

# NCB HOLDINGS BHD

(Company No. 475221-K)  
Incorporated in Malaysia



**Date : 25 OCTOBER 2010**

**Subject : QUARTERLY FINANCIAL REPORT FOR THE THIRD  
QUARTER ENDED 30 SEPTEMBER 2010**

<b>CONTENTS</b>	<b>PAGE</b>
Condensed Consolidated Statement of Comprehensive Income	1
Condensed Consolidated Statement of Financial Position	2
Condensed Consolidated Statements of Changes in Equity	3
Condensed Consolidated Statement of Cashflow	4
Explanatory Notes Pursuant to FRS 134	5-12
Information required by the Bursa Malaysia Securities Berhad Listing Requirements	13-16

**NCB HOLDINGS BHD**(Company No. 475221-K)  
Incorporated in Malaysia**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE  
INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**

	<b>2010 Current Quarter Ended 30 September RM '000</b>	<b>2009 Current Quarter Ended 30 September RM '000</b>	<b>2010 9 Months Cumulative YTD 30 September RM '000</b>	<b>2009 9 Months Cumulative YTD 30 September RM '000</b>
Revenue	221,723	218,331	658,826	606,847
Expenditure	(179,111)	(171,729)	(536,922)	(515,045)
Other Operating Income	11,569	9,329	27,420	37,125
<b>Profit from Operations</b>	<b>54,181</b>	<b>55,931</b>	<b>149,324</b>	<b>128,927</b>
Share of Profit of Associates	146	146	457	525
<b>Profit Before Taxation</b>	<b>54,327</b>	<b>56,077</b>	<b>149,781</b>	<b>129,452</b>
Taxation	(14,210)	(11,558)	(33,161)	(26,119)
<b>Total Comprehensive Income For The Period</b>	<b>40,117</b>	<b>44,519</b>	<b>116,620</b>	<b>103,333</b>
Attributable to:				
Equity Holders of The Parent	40,266	44,558	116,610	103,288
Minority Interest	(149)	(39)	10	45
	<u>40,117</u>	<u>44,519</u>	<u>116,620</u>	<u>103,333</u>
Basic Earnings Per Share (Sen)	<u>8.5</u>	<u>9.5</u>	<u>24.8</u>	<u>21.9</u>
Fully Diluted Earnings Per Share (Sen)	<u>8.5</u>	<u>9.5</u>	<u>24.8</u>	<u>21.9</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements).

**NCB HOLDINGS BHD**

(Company No. 475221-K)  
Incorporated in Malaysia

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2010**

	As at 30 September 2010 RM '000	As at 31 December 2009 RM '000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	782,842	844,097
Prepaid Land Lease Payments	148,171	150,359
Investment Properties	2,235	2,294
Intangible Assets	56,809	69,960
Investments in Associates	6,734	6,276
Other Investments	1,527	1,534
Long Term Receivables	477	477
Deferred Tax Assets	11,865	13,380
	<u>1,010,660</u>	<u>1,088,377</u>
<b>Current Assets</b>		
Inventories	7,404	5,742
Trade and Other Receivables	229,158	163,234
Tax Recoverable	9,147	3,458
Deposits with Financial Institutions	884,246	802,902
	<u>1,129,955</u>	<u>975,336</u>
<b>TOTAL ASSETS</b>	<b><u>2,140,615</u></b>	<b><u>2,063,713</u></b>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	470,253	470,253
Reserves	1,424,582	1,374,654
	<u>1,894,835</u>	<u>1,844,907</u>
<b>Minority Interest</b>	<u>2,750</u>	<u>2,740</u>
<b>Total Equity</b>	<b><u>1,897,585</u></b>	<b><u>1,847,647</u></b>
<b>Non-Current Liabilities</b>		
Deferred Tax Liabilities	44,185	46,660
<b>Current Liabilities</b>		
Trade and Other Payables	198,653	168,670
Taxation	192	736
	<u>198,845</u>	<u>169,406</u>
<b>Total Liabilities</b>	<b><u>243,030</u></b>	<b><u>216,066</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>2,140,615</u></b>	<b><u>2,063,713</u></b>
Net Assets Per Share (RM)	<u>4.04</u>	<u>3.93</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements).

## NCB HOLDINGS BHD

(Company No. 475221-K)  
Incorporated in Malaysia

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010

	← Attributable to Equity Holders of the Parent →							Minority Interest	Total Equity	
	← Non - Distributable →					Distributable				
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Translation Reserve	Merger Reserve	Retained Earnings			Total
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
<u>For The 9 Months Period Ended 30 September 2010</u>										
<b>Balance at 1 January 2010 (as previously stated)</b>	470,253	305	35,259	99,794	358	66,004	1,172,934	1,844,907	2,740	1,847,647
Effects of adopting FRS 139	-	-	-	-	-	-	7,383	7,383	-	7,383
<b>As at 1 January 2010 (restated)</b>	470,253	305	35,259	99,794	358	66,004	1,180,317	1,852,290	2,740	1,855,030
<b>Total Comprehensive Income For The Period</b>	-	-	-	-	-	-	116,610	116,610	10	116,620
Dividend 2009	-	-	-	-	-	-	(74,065)	(74,065)	-	(74,065)
<b>As at 30 September 2010</b>	470,253	305	35,259	99,794	358	66,004	1,222,862	1,894,835	2,750	1,897,585
<u>For The 9 Months Period Ended 30 September 2009</u>										
<b>Balance at 1 January 2009</b>	470,253	305	35,259	99,794	358	66,004	1,120,063	1,792,036	2,713	1,794,749
<b>Total Comprehensive Income For The Period</b>	-	-	-	-	-	-	103,288	103,288	45	103,333
Dividend 2008	-	-	-	-	-	-	(63,484)	(63,484)	-	(63,484)
<b>As at 30 September 2009</b>	470,253	305	35,259	99,794	358	66,004	1,159,867	1,831,840	2,758	1,834,598

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements).

**NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**

	<b>9 Months Ended 30/09/2010 RM'000</b>	<b>9 Months Ended 30/09/2009 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	149,781	129,452
Adjustment for:		
Non-Cash Items	100,520	84,520
Non-Operating Items	(14,391)	(12,125)
<b>Operating profit before working capital changes</b>	<b>235,910</b>	<b>201,847</b>
Net change in Current Assets	(62,769)	(2,738)
Net change in Current Liabilities	33,202	(9,148)
<b>Cash generated from operations</b>	<b>206,343</b>	<b>189,961</b>
Net Taxes Paid	(40,152)	(21,598)
<b>Net cash generated from operating activities</b>	<b>166,191</b>	<b>168,363</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Other Investments	(10,782)	(23,116)
Net cash used in investing activities	(10,782)	(23,116)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(74,065)	(63,484)
Net cash used in investing activities	(74,065)	(63,484)
<b>CASH AND CASH EQUIVALENTS</b>		
<b>Net change in cash and cash equivalents</b>	<b>81,344</b>	<b>81,763</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>802,902</b>	<b>630,259</b>
<b>Cash and cash equivalents at end of period</b>	<b>884,246</b>	<b>712,022</b>
Cash and cash equivalents comprise of:		
Cash and bank balances	28,738	29,684
Short term deposits	855,508	682,338
	884,246	712,022

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements).

# NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

## SELECTED EXPLANATORY NOTES ON QUARTERLY FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010

### PART A. EXPLANATORY NOTES PURSUANT TO FRS 134

#### A1. Basis of Preparation

The Interim Financial Statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2009.

#### Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2009 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”):

Effective for financial periods beginning on or after 1 July 2009:

FRS 8                                      Operating Segments

Effective for financial periods beginning on or after 1 January 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendment to FRS 2	Share-based Payment: Vesting Conditions and Cancellations
Amendment to FRS 7	Financial Instruments: Disclosures
Amendments to FRS 8	Operating Segments
Amendment to FRS 107	Cash Flow Statements
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events After the Balance Sheet Date

## NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interests in Joint Ventures
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible Assets
Amendments to FRS 139, FRS 7 and IC Interpretation 9	Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives
Improvement to FRSs 2009	Improvement to FRSs (2009)
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The above new FRSs, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group and the Company upon their initial application except for the changes arising from the adoption of FRS 7, FRS 8, FRS 101 and FRS 139 as discussed below:

### **FRS 7: Financial Instruments : Disclosures**

FRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of quantitative and qualitative information about exposures to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and foreign exchange risks, including sensitivity analysis to foreign exchange risks. As this is a disclosure standard, there will be no impact on the financial position or results of the Group for the period.

# **NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

## **FRS 8: Operating Segments**

FRS 8 replaces FRS 114<sup>2004</sup> : Segment Reporting and requires a ‘management approach’, under which segment information is presented on a similar basis to that used for internal reporting purposes. As a result, the Group's external segmental reporting will be based on the internal reporting to the "chief operating decision maker", who makes decisions on the allocation of resources and assesses the performance of the reportable segments. As this is a disclosure standard, there will be no impact on the financial position or results of the Group for the period.

## **FRS 101: Presentation of Financial Statements**

The revised FRS 101 separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transaction with owners, with all non- owner changes in equity presented in the statement of other comprehensive income. In addition, the standard introduces the statement of comprehensive income which presents income and expense recognized in the period. This statement may be presented in one single statement, or two linked statements. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. This revised FRS does not have any impact on the financial position and results of the Group.

## **FRS 139: Financial Instruments: Recognition and Measurement**

FRS 139 provides guidance for the measurement of financial instruments. Depending on the categorization applied for each individual financial asset and liability, some financial assets and liabilities will need to be fair valued and others are stated at amortised cost. FRS 139 prescribes prospective application for the first time adoption. Significant accounting policies adopted are summarized below :-

### **Financial Assets**

Financial assets recognised in the statement of financial position when and only when, the Group or Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognized if the Group or the Company’s contractual rights to the cashflow from the financial assets expires or if the Group or the Company transfer the financial assets to another party without retaining control or substantially all risks and rewards of the asset.



# **NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

## **Initial Recognition**

Financial assets within the scope of FRS 139 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group and the Company determine the classification of its financial assets at initial recognition.

Financial assets are recognised initially at fair value plus, in the case of financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way purchase) are recognised on the trade date i.e. date that the Group or Company commits to purchase or sell the assets.

The Group's financial assets include cash and bank balances and trade and other receivables. All financial assets of the Group and Company are categorised as loans and receivables.

## **Subsequent Measurement**

Loans and receivables are non- derivative financial assets with fixed or determinable payments that are not quoted in an active market. Such financial assets are carried at amortised cost using the effective interest rate method less impairment losses. Gains and losses are recognized in the income statement when the loans and receivables are derecognized or impaired, as well as through the amortisation process.

## **Financial Liabilities**

Financial liabilities are recognised in the statement of financial position when, and only when, the Group becomes a party to the contractual provision of the instrument. Financial liabilities are derecognised if the Group's obligation specified in the contract expires or are discharged or cancelled.

## **Initial Recognition**

Financial liabilities within the scope of FRS 139 are classified as financial liabilities at fair value through profit and loss, loans and borrowings or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Group determines the classification of its financial liabilities at initial recognition.

Financial liabilities are recognised initially at fair value and in the case of loans and borrowings, directly attributable transaction costs. The Group's financial liabilities includes trade and other payables and financial guarantees. All financial liabilities of the Group are classified as loans and borrowings.

# NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

## Subsequent Measurement

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Gains and losses are recognised in the Statement of Comprehensive Income when the liabilities are derecognized, as well as through amortisation process.

## Transitional provisions and effects on financial statements

In accordance with the transitional provision of FRS 139, the Group is required to re-measure the financial assets and liabilities as appropriate. Any adjustment of the previous carrying amount of the financial assets and liabilities shall be recognised as an adjustment of the balance of retained earnings at the beginning of the financial year in which FRS 139 is initially applied.

The following table provides the extent to which the consolidated statement of financial position as at 30 September 2010 is higher or lower than it would have been had the previous policies been applied in the current period. The changes have been accounted for by restating the opening balances in the statement of financial position as at 1 January 2010:

<b>Effect on Statement of Financial Position as at 1 January 2010</b>	<b>RM'000</b>
Decrease in Trade and Other Receivables	(7,383)
Increase in Retained Earnings	<u>7,383</u>

## Impairment of financial assets

FRS 139 required the Group to assess at each statement of financial position date, whether there is any objective evidence that a financial asset or a group of financial assets is impaired.

A financial asset or group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the assets (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial assets or the group of financial assets that can be reliably estimated.

# NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

## A2. Segmental Information

The segment information is presented on the basis of the Group's primary business segments. This segment reporting format is also the basis for the Group's management and internal reporting structure to the chief operating decision maker. There are 2 segments namely the Port Operations and Haulage/Logistics Operations.

The analysis of results for the 9 months period ended 30 September 2010 is as follows :-.

	9 months ended 30.09.2010			Consolidated RM'000
	Port Operations RM'000	Haulage / Logistics RM'000	Others and Eliminations RM'000	
Revenue				
External	516,439	142,387	-	658,826
Inter – Segment	-	7,921	(7,921)	-
Total revenue	<u>516,439</u>	<u>150,308</u>	<u>(7,921)</u>	<u>658,826</u>
Other Income	<u>14,592</u>	<u>4,902</u>	<u>7,926</u>	<u>27,420</u>
Results				
Depreciation of property, plant and equipment	80,979	8,815	110	89,904
Amortisation of prepaid port rights	13,151	-	-	13,151
Amortisation of land lease payments	225	1,964	-	2,189
Share of profit of associates	-	457	-	457
Profit/(Loss) before tax	<u>151,256</u>	<u>(8,857)</u>	<u>7,382</u>	<u>149,781</u>

The analysis of results for the 9 months period ended 30 September 2009 is as follows :-.

	9 months ended 30.09.2009			Consolidated RM'000
	Port Operations RM'000	Haulage / Logistics RM'000	Others and Eliminations RM'000	
Revenue				
External	441,489	165,358	-	606,847
Inter – Segment	-	6,186	(6,186)	-
Total revenue	<u>441,489</u>	<u>171,544</u>	<u>(6,186)</u>	<u>606,847</u>
Other Income	<u>23,803</u>	<u>4,499</u>	<u>8,823</u>	<u>37,125</u>
Results				
Depreciation of property, plant and equipment	80,738	9,419	133	90,290
Amortisation of prepaid port rights	13,151	-	-	13,151
Amortisation of land lease payments	225	1,964	-	2,189
Share of profit of associates	-	525	-	525
Profit before tax	<u>117,347</u>	<u>4,041</u>	<u>8,064</u>	<u>129,452</u>

## **NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

### **A3. Unusual Items due to their Nature, Size or frequency**

There were no material unusual items affecting assets, liabilities, equity, net income, or cash flow during the financial period ended 30 September 2010.

### **A4. Changes in Estimates**

The Group has adopted the FRS 116: Property, Plant and Equipment with effect from financial year 31 December 2006. The residual value of certain plant and equipment were revised in the year 2008. The revisions were accounted for as a change in accounting estimates.

There were no other changes in estimates that had a material effect in the current quarter results and preceding quarter.

### **A5. Comments about Seasonal or Cyclical Factors**

The Group's businesses are generally affected by the various festive seasons.

### **A6. Dividends Paid**

There were no dividend paid during the current quarter ended 30 September 2010 but the interim dividend declared of 7.0 sen per share less 25% income tax was paid on 13 October 2010.

### **A7. Debt and Equity Securities**

There have been no issues and repayment of equity security, repurchases or new issuance for the current quarter ended 30 September 2010.

### **A8. Changes in Composition of the Group**

There were no changes in the composition of the Group during the interim financial period ended 30 September 2010.

### **A9. Subsequent Events**

There were no material events subsequent to the end of the current quarter that have not been reflected in this Interim Financial Statement.

## **NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

### **A10. Changes in Contingent Liabilities**

Contingent liabilities in respect of claims for damages to goods and other claims have remained unchanged at RM1.1 million as at 30 September 2010 since the last statement of financial position dated 31 December 2009.

There were no other changes in the contingent liabilities and contingent assets since the last annual statement of financial position dated 31 December 2009.

# NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

## **PART B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

### **B1. Performance Review**

The Group's revenue for the current quarter amounted to RM221.7 million, which is 1.5% higher than the corresponding comparative quarter's figure of RM218.3 million. The port operating subsidiary contributed RM177.1 million while the haulage/logistics subsidiary contributed RM44.6 million. The year-to-date revenue of the Group amounted to RM658.8 million, an increase of 8.5% compared to the corresponding period of RM606.8 million. The increase in revenue for the current quarter was mainly due to increased business volume undertaken by the port operating subsidiary.

Northport achieved a throughput during the current quarter of 853,804 TEUs reflecting an increase of 12.3% as compared to the corresponding period last year of 760,279 TEUs. The year-to-date throughput achieved is 2,513,281 TEUs representing an increase of 22.0% compared against the corresponding period last year of 2,059,841 TEUs.

As for the haulage division in the haulage/logistics subsidiary the total volume handled during the quarter is 55,389 TEUs which is a decrease of 20.2% as compared to the figure for the corresponding quarter in 2009 of 69,469 TEUs. The year-to-date volume achieved is 177,077 TEUs representing a decrease of 9.8% compared to the figure for the corresponding period last year of 196,428 TEUs.

For the third quarter under review, the increase in volume handled by the port operating subsidiary was mainly due to recovery in the Malaysian economy as well as regional economies.

There have been no other material factors affecting the earnings and/or revenue of the Group for the current quarter.

### **B2. Comment on Material Change in Profit Before Taxation**

The profit before tax for the current quarter amounted to RM54.3 million, higher than the immediate preceding quarter's profit before tax of RM50.3 million.

The increased profit figure was mainly due to the increase in revenue from the high volume of containers handled during the quarter.

There were no unusual items affecting profits for the current quarter.

# NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

## B3. Commentary on Prospects

- a) In the first nine months period of 2010, the port operating company has registered an improvement in its throughput with a 22.0% increase year-on-year. However, the month of September had experienced a drop in the volume handled. It is likely that the fourth quarter of the year may not register a year-on-year increase as recorded in the first three quarters of the year.

The haulage subsidiary has made some in-roads in efforts to expand its scope of activities within the logistics sector coupled with its efforts at streamlining its cost management is anticipating improvements in its results in the next year.

- b) The Company did not announce or disclose any internal management targets in a public document.

## B4. Board of Directors Statement on Internal Targets

The Company did not announce or disclose any internal management targets in a public document.

## B5. Profit Forecast or Profit Guarantee

The Company did not announce or disclose any profit forecast or profit guarantee in a public document.

## B6. Income Tax Expense

	Current Quarter 30.09.2010 RM'000	Cumulative to date 30.09.2010 RM'000
Current Tax Charge	11,683	34,270
Deferred Tax Charge	2,527	(1,109)
	<u>14,210</u>	<u>33,161</u>

The effective tax rate for taxation of the Group is lower than the statutory rate of taxation mainly due to the availability of investment tax incentive for the main subsidiaries in the Group.

## **NCB HOLDINGS BHD**

(Company No. 475221-K)

Incorporated in Malaysia

### **B7. Sale of Unquoted Investments and Properties**

There were no sale of unquoted investments and/or properties for the current quarter ended 30 September 2010.

### **B8. Sale of Quoted Investments**

There were no purchase or disposal of quoted securities during the quarter ended 30 September 2010.

### **B9. Corporate Proposals**

There were no corporate proposals which were announced but not completed as at 18 October 2010.

### **B10. Borrowings**

There were no borrowings and debt securities as at 30 September 2010.

### **B11. Off Balance Sheet Financial Instruments**

With the adoption of FRS 139, there is no longer any off balance sheet financial instruments items. The Company pursuant to Bursa Malaysia's directive dated 25 March 2010 confirms that there do not exist any outstanding derivatives as at 18 October 2010.

### **B12. Gains/Losses Arising From Fair Value Changes to Financial Liabilities**

The Group's financial liabilities include trade and other payables. All financial liabilities of the Group are classified as loans and borrowings.

Gains and losses are recognised in the statement of comprehensive income when the liabilities are derecognized as well as through the amortization process. In the Group, the trade and other payables are carried at amortised cost which are not materially different from the fair value.

### **B13. Changes in Material Litigation**

As at 18 October 2010, there were no changes in material litigation, including the status of pending material litigation, since the last annual statement of financial position date of 31 December 2009.



## NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

### B14. Dividend Payable

Dividend:

- a)
- i) No interim dividend has been recommended or declared for the current quarter ended 30 September 2010;
  - ii) Not applicable;
  - iii) Not applicable;
  - iv) Not applicable; and
  - v) Not applicable; and
- b) The total dividend for the current financial year being only the recommended interim dividend of 7.0 sen less 25% income tax paid on 13 October 2010.

### B15. Earnings Per Share

In respect of earnings per share:-

- a) Basic/Diluted earnings per share

	Current Quarter 30.09.2010 '000	Cumulative to date 30.09.2010 '000
Total Comprehensive Income For The Period Attributable to:		
Equity Holders of The Parent (RM)	40,266	116,610
Weighted average no. of ordinary shares in issue	470,253	470,253
Basic/Diluted earnings per share (Sen)	8.5	24.8

### B16. Audit Report

The audit report of the previous annual financial statements for the year ended 31 December 2009 was not subject to any qualification.

### B17. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors on 25 October 2010.