

PROGRESSIVE IMPACT CORPORATION BERHAD
(Company No. 203352-V)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2008
(The figures have not been audited)

	Individual Quarter Preceding Year		Cumulative Quarter Preceding Year	
	Current Year Quarter 31.03.2008	Corresponding Quarter 31.03.2007	Current Year To Date 31.03.2008	Corresponding Period 31.03.2007
	RM'000	RM'000	RM'000	RM'000
Revenue	14,895	13,575	14,895	13,575
Cost of sales	(1,429)	(1,226)	(1,429)	(1,226)
Gross profit	<u>13,466</u>	<u>12,349</u>	<u>13,466</u>	<u>12,349</u>
Other income	151	254	151	254
Staff Costs	(3,535)	(3,303)	(3,535)	(3,303)
Depreciation	(1,010)	(1,077)	(1,010)	(1,077)
Operating expenses	(3,023)	(2,640)	(3,023)	(2,640)
Profit from operations	<u>6,049</u>	<u>5,583</u>	<u>6,049</u>	<u>5,583</u>
Financing Cost	-	9	-	9
Share of loss of associated company	(150)	-	(150)	-
Profit before tax	<u>5,899</u>	<u>5,592</u>	<u>5,899</u>	<u>5,592</u>
Taxation	(1,652)	(1,483)	(1,652)	(1,483)
Net profit for the period	<u><u>4,247</u></u>	<u><u>4,109</u></u>	<u><u>4,247</u></u>	<u><u>4,109</u></u>
Attributable to :				
Equity holders of the parents	3,207	3,158	3,207	3,158
Minority interest	1,040	951	1,040	951
Net profit for the period	<u><u>4,247</u></u>	<u><u>4,109</u></u>	<u><u>4,247</u></u>	<u><u>4,109</u></u>
Earnings per share attributable to equity holders of the parent				
Basic earnings per share (sen) *	<u><u>0.49</u></u>	<u><u>0.48</u></u>	<u><u>0.49</u></u>	<u><u>0.48</u></u>

* In order to provide a comparable results, the corresponding period and quarter's earnings per share has been calculated base on the number of shares in issue after the bonus issue and share split exercise during the year.

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the financial statements.

PROGRESSIVE IMPACT CORPORATION BERHAD
(Company No. 203352-V)

CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2008

(The figures have not been audited)

	As At End Of Current Quarter 31.03.2008 RM'000	(Audited) As At Preceding Financial Year End 31.12.2007 RM'000
ASSETS		
Non - Current assets		
Property, plant and equipment	24,125	23,654
Investment property	3,843	3,843
Other investment	11,085	-
Prepaid lease payment	444	450
Goodwill on consolidation	13,700	13,700
	53,197	41,647
Current assets		
Inventories	1,076	972
Trade receivables	14,405	10,431
Other receivables	6,557	2,695
Tax recoverable	1,974	2,045
Available for sale financial assets	20	20
Cash and cash equivalents	29,694	39,515
	53,726	55,678
TOTAL ASSETS	106,923	97,325
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share capital	65,800	47,000
Share Premium	143	170
Other reserves	1,785	1,296
Retained profit	14,529	29,569
	82,257	78,035
Minority interest	7,625	7,406
Total equity	89,882	85,441
Non Current Liabilities		
Long term borrowings	-	-
Deferred taxation	3,164	3,133
	3,164	3,133
Current liabilities		
Trade payables	4,886	1,469
Other payables	7,903	6,227
Short term borrowings	-	-
Taxation	1,088	1,055
	13,877	8,751
Total Liabilities	17,041	11,884
TOTAL EQUITY AND LIABILITIES	106,923	97,325
Net assets per share attributable to equity holders of the parent (RM)	0.13	0.83

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the financial statements.

PROGRESSIVE IMPACT CORPORATION BERHAD
(Company No. 203352-V)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2008

(The figures have not been audited)

	Share Capital RM'000	Non Distributable Share Premium RM'000	Other Reserves RM'000	Distributable Retained Profits RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 January 2007	47,000	303	1,500	22,365	71,168	5,678	76,846
Foreign exchange reserve	-	-	(290)	-	(290)	(129)	(419)
Expenses for bonus issue and share split exercise	-	(133)	-	-	(133)	-	(133)
Reversal of deferred taxation	-	-	86	-	86	-	86
Net expenses recognised directly in equity	-	(133)	(204)	-	(337)	(129)	(466)
Profit for the year	-	-	-	12,967	12,967	3,497	16,464
Total recognised income and expenses for the year	-	(133)	(204)	12,967	12,630	3,368	15,998
Dividend	-	-	-	(5,763)	(5,763)	(1,640)	(7,403)
At 31 December 2007	47,000	170	1,296	29,569	78,035	7,406	85,441
At 1 January 2008	47,000	170	1,296	29,569	78,035	7,406	85,441
Foreign exchange reserve	-	-	489	553	1,042	(425)	617
Expenses for bonus issue and share split exercise	-	(27)	-	-	(27)	-	(27)
Net expenses recognised directly in equity	-	(27)	489	553	1,015	(425)	590
Profit for the period	-	-	-	3,207	3,207	1,040	4,247
Total recognised income and expense for the period	-	(27)	489	3,760	4,222	615	4,837
Bonus issue & share split	18,800	-	-	(18,800)	-	-	-
Dividend	-	-	-	-	-	(396)	(396)
At 31 March 2008	65,800	143	1,785	14,529	82,257	7,625	89,882

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2007.

PROGRESSIVE IMPACT CORPORATION BERHAD
(Company No. 203352-V)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2008
(Unaudited)

	Cumulative Current Year Quarter 31.03.2008 RM'000	Cumulative Preceding Year Period 31.03.2007 RM'000
Net cash inflow from operating activities	1,264	8,225
Net cash outflow from investing activities	(11,085)	(365)
Net cash outflow from financing activities	-	(261)
Net (decrease)/increase in cash and cash equivalents	<u>(9,821)</u>	<u>7,599</u>
Cash and cash equivalents at 1 January 2008/2007	39,515	25,829
Cash and cash equivalents 31 March 2008/2007	<u><u>29,694</u></u>	<u><u>33,428</u></u>

Notes :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2007 and the accompanying explanatory notes attached to the financial statements.

SELECTED EXPLANATORY NOTES

1. Accounting Policies and Methods Of Computation

The interim financial statements are unaudited and have been prepared in accordance with 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 December 2007. 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 financial year ended 31 December 2007.

2. Changes in Accounting Policies

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

3. Audit Report

The auditors' report on the financial statements for the year ended 31 December 2007 was not qualified.

4. Seasonality or Cyclicity

The Group's performance is not affected by any seasonal or cyclical factors.

5. 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 31 March 2008.

6. Issuance, cancellations, repurchases, resale and repayments of debt and equity securities

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the current period to date under review.

7. Dividends

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2007 of 0.72 sen per share less tax at 26% on 658,000,000 ordinary shares amounting to a dividend payable of RM3,500,000 (0.53 sen net per ordinary share) will be proposed for shareholders approval. The current quarter report do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in equity as an appropriation of retained profits in the second quarter report of the financial year ending 31 December 2008.

SELECTED EXPLANATORY NOTES

8. Segmental Information

(a) Business Segments

Segmental information is presented in respect of the Group's business segments:-

	Environmental Consulting & Eng. Services	Laboratory Testing Services	Waste Management	Others*	Elimination	Cumulative Quarter ended 31.03.2008
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment Revenue						
External revenue	8,935	5,960	-	-	-	14,895
Inter- segment revenue	-	922	-	601	(1,523)	-
Total revenue	<u>8,935</u>	<u>5,592</u>	<u>-</u>	<u>601</u>	<u>(1,523)</u>	<u>14,895</u>
Segment Results						
Segment results/ Profit from operations	2,774	3,356	(150)	(81)	-	5,899
(Financing cost)/ profit from deposits, net	-	-	-	-	-	-
Taxation						<u>(1,652)</u>
Profit After Taxation						4,247
Minority Interest						<u>(1,040)</u>
Net profit for the year						<u>3,207</u>

* The segment denotes as "others" includes the results of Progressive Impact Corporation Berhad ("the Company") and an investment holding subsidiary.

9. Valuation of Property, Plant and Equipment

Freehold and leasehold land and building are stated at valuation. Revaluations were made based on a valuation by an independent valuer on an open market value basis.

10. Subsequent Events

There were no material events subsequent to the end of the reporting quarter.

11. Change In The Composition of The Group

There was no change in the composition of the Group for the current quarter since the last audited financial statements ended 31 December 2007 except that the Company has acquired 50% equity holding in Teknik Datasab Sdn Bhd on 11 February 2008 and 30.2% equity holding of PJBumi Berhad on 22 February 2008 for a total cash consideration of RM2.0 million and RM9.06 million respectively.

12. Contingent Liabilities and Contingent Assets

There were no material changes in contingent liabilities and contingent assets of a material nature since the last audited financial statements for the year ended 31 December 2007.

13. Capital Commitments

Total outstanding approved capital commitments not contracted for at the end of the current quarter is RM5.41 million.

SELECTED EXPLANATORY NOTES

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

1. Performance Review

For the first quarter ended 31 March 2008, the Group recorded a revenue of RM14.89 million and profit before tax of RM5.89 million. The revenues decreased by 3% compared to the immediate preceding quarter. Mainly due to delay in the renewal of certain contracts with existing clients. The delay are administrative in nature and has been resolve in the second quarter.

The profit before tax (PBT) in the first quarter is 2% less as compared to the immediate preceding quarter due to lower revenue recorded during the quarter and losses attributable by the waste management segment.

The Group recorded turnover and profit before taxation of RM14.89 million and RM5.89 million respectively for the period ended 31 March 2008 compared to RM13.58 million and RM5.59 million for the preceding year corresponding period ended 31 March 2007 respectively.

The revenue and profit before tax has increased by 9.65% and 8.23% respectively compared to preceding year corresponding period. This is mainly due to the increase of revenues from both the Environmental Consultancy and Laboratory Testing services segments.

2. Comment on Material Change in Profit Before Taxation

There is no material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter.

3. Commentary On Prospects

With the continuing improvement in the world economic prospects, the performance outlook for year 2008 is envisaged to be favourable.

The Group is also expected to improve upon its results through increased efficiency in the Group's operation.

4. Taxation

	3 months ended	
	31.03.08	31.03.07
	RM'000	RM'000
Taxation comprise the following :		
Current tax:		
- Malaysia Income Tax	1,652	1,147
- Foreign Tax	-	336
Tax expense	<u>1,652</u>	<u>1,483</u>

The effective tax rate for the quarter under review was 26% which is in line with current statutory rate.

5. Sale of Unquoted Investments and/or Properties

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

6. Purchase or Disposal of Quoted Securities

(a) There were no purchases or disposals of quoted securities for the current quarter under review.

(b) There were no investments in quoted securities as at the end of the reporting period.

SELECTED EXPLANATORY NOTES

7. Corporate Proposals

Status of Corporate Proposal

There were no corporate proposals announced from the date of the last quarter report to the date of this announcement.

8. Borrowings

There is no Group borrowings as at 31 March 2008 and the precedent quarter.

9. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

10. Changes in Material Litigation

There are no changes to any material litigation since the last audited financial statement for the year ended 31 December 2007.

11. Basis of calculation of earnings per share

The basic earnings per share for the quarter and cumulative year to date are computed as follow:

	Individual Current Year Quarter 31.03.08	Cumulative Current Year To Date 31.03.08
Profit for the period (RM'000)	3,207	3,207
Number of ordinary shares of RM0.10 each in issue ('000)	658,000	658,000
Basic Earnings Per Share (sen)	0.49	0.49

There is no diluted earnings per share as there were no potential dilutive ordinary shares outstanding as at the end of the reporting period.

By order of the Board
PROGRESSIVE IMPACT CORPORATION BERHAD
Hajjah Zaidah Binti Haji Mohd Salleh
Company Secretary (MIA 3313)

Shah Alam
6 May 2008