2006

| CONDENSED CONSOLIDATED INCOME STATEMENT | | | | |
|-----------------------------------------------------------------------------------------------------|------------------------------------|---------------------------------------|------------------------------------|---------------------------------------|
| For the quarter ended 31 March 2006 (The figures have not been audited) | | | | |
| | CURRENT QUARTER | | CUMULATIVE QUARTER | |
| | <i>3 months ended 31 March</i> | | <i>3 months ended 31 March</i> | |
| | 2006 RM'000 | 2005 RM'000 (Restated) | 2006 RM'000 | 2005 RM'000 (Restated) |
| Revenue | 99,434 | 71,896 | 99,434 | 71,896 |
| Cost of sales | (67,321) | (39,850) | (67,321) | (39,850) |
| Gross profit | 32,113 | 32,046 | 32,113 | 32,046 |
| Other income | 2,082 | 476 | 2,082 | 476 |
| Administration expenses | (4,526) | (3,077) | (4,526) | (3,077) |
| Selling and distribution expenses | (654) | (467) | (654) | (467) |
| Other expenses | (135) | - | (135) | - |
| Finance costs | (20) | (21) | (20) | (21) |
| Reserve on consolidation recognised | - | 1,568 | - | 1,568 |
| Share of profit of associates | 187 | 174 | 187 | 174 |
| Share of profit of jointly controlled entities | 611 | 37 | 611 | 37 |
| Profit before taxation | 29,658 | 30,736 | 29,658 | 30,736 |
| Income tax expense | (8,156) | (8,242) | (8,156) | (8,242) |
| Profit for the period | 21,502 | 22,494 | 21,502 | 22,494 |
| Attributable to: | | | | |
| Equity holders of the parent | 18,528 | 18,391 | 18,528 | 18,391 |
| Minority interests | 2,974 | 4,103 | 2,974 | 4,103 |
| | 21,502 | 22,494 | 21,502 | 22,494 |
| Basic earnings per ordinary share attributable to equity holders of the parent (sen) | Note XIII 7.58 | 7.43 | 7.58 | 7.43 |

The notes set out on pages 5 to 18 form an integral part of, and should be read in conjunction with, this interim financial report. The condensed consolidated income statements should be read in conjunction with the audited Financial Statements for the year ended 31 December 2005.

QUARTERLY REPORT - FIRST QUARTER ENDED 31 MARCH 2006

| CONDENSED CONSOLIDATED BALANCE SHEET | | | |
|------------------------------------------------------------|-------|-----------------------------|----------------------------------------------|
| As at 31 March 2006 (The figures have not been audited) | | | |
| | Notes | 31 March 2006 RM' 000 | 31 December 2005 RM' 000 (Restated) |
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 42,388 | 41,030 |
| Investment properties | 2, 11 | 262 | 264 |
| Investment in associates | | 2,371 | 2,183 |
| Investment in jointly controlled entities | | 7,476 | 3,865 |
| Other investment | | 441 | 441 |
| Land held for property development | | 143,207 | 143,206 |
| Deferred tax assets | | 377 | 377 |
| | | 196,522 | 191,366 |
| Current assets | | | |
| Inventories | | 17,150 | 16,651 |
| Property development costs | | 178,810 | 167,538 |
| Trade and other receivables | | 171,763 | 200,794 |
| Deposits, cash and bank balances | | 139,997 | 133,928 |
| | | 507,720 | 518,911 |
| TOTAL ASSETS | | 704,242 | 710,277 |
| EQUITY AND LIABILITIES | | | |
| Share capital | | 250,000 | 250,000 |
| Share premium | | 86,092 | 86,092 |
| Retained profits | | 148,744 | 122,793 |
| Reserve on consolidation | | - | 16,224 |
| Treasury shares | | (16,311) | (15,610) |
| Equity attributable to equity holders of the parent | | 468,525 | 459,499 |
| Minority interests | | 39,333 | 36,404 |
| TOTAL EQUITY | | 507,858 | 495,903 |
| Non-current liabilities | | | |
| Borrowings | | 3,704 | 51 |
| Deferred tax liabilities | | 61,336 | 62,210 |
| | | 65,040 | 62,261 |
| Current Liabilities | | | |
| Trade and other payables | | 115,262 | 136,124 |
| Borrowings | | 488 | 184 |
| Taxation | | 15,594 | 15,805 |
| | | 131,344 | 152,113 |
| TOTAL LIABILITIES | | 196,384 | 214,374 |
| TOTAL EQUITY AND LIABILITIES | | 704,242 | 710,277 |
| Net assets per share (RM) | | 2.07 | 2.03 |

The notes set out on pages 5 to 18 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated balance sheet should be read in conjunction with the audited Financial Statements for the year ended 31 December 2005.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - FIRST QUARTER ENDED 31 MARCH 2006

| CONDENSED CONSOLIDATED CASH FLOW STATEMENT | | |
|---------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| For the period ended 31 March 2006 (The figures have not been audited) | | |
| | 31 March 2006 RM'000 | 31 March 2005 RM'000 |
| Net cash generated from/(used in) operating activities | 17,546 | (6,266) |
| Net cash used in investing activities | (4,898) | (2,883) |
| Net cash used in financing activities | (6,579) | (5,313) |
| Net increase/(decrease) in cash and cash equivalents | 6,069 | (14,462) |
| Cash and cash equivalents at beginning of financial period | 131,817 | 124,989 |
| Cash and cash equivalents at end of financial period | 137,886 | 110,527 |
| | RM'000 | RM'000 |
| Cash and cash equivalents at 31 March | 137,886 | 110,527 |
| Add: Fixed Deposits Pledged | 2,111 | 4,490 |
| Deposits, cash and bank balances at 31 March | 139,997 | 115,017 |

The notes set out on pages 5 to 18 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated cash flow statement should be read in conjunction with the Financial Statements for the year ended 31 December 2005.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - FIRST QUARTER ENDED 31 MARCH 2006

| CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY | | | | | | | | | |
|--------------------------------------------------------------|------|-----------------------------------------------------|--------------------------|-------------------------------------|-----------------------------|----------------------------|----------------------|--------------|---------|
| For the period ended 31 March 2006 | | | | | | | | | |
| (The figures have not been audited) | | | | | | | | | |
| | Note | Equity attributable to equity holders of the parent | | | | | Minority interests | Total Equity | |
| | | Non Distributable | | Distributable | | | | | |
| | | Share capital RM' 000 | Share premium RM' 000 | Reserve on consolidation RM' 000 | Retained profits RM' 000 | Treasury shares RM' 000 | Sub-Total RM' 000 | RM' 000 | |
| <u>3 months ended 31 March 2005 (Restated)</u> | | | | | | | | | |
| At 1 January 2005 | | 250,000 | 86,092 | 22,520 | 68,579 | (4,584) | 422,607 | 32,405 | 455,012 |
| Net profit for the period | | | | | 18,391 | | 18,391 | 4,103 | 22,494 |
| Treasury shares purchased - at cost | | | | | | (3,564) | (3,564) | | (3,564) |
| Reserve on consolidation recognized | | | | (1,568) | | | | | (1,568) |
| Dividend paid to Minority Interest shareholders | | | | | | | | (1,228) | (1,228) |
| At 31 March 2005 | | 250,000 | 86,092 | 20,952 | 86,970 | (8,148) | 437,434 | 35,280 | 471,146 |
| <u>3 months ended 31 March 2006</u> | | | | | | | | | |
| At 1 January 2006 | | 250,000 | 86,092 | 16,224 | 122,793 | (15,610) | 459,499 | 36,404 | 495,903 |
| Effects of adopting FRS 3 | 2.2 | | | (16,224) | 16,224 | | - | | - |
| As Restated | | 250,000 | 86,092 | - | 139,017 | (15,610) | 459,499 | 36,404 | 495,903 |
| Net profit for the period | | | | | 18,528 | | 18,528 | 2,974 | 21,502 |
| Dividends | | | | | (8,801) | | (8,801) | | (8,801) |
| Treasury shares purchased - at cost | | | | | | (701) | (701) | | (701) |
| Dilution in shareholdings held by Minority Interests | | | | | | | | (45) | (45) |
| At 31 March 2006 | | 250,000 | 86,092 | - | 148,744 | (16,311) | 468,525 | 39,333 | 507,858 |

The notes set out on pages 5 to 18 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2005.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with FRS 134 ²⁰⁰⁴, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2005.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new/revised FRSs effective for financial period commencing 1 January 2006:

| | |
|---------|--------------------------------------------------------------|
| FRS 2 | Share-based Payments |
| FRS 3 | Business Combinations |
| FRS 5 | Non-current Assets Held for Sale and Discontinued Operations |
| FRS 101 | Presentation of Financial Statements |
| FRS 102 | Inventories |
| FRS 108 | Accounting Policies, Changes in Estimates and Errors |
| FRS 110 | Events after the Balance Sheet Date |
| FRS 116 | Property, Plant and Equipment |
| FRS 121 | The Effects of Changes in Foreign Exchange Rates |
| FRS 127 | Consolidated and Separate Financial Statements |
| FRS 128 | Investments in Associates |
| FRS 131 | Interests in Joint Ventures |
| FRS 132 | Financial Instruments : Disclosure and Presentation |
| FRS 133 | Earnings Per Share |
| FRS 136 | Impairment of Assets |
| FRS 138 | Intangible Assets |
| FRS 140 | Investment Property |

The adoption of FRS 2, 5, 102, 110, 116, 121, 127, 128, 131, 132, 133 and 138 does not have significant financial impact on the Group.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

2. Changes in Accounting Policies (Cont'd.)

Consequent on the adoption of the other new / revised FRSs, the Group has effected the necessary changes to the accounting policies and disclosures as disclosed under Note 2.1 and 2.2 below.

2.1 Changes in accounting policies resulting from adoption of new and revised FRSs

FRS 3 Business Combinations & FRS 136 Impairment of Assets

Prior to adoption of these FRSs, the Group amortized goodwill in income statements over a period of five years, subject to annual review for any impairment. FRS 3 requires goodwill to be recorded at cost less accumulated impairment losses. Review of impairment shall be on an annual basis or more frequently if events or changes in circumstances indicate that the goodwill might be impaired. Any impairment loss is recognized in income statements and subsequent reversal is not allowed in accordance with FRS 136.

FRS 3 requires any excess of the Group's interest in the net fair value of acquirees' identifiable assets (including intangible assets), liabilities and contingent liabilities over the cost of acquisitions (previously referred to as "reserve on consolidation"), to be recognized immediately in income statements. The FRS prohibits the recognition of reserve on consolidation in the balance sheet.

In accordance with the transitional provision of FRS 3, the remaining balance of reserve on consolidation brought forward of RM16.22 million was derecognized by way of an adjustment to the opening retained earnings.

FRS 140 Investment Properties

Investment properties are properties held either to earn rental income or for capital appreciation or both. These properties which were classified as properties, plant and equipment have been reclassified as investment properties following the adoption of FRS140, as shown in Note 2.2c. Investment properties are measured at amortized cost with their fair values disclosed. This change was accounted for under FRS108 which requires the comparative figure to be restated.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

2. Changes in Accounting Policies (Cont'd.)

2.2 The financial effects of changes in accounting policies and restatement of comparative figures as a result of the adoption of new and revised FRSs

a) Statement of changes in equity

The opening balance of total equity was amended to include Minority Interests following the adoption of FRS101. In addition, the opening retained profits as at 1 January 2006 increased by RM16.22 million following the derecognition of the reserve on consolidation brought forward from 31 December 2005.

b) Consolidated Income statement

Following the above derecognition, the Group ceases to recognize the reserve on consolidation in the income statements. Such reserve recognized in the income statements in the corresponding quarter was RM1.57 million. The adoption of other FRSs also necessitated the following reclassifications:

| | Previously Stated RM'000 | Re- classification RM'000 | Restated RM'000 |
|---------------------------------------------------|--------------------------------|---------------------------------|--------------------|
| <u>3 months ended 31 March 2005</u> | | | |
| Share of profit of associates | 222 | (48) | 174 |
| Share of profit of jointly controlled entities | 51 | (14) | 37 |
| Income Tax Expense | (8,304) | 62 | (8,242) |



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

2. Changes in Accounting Policies (Cont'd.)

2.2 The financial effects of changes in accounting policies and restatement of comparative figures as a result of the adoption of new and revised FRSs

c) Consolidated balance sheet

The following comparatives were restated following the adoption of FRS140 and FRS 3:

| | Previously Stated RM'000 | Re- classification RM'000 | Restated RM'000 |
|--------------------------------------|--------------------------------|---------------------------------|--------------------|
| <u>As at 31 December 2005</u> | | | |
| Properties, plant and equipment | 41,294 | (264) | 41,030 |
| Investment properties | - | 264 | 264 |
| <u>As at 1 January 2006</u> | | | |
| Retained Profits | 122,793 | 16,224 | 139,017 |
| Reserve on consolidation | 16,224 | (16,224) | - |

2.3 Impending change of accounting policies

The Group has not adopted the following FRSs which are effective for annual period beginning on or after 1 October 2006.

| | |
|---------|----------------------------|
| FRS 117 | Leases |
| FRS 124 | Related Party Transactions |

It is anticipated that there would be some changes to the accounting policies when the Group adopts these FRSs in the first quarter of 2007.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

3. Audit Report

The financial statements of the Company for the year ended 31 December 2005 were not subject to any audit qualification.

4. Seasonality And Cyclicity of Operations

The business operations of the Group are not materially affected by any seasonal or cyclical factors during the quarter under review.

5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter.

6. Changes In Estimates

There were no changes in the estimates reported in the prior financial year that have a material effect in the current quarter.

7. Debt And Equity Securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities for the current period.

During the 1st quarter ended 31 March 2006, the Company bought back from the open market, 236,400 ordinary share of RM 1.00 each at an average price of RM2.966 per share. The total consideration paid for the shares brought back including transaction cost, was RM701,108 and was financed by internally generated funds.

The shares bought back mentioned above are held as treasury shares in accordance with Section 67A of the Companies Act, 1965. None of the treasury shares held were resold or cancelled. The number of treasury shares held as at 31 March 2006 was 5,508,400.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

8. Dividends Paid

| | |
|--------------------------------------------------------------------------------------------------------------------------------------|---------------|
| | RM'000 |
| A second interim dividend of 5 sen per share less tax of 28% for the financial year ended 31 December 2005 was paid on 8 March 2006. | 8,801 |
| | ===== |

9. Segmental Reporting

| | Segment Revenue | | Segment Result | |
|------------------------------------------------|----------------------------|------------------------------|-------------------|------------------------------|
| | 3 months ended 31 March | | | |
| | 2006 RM'000 | 2005 RM'000 (Restated) | 2006 RM'000 | 2005 RM'000 (Restated) |
| Property development | 53,953 | 51,575 | 21,849 | 25,479 |
| Construction | 46,754 | 14,978 | 15,280 | 3,388 |
| Sale of goods/services | 9,135 | 7,152 | 654 | 346 |
| | <u>109,842</u> | <u>73,705</u> | <u>37,783</u> | <u>29,213</u> |
| Inter Segment | (10,408) | (1,809) | (9,119) | (92) |
| | <u>99,434</u> | <u>71,896</u> | <u>28,664</u> | <u>29,121</u> |
| Unallocated expenses | | | (696) | (303) |
| Other income | | | 912 | 160 |
| Reserve on consolidation recognized | | | - | 1,568 |
| Finance cost | | | (20) | (21) |
| Share of profit of associates | | | 187 | 174 |
| Share of profit of jointly controlled entities | | | 611 | 37 |
| Profit before tax | | | <u>29,658</u> | <u>30,736</u> |
| Income tax expense | | | <u>(8,156)</u> | <u>(8,242)</u> |
| Profit for the period | | | <u>21,502</u> | <u>22,494</u> |
| Attributable to: | | | | |
| Equity holders of the parent | | | 18,528 | 18,391 |
| Minority Interests | | | <u>2,974</u> | <u>4,103</u> |

10. Valuation of Property, Plant And Equipment

Property, plant and equipment are stated at cost less accumulated depreciation.

The Group did not revalue any of its property, plant and equipment.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

11. Investment Properties

| | As At 31 March | |
|------------------------------------|-------------------|------------------------------|
| | 2006 RM'000 | 2005 RM'000 (Restated) |
| Building, stated at amortized cost | 262 | 264 |
| | ----- | ----- |
| Indicative Fair value | 800 | 800 |
| | ----- | ----- |

12. Subsequent Material Events

There is no material event subsequent to the end of the period reported on, that has not been reflected in the financial statements for the said period, made up to the date of this quarterly report, except as disclosed in Note 13.

13. Changes In The Composition Of The Group

During the quarter under review, Naim Cendera Sdn Bhd (“NCSB”), a wholly owned subsidiary of the Company, has increased its effective equity interest in

- i) Naim Ready Mix Sdn Bhd from 61.2% to 80% and;
- ii) Syarikat Usahasama RSB Management Services Sdn Bhd – Naim Cendera Sdn Bhd Joint Venture from 49% to 90%.

NCSB acquired the entire equity interest in Sinohydro Naim Sdn Bhd (“SHN”) on 7 April 2006. On 10 April, the shareholdings in SHN were restructured to be 51% held by Sinohydro Corporation (M) Sdn Bhd and 49% held by NCSB.

14. Contingent Liabilities

There were no contingent liabilities in respect of the Group that had arisen since 31 December 2005 till the date of this quarterly report.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

NOTES TO THE INTERIM FINANCIAL REPORT

15. Capital Commitments

| | <u>As At</u> <u>31 March</u> | |
|------------------------------------------|---------------------------------|---------------|
| | 2006 | 2005 |
| | RM'000 | RM'000 |
| Authorised and contracted for | | |
| Purchase of computer software | 185 | 271 |
| Authorised but not contracted for | | |
| Acquisition of land bank | 307,948* | 54,000 |
| Investment property | 55,043 | 4,898 |
| Buildings | 344 | - |
| Motor Vehicles | 312 | 1,911 |
| Furniture, Fittings & Equipments | 876 | 927 |
| Plant and Machinery | 13,646 | 8,104 |
| Office Renovation | 1,150 | 485 |
| Information Technology Systems | 1,774 | 1,967 |
| | <u>381,093</u> | <u>72,292</u> |
| | <u>381,278</u> | <u>72,563</u> |

* Proposed to be financed by cash or equity or combination

16. Related Party Transactions

| | | <u>As at</u> <u>31 March</u> | |
|-------------------------------------------|------|---------------------------------|--------|
| | | 2006 | 2005 |
| | | RM'000 | RM'000 |
| | Note | | |
| TR Concrete Sdn Bhd | (a) | | |
| Sale of construction materials | | 342 | 1,408 |
| Transport charges received | | - | 2 |
| Purchase of raw materials and others | | 1,066 | 548 |
| HWS Properties Sdn Bhd | (b) | | |
| Rental expenses | | 7 | 6 |
| Primehold Point Sdn Bhd | (b) | | |
| Watchman and cleaning services | | 19 | - |
| Tanarak Sdn Bhd | (c) | | |
| Supply of information technology services | | 37 | - |
| Smartpiles Sdn Bhd | (d) | | |
| Purchase of construction materials | | 525 | - |



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

16. Related Party Transactions (Cont..)

Note

- (a) An associate of the Group.
- (b) A company in which William Wei How Sieng, a director of a subsidiary.
- (c) A company in which Datuk Abdul Hamed Bin Haji Sepawi has interests.
- (d) A company in which Liew Lian Fa and Boon Kuat Khim, directors of certain subsidiaries have interests.

These transactions have been entered into in the normal course of business and were transacted at arms-length.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(I) Review of Performance

The Group recorded revenue of RM99.43 million in the quarter under review compared to RM71.90 million recorded in the previous corresponding quarter, an increase of 38%.

Profit for the quarter attributable to holders of the parent was RM18.53 million against RM18.39 million achieved in the first quarter of 2005.

Contribution in profit from the construction division increased from 12% in the first quarter of the preceding year to 40% in the current quarter. This trend is expected to continue for the rest of the year.

(II) Comparison with Preceding Quarter's Results

The revenue and profit before tax for the current quarter were RM99.43 million and RM29.65 million respectively compared to RM161.23 million and RM45.22 million respectively for the immediate preceding quarter. The higher revenue and profit before tax for the preceding quarter was attributable to the sales of certain vacant land in the said quarter.

(III) Prospect For 2006

The Group expects a significant contribution from the construction division in 2006. In addition, the Group similarly expects the property division to continue to deliver strong results.

Barring any unforeseen circumstances, the group is confident of again achieving double digit growth in 2006. This confidence stems from the fact that work has commenced on a number of delayed construction contracts which are now progressing smoothly. Current works in progress amount to more than RM850 million.

In addition, the Group recently secured contract from Syarikat Perumahan Negara Berhad, to construct affordable homes and associated commercial buildings for lower-middle income in Sarawak with a total value of RM623million, is expected to contribute positively to the earnings for this year.

(IV) Profit Guarantee

The Group did not issue any profit guarantee.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(V) Tax Expense

| | 3 months ended 31 March | |
|--------------------------------------------------|----------------------------|------------------------------|
| | 2006 RM'000 | 2005 RM'000 (Restated) |
| Current tax expenses – Malaysian Current year | 9,030 | 8,388 |
| Deferred taxation – Malaysian Current year | (874) | (146) |
| Total | 8,156 | 8,242 |

(VI) Unquoted Investments And/Or Properties

There was no sale of unquoted investments and/or properties included in the properties, plant and equipment during the current quarter under review.

(VII) Quoted Investments

Investments in quoted shares and unit trust:

| | As at 31 March | | | | | |
|-----------------------|-------------------------|--------|----------------------|--------|-----------------|--------|
| | Quoted Shared RM'000 | | Unit Trust RM'000 | | Total RM'000 | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 |
| Cost | 637 | 637 | 179 | 179 | 816 | 816 |
| Carrying Value | 324 | 324 | 117 | 117 | 441 | 441 |
| Market Value | 473 | 487 | 265 | 271 | 738 | 758 |



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(VIII) (a) Status of Corporate Proposals

There was no corporate proposal announced but not completed at the date of this quarterly report.

(b) Status of Utilisation of Proceeds

As at the date of this report, the proceeds raised from the Public Issue pursuant to the listing of the Company on the Main Board of Bursa Malaysia in 2003 amounting to RM 60.548 million were utilised as follows:

| | As Approved By Securities Commission RM'000 | Utilised As At Date of Report RM'000 | Variation RM'000 | Unutilised As At Date of Report RM'000 |
|----------------------------------------------------------------------------|------------------------------------------------------|-----------------------------------------------|---------------------|-------------------------------------------------|
| Acquisition of land for property development and property investment | 25,000 | 4,549 | - | 20,451 |
| Purchase of machinery | 7,400 | 1,163 | - | 6,237 |
| Purchase of information technology systems | 3,082 | 2,627 | - | 455 |
| Repayment of bank borrowings | 7,430 | 6,236 | - | 1,194 |
| Listing expenses | 4,600 | 4,523 | (77)* | - |
| Working capital | 13,036 | 13,113 | 77* | - |
| | <u>60,548</u> | <u>32,211</u> | <u>-</u> | <u>28,337</u> |

* Unutilised listing expenses of RM77,000 are re-allocated to working capital during the first quarter of 2005.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(IX) Group Borrowings And Debt Securities

Group borrowings at the end of this quarter were as follows:

| | | As at 31 March | |
|-------------|--------------------|----------------|------------|
| | | 2006 | 2005 |
| | | RM'000 | RM'000 |
| Current | | | |
| Secured | - Hire Purchase | 488 | 234 |
| Non-Current | | | |
| Secured | - Hire Purchase | 704 | 152 |
| Unsecured | - Revolving credit | 3,000 | - |
| | | <u>4,192</u> | <u>386</u> |

All borrowings are denominated in Ringgit Malaysia.

(X) Off Balance Sheet Financial Instruments

The Group did not enter into any financial instruments with off balance sheet risk during the quarter.

(XI) Changes In Material Litigations

There has been no change to the status of the following legal suit, first reported in first quarter 2005.

In March 2005, Naim Cendera Tujuh Sdn. Bhd. ("NC7"), a wholly owned subsidiary, received a Writ of Summons from 5 persons suing on behalf of themselves and 79 others, claiming to have native customary rights over part of NC7's leasehold land known as Lot 23, Block 34, Kemena Land District, Bintulu. Approximately 100 acres out of a total of 1,000 acres of the land are claimed by the plaintiffs.

The said land was previously alienated by the Government of Sarawak and due land premium had been settled in prior years. Should the matter not be satisfactorily resolved or should the court rule in favour of the plaintiffs, NC7 will approach the State authorities for substitution of the land. The suit therefore does not have any material impact to the Group as the affected land area does not fall within the Group's development plans for the next five years.



NAIM CENDERA HOLDINGS BHD (585467-M)

QUARTERLY REPORT – FIRST QUARTER ENDED 31 March 2006

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(XII) Dividend

The Board had declared an interim dividend, in respect of financial year ending 31 December 2006, of 15 sen per share less tax at 28% totaling RM 26.41 million, payable to shareholders on 5 June 2006. The dividend entitlement date shall be 23 May 2006.

(XIII) Earnings Per Share

Basic Earning Per Share

The calculation of the basic earnings per share was based on the Group net profit for the quarter divided by the weighted average number of ordinary shares in issue during the quarter.

| | 3 months ended 31 March | |
|-----------------------------------------------------------|-------------------------|---------|
| | 2006 | 2005 |
| Net Profit (RM'000) | 18,528 | 18,391 |
| | ----- | ----- |
| Weighted average number of ordinary share in issue ('000) | 244,499 | 247,432 |
| | ----- | ----- |
| Basic earnings per ordinary shares (sen) | 7.58 | 7.43 |
| | ----- | ----- |

(XIV) Authorisation For Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 8 May 2006.