



CAB CAKARAN CORPORATION BERHAD
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED
31 MARCH 2009**

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CAB CAKARAN CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENTS
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER 3 months ended 31 March		CUMULATIVE QUARTER 6 months ended 31 March	
		2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Revenue	9	110,797	123,213	258,299	250,200
Profit/(Loss) from operations		(2,080)	(545)	(106)	3,633
Finance costs		(1,219)	(1,405)	(2,591)	(2,791)
Investment revenue		572	650	1,043	1,154
Profit/(Loss) before taxation	9	(2,727)	(1,300)	(1,654)	1,996
Taxation	19	(41)	(526)	(464)	(1,168)
Profit/(Loss) for the period		(2,768)	(1,826)	(2,118)	828
Profit/(Loss) attributable to equity holders of the parent		(1,856)	(1,565)	(690)	923
Minority interests		(912)	(261)	(1,428)	(95)
		(2,768)	(1,826)	(2,118)	828
Basic earnings per ordinary share (sen)	27	(1.41)	(1.19)	(0.52)	0.70
Diluted earnings per ordinary share (sen)	27	NA	NA	NA	NA

The condensed consolidated income statements should be read in conjunction with the audited financial statements of the Group for the financial year ended September 30, 2008 and the accompanying explanatory notes attached to the interim financial statements.

CAB CAKARAN CORPORATION BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEETS

	Note	As at 31 March 2009 (Unaudited) RM'000	As at 30 September 2008 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		109,812	112,071
Investment properties		19,048	19,048
Prepaid lease payments on leasehold land		7,717	7,805
Other investment		260	260
Agricultural expenditure		177	177
Deferred tax assets		130	94
Goodwill		2,566	2,566
		<u>139,710</u>	<u>142,021</u>
Current Assets			
Inventories		23,445	25,573
Trade and other receivables		68,840	89,511
Other assets		5,161	4,960
Current tax assets		50	214
Short term deposits with licensed banks		3,997	2,747
Cash and bank balances		3,564	3,980
Non-current assets classified as held for sale		1,159	3,541
		<u>106,216</u>	<u>130,526</u>
TOTAL ASSETS		<u>245,926</u>	<u>272,547</u>
EQUITY AND LIABILITIES			
Share capital		65,890	65,890
Less: Treasury shares		(69)	-
Reserves		11,716	12,418
		<u>77,537</u>	<u>78,308</u>
Minority interests		13,011	14,459
Total Equity		<u>90,548</u>	<u>92,767</u>
NON-CURRENT LIABILITIES			
Long-term borrowings	23	12,220	14,124
Deferred tax liabilities		6,075	7,329
		<u>18,295</u>	<u>21,453</u>
CURRENT LIABILITIES			
Trade and other payables		55,849	80,251
Short-term borrowings	23	78,182	76,320
Tax liabilities		3,052	1,756
		<u>137,083</u>	<u>158,327</u>
TOTAL EQUITY AND LIABILITIES		<u>245,926</u>	<u>272,547</u>
Net Assets per share of RM0.50 each attributable to ordinary equity holders of the parent (RM)		<u>0.59</u>	<u>0.59</u>

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements of the Group for the financial year ended September 30, 2008 and the accompanying explanatory notes attached to the interim financial statements.

CAB CAKARAN CORPORATION BERHAD
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(The figures have not been audited)

Six (6) Months Ended March 31, 2009

	< ----- Attributable to the equity holders of the parent ----- >								Total Equity
	<----- Non-distributable ----->					Distributable		Minority Interest	
	Share Capital	Share Premium	Revaluation Reserve	Treasury Shares	Translation Reserve	Retained Profit	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
As at October 1, 2008	65,890	71	5,348	-	(14)	7,013	78,308	14,459	92,767
Transfer of revaluation reserve	-	-	(81)	-	-	81	-	-	-
Realisation of revaluation reserve upon disposal of revalued assets	-	-	(56)	-	-	56	-	-	-
Currency translation differences	-	-	-	-	(12)	-	(12)	(20)	(32)
Net income and expenses recognised directly in equity	-	-	(137)	-	(12)	137	(12)	(20)	(32)
Purchase of treasury shares	-	-	-	(69)	-	-	(69)	-	(69)
Net loss for the financial period	-	-	-	-	-	(690)	(690)	(1,428)	(2,118)
Balance as at March 31, 2009	65,890	71	5,211	(69)	(26)	6,460	77,537	13,011	90,548

CAB CAKARAN CORPORATION BERHAD
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(The figures have not been audited)

Six (6) Months Ended March 31, 2008

	< ----- Attributable to the equity holders of the parent ----- >							
	Share Capital	<----- Non-distributable ----->			Distributable Retained Profit	Total	Minority Interest	Total Equity
		Share Premium	Revaluation Reserve	Translation Reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at October 1, 2007	65,890	71	5,748	9	5,763	77,481	13,503	90,984
Transfer of revaluation reserve	-	-	(81)	-	81	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-
Net income and expenses recognized directly in equity	-	-	(81)	-	81	-	-	-
MI arising from allotment of shares in a subsidiary co							1,045	1,045
Profit for the financial period	-	-	-	-	923	923	(95)	828
Balance as at March 31, 2008	65,890	71	5,667	9	6,767	78,404	14,453	92,857

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements of the Group for the financial year ended September 30, 2008 and the accompanying explanatory notes attached to the interim financial statements.

CAB CAKARAN CORPORATION BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
(The figures have not been audited)

	6 months ended March 31, 2009 RM'000	6 months ended March 31, 2008 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	(2,118)	828
Adjustments for:		
Non-cash items	3,800	4,146
Non-operating items	2,228	2,324
Tax expenses recognized in profit or loss	463	1,168
Operating profit before working capital changes	4,373	8,466
Net change in current assets	22,509	(6,990)
Net change in current liabilities	(24,343)	6,767
Effect of exchange rates changes on working capital	(32)	-
Cash generated from operations	2,507	8,243
Interests paid & received	16	-
Income tax paid & refund	(294)	(281)
Net cash generated from operating activities	2,229	7,962
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	3,589	392
Interest received	50	31
Purchase of property, plant and equipment	(1,985)	(3,655)
Purchase of leasehold land	-	(1,122)
Investment in subsidiary company	(48)	(1,050)
Net cash generated from/(used in) investing activities	1,606	(5,404)
CASH FLOWS FROM FINANCING ACTIVITIES		
Purchase of treasury shares	(69)	-
Proceeds from issuance of share capital		1,122
Net change in long-term loans	104	(1,953)
Net change in short-term borrowings	(1,017)	(2,762)
Net change in hire-purchase	(1,676)	(58)
Interest paid	(2,286)	(2,482)
Advance/repayment from directors	1	11
Short term deposit pledged as security	(1,250)	(158)
Net cash used in financing activities	(6,193)	(6,280)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,358)	(3,722)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(4,919)	(6,249)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	(7,277)	(9,971)
REPRESENTED BY:-		
Bank overdrafts	(10,841)	(12,824)
Deposits with licensed financial institution	3,997	2,698
Cash and Bank Balances	3,564	2,853
	(3,280)	(7,273)
Less: Deposits pledged as security	(3,997)	(2,698)
	(7,277)	(9,971)

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements of the Group for the financial year ended September 30, 2008 and the accompanying explanatory notes attached to the interim financial statements.

CAB CAKARAN CORPORATION BERHAD
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NOTES TO THE INTERIM FINANCIAL REPORT

PART A : EXPLANATORY NOTES AS PER FRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The 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 interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended September 30, 2008. The explanatory notes attached to the interim financial report 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 financial year ended September 30, 2008.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended September 30, 2008 except for the adoption of the following new/ revised Financial Reporting Standards ("FRS") and Issues Committee ("IC") which have been issued but not yet effective :

FRS 4	Insurance Contracts *
FRS 7	Financial Instruments: Disclosures *
FRS 8	Operating Segments **
FRS 139	Financial Instruments: Recognition & Measurement *
IC Interpretation 9	Reassessment of Embedded Derivatives *
IC Interpretation 10	Interim Financial Reporting and Impairment *

* Effective for accounting periods beginning on or after January 1, 2010.

** Effective for accounting periods beginning on or after July 1, 2009.

FRS 139 establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non financial items. By virtue of the exemption in paragraph 103AB of FRS 139, the impact on the financial statements upon first adoption of this standard as required by paragraph 30(b) of FRS 108, Accounting Policies, Changes in Accounting Estimates and Errors is not disclosed.

The directors anticipate that the adoption of FRS 4, FRS 7, FRS 8 IC Interpretations 9 and 10 in future periods will have no material financial impact on the financial statements of the Group and of the Company.

3. Audit opinion

The auditors' report on the audited financial statements of the Group for the financial year ended September 30, 2008 was not subject to any audit qualifications.

4. Seasonal or cyclical factors

The Group's financial performance in the current quarter was not significantly affected by any seasonal or cyclical factors.

5. Unusual items

There were no unusual nature and amount of items affecting assets, liabilities, equity, net income or cash flows of the Group in the current quarter ended March 31, 2009.

6. Material change in estimates

There were no material changes in estimates of amounts reported in the prior quarter and/ or financial year that have a material effect on the Group in the current quarter ended March 31, 2009.

7. Changes in debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities by the company for the current quarter ended March 31, 2009 save for Share Buy Back transactions.

At the Annual General Meeting held on March 26, 2009, the shareholders of the Company had approved the Proposed Renewal of Share Buy Back for the Company to purchase its own ordinary shares of RM0.50 each as may be determined by the Directors of the Company up to a maximum of 10% of the issued and paid up capital of the Company. The mandate will expire upon the conclusion of the next Annual General Meeting of the Company.

On January 2, 2009, the Company repurchased another 24,500 treasury shares at total costs of RM8,095.00

As at March 31, 2009, a total of 218,200 shares were repurchased and held as treasury shares and carried at cost of RM69,304.

8. Dividends paid

There was no dividend paid for the current year to date.

9. Segment information

The analysis of contribution by business activities of the Group is as follows:-

	Three (3) Months ended March 31, 2009		Six (6) Months ended March 31, 2009	
	Profit/ (Loss) Before		Profit/ (Loss) Before	
	Revenue RM'000	Taxation RM'000	Revenue RM'000	Taxation RM'000
By Business Activities				
Investment holding	-	(74)	-	(208)
Integrated poultry farming and processing	96,684	(1,711)	214,218	121
Marine products manufacturing	5,574	(837)	27,918	(1,269)
Restaurants and franchising	790	(96)	1,643	(143)
Value-added food products manufacturing and trading	7,749	(9)	14,520	(155)
Consolidated	110,797	(2,727)	258,299	(1,654)

The analysis of contribution by geographical locations of the Group is as follows:-

	Three (3) Months Ended March 31, 2009		Six (6) Months Ended March 31, 2009	
	RM'000	%	RM'000	%
Revenue				
By Geographical Locations				
Malaysia	104,831	94.6%	229,554	88.9%
United States of America	2,819	2.6%	24,756	9.6%
Others	3,147	2.8%	3,989	1.5%
Consolidated	110,797	100.0%	258,299	100.0%

The Directors are of the opinion that all inter-segment transfers have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. Those transfers are eliminated on consolidation.

10. Valuation of property, plant and equipment

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. There was no revaluation of property, plant and equipment for the current quarter under review.

The valuation of land and buildings has been brought forward without any amendment from the previous audited financial statements.

11. Material events subsequent to the end of the interim period

There were no material events which occurred subsequent to the end of current quarter ended March 31, 2009 until the date of the interim financial statements.

12. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter under review and financial year to date up to March 31, 2009 save as disclosed below:

(i) On November 18, 2008, a wholly owned subsidiary of the company, Likes Marketing Sdn Bhd ("LMSB"), increased its equity interest in Protheme Pte Ltd ("PPL") from 51% to 71.51% by acquiring additional 20,510 ordinary shares of S\$1 each in PPL for a cash consideration of S\$20,510. In consequence thereof, PPL becomes a 71.51% subsidiary of LMSB.

13. Changes in contingent liabilities and assets

As at March 31, 2009, the Company has issued corporate guarantees amounting to RM139.609 million (March 31 2008 : RM146.630 million) as security to financial institutions and suppliers for banking facilities and/ or credit terms respectively granted to its subsidiary companies.

14. Capital commitments

The capital commitments of the Group as at March 31, 2009 are as follows:-

	RM'000
Property, plant and equipment:	
Authorised but not contracted for	-
Approved and contracted for in the financial statements	6,048
Total	<u>6,048</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS

PART B : ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA SECURITIES LISTING REQUIREMENTS

15. Review of performance

For the second quarter ended March 31, 2009, the Group recorded revenue of RM110.797 million, representing a decrease of 10% over the prior year corresponding quarter's revenue of RM123.213 million. The lower revenue in the current quarter as compared to the revenue of the prior year corresponding quarter was mainly due to lower sales recorded in almost all divisions.

The Group recorded higher loss before taxation of RM2.727 million as compared to loss before taxation of RM1.300 million in the prior year corresponding quarter. This was due to lower ex farm price of broilers and DOC.

16. Comment on material change in profit before taxation

The comparison of the Group revenue and profit before taxation for the current quarter and preceding quarter is summarised as follows:-

	2009 Quarter 2 RM'000	2009 Quarter 1 RM'000	Variance RM'000	%
Revenue	110,797	147,502	(36,705)	(24.88%)
(Loss)/Profit Before Taxation	(2,727)	1,073	(3,800)	(354.15%)

For the current quarter ended March 31 2009, the Group recorded lower revenue relative to the revenue recorded in the preceding quarter mainly due to lower sales in almost all divisions except value added food products manufacturing and trading division. The continued ban on export on seafood products to European market has resulted in revenue recorded in marine product division decreased by 75% from the previous quarter. The Group recorded loss in the current quarter due to lower broilers & DOC prices.

17. Commentary on prospects

In view of the current uncertainty and slow down in the overall global economy, it is anticipated that the overall business environment will remain challenging in the remaining quarters of this financial year. The Group marine product division continues to face challenges in view of the lacklustre outlook of the seafood industry coupled with the ban on export on seafood to European market. However, the management believes that its poultry division will continue to drive revenue and earnings to the Group especially after the recent outbreak of A(H1N1) influenza. It is hoped that the group overall performance will be satisfactory in the coming financial year as the management has put in place some cost cutting measures.

18. Variance of actual profit from profit forecast

Not applicable as no profit forecast was published.

19. Taxation

	3 months ended		6 months ended	
	31.03.09	31.03.08	31.03.09	31.03.08
	RM'000	RM'000	RM'000	RM'000
Current taxation				
- Current	590	(30)	1,584	755
- Prior years	170	212	170	213
	<u>759</u>	<u>182</u>	<u>1,754</u>	<u>968</u>
Deferred taxation	(719)	344	(1,290)	200
	<u>41</u>	<u>526</u>	<u>464</u>	<u>1,168</u>

For the current quarter and year to date under review, the effective tax rate is higher than the statutory tax rate as certain expenses of the Group were disallowed for tax purpose.

20. Unquoted investments and/ or properties

There were no material purchases or disposals of unquoted investments and/ or properties in the current quarter ended March 31, 2009.

21. Quoted investments

There were no purchases or disposals of quoted investments during the current quarter ended March 31, 2009.

22. Corporate proposals

There were no corporate proposals announced but not completed in the current quarter ended March 31, 2009 and up to the date of this interim report.

23. Group borrowings and debt securities

The Group's total bank borrowings as at March 31, 2009 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term borrowings:			
Bank overdrafts	8,487	2,354	10,841
Bankers' acceptances and export credit refinancing	33,995	25,807	59,802
Hire purchase	2,506	-	2,506
Term loan	3,854	1,179	5,033
Sub-total	<u>48,842</u>	<u>29,340</u>	<u>78,182</u>
Long-term borrowings:			
Hire purchase	3,967	-	3,967
Term loan	6,670	1,583	8,253
Sub-total	<u>10,637</u>	<u>1,583</u>	<u>12,220</u>
Total borrowings	<u>59,479</u>	<u>30,923</u>	<u>90,402</u>

The above borrowings are denominated in Ringgit Malaysia.

24. Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at the date of issue of this Interim Financial Report save for foreign currency forward contracts. Foreign currency forward contracts are entered into by the Group in currencies other than their functional currency to manage exposure to fluctuations in foreign currency exchange rates on specific transactions. In general, the Group's policy is to hedge as far as possible all amounts of receivables in foreign currency.

The contracted amount and fair value of financial instruments not recognised in the balance sheet based on exchange rate as at May 22, 2009 are as follows:-

	Fair Value RM'000	Contracted Amount RM'000
Foreign currency forward contracts	5,868	5,525

The fair value of foreign currency forward contracts are calculated by reference to the current rate of contracts with similar maturity profiles.

25. Changes in material litigation

There were no material litigations as at the date of the interim financial statements save as disclosed below.

The court hearing on the petition to wind up the Company's 75% owned subsidiary, N.T. Huat Kee Fisheries Sdn. Bhd. has been further adjourned to July 27, 2009.

26. Proposed Dividend

No interim dividend has been declared for the current quarter ended March 31, 2009.

27. Earnings per share

The basic earnings per ordinary share and diluted earnings per ordinary share are calculated based on the Group's net profit attributable to ordinary shareholders over the weighted average number of ordinary shares in issue as follows:-.

	Current Year Quarter March 31, 2009	Prior Year Quarter March 31, 2008	Current Year To Date March 31, 2009	Preceding Year Corresponding Period March 31, 2008
Net profit attributable to shareholders (RM'000)	(1,856)	(1,565)	(690)	923
Weighted average number of Shares				
a) Basic				
Weighted average number of ordinary shares in issue ('000)	131,561	131,779	131,655	131,779
Basic earnings per ordinary share (sen)	(1.41)	(1.19)	(0.52)	0.70
Diluted earnings per ordinary share (sen)	NA	NA	NA	NA

The effect of the assumed conversion of the outstanding employees' share options to ordinary shares would be anti-dilutive as the market price of the ordinary shares is currently lower than the subscription price.

28. 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 May 26, 2009.