

Trans-Asia Shipping Corporation Berhad
(Company No:20218-T)



TASCO

Interim Financial Report
for the Financial Quarter ended
31 December 2007
(The figures have not been audited)



Trans-Asia Shipping Corporation Berhad
Company No:20218-T
Incorporated In Malaysia

QUARTERLY REPORT

| CONTENTS | PAGES |
|---|--------------|
| Condensed Consolidated Income Statement | 1 |
| Condensed Consolidated Balance Sheet | 2 - 3 |
| Condensed Consolidated Statement of Changes in Equity | 4 |
| Condensed Consolidated Cash Flow Statement | 5 - 6 |
| Notes to the Interim Financial Report | 7 - 13 |



Trans-Asia Shipping Corporation Berhad

Company No:20218-T

TASCO Incorporated In Malaysia (The figures have not been audited)

**Condensed Consolidated Income Statement
For The Three Months Ended 31 December 2007**

| | 3 months ended | | Cumulative 12 months ended | |
|--|----------------------|----------------------|-------------------------------|----------------------|
| | 31.12.2007 RM'000 | 31.12.2006 RM'000 | 31.12.2007 RM'000 | 31.12.2006 RM'000 |
| Revenue | 88,381 | 92,336 | 330,686 | 354,855 |
| Cost of sales | (70,224) | (77,014) | (263,193) | (290,882) |
| Gross profit | 18,157 | 15,321 | 67,493 | 63,973 |
| Other operating income | 139 | 103 | 481 | 532 |
| General and administrative expenses | (12,703) | (12,410) | (50,540) | (48,223) |
| Profit from operations | 5,593 | 3,015 | 17,434 | 16,281 |
| Investment income | 187 | 140 | 702 | 408 |
| Share of profits of associated companies | 99 | 211 | 734 | 843 |
| Finance costs | (89) | (137) | (435) | (550) |
| Profit before taxation | 5,789 | 3,229 | 18,435 | 16,983 |
| Tax expense | (1,777) | (928) | (5,209) | (4,572) |
| Profit for the period | 4,012 | 2,300 | 13,226 | 12,411 |
| Attributable to: | | | | |
| Shareholders of the Company | 4,007 | 2,293 | 13,205 | 12,381 |
| Minority interests | 5 | 7 | 21 | 30 |
| | 4,012 | 2,300 | 13,226 | 12,411 |
| Earnings per share (sen) - basic | 5.36 | 3.07 | 17.65 | 16.55 |
| - diluted | - | - | - | - |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements



Trans-Asia Shipping Corporation Berhad

Company No:20218-T

TASCO

Incorporated In Malaysia (The figures have not been audited)

Condensed Consolidated Balance Sheet As At 31 December 2007

| | As at 31.12.2007 RM'000 | As at 31.12.2006 RM'000 |
|--|-------------------------------|-------------------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 55,372 | 48,503 |
| Goodwill | 865 | 865 |
| Investment in associated companies | 9,805 | 9,071 |
| Other investments | 1,201 | 1,201 |
| Prepaid lease payments | 6,087 | 6,451 |
| Total non-current assets | 73,330 | 66,091 |
| Current assets | | |
| Inventories | 50 | 84 |
| Trade receivables | 64,257 | 59,159 |
| Other receivables, deposits and prepayments | 4,340 | 3,967 |
| Amounts owing by associated companies | 348 | 632 |
| Current tax asset | 18 | - |
| Fixed deposits with a licensed bank | 41,173 | 13,635 |
| Cash and bank balances | 21,014 | 23,177 |
| | 131,200 | 100,653 |
| Non-current assets classified as held for sale | 4,105 | 3,463 |
| Total current assets | 135,304 | 104,116 |
| TOTAL ASSETS | 208,634 | 170,207 |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements



Condensed Consolidated Balance Sheet As At 31 December 2007

| | As at 31.12.2007 RM'000 | As at 31.12.2006 RM'000 |
|--|--|--|
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share capital | 100,000 | 45,000 |
| Share premium | 801 | - |
| Exchange translation reserve | 10 | 11 |
| Unappropriated profit | 58,218 | 74,813 |
| | ----- | ----- |
| Equity attributable to shareholders of the Company | 159,029 | 119,825 |
| Minority interests | 243 | 222 |
| | ----- | ----- |
| Total equity | 159,272 | 120,046 |
| | ----- | ----- |
| Non-current liabilities | | |
| Hire purchase and finance lease liabilities | 1,777 | 4,095 |
| Deferred tax liabilities | 2,317 | 2,212 |
| | ----- | ----- |
| Total non-current liabilities | 4,094 | 6,307 |
| | ----- | ----- |
| Current liabilities | | |
| Trade payables | 24,543 | 24,993 |
| Other payables, deposits and accruals | 12,100 | 9,393 |
| Amounts owing to associated companies | 1,599 | 2,449 |
| Hire purchase and finance lease liabilities | 3,695 | 5,557 |
| Revolving credits (<i>unsecured</i>) | 1,480 | - |
| Bank overdraft (<i>unsecured</i>) | - | 48 |
| Current tax liabilities | 1,852 | 1,415 |
| | ----- | ----- |
| Total current liabilities | 45,268 | 43,854 |
| | ----- | ----- |
| Total liabilities | 49,362 | 50,161 |
| | ----- | ----- |
| TOTAL EQUITY AND LIABILITIES | 208,634 | 170,207 |
| | ===== | ===== |
| Net Assets per share (RM) | 1.59 | 2.66 |
| | ===== | ===== |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements



Condensed Consolidated Statement of Changes in Equity For The Twelve Months Ended 31 December 2007

| | -----Attributable to shareholders of the Company----- | | | | | | |
|---|---|----------------------------|--|------------------------------------|-----------------|---------------------------------|---------------------------|
| | Share capital RM'000 | Share premium RM'000 | Exchange translation reserve RM'000 | Unappropriated profit RM'000 | Total RM'000 | Minority interests RM'000 | Total equity RM'000 |
| Balance at 1 January 2006 | 45,000 | - | - | 62,432 | 107,432 | 192 | 107,624 |
| Net income recognised directly in equity | | | | | | | |
| - Exchange differences on translating foreign operation | - | - | 11 | - | 11 | - | 11 |
| Profit for the year | - | - | - | 12,381 | 12,381 | 30 | 12,411 |
| Balance at 31 December 2006 | 45,000 | - | 11 | 74,813 | 119,825 | 222 | 120,046 |
| Net expense recognised directly in equity | | | | | | | |
| - Exchange differences on translating foreign operation | - | - | (2) | - | (2) | - | (2) |
| Profit for the year | - | - | - | 13,205 | 13,205 | 21 | 13,226 |
| Issue of ordinary shares | | | | | | | |
| - bonus issue | 29,800 | - | - | (29,800) | - | - | - |
| - private placement | 20,200 | 2,020 | - | - | 22,220 | - | 22,220 |
| - public issue | 5,000 | 500 | - | - | 5,500 | - | 5,500 |
| Share issue and listing expenses | - | (1,719) | - | - | (1,719) | - | (1,719) |
| Balance at 31 December 2007 | 100,000 | 801 | 10 | 58,218 | 159,029 | 243 | 159,272 |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements



Condensed Consolidated Cash Flow Statement
For The Twelve Months Ended 31 December 2007

| | 12 months ended | |
|---|-----------------|------------|
| | 31.12.2007 | 31.12.2006 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 18,435 | 16,983 |
| Adjustments for: | | |
| Bad and doubtful debts | 5 | 235 |
| Depreciation | 7,378 | 6,337 |
| Gain on disposal of property, plant and equipment | (214) | (151) |
| Property, plant and equipment written off | 3 | - |
| Amortisation of prepaid lease payments | 62 | 67 |
| Goodwill on acquisition written off | | 8 |
| Share of profits of associated companies | (734) | (843) |
| Interest income | (628) | (408) |
| Dividend income | (74) | - |
| Interest expense | 435 | 550 |
| Operating profit before working capital changes | 24,668 | 22,777 |
| Changes in inventories | (5,465) | (24) |
| Changes in receivables | 1,404 | (921) |
| Changes in payables | 34 | 5,795 |
| Cash generated from operations | 20,641 | 27,627 |
| Tax paid | (4,684) | (3,574) |
| Net cash generated from operating activities | 15,957 | 24,053 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (12,460) | (5,949) |
| Proceeds from disposal of property, plant and equipment | 288 | 214 |
| Additions to prepaid lease payments | (350) | (652) |
| Purchase of other investments | - | (45) |
| Repayment from / (Advance to) an associated company | 292 | (627) |
| Interest received | 628 | 408 |
| Dividends received from other investments | 53 | 627 |
| Net cash used in investing activities | (11,550) | (6,023) |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements



**Condensed Consolidated Cash Flow Statement
For The Twelve Months Ended 31 December 2007**

| | 12 months ended | |
|--|----------------------|----------------------|
| | 31.12.2007 RM'000 | 31.12.2006 RM'000 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from public issue | 27,720 | - |
| Payments for share issue and listing expenses | (1,719) | - |
| Repayment of revolving credits | 1,480 | (2,500) |
| Payment of hire purchase and finance lease liabilities | (6,032) | (5,427) |
| Interest paid | (435) | (550) |
| Net cash generated from / (used in) financing activities | 21,014 | (8,476) |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 25,422 | 9,554 |
| CASH AND CASH EQUIVALENTS BROUGHT FORWARD | 36,764 | 27,206 |
| EFFECT OF EXCHANGE RATE CHANGES | 1 | 5 |
| CASH AND CASH EQUIVALENTS CARRIED FORWARD | 62,187 | 36,764 |
| Represented by: | | |
| Fixed deposits with a licensed bank | 41,173 | 13,635 |
| Cash and bank balances | 21,014 | 23,177 |
| Bank overdraft | - | (48) |
| | 62,187 | 36,764 |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements