

**KONSORTIUM LOGISTIK BERHAD**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**Interim Report for the Period Ended 30 September 2008**  
*The figures have not been audited.*

	As at 30/9/2008 RM'000	As at 31/12/2007 RM'000 (Audited)
<b>ASSETS</b>		
Non-current Assets		
Property, plant and equipment	196,502	187,276
Investment property	21,000	21,000
Prepaid lease payments	31,010	31,521
Goodwill	11,883	10,907
Investments in associates	26,072	24,089
Long term investments	1,197	1,827
Deferred tax assets	2,093	2,199
	<u>289,757</u>	<u>278,819</u>
Current Assets		
Consumable stores, at cost	290	217
Trade receivables	86,320	79,583
Other receivables	39,942	29,598
Amount due from associates	18,155	19,027
Current tax assets	8,124	7,019
Deposits, bank and cash balances	25,870	48,103
	<u>178,701</u>	<u>183,547</u>
Non-current assets classified as held for sale	-	6,050
<b>TOTAL ASSETS</b>	<u>468,458</u>	<u>468,416</u>
<b>EQUITY</b>		
Capital and reserves attributable to the Company's equity holders		
Share Capital	240,719	240,719
Reserves attributable to capital	74,485	74,485
Treasury shares	(10,128)	-
Reserves attributable to revenue	(9,283)	(9,727)
Retained profits	17,417	10,915
	<u>313,210</u>	<u>316,392</u>
Minority Interests	(1,626)	(979)
Total equity	<u>311,584</u>	<u>315,413</u>
<b>LIABILITIES</b>		
Non-current liabilities		
Borrowings	26,013	19,125
Provision for retirement benefits	1,919	1,949
Deferred tax liabilities	6,069	5,970
	<u>34,001</u>	<u>27,044</u>
Current Liabilities		
Trade payables	50,307	50,204
Other payables	33,939	17,843
Dividend payables	-	21,087
Borrowings	38,564	36,745
Provision for taxation	63	80
	<u>122,873</u>	<u>125,959</u>
Total Liabilities	<u>156,874</u>	<u>153,003</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>468,458</u>	<u>468,416</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.36	1.31

*This Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.*

**KONSORTIUM LOGISTIK BERHAD**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**Interim Report for the Period Ended 30 September 2008**

*The figures have not been audited.*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30 September 2008 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2007 RM'000	CURRENT YEAR ENDED 30 September 2008 RM'000	PRECEDING YEAR CORRESPONDING ENDED 30 September 2007 RM'000
Revenue	70,690	65,763	204,200	187,053
Operating Expenses	(65,061)	(56,979)	(182,768)	(163,992)
Other income	2,536	1,834	5,913	6,132
Profit from operations	8,165	10,618	27,345	29,193
Finance cost	(1,025)	(1,244)	(3,083)	(4,230)
Share of profit of associates	671	968	1,984	2,496
Profit before taxation	7,811	10,342	26,246	27,459
Taxation	(2,005)	(2,426)	(6,494)	(7,247)
Profit for the period	5,806	7,916	19,752	20,212
Attributable to :				
Equity holders of the parent	6,008	7,911	20,399	20,078
Minority Interest	(202)	5	(647)	134
	5,806	7,916	19,752	20,212
Earnings per share for profit attributable to equity holders of the Company	sen	sen	sen	sen
- Basic	2.61	3.29	8.85	8.34
- Diluted	NA	NA	NA	NA

*This Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.*

**KONSORTIUM LOGISTIK BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**Interim Report for the Period Ended 30 September 2008**  
*The figures have not been audited.*

	Attributable to equity holders of the Company						Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Exchange translation reserves RM'000	Retained earnings RM'000	Total RM'000		
<b>Balance as at 1 January 2007</b>	240,719	74,485	-	(5,033)	13,142	323,313	(1,226)	322,087
Foreign currency translations	-	-	-	(4,694)	0	(4,694)	-	(4,694)
Loss recognised directly in equity	-	-	-	(4,694)	-	(4,694)	-	(4,694)
Profit for the financial year	-	-	-	-	24,132	24,132	247	24,379
Total recognised income and expenses for the financial year	-	-	-	(4,694)	24,132	19,438	247	19,685
Dividends	-	-	-	-	(26,359)	(26,359)	-	(26,359)
<b>Balance as at 31 December 2007</b>	240,719	74,485	-	(9,727)	10,915	316,392	(979)	315,413
<b>Balance as at 1 January 2008</b>	240,719	74,485	-	(9,727)	10,915	316,392	(979)	315,413
Foreign currency translations	-	-	-	444	-	444	-	444
Loss recognised directly in equity	-	-	-	444	-	444	-	444
Shares repurchased	-	-	(10,128)	-	-	(10,128)	-	(10,128)
Profit for the financial year	-	-	-	-	20,399	20,399	(647)	19,752
Total recognised income and expenses for the financial year	-	-	(10,128)	444	20,399	10,715	(647)	10,068
Dividends	-	-	-	-	(13,897)	(13,897)	-	(13,897)
<b>Balance as at 30 September 2008</b>	240,719	74,485	(10,128)	(9,283)	17,417	313,210	(1,626)	311,584

*This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.*

**KONSORTIUM LOGISTIK BERHAD**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**Interim Report for the Period Ended 30 September 2008**  
*The figures have not been audited.*

	9 months ended 30 September 2008 RM'000	9 months ended 30 September 2007 RM'000
<b>Cash flows from operating activities</b>		
Cash receipts from operations	208,748	202,556
Cash payments to suppliers and employees	(169,053)	(170,217)
Interest paid	(3,083)	(4,230)
Tax paid	(7,412)	(5,407)
<i>Net cash generated from operating activities</i>	<u>29,200</u>	<u>22,702</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(22,007)	(781)
Purchase of quoted shares and other investments	(172)	-
Proceeds from disposal of quoted/unquoted shares and other investment	919	11,311
Proceeds from disposal of property, plant and equipment	10,102	23,328
Proceeds from disposal of subsidiaries	5,400	-
Purchase of subsidiary	(6,000)	-
Interest received	232	520
Payment for project related activities	(16,054)	-
Proceed for project related activities	11,616	-
Repayment advance from associate	472	-
<i>Net cash generated from / (used in) investing activities</i>	<u>(15,492)</u>	<u>34,378</u>
<b>Cash flows from financing activities</b>		
Dividend paid	(34,984)	(5,272)
Dividend received	492	331
Proceeds from term loans and other bank borrowings	14,160	5,000
Repayment of loans and other bank borrowings	(10,336)	(7,789)
Proceeds from hire purchase	8,000	-
Repayment of hire purchase creditors	(3,116)	(3,209)
Shares repurchased	(10,128)	-
Restricted cash	(2,842)	574
<i>Net cash used in financing activities</i>	<u>(38,754)</u>	<u>(10,365)</u>
Effects of exchange rate changes on cash and cash equivalents	(30)	(7)
<b>Net increase/ (decrease) in cash and cash equivalents</b>	(25,076)	46,708
<b>Cash and cash equivalents brought forward</b>	<u>41,775</u>	<u>(768)</u>
<b>Cash and cash equivalents carried forward</b>	<u>16,699</u>	<u>45,940</u>
<b><i>Cash and cash equivalents comprise:</i></b>		
Cash and bank balances	16,599	44,545
Deposits with licensed banks	9,270	6,724
	<u>25,869</u>	<u>51,269</u>
Less: Restricted cash	(9,170)	(5,329)
Cash and cash equivalents	<u>16,699</u>	<u>45,940</u>

*This Condensed Consolidated Cash Flow statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007.*

Company No.

89243	A
-------	---

KONSORTIUM LOGISTIK BERHAD  
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORTS

30 SEPTEMBER 2008

Company No.

89243	A
-------	---

## **KONSORTIUM LOGISTIK BERHAD**

(Incorporated in Malaysia)

### **A. NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2008**

#### **A1. BASIS OF PREPARATION**

The quarterly interim financial report is unaudited and has been prepared in accordance with FRS134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2007.

#### **A2. REPORT OF THE AUDITORS TO THE MEMBERS OF KONSORTIUM**

The reports of the auditors to the members of Konsortium and its subsidiary companies on the financial statements for the financial year ended 31 December 2007 were not subject to any qualification and did not include any adverse comments made under subsection (3) of Section 174 of the Companies Act, 1965.

#### **A3. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS**

The Group's core businesses are generally affected by the festive months which normally record higher volume of activities in haulage, freight forwarding and warehousing.

#### **A4. EXCEPTIONAL AND/OR EXTRAORDINARY ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no exceptional and/or extraordinary items affecting assets, liabilities, equity, net income or cash flows for the current quarter ended 30 September 2008.

#### **A5. MATERIAL EFFECT OF CHANGES IN ESTIMATES**

There were no changes in estimates used for accounting estimates which may have a material effect for the current quarter under review.

#### **A6. DEBT AND EQUITY SECURITIES**

During the current nine months period, the Company repurchased a total of 9,085,100 ordinary shares of RM1.00 each from the open market for a total consideration of RM10,127,945. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirement of Section 67A of the Companies Act, 1965.

There were no issuances, cancellations, resale and repayment of debt and equity securities during the current quarter ended 30 September 2008.

Company No.

89243	A
-------	---

## KONSORTIUM LOGISTIK BERHAD

(Incorporated in Malaysia)

### A. NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2008

#### A7. DIVIDEND PAID

In respect of financial year ended 31 December 2007, a first interim dividend of 12 sen per share on 240,718,829 ordinary share, less 27% tax, amounting to RM21,086,969 was paid on 31 January 2008.

In respect of financial year ended 31 December 2007, a final dividend of 8 sen per share on 234,740,591 ordinary share, less 26% tax, amounting to RM13,896,643 was paid on 10 September 2008.

#### A8. SEGMENT REPORTING

Analysis of the Group's revenue and results as at 30 September 2008 by business segments are as follows:

	<u>Logistics Service Organisation</u> RM'000	<u>Internal &amp; External Affiliates</u> RM'000	<u>Shared Service Organisation</u> RM'000	<u>Consol Adjustment</u> RM'000	<u>Group Results</u> RM'000
<b><u>Revenue</u></b>					
External sales	94,385	109,815	-	-	204,200
Inter-segment sales	-	5,187	-	(5,187)	-
Total revenue	<u>94,385</u>	<u>115,002</u>	<u>-</u>	<u>(5,187)</u>	<u>204,200</u>
<b><u>Profit</u></b>					
Segment results	20,010	11,628	(4,293)	-	27,345
Finance costs					(3,083)
Share of results of associates					1,984
Profit from ordinary activities before tax					<u>26,246</u>
Taxation					(6,494)
Profit from ordinary activities after tax					<u>19,752</u>
Minority interest					647
Net profit for the year					<u>20,399</u>

#### A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of property, plant and equipment during the financial quarter under review.

Company No.

89243	A
-------	---

## **KONSORTIUM LOGISTIK BERHAD**

(Incorporated in Malaysia)

### **A. NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL YEAR ENDED 30 SEPTEMBER 2008**

#### **A10. EVENTS SUBSEQUENT TO BALANCE SHEET DATE**

There were no material events subsequent to the balance sheet date that have not been reported in the financial statements.

#### **A11. CHANGES IN THE COMPOSITION OF THE GROUP**

On 26 May 2008, the Company had entered into a Share Sale Agreement to acquire the entire issued and paid-up share capital of Asia Pacific Freight System Sdn Bhd comprising 1,000,000 ordinary shares of RM1.00 each for a total cash consideration of RM6,000,000.

On 29 May 2008, the Company had completed the acquisition of 100,000 ordinary share of RM1.00 each, representing remaining 40% equity interest in Parcel Tankers Malaysia Sdn Bhd. As a result, Parcel Tankers Malaysia Sdn Bhd is now a 100% wholly-owned subsidiary.

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

#### **A12. CONTINGENT LIABILITIES**

Corporate guarantees to financial institutions for facilities granted to subsidiary companies amounted to RM17.2 million.



Company No.

89243	A
-------	---

## KONSORTIUM LOGISTIK BERHAD

(Incorporated in Malaysia)

### B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS

#### B1. TAXATION

	<u>Current Quarter</u> <u>30/09/2008</u> RM'000	<u>Cumulative Quarter</u> <u>30/09/2008</u> RM'000
Taxation		
- income tax	2,305	5,666
- deferred taxation	(300)	201
	<u>2,005</u>	<u>5,867</u>

#### B2. UNQUOTED INVESTMENT AND PROPERTIES

During the current quarter ended 30 September 2008, Diperdana Kontena Sdn Bhd, a wholly-owned subsidiary of Konsortium had completed the disposal of its properties held under HS(D) 262665 PTD 128158 in the Mukim of Pelentong, District of Johor Bahru, State of Johor, for a cash consideration of RM6,050,000.

Other than the above, there was no sale or purchase of unquoted investments or properties during the current quarter ended 30 September 2008.

#### B3. QUOTED SECURITIES

On 28 Jan 2008, Konsortium had disposed of its quoted shares for a cash consideration of RM866,785 and the gain arising from the disposal was RM17,056.

Company No.

89243	A
-------	---

## KONSORTIUM LOGISTIK BERHAD

(Incorporated in Malaysia)

### B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS

#### B4. BANK BORROWINGS

Details of the Group's borrowings as at 30 September 2008 are as follows:

	30 September 2008		
	<u>Secured</u> RM'000	<u>Unsecured</u> RM'000	<u>Total</u> RM'000
<b><u>Current</u></b>			
Term loans	9,390,697	600,000	9,990,697
Revolving credit	12,000,000	9,800,000	21,800,000
Hire purchase and finance lease liabilities	6,773,797	-	6,773,797
	<u>28,164,494</u>	<u>10,400,000</u>	<u>38,564,494</u>
<b><u>Non Current</u></b>			
Term loans	8,498,345	3,550,000	12,048,345
Hire purchase and finance lease liabilities	13,965,068	-	13,965,068
	<u>22,463,413</u>	<u>3,550,000</u>	<u>26,013,413</u>

#### B5. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

During the financial period to-date, the Group did not enter into any contracts involving off-balance sheet financial instruments.

#### B6. MATERIAL LITIGATION

The Group is not involved in any claim or legal action that will have a material effect on the Group's financial position, results of operations or liquidity.

Company No.

89243	A
-------	---

## **KONSORTIUM LOGISTIK BERHAD**

(Incorporated in Malaysia)

### **B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS**

#### **B7. REVIEW OF PERFORMANCE**

The Group posted Net Profits of RM20.4Mil from Revenue of RM204.4Mil for the nine months ending 30 September 2008, an increase of 1.6% and 9.2% over the previous corresponding period.

The impact of fuel hike and electricity tariff revision during the quarter has resulted in higher costs of doing business. The increase in costs is not only felt in rising fuel prices, but other critical costs components as well, such as tyre, lubricants oil, spare parts, etc. The rise in costs was not adequately matched with the increase in revenue, thus resulting in lower growth in Net Profits as compared to the growth in Revenue.

#### **B8. QUARTERLY RESULTS COMPARISON**

The Group recorded Revenue of RM70.7Mil for Quarter 3, 2008 as compared to RM65.8Mil in the previous corresponding period, while the Quarter 3, 2008 Net Profits were at RM6Mil against RM7.9Mil recorded previously.

#### **B9. PROSPECT**

Despite the widely predicted downturn of the global and domestic economy and the challenges of rising costs, the Group is confident that it can achieve better results for the year as compared to 2007.

The Group has been driving for costs efficiencies and increase in productivity as a mean to mitigate the rising costs and slower business volume. We strongly believe in challenging our processes and business activities in order to reap the benefits of greater costs economy. As a logistic service provider, efficient costs of doing business are not only important to protect our margin, but more so in this economic climate, we are able to share our productivity with our customers to lower their logistics costs as well.

#### **B10 VARIANCE ON PROFIT FORECAST/ SHORTFALL IN PROFIT GUARANTEE**

Not applicable.

#### **B11. DIVIDEND**

The Board does not recommend any dividend in respect of the current financial period.

Company No.

89243	A
-------	---

## **KONSORTIUM LOGISTIK BERHAD**

(Incorporated in Malaysia)

### **C. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS**

#### **B12. EARNINGS PER SHARE**

	<b>9 months ended 30 September 08</b>	<b>9 months ended 30 September 07</b>
Net profit for the period (RM'000)	20,399	20,078
Issued ordinary shares at beginning of period ('000)	240,719	240,719
Treasury share	(10,128)	-
	<u>230,591</u>	<u>240,719</u>
Basic earnings per share (sen)	8.85	8.34