



CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE QUARTER ENDED 31 DECEMBER 2007

| | -----Individual quarter----- | | -----Cumulative quarter----- | |
|--|--|---|--|--|
| | Current year quarter 31.12.07 RM'000 | Preceding year corresponding quarter 31.12.06 RM'000 | Current year to date 31.12.07 RM'000 | Preceding year corresponding period 31.12.06 RM'000 |
| Revenue | 44,572 | 32,665 | 161,477 | 124,541 |
| Direct operating expenses | <u>(27,289)</u> | <u>(19,517)</u> | <u>(97,826)</u> | <u>(77,458)</u> |
| Gross profit | 17,283 | 13,148 | 63,651 | 47,083 |
| Net other operating expenses | (8,276) | (9,977) | (34,976) | (35,572) |
| Net interest expense | <u>(1,252)</u> | <u>(1,140)</u> | <u>(5,076)</u> | <u>(4,428)</u> |
| Profit before taxation | 7,755 | 2,031 | 23,599 | 7,083 |
| Taxation | <u>(1,818)</u> | <u>(343)</u> | <u>(3,295)</u> | <u>(2,237)</u> |
| Profit for the period | <u>5,937</u> | <u>1,688</u> | <u>20,304</u> | <u>4,846</u> |
| Attributable to: | | | | |
| Equity holders of the parent | 5,962 | 1,799 | 20,744 | 5,130 |
| Minority interest | <u>(25)</u> | <u>(111)</u> | <u>(440)</u> | <u>(284)</u> |
| Net profit for the period | <u>5,937</u> | <u>1,688</u> | <u>20,304</u> | <u>4,846</u> |
| Earnings per share attributable to equity holders of the parent :- | | | | |
| Basic (sen) | <u>11.72</u> | <u>3.51</u> | <u>40.78</u> | <u>10.00</u> |
| Diluted (sen) | <u>9.56</u> | <u>N/A</u> | <u>33.40</u> | <u>N/A</u> |

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2006.



CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2007

| | As at end of current quarter 31.12.07 RM'000 | As at preceding financial year end 31.12.06 (audited) RM'000 |
|---|---|--|
| ASSETS | | |
| Non-current Assets | | |
| Property, plant and equipment | 81,641 | 107,210 |
| Investment property | 23,661 | - |
| Prepaid lease payments | 16,816 | 17,073 |
| Other investments | 5,320 | - |
| Goodwill on consolidation | 3,730 | 3,730 |
| | <u>131,168</u> | <u>128,013</u> |
| Current Assets | | |
| Receivables | 52,919 | 40,740 |
| Cash and bank balances | 9,043 | 4,945 |
| | <u>61,962</u> | <u>45,685</u> |
| Non current assets held for sale | 26,167 | - |
| | <u>88,129</u> | <u>45,685</u> |
| TOTAL ASSETS | <u>219,297</u> | <u>173,698</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 53,431 | 51,296 |
| Treasury shares | (4,142) | (84) |
| Reserves | 56,922 | 38,998 |
| | <u>106,211</u> | <u>90,210</u> |
| Minority Interest | 496 | 1,030 |
| Total Equity | <u>106,707</u> | <u>91,240</u> |
| Non-current Liabilities | | |
| Borrowings | 60,243 | 33,207 |
| Deferred taxation | 7,273 | 6,471 |
| | <u>67,516</u> | <u>39,678</u> |
| Current Liabilities | | |
| Borrowings | 17,625 | 30,355 |
| Payables | 27,449 | 12,425 |
| | <u>45,074</u> | <u>42,780</u> |
| Total Liabilities | <u>112,590</u> | <u>82,458</u> |
| TOTAL EQUITY AND LIABILITIES | <u>219,297</u> | <u>173,698</u> |
| Net assets per share attributable to ordinary equity holders of the parent (RM) | 2.09 | 1.76 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2006.



CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2007

| | Current year to date 31.12.07 RM'000 | Preceding year corresponding period 31.12.06 RM'000 |
|--|--|--|
| Net cash generated from operating activities | 39,767 | 17,911 |
| Net cash used in investing activities | (34,584) | (2,698) |
| Net cash generated from / (used in) financing activities | <u>10,125</u> | <u>(17,805)</u> |
| Net increase/ (decrease) in cash and cash equivalents | 15,308 | (2,592) |
| Cash and cash equivalents at beginning of the period | <u>(8,696)</u> | <u>(6,104)</u> |
| Cash and cash equivalents at end of the period | <u><u>6,612</u></u> | <u><u>(8,696)</u></u> |

Cash and cash equivalents at the end of the financial period comprise the following :

| | | |
|-----------------------------------|---------------------|-----------------------|
| Cash on hand and at banks | 6,539 | 4,442 |
| Deposits with licensed banks | 2,504 | 503 |
| Bank overdrafts | <u>(1,928)</u> | <u>(13,138)</u> |
| | 7,115 | (8,193) |
| Less: Short term deposits pledged | <u>(503)</u> | <u>(503)</u> |
| | <u><u>6,612</u></u> | <u><u>(8,696)</u></u> |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2006.



CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2007

| | ← Attributable to Equity Holders of the Parent → | | | | Total Shareholders' Equity RM'000 | Minority Interest RM'000 | Total Equity RM'000 |
|--|--|------------------------------|-----------------------|--------------------------|-----------------------------------|--------------------------|---------------------|
| | Share Capital RM'000 | Share Premium Reserve RM'000 | Other Reserves RM'000 | Retained earnings RM'000 | | | |
| As at end of current quarter | | | | | | | |
| As at 1 January 2007 | 51,296 | 11,152 | 2,053 | 25,709 | 90,210 | 1,030 | 91,240 |
| Issuance of shares | 2,135 | 46 | - | - | 2,181 | - | 2,181 |
| Acquisition / (disposal) of shares in subsidiaries | - | - | - | - | - | 16 | 16 |
| Share options granted under ESOS | - | - | 132 | - | 132 | - | 132 |
| Foreign exchange translation | - | - | 136 | - | 136 | - | 136 |
| Purchase of treasury shares | - | - | (4,058) | - | (4,058) | - | (4,058) |
| Profit after tax for the financial period | - | - | - | 20,744 | 20,744 | (440) | 20,304 |
| Dividend paid | - | - | - | (3,134) | (3,134) | (110) | (3,244) |
| As at 31 December 2007 | 53,431 | 11,198 | (1,737) | 43,319 | 106,211 | 496 | 106,707 |
| As at preceding year corresponding quarter | | | | | | | |
| As at 1 January 2006 | 51,296 | 11,152 | 2,210 | 20,579 | 85,237 | 819 | 86,056 |
| Acquisition of shares in subsidiary | - | - | - | - | - | 890 | 890 |
| Acquisition of remaining equity interest in subsidiary | - | - | - | - | - | (548) | (548) |
| Dilution in subsidiary's equity interest | - | - | - | - | - | 153 | 153 |
| Share options granted under ESOS | - | - | 11 | - | 11 | - | 11 |
| Foreign exchange translation | - | - | (84) | - | (84) | - | (84) |
| Purchase of treasury shares | - | - | (84) | - | (84) | - | (84) |
| Profit after tax for the financial period | - | - | - | 5,130 | 5,130 | (284) | 4,846 |
| As at 31 December 2006 | 51,296 | 11,152 | 2,053 | 25,709 | 90,210 | 1,030 | 91,240 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2006.



CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

Notes To The Financial Statements

1. 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 of the Group for the financial year ended 31 December 2006.

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 2006.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2006 except for the adoption of the following new revised Financial Reporting Standards (FRS) effective for financial period beginning 1 January 2007:

FRS 117 - Leases

FRS 124 - Related Party Transaction

Amendment to FRS 119²⁰⁰⁴ Employee Benefits - Actuarial Gain or Losses, Group Plans and Disclosures

The Group has decided not to opt for early adoption of the revised FRS 112.

With the exception of FRS 117, the adoption of the above FRS does not have significant financial impact on the Group. The principal effects of the change in accounting policies resulting from the adoption of FRS 117 is discussed below.

FRS 117 - Leases

Prior to 1 January 2007, leasehold land held for own use was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses. The adoption of the revised FRS 117 has resulted in a change in the accounting policy relating to the classification of leases of land and buildings. Leasehold land held for own use is now classified as operating lease and the up-front payments made represents prepaid land lease payments and are amortised on a straight-line basis over the lease term.

The Group has applied the above change in accounting policy in accordance with the transitional provisions of FRS 117 whereby the unamortised amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments. The following comparatives were restated following the adoption of FRS 117:

| | Previously Stated RM'000 | Reclassification RM'000 | Restated RM'000 |
|--|--------------------------------|----------------------------|--------------------|
| As at 31 December 2006 | | | |
| Properties, plant and equipment (net book value) | 124,283 | (17,073) | 107,210 |
| Prepaid lease payments | - | 17,073 | 17,073 |

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the Group's annual financial statements for the financial year ended 31 December 2006 was not qualified.

4. Seasonal or Cyclical Factors

The business operations of the Group are not significantly affected by any seasonal or cyclical factors.

5. Unusual Items

There are no unusual items affecting assets, liabilities, equity, net income or cash flows in the financial year to date.

6. Changes in Estimates

There was no change in estimates of amounts reported in prior interim periods that had a material effect in the current reporting quarter.

CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

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7. Changes in Debt and Equity Securities

There was no issuance or repayment of debt or equity securities, share cancellations and resale of treasury shares for the financial period under review, except for the following:

During the period under review, the Company purchased 2,442,880 of its issued share capital from the open market at an average price of RM1.66 per share. The shares purchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965.

8. Dividend Paid

No dividend was paid in the financial period under review.

9. Segmental Reporting

No segmental reporting is presented as the Group provides integrated logistics activities, which are substantially carried out in Malaysia.

10. Valuation of Property, Plant and Equipment

The Group's property, plant and equipment are stated at cost. There is no policy of regular revaluation of its property, plant and equipment as at the end of the financial period under review.

11. Material Events Subsequent to the End of the Period

On 15 February 2008, the sale of a property to Mapletree (M) Holdings Sdn. Bhd. for cash consideration of RM32 million was completed. Nevertheless, the final balance sum of RM12,624,353 is currently held by Century's solicitors as stakeholder pending the registration of the transfer of the property.

On 21 February 2008, Century-YES Logistics (Yichun) Co. Ltd. ("Century Yichun"), a 75% subsidiary company of Century Logistics Sdn Bhd, which in turn is a wholly owned subsidiary company of the Company, had entered into a Sale and Purchase Agreement for a Right of Use of Land ("the Agreement") with Yichun Enigma Singapore Industrial Park Management Co. Ltd. The Agreement is for the purchase of a right of use of land in Yichun, Jiangxi Province, China measuring 90,800 square metres ("the Land") for a total purchase consideration of Rmb4,125,000 (approximately RM1,890,000). Century Yichun is also granted a twelve (12) months option to purchase another 20,800 square metres adjacent to the Land for a purchase consideration of Rmb945,000 (approximately RM433,000).

12. Changes in Composition of the Group

On 13 December 2007, Century Advance Technology Sdn. Bhd. ("CAT"), a wholly owned subsidiary of the Company, acquired additional 9,000 ordinary shares in Century Film Technology Sdn. Bhd. ("CFT") for a cash consideration of RM9,000. Subsequent to the acquisition, CFT became a 60% owned subsidiary of CAT.

13. Capital Commitments

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM11.1 million in respect of property, plant and equipment and prepaid lease payment.

14. Changes in Contingent Liabilities

There were no changes in other contingent liabilities since the last annual balance sheet as at 31 December 2006.

15. Review of Performance

In the current reporting quarter, the Group reported revenue and pre-tax profit of RM44.572 million and RM7.755 million respectively, compared to revenue and pre-tax profit of RM32.665 million and RM2.031 million respectively for the corresponding period in the previous financial year. The increase in revenue and pre-tax profit by 36.5% and 281.8% respectively was mainly due to the improved performance in the Group's oil and gas logistics operation.

16. Comparison with Immediate Preceding Quarter's Results

In the current reporting quarter, the Group reported revenue and pre-tax profit of RM44.572 million and RM7.755 million respectively, compared to revenue and pre-tax profit of RM40.544 million and RM6.120 million respectively for the preceding quarter. The increase in revenue and pre-tax profit by 9.9% and 26.7% respectively was mainly due to the reason mentioned in Note 15 above.

17. Prospects for the Next Financial Year

The Group is optimistic on the prospects for the next financial year.

18. Profit Forecast

There was no profit forecast announced in relation to the financial period under review.

CENTURY LOGISTICS HOLDINGS BERHAD (424341-A)

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19. Taxation

| | -----Individual quarter----- | | -----Cumulative quarter----- | |
|------------------------|--|---|--|--|
| | Current year quarter 31.12.07 RM'000 | Preceding year corresponding quarter 31.12.06 RM'000 | Current year to date 31.12.07 RM'000 | Preceding year corresponding period 31.12.06 RM'000 |
| Provision for taxation | 941 | (113) | 2,418 | 274 |
| Deferred taxation | 877 | 456 | 877 | 1,963 |
| | <u>1,818</u> | <u>343</u> | <u>3,295</u> | <u>2,237</u> |

Century Total Logistics Sdn Bhd, a wholly owned subsidiary of the Company was granted Investment Tax Allowance (ITA) under the Promotion of Investments Act, 1986 for its qualifying capital expenditure.

As mentioned in Note 2, the Group has decided not to opt for early adoption of FRS 112.

20. Sale of Unquoted Investments and/or Properties

There was no sale of investment and/or property for the current financial period under review.

21. Quoted Securities

a) Total purchase and disposal of quoted securities for the current quarter are as follows:-

| | Current year quarter 31.12.07 RM'000 | Preceding year corresponding quarter 31.12.06 RM'000 |
|-----------------|---|--|
| Total purchases | 3,776 | - |

b) Total investments in quoted securities as at 31 December 2007 are as follows:-

| | Current year quarter 31.12.07 RM'000 | Preceding year corresponding quarter 31.12.06 RM'000 |
|--|---|--|
| At cost | 3,776 | - |
| At carrying value/book value (after impairment loss) | 3,320 | - |
| At market value | 3,320 | - |

22. Status of Corporate Proposal

There was no corporate proposal announced but not completed as at the date of this report.

23. Group's Borrowings and Debt Securities

| | As at 31.12.07 RM'000 | As at 31.12.06 RM'000 |
|------------------------------------|-----------------------------|-----------------------------|
| Short Term - Unsecured | | |
| - Term Loan | - | 188 |
| - Bank Overdrafts | 199 | |
| Short Term - Secured | | |
| - Bank Overdrafts | 1,729 | 13,139 |
| - Revolving Credit | 6,486 | 6,486 |
| - Term Loans | 4,060 | 3,912 |
| - Hire-purchase and Finance Leases | 5,151 | 6,630 |
| | <u>17,625</u> | <u>30,355</u> |
| Long Term - Unsecured | | |
| -Term Loan | 20,000 | - |
| Long Term - Secured | | |
| - Term Loans | 34,693 | 26,515 |
| - Hire-purchase and Finance Leases | 5,550 | 6,692 |
| | <u>60,243</u> | <u>33,207</u> |
| | <u>77,868</u> | <u>63,562</u> |

All the above borrowings are denominated in Ringgit Malaysia.

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24. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk.

25. Material Litigation

Save as disclosed below, the Group is not presently engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group or any fact likely to give rise to any proceedings which may materially affect the financial position or business of the Group:

Shah Alam High Court Writ of Summons No. MT1-22-154-2003 dated 4 March 2003 by (1) Best Heritage Sdn Bhd (First Plaintiff) and (2) Century Distribution Sdn Bhd (now Century Total Logistics Sdn Bhd) (Second Plaintiff) against Chemfert Sdn Bhd (Defendant) for the recovery of RM1,116,571.50 for damages arising from the unlawful entry of a caveat by the Defendant on the First Plaintiff's land held under HS(D) 20946 PT No. 8540 and HS(D) 20947 PT No. 8539 both in Mukim Kapar, Daerah Klang, Negeri Selangor. The Defendant applied to the Shah Alam High Court to strike out the suit and the Shah Alam High Court had on 12 February 2004 dismissed the Defendant's application to strike out the suit. The Defendant has filed an appeal against the decision to the Judge in Chambers and the hearing of the appeal and case management was fixed on 22 May 2007 where the Judge in Chambers indicated that she would require written submissions from both parties. On 26 September 2007, the Judge had allowed the Defendant's appeal with cost and have ordered that the Second Plaintiff be struck out from the suit. The Second Plaintiff had on 24 October 2007 filed a Notice of Appeal on the decision. The appeal is still currently pending.

26. Dividend

The Directors recommend a final gross dividend of 5% per share in respect of the financial year ended 31 December 2007, subject to the approval of the shareholders at the forthcoming Annual General Meeting.

27. Earnings Per Share

| | -----Individual quarter----- | | -----Cumulative quarter----- | |
|--|--|---|--|--|
| | Current year quarter 31.12.07 RM'000 | Preceding year corresponding quarter 31.12.06 RM'000 | Current year to date 31.12.07 RM'000 | Preceding year corresponding period 31.12.06 RM'000 |
| Net profit attributable to equity holders of the parent | 5,962 | 1,799 | 20,744 | 5,130 |
| Add : Interest saving | 171 | - | 691 | - |
| | <u>6,133</u> | <u>1,799</u> | <u>21,435</u> | <u>5,130</u> |
| Weighted average number of ordinary shares in issue | 50,871 | 51,292 | 50,871 | 51,292 |
| Effect on dilution: | | | | |
| Share options & warrants | 13,301 | - | 13,301 | - |
| Adjusted weighted average number of ordinary shares in issue and issuable | <u>64,172</u> | <u>51,292</u> | <u>64,172</u> | <u>51,292</u> |
| Basic earnings per share (sen) | 11.72 | 3.51 | 40.78 | 10.00 |
| Diluted earnings per share (sen) | 9.56 | N/A | 33.40 | N/A |

By Order of the Board of Directors

Company Secretary

Kuala Lumpur
28 February 2008