
NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 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 Second Quarter Ended 30.09.2009

	Marine RM'000	Trading RM'000	Logistics RM'000	Others RM'000	Elimination RM'000	Total RM'000
Revenue						
External segment revenue	5,008	17,913	7,397	387	-	30,705
Inter-segment revenue	990	-	35	608	(1,633)	-
Total Revenue	5,998	17,913	7,432	995	(1,633)	30,705
Results						
Segment results	(150)	343	450	121	-	764
Finance costs						(213)
Interest income						58
Profit before tax						609
Tax expense						(182)
Profit after tax						427

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

There was no dividend paid in the current quarter under review.

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 September 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 as disclosed in Note 20 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 30 September 2009, the Group reported a total revenue of RM30.7 million, a slight decrease of RM1.6 million or 5%, as compared to RM32.3 million in the same quarter of the previous year. The lower revenue was mainly attributable to the reduction of business volume in the marine transportation and total logistic services segments.

However, the Group reported a lower profit before taxation of RM0.6 million, a drop of RM3.2 million, as compared to RM3.8 million in the same quarter of the previous year. This was mainly due to the deterioration in the results of the marine transportation segment.

14. Comparison With Immediate Preceding Quarter

The total revenue of the Group increased by RM1.8 million or 6%, from RM29.0 million to RM30.7 million. The increase in the revenue was mainly attributable to the increase in the trading and total logistic segments.

The profit before taxation of the Group decreased from RM3.1 million (last quarter), by RM2.5 million or 81%, to RM0.6 million (this quarter).

15. Prospects

During the financial period under review, the performance of the Group was mainly affected by the global financial crisis.

Weak freight demand coupled with an ever threatening oil price escalation in a recessionary environment has severely squeezed the profit margin of the Group's marine transportation businesses. On the trading front, though sales revenue was maintained, profit margins achieved were compressed due to a very cautious market as reflected by the sluggish global economic undertone.

In the remaining quarters, the Group has restructured its trading businesses with a view to improve margins and potentially enhancing the marine transportation segment.

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 Year Quarter 30.09.2009 RM'000	Preceding Year Corresponding Quarter 30.09.2008 RM'000	Current Year To Date 30.09.2009 RM'000	Preceding Year Corresponding Period 30.09.2008 RM'000
Current tax	(182)	(273)	(426)	(714)

The effective tax rate of the Group for the current quarter is slightly higher than its statutory tax rate mainly due to losses in certain subsidiary companies. 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 September 2009.

19. Quoted Securities

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

20. Status of Corporate Proposals

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 (“Guper”), comprising 600,000 ordinary shares of RM1.00 each from Banjaran Unggul Sdn Bhd for a total cash consideration of RM13,577,000 (“Proposed Acquisition”). The proposed acquisition was completed on 12 October 2009 and consequent to that Guper becomes a direct subsidiary of the Company.

21. Group Borrowings

	Group 30.09.09
Current	RM'000
Bankers' acceptances	3,184
Hire purchase	299
Term loans, secured	3,589
	<u>7,072</u>
Non-Current	
Hire purchase	-
Term loan, secured	5,908
	<u>5,908</u>
	<u>12,980</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 and this was approved at the Fourth Annual General Meeting on 9 September 2009. The said final dividend was 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 Year Quarter <u>30.09.09</u>	Preceding Year Corresponding Quarter <u>30.09.08</u>	Current Year To Date <u>30.09.09</u>	Preceding Year Corresponding Period <u>30.09.08</u>
Net profit for the period (RM'000)	427	3,534	3,316	8,311
Weighted average number of ordinary shares in issue ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	0.36	2.95	2.76	6.93

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

26. Net Assets Per Share

Net assets per share as at 30 September 2009 is arrived at based on the Group's Net Assets of RM101.01 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 25 November 2009.