

NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULT FOR THE FOURTH QUARTER ENDED 31 MARCH 2009

Part A – Notes In Compliance with FRS 134

1. Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with the requirements outlined in the Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and Chapter 9 Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 March 2008.

- (a) The accounting policies and methods of computation used in the preparation of the interim financial report are consistent with those adopted in the latest audited financial statements for the financial year ended 31st March 2008, except for the adoption of the following new/revised FRSs (effective for accounting periods beginning on or after 1 July 2007) during the financial year.

The new and revised FRSs which are mandatory are as follows:

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 121	The Effects to Changes in Foreign Exchange Rates – Net Investment in a Foreign Operation
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2	Members' Shares in Co-operative Entities and Similar Instruments
IC Interpretation 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6	Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment
IC Interpretation 7	Applying the Restatement Approach under FRS 129 ₂₀₀₄ 2004 - Financial Reporting in Hyperinflationary Economies
IC Interpretation 8	Scope of FRS 2

The Group and the Company will apply these FRSs from financial years beginning on 1 April 2008. The IC Interpretations are not relevant to the Group’s and the Company’s operations.

The adoption of the abovementioned new and revised FRSs has no material effect on the result of the Group for the current quarter under review.

1. (b) Framework for the Preparation and Presentation of Financial Statements (“Framework”) which is effective for annual periods beginning on or after 1 July 2007

The Framework sets out the concepts that underlie the preparation and presentation of financial statements for external users. It is not an MASB approved accounting standard and hence does not define standards for any particular measurement or disclosure issue. The Group and the Company will apply this Framework for its annual period beginning 1 April 2008.

2. **Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the Group’s financial statements for the financial year ended 31 March 2008 was not subject to any qualification.

3. **Seasonality or Cyclicity of Operations**

The business operations of the Group are subject to the forces of supply and demand and thus, could display cyclical trends.

4. **Nature and Amount of Unusual Items**

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

5. **Changes in Estimates**

There were no changes in the estimates of amounts which give a material effect in the current quarter under review.

6. **Segmental Information**

The Group’s operations comprise the following business segments:

Marine	:	Provision of marine transportation services
Trading	:	Trading of goods
Logistics	:	Total logistic services provider
Others	:	Lorry and trucking services, trading of freights and investment holding

6. Segmental Information (Continued)

The results of the Group for the Fourth Quarter Ended 31.03.2009

	Marine	Trading	Logistics	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External segment revenue	5,584	6,345	4,883	886	-	17,698
Inter-segment revenue	3,372	-	-	3,266	(6,638)	-
Total Revenue	<u>8,956</u>	<u>6,345</u>	<u>4,883</u>	<u>4,152</u>	<u>(6,638)</u>	<u>17,698</u>
Results						
Segment results	1,160	(7)	291	(134)	-	1,310
Finance costs						(172)
Interest income						<u>133</u>
Profit before tax						<u>1,271</u>
Tax expense						<u>16</u>
Profit after tax						<u>1,287</u>

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and other repayments of debt and equity securities during the current quarter.

8. Dividend Paid

An interim tax-exempt dividend of 3 sen per share in respect of the financial year ended 31 March 2009 had been declared on 24 February 2009 and paid on 8 April 2009 to shareholders registered in the Records of Depositors at the close of business on 16 March 2009.

9. Valuation of Property, Plant and Equipment

There were no valuations on property, plant and equipment in the current quarter under review.

10. Changes in Composition of the Group

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

11. Changes in Contingent Liabilities and Contingent Assets

There were no material contingent liabilities or contingent assets which, upon being enforceable, might have a material impact on the financial position or business of the Group as at 31 March 2009.

12. Subsequent Events

There were no material events subsequent to the end of the current quarter up to the date of this report.

Part B – Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad

13. Review of Performance

For the current quarter ended 31 March 2009, the Group reported a lower revenue of RM17.70 million, a decrease of RM13.51 million or 43%, compared to RM31.21 million in the same quarter of the previous year. The lower revenue was mainly attributable to the overall reduction of business in all segments, as a result of global economic downturn.

Accordingly, the Group reported a lower profit after taxation of RM1.29 million, a drop of RM2.11 million or 62%, as compared to RM3.40 million in the same quarter of the previous year.

14. Comparison With Immediate Preceding Quarter

The total revenue of the Group decreased by RM3.10 million or 15%, from RM20.80 million to RM17.70 million. The decrease in the revenue was mainly attributable to the decrease in the trading segments.

In line with the decrease in revenue, the profit after taxation of the Group decreased from RM3.08 million (last quarter), by RM1.79 million or 58%, to RM1.29 million (this quarter).

15. Prospects

The Management is of the view that business outlook for the coming financial year will continue to be uncertain in view of the Malaysian economy having registered sharp export decline during the reporting quarter and unfavourable economic growth forecast for the next financial year.

The Group will continue to stay focus in consolidating its existing business. In the meantime continue in cost trimming as well as resource enhancing through timely maintenance of the group's ship fleet.

16. Variance on Profit Forecast/Guarantee

The Group did not issue any profit forecast for the year and there is no profit guarantee issued by the Group.

17. Income Tax Expense

	Current Quarter		Financial Year	
	31.03.2009	31.03.2009	31.03.2009	31.03.2009
	RM'000	RM'000	RM'000	RM'000
Current tax	16	(438)	(1,045)	(1,717)

The effective tax rate of the Group for the quarter under review is lower than the statutory tax rate mainly due to the exemption from tax on income from the operations of sea going Malaysian registered vessels pursuant to Section 54A of the Income Tax Act, 1967.

The current tax is in respect of the income derived mainly from total logistic services and trading of freight.

18. Sales of Unquoted Investments and Properties

There were no sales of unquoted investments and properties for the current quarter ended 31 March 2009.

19. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter ended 31 March 2009. The Group did not hold any investments in quoted securities as at 31 March 2009.

20. Status of Corporate Proposals

There are no corporate proposals announced during the current quarter under review.

21. Group Borrowings

	Group
	31.03.2009
	RM'000
Current	
Bank overdraft	157
Bankers' acceptances	302
Hire purchase	201
Term loans, secured	3,930
	<u>4,590</u>
Non-Current	
Hire purchase	113
Term loan, secured	7,541
	<u>7,654</u>
	<u>12,244</u>

22. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments at the date of issue of this quarterly report.

23. Material Litigation

There was no pending material litigation as at the date of issue of this quarterly report, which in the opinion of the directors would have a material adverse effect on the financial results of the Group.

24. Dividend

The Board of Directors propose a final tax exempt dividend of 3 sen per share amounting to RM3,600,000 in respect of the financial year ended 31 March 2009, subject to the approval of members at the forthcoming Annual General Meeting.

25. Earnings Per Share

The basic earnings per share for the current quarter and cumulative quarters have been calculated based on the Group's profit after taxation divided by the weighted average number of ordinary shares outstanding (based on ordinary shares of RM0.50 each) after taking into consideration the effect of the bonus issue.

	Current Quarter		Financial Year	
	31.03.09	31.03.08	31.03.09	31.03.08
Net profit for the period (RM'000)	1,287	3,399	12,682	18,092
Weighted average number of ordinary shares in issue ('000)	120,000	120,000	120,000	115,016
Basic earnings per share (sen)	1.07	2.83	10.57	15.73

Diluted earnings per share was not computed as the Company did not have any convertible financial instruments as at 31 March 2009.

26. Net Assets Per Share

Net assets per share as at 31 March 2009 is arrived at based on the Group's Net Assets of RM97.705 million over the number of ordinary share of 120,000,000 shares of RM0.50 each. Net assets per share as at 31 March 2008 was arrived at based on the Group's Net Assets of RM92.218 million over the number of ordinary shares of 120,000,000 shares of RM0.50 each.

27. Authorization for Issue

These unaudited interim financial statements were authorized for release by the Company in accordance with a resolution of the Directors dated 22 May 2009.