



SUBUR TIASA HOLDINGS BHD (341792-W)

No. 66-78, Pusat Suria Permata, Jalan Upper Lanang, C.D.T. No. 123, 96000 Sibu Sarawak,
Malaysia

Head Office : Tel : 084-211555 Fax : 084-211886

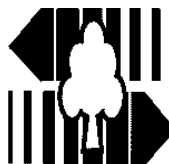
E-Mail : suburth@tm.net.my

Condensed Consolidated Income Statements
For the quarter ended 30 April 2009

	(UNAUDITED)		(UNAUDITED)	
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/04/2009 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/04/2008 RM'000	CURRENT YEAR TO DATE 30/04/2009 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/04/2008 RM'000
Revenue	156,696	117,191	409,021	422,262
Operating expenses	(145,837)	(111,586)	(383,626)	(391,205)
Other operating expenses	(4,538)	(4,639)	(13,614)	(13,917)
Other operating income	790	1,885	7,077	4,791
Operating profit	7,111	2,851	18,858	21,931
Finance costs	(1,336)	(866)	(4,421)	(2,700)
Profit before tax	5,775	1,985	14,437	19,231
Taxation	(91)	1,466	(5,316)	(1,761)
Profit for the period wholly attributable to equity holders of the Company	5,684	3,451	9,121	17,470
	Sen	Sen	Sen	Sen
Earnings per share attributable to equity holders of the Company:				
- Basic	3.01	1.83	4.83	9.24
- Diluted	N/A	N/A	N/A	N/A

Note: N/A: Not Applicable

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 July 2008 and the accompanying explanatory notes attached to the quarterly report.

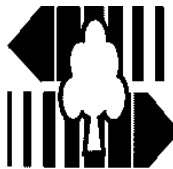


Condensed Consolidated Balance Sheet

As At 30 April 2009

	(UNAUDITED) AS AT END OF CURRENT QUARTER 30/04/2009 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31/07/2008 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	460,442	426,731
Prepaid lease payments	42,978	44,600
Investment properties	17,795	18,449
Intangible assets	60,292	75,085
Long term assets	34,673	42,219
Deferred tax assets	13,394	14,177
	<u>629,574</u>	<u>621,261</u>
Current assets		
Inventories	131,418	103,256
Trade and other receivables	45,744	50,253
Tax recoverable	2,647	5,649
Cash and bank balances	81,223	65,059
	<u>261,032</u>	<u>224,217</u>
TOTAL ASSETS	<u><u>890,606</u></u>	<u><u>845,478</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company:		
Share capital	209,000	209,000
Share premium	59,680	59,680
Treasury shares	(54,206)	(53,570)
Retained earnings	358,985	354,115
Total equity	<u>573,459</u>	<u>569,225</u>
Non-current liabilities		
Borrowings	95,951	91,060
Deferred tax liabilities	17,753	18,305
	<u>113,704</u>	<u>109,365</u>
Current liabilities		
Borrowings	81,677	35,610
Trade and other payables	118,058	129,488
Tax payables	3,708	1,790
	<u>203,443</u>	<u>166,888</u>
Total liabilities	<u>317,147</u>	<u>276,253</u>
TOTAL EQUITY AND LIABILITIES	<u><u>890,606</u></u>	<u><u>845,478</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	3.04	3.01
Number of shares net of treasury shares ('000)	188,614	189,000

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 July 2008 and the accompanying explanatory notes attached to the quarterly report.



Condensed Consolidated Statements of Changes in Equity
For the quarter ended 30 April 2009

	Attributable to Equity Holders of the Company				Total RM'000
	Share capital RM'000	Non-Distributable Share premium RM'000	Treasury shares RM'000	Distributable Retained earnings RM'000	
Nine Months Ended 30 April 2009					
At 1 August 2008	209,000	59,680	(53,570)	354,115	569,225
Profit for the period	-	-	-	9,121	9,121
Dividends	-	-	-	(4,251)	(4,251)
Purchase of treasury shares	-	-	(636)	-	(636)
At 30 April 2009	<u>209,000</u>	<u>59,680</u>	<u>(54,206)</u>	<u>358,985</u>	<u>573,459</u>
Nine Months Ended 30 April 2008					
At 1 August 2007	200,000	59,680	(53,570)	342,240	548,350
Profit for the period	-	-	-	17,470	17,470
Dividends	-	-	-	(3,942)	(3,942)
At 30 April 2008	<u>200,000</u>	<u>59,680</u>	<u>(53,570)</u>	<u>355,768</u>	<u>561,878</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 July 2008 and the accompanying explanatory notes attached to the quarterly report.



Condensed Consolidated Cash Flow Statements
For the quarter ended 30 April 2009

	(UNAUDITED)	
	CURRENT YEAR TO DATE ENDED 30/04/2009 RM'000	PRECEDING YEAR CORRESPONDING PERIOD ENDED 30/04/2008 RM'000
Cash Flows from Operating Activities		
Profit before taxation	14,437	19,231
Adjustments for :		
Amortisation of intangible assets	14,792	15,342
Amortisation of plantation development expenditure	131	-
Amortisation of prepaid land lease	506	343
Depreciation of property, plant and equipment	40,119	32,759
Depreciation of investment properties	653	653
Property, plant and equipment written off	3	5
Net gain on disposal of property, plant and equipment	(146)	(387)
Interest expense	4,421	2,700
Interest income	(841)	(1,412)
Operating profit before working capital changes	74,075	69,234
Changes in working capital :		
Inventories	(28,162)	13,504
Trade and other receivables	12,056	(36,563)
Trade and other payables	(11,430)	(4,333)
Cash (used in)/generated from operations	46,539	41,842
Interest paid	(4,421)	(3,869)
Tax paid	(3,121)	(8,193)
Tax refund	2,983	1,059
Net cash generated from operating activities	41,980	30,839
Cash Flows from Investing Activities		
Acquisition of subsidiaries	-	(6,287)
Purchase of property, plant and equipment	(55,866)	(50,681)
Proceeds from disposal of property, plant and equipment	345	480
Purchase and subsequent expenditure of investment properties	(2)	(94)
Interest received	841	1,412
Net cash used in investing activities	(54,682)	(55,170)
Cash Flows from Financing Activities		
Proceeds from drawdown of term loan	20,791	7,274
Proceeds from drawdown of bankers' acceptance	10,657	3,390
Proceeds from drawdown of revolving credit	34,500	-
Repayment of term loan	(4,420)	-
Repayment of bankers' acceptance	-	(7,168)
Repayment of hire purchase	(17,775)	(13,704)
Repayment of revolving credit	(10,000)	-
Acquisition of treasury shares	(636)	-
Dividends paid to shareholders	(4,251)	(3,942)
Net cash generated from/(used in) financing activities	28,866	(14,150)
Net change in cash and cash equivalents	16,164	(38,481)
Cash and cash equivalents at beginning of period	65,059	86,945
Cash and cash equivalents at end of period	81,223	48,464

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 July 2008 and the accompanying explanatory notes attached to the quarterly financial report.



NOTES :

Note 1 Basis of Preparation

The quarterly report is unaudited and has been prepared in accordance with revised FRS 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The quarterly report should be read in conjunction with the Group’s audited financial statements for the year ended 31 July 2008. These explanatory notes attached to the quarterly report provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 July 2008.

Note 2 Changes in Accounting Policies

The significant accounting policies adopted in the quarterly report are consistent with those adopted in the Group’s audited financial statements for the financial year ended 31 July 2008.

The Group has not early adopted the following FRSs and Issues Committee Interpretations which have effective dates as follows:

		Effective for financial periods beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting & Impairment	1 January 2010

The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 139.

Note 3 Comparatives

The following comparative amounts have been restated in accordance with FRS133, following the bonus issue on 17 March 2008:

Description of change	As previously stated	(Decrease)	As restated
		Effects of bonus shares issue	
Three months ended 30 April 2008			
Earnings per share attributable to equity holders of the Company:			
- Basic (sen)	1.86	(0.03)	1.83



Description of change	As previously stated	(Decrease)	As restated
		Effects of bonus shares issue	
Nine months ended 30 April 2008			
Earnings per share attributable to equity holders of the Company:			
- Basic (sen)	9.60	(0.36)	9.24

Note 4 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 July 2008 was not qualified.

Note 5 Seasonal or Cyclical factors

Timber operations are, to a certain extent, affected by weather condition especially for logging operations. In addition, the four seasons also had some impact on the buying patterns of traditional buyers of timber products.

Note 6 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date.

Note 7 Changes in Estimates

There were no changes in estimates of amounts reported in prior quarters that have a material effect in the current quarter and financial year-to-date.

Note 8 Debt and Equity Securities

During the quarter, 338,900 shares of RM 1.00 each were purchased and retained as treasury shares. The monthly breakdown of shares bought back for the financial year-to-date were as follows:-

Month	No. of shares	Purchase price per share		Average cost per share (RM)	Total cost (RM)
		Lowest (RM)	Highest (RM)		
August 2008	-	-	-	-	-
September 2008	-	-	-	-	-
October 2008	46,800	1.42	1.58	1.49	69,573
November 2008	-	-	-	-	-
December 2008	-	-	-	-	-
January 2009	-	-	-	-	-
February 2009	-	-	-	-	-
March 2009	-	-	-	-	-
April 2009	338,900	1.58	1.71	1.67	565,473
TOTAL	385,700			1.65	635,046



All the shares purchased to-date were held as treasury shares in accordance with the requirements of Section 67A of the Companies Act 1965. There has been no resale or cancellation of treasury shares during the period under review.

Apart from the above, there were no issuances and repayments of debt and equity securities for the current quarter and financial year-to-date.

Note 9 Dividends Paid

A first and final dividend of 3% less income tax per share, amounting to RM4,251,447 in respect of the financial year ended 31 July 2008, was paid on 18 March 2009 to the depositors whose names appear in the Record of Depositors on 20 February 2009.

Note 10 Segmental Information

Segmental revenue and profit before taxation for the current financial year-to-date by the respective operating divisions are as follows:-

	<u>Logging</u>	<u>Manufacturing</u>	<u>Others</u>	<u>Eliminations</u>	<u>Consolidated</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue					
External revenue	143,289	242,112	23,620	-	409,021
Intersegment revenue	<u>107,751</u>	<u>211</u>	<u>15,342</u>	<u>(123,304)</u>	<u>-</u>
Total revenue	<u>251,040</u>	<u>242,323</u>	<u>38,962</u>	<u>(123,304)</u>	<u>409,021</u>
Results					
Operating profit	2,402	14,904	1,552	-	18,858
Finance costs					<u>(4,421)</u>
Profit before tax					14,437
Tax					<u>(5,316)</u>
Net profit for the period					<u>9,121</u>

Note 11 Valuations of Property, Plant and Equipment

There has been no valuation undertaken for the Group's property, plant and equipment since the last annual financial statements.

Note 12 Subsequent Events

There were no material events subsequent to the end of the current quarter that has not been reflected in the financial statement.

Note 13 Changes in the Composition of the Group

On 7 May 2009, the Company acquired two ordinary shares of RM1 each, which represented 100% of the total issued and paid-up share capital of Joyful Shipping Sdn. Bhd., for a total cash consideration of RM2.



On 22 May 2009, the Company acquired 2,250 ordinary shares of RM1 each in the share capital of its 55% owned subsidiary, Infrapalm Sdn. Bhd. ("IFP"), from a non-related party, at a total cash consideration sum of RM2,250. Subsequent to the acquisition of the said shares, IFP became a 100% owned subsidiary of the Company.

Note 14 Changes in Contingent Liabilities and Contingent Assets

The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

As at 30 April 2009, the amount of banking facilities utilised which were secured by corporate guarantees increased by RM51,014,217 from RM41,569,600 as at 31 July 2008 (last annual balance sheet) to RM92,583,817 as at 30 April 2009.

Note 15 Capital Commitments

	As at 30.04.2009 RM'000	As at 31.7.2008 RM'000
Authorised and contracted for	12,020	40,941
Authorised but not contracted for	7,210	20,196
	<u>19,230</u>	<u>61,137</u>
Analysed as follows:		
Property, plant and equipment	<u>19,230</u>	<u>61,137</u>
	<u>19,230</u>	<u>61,137</u>

Note 16 Review of Performance

In the current quarter under review, the Group achieved higher revenue of RM156.70 million, an increase of RM39.51 million or 34% as compared to RM117.19 million in the preceding year corresponding quarter. The Group recorded higher profit before tax of RM5.78 million and profit after tax of RM5.68 million as compared to RM1.99 million and RM3.45 million respectively in the preceding year corresponding quarter.

For the current financial year-to-date, the Group achieved lower revenue of RM409.02 million, a 3% decrease when compared to revenue of RM422.26 million in the preceding year corresponding period. The Group recorded profit before tax of RM14.44 million and profit after tax of RM9.12 million as compared to profit before tax of RM19.23 million and profit after tax of RM17.47 million in the preceding year corresponding period.

The increase in revenue in the current quarter as compared to the preceding corresponding quarter was mainly contributed by the higher plywood and logs revenue arising from improved plywood export sales volume and improved logs export selling price respectively. The lower revenue in the current financial year-to-date as compared to the preceding corresponding period was mainly attributable to the lower plywood revenue as a result of lower export sales volume especially in the first two quarters.



The increase in profit before tax in the current quarter as compared to the preceding corresponding quarter was mainly contributed by the logging operations due to improved logs export selling price. The decrease in profit before tax in current financial year-to-date as compared to the preceding year corresponding period, was mainly due to lower plywood export sales volume.

Note 17 Variation in the Quarterly Results Compared to the Results of the Immediate Preceding Quarter

For the quarter under review, the Group recorded higher profit before tax amounting to RM5.78 million, a tremendous increase of RM5.68 million as compared to RM0.10 million attained in the preceding quarter. The increase in profit before tax was mainly due to increased logs export selling price and improved plywood export sales volume.

Note 18 Commentary on Prospects

The current global economic slowdown will continue to impact on the demand and prices of timber products. Nevertheless, the economic stimulus packages implemented worldwide to deal with the economic slowdown, hopefully, will see some improvements in the global economy in the near future. The Group remains committed to prudent management and cautious in sustaining its performance. The Group will continue taking stringent measures and plans to improve efficiencies and effectiveness of its business operations, concurrent with cost saving measures.

Barring any unforeseen circumstances, the Group's result is expected to be satisfactory for the remaining quarter in the financial year.

Note 19 Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes on the variation of actual profit after tax and minority interest, and shortfall in profit guarantee are not applicable.

Note 20 Taxation

The Group's taxation for the current quarter and financial year-to-date were as follows:

	Current Quarter RM'000	Current Financial Year-To-Date RM'000
Income tax:		
Current period provision	2,513	5,804
Overprovision in prior years	(718)	(718)
Deferred tax:		
Current period provision	(1,704)	230
	<hr/>	<hr/>
	91	5,316
	<hr/>	<hr/>



The Group's effective tax rate for the current quarter was lower than the statutory rate mainly due to double deduction claimed on certain eligible expenditure. The Group's effective tax rate for the current financial year-to-date was higher than the statutory rate mainly due to certain expenses not allowable for tax deduction.

Note 21 Sale of Unquoted Investments and/or Properties

There were no sales of unquoted investment and/or properties for the current quarter and financial year-to-date.

Note 22 Purchase or Disposal of Quoted Securities

- (a) Purchases and disposals of quoted securities
- (b) Investments in quoted securities

There were no purchase or disposal of quoted securities for the current quarter and financial year-to-date. There were no investments in quoted securities as at 30 April 2009.

Note 23 Status of Corporate Proposals

There were no outstanding corporate proposals that have been announced but not completed as at the date of this announcement.

Note 24 Borrowings and Debt Securities

	As at 30.04.2009 RM'000	As at 31.7.2008 RM'000
Short term borrowings:		
Unsecured - Revolving credit	30,500	6,000
- Banker's acceptance	10,657	-
- Term loans	6,261	5,009
Secured - Term loans	5,897	1,048
Secured - Hire purchase payable	28,362	23,553
	<u>81,677</u>	<u>35,610</u>
Long term borrowings:		
Unsecured - Term loans	10,018	15,027
Secured - Term loans	60,530	40,521
- Hire purchase payable	25,403	35,512
	<u>95,951</u>	<u>91,060</u>
Total borrowings	<u>177,628</u>	<u>126,670</u>

There were no borrowings denominated in foreign currency.

Note 25 Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk as at the date of this announcement.



Note 26 Changes in Material Litigation

There was no pending material litigation as at the date of this announcement.

Note 27 Dividend Payable

The Board of Directors did not declare any dividend for the quarter ended 30 April 2009 (previous corresponding period: Nil).

Note 28 Earnings Per Share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to ordinary equity holders of the Company over the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Current Quarter	Current Financial Year- To-Date
Profit for the period attributable to ordinary equity holders of the Company (RM'000)	5,684	9,121
Weighted average number of ordinary shares in issue excluding treasury shares ('000)	188,840	188,905
Basic earnings per share (Sen)	3.01	4.83

The comparative basic earnings per share has been restated to take into account the effect of the bonus issue.

(b) Diluted earnings per share

N/A

N/A

Note 29 Authorisation for Issue

The quarterly report was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 June 2009.