
NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULT FOR THE FIRST QUARTER ENDED 30 JUNE 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 Main Market 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 2009.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 March 2009.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the Group’s financial statements for the financial year ended 31 March 2009 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 including trading of freight

Others : Lorry and trucking services and investment holding

The results of the Group for the First Quarter Ended 30.06.2009						
	Marine	Trading	Logistics	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External segment revenue	6,621	15,470	6,488	373	-	28,952
Inter-segment revenue	1,837	-	23	99	(1,959)	-
Total Revenue	8,458	15,470	6,511	472	(1,959)	28,952
Results						
Segment results	1,446	1,011	512	212	-	3,181
Finance costs						(173)
Interest income						125
Profit before tax						3,133
Tax expense						(244)
Profit after tax						2,889

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 30 June 2009.

12. Subsequent Events

There were no material events subsequent to the end of the current quarter up to the date of this report except that the Company had on 24 August 2009 entered into a share sale agreement for the acquisition of 60% equity interest in Guper Integrated Logistics Sdn Bhd, comprising 600,000 ordinary shares of RM1.00 each from Banjaran Unggul Sdn Bhd for a total cash consideration of RM13,577,000.

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

13. Review of Performance

For the current quarter ended 30 June 2009, the Group reported a lower revenue of RM28.95 million, a decrease of RM8.26 million or 22%, compared to RM37.21 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 RM2.89 million, a drop of RM1.89 million or 40%, as compared to RM4.78 million in the same quarter of the previous year.

14. Comparison With Immediate Preceding Quarter

The total revenue of the Group increased by RM11.25 million or 64%, from RM17.70 million to RM28.95 million. The increase in the revenue was mainly attributable to the increase in the trading and total logistic segments.

In line with the increase in revenue, the profit after taxation of the Group increased from RM1.29 million (last quarter), by RM1.60 million or 124%, to RM2.89 million (this quarter).

15. Prospects

Business outlook for the rest of the financial year 2009 is anticipated to be sluggish with the recent downgrade by the Malaysian Institute of Economic Research (MIER) of its forecast on the Malaysian economic growth from minus 2.2% to minus 4.5% for the fiscal year 2009.

Despite the prevailing difficult business environment coupled with the recent uptrend in crude oil prices, the Board is optimistic that the Group will achieve reasonable profitability for the remaining part of the financial year.

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		Cumulative Quarters	
	30.06.2009	30.06.2008	30.06.2009	30.06.2008
	RM'000	RM'000	RM'000	RM'000
Current tax	(244)	(441)	(244)	(441)

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 30 June 2009.

19. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter ended 30 June 2009. The Group did not hold any investments in quoted securities as at 30 June 2009.

20. Status of Corporate Proposals

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

21. Group Borrowings

	Group 30.06.09
Current	RM'000
Bankers' acceptances	1,788
Hire purchase	261
Term loans, secured	4,094
	<u>6,143</u>
Non-Current	
Hire purchase	-
Term loan, secured	6,642
	<u>6,642</u>
	<u>12,785</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 proposed 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, if approved at the forthcoming Annual General Meeting, will be paid on 20 October 2009 to shareholders whose names appear in the register of members and record of depositors on 5 October 2009.

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	
	<u>30.06.09</u>	<u>30.06.08</u>	<u>30.06.09</u>	<u>30.06.08</u>
Net profit for the period (RM'000)	2,889	4,777	2,889	4,777
Weighted average number of ordinary shares in issue ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	2.41	3.98	2.41	3.98

Diluted earnings per share was not computed as the Company did not have any convertible financial instruments as at 30 June 2009.

26. Net Assets Per Share

Net assets per share as at 30 June 2009 is arrived at based on the Group's Net Assets of RM100.56 million over the number of ordinary share of 120,000,000 shares of RM0.50 each. Net assets per share as at 31 March 2009 was arrived at based on the Group's Net Assets of RM97.71 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 26 August 2009.