

PART A – Explanatory Notes Pursuant to FRS 134 – Paragraph 16**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 March 2008. 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 March 2008.

A2. Audit Report on Preceding Annual Financial Statements

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

A3. Segmental Information

The segmental information of the Group for the current quarter and year-to-date was summarised as below: -

	3 months ended	6 months ended
	30.9.08	30.9.08
	RM000	RM000
Segment revenue		
Revenue from continuing operations		
Poultry farming	33,620	61,712
Investment holdings	-	-
Sand mining	1,038	1,916
Others	-	-
Total	34,658	63,628
Segment results		
Results from continuing operations		
Poultry farming	2,666	1,686
Investment holdings	(134)	(203)
Sand mining	84	336
Others	(79)	(438)
Total	2,537	1,381

A4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 30 September 2008.

A5. Changes in Estimate

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

A6. Comments about Seasonal or Cyclical Factors

The Group's performance is not significantly affected by major festive seasons.

A7. Dividends Paid

There were no dividend paid during the quarter under review.

A9. Carrying Amount of Revalued Assets

There were no amendments in the valuation of property, plant and equipment brought forward from the previous annual financial statements.

A10. Debt and Equity Securities

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

A11. Changes in Composition of the Group

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

A12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 March 2008.

A13. Subsequent Events

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

B. BMSB Listing Requirements (Part A of Appendix 9B)

B1. Review of Performance

The Group's revenue jumped 32% to RM63.6 million for the period ended 30 September 2008 compared with RM48.2 million posted in last year corresponding period. However, pre-tax profit slipped 49% to RM1.4 million from RM 2.7 million mainly due to sharp increase in purchase prices of major raw materials such as corn and soybean, which more than offset the increase in average selling prices of eggs. These material costs have increased by 34% and 50% respectively.

B2. Comment on Material Change in Profit before Taxation

The Group recorded a pre-tax profit of RM2.5 million for current quarter under review compared with a pre-tax loss of RM1.2 million registered in preceding quarter contributed to an increase in average selling price of eggs.

B3. Commentary on Prospects

The Board is optimistic that the Group will achieve stronger earnings from the poultry farming segment in third quarter ending 31 December 2008 as raw material prices have decreased with corn price reduced by 30% while soybean price dropped by 22% compared to the prices in the current quarter under review.

However revenue from the sand mining segment will be affected by the sluggish economy as many construction companies have deferred some of their projects.

B4. Profit Forecast or Profit Guarantee

This is not applicable.

B5. Income Tax Expenses

	3 months ended 30.9.08	6 months ended 30.9.08
	RM000	RM000
Tax expense		
- provision for the quarter	545	562
- over provision in prior year	-	(2)
	545	560

B6. Sale of Unquoted Investments and Properties

There was no sale of unquoted investments and/or properties for the current quarter and financial year to date.

B7. Quoted Investments

	3 months ended	6 months ended
	30.9.08	30.9.08
	RM000	RM000
(a) Purchases and disposals		
Total purchase consideration	1,980	2,718
Total sale proceeds	4,911	5,935
Total loss on disposal	(469)	(681)
(b) Investment		As at 30.9.08
At cost		4,436
At book value		4,211
At market value		4,222

B8. Corporate Proposals

(a) Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 18 November 2008.

(b) Status of Utilisation of Proceeds

Not applicable as there was no corporate proposal to raise funds.

B9. Borrowings

The total Group borrowings as at 30 September 2008 were as follows:

	Secured	Unsecured	Total
	RM000	RM000	RM000
Short term borrowings			
Bank overdraft	69	-	69
Other bank borrowings	4,217	8,176	12,393
Hire purchase payables	108	-	108
	4,394	8,176	12,570
Long term borrowings			
Other bank borrowings	2,697	2,301	4,998
	2,697	2,301	4,998
Total	7,091	10,477	17,568

There were no borrowings in any foreign currency as at 30 September 2008.

B10. Off Balance Sheet Financial Instrument

There were no off balance sheet financial instruments as at 18 November 2008.

B11. Changes in Material Litigations

There were no material litigations involving the Group for the current quarter under review.

B12. Dividend Payable

No interim ordinary dividend has been declared for the financial period ended 30 September 2008 (30 September 2007 : Nil)

B13. Earnings per share

	3 months ended		6 months ended	
	30.9.08	30.9.07	30.9.08	30.9.07
Profit attributable to ordinary equity holders of the parent (RM000)	1,992	2,619	821	2,388
Weighted average number of shares (000)	41,010	40,992	41,010	40,992
Basic earnings per share (sen)	4.86	6.39	2.00	5.83

B14. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 25 November 2008.

B15. Dividends Paid / Declared (LTKM)

Dividend paid and declared since listing and up to the date of this report.

Dividend No.	Financial Year	Type	Rate	Payment Date
1	2000	Final dividend	8% per share less tax	22.9.2000
2	2001	Final dividend	8% per share less tax	29.10.2001
3	2002	Final dividend	2% per share, tax exempt	20.11.2002
4	2003	Final dividend	2% per share, tax exempt	28.10.2003
5	2004	Interim dividend	2% per share, tax exempt	9.1.2004
6	2004	Final dividend	5% per share less tax	15.9.2004
7	2005	Final dividend	6% per share less tax	15.9.2005
8	2006	Interim dividend	3% per share, tax exempt	15.2.2006
9	2006	Final dividend	7% per share less tax	15.9.2006
10	2007	Interim dividend	3% per share, tax exempt	15.5.2007
11	2007	Final dividend	7% per share less tax	8.10.2007
12	2008	Interim dividend	3% per share, tax exempt	21.4.2008
13	2008	Final dividend	7% per share less tax	7.10.2008