

**CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2009**  
**(The figures have not been audited)**

	Individual Quarter Preceding Year		Cumulative Quarter Preceding Year	
	Current Year Quarter 31.03.2009	Corresponding Quarter 31.03.2008	Current Year To Date 31.03.2009	Corresponding Period 31.03.2008
	RM'000	RM'000	RM'000	RM'000
Revenue	17,822	14,895	17,822	14,895
Cost of sales	(3,368)	(1,429)	(3,368)	(1,429)
Gross profit	<u>14,454</u>	<u>13,466</u>	<u>14,454</u>	<u>13,466</u>
Other income	238	151	238	151
Staff Costs	(4,580)	(3,535)	(4,580)	(3,535)
Depreciation	(1,087)	(1,010)	(1,087)	(1,010)
Operating expenses	(2,993)	(3,023)	(2,993)	(3,023)
Profit from operations	<u>6,032</u>	<u>6,049</u>	<u>6,032</u>	<u>6,049</u>
Financing Cost	(3)	-	(3)	-
Share of profit/(loss) of an associate	684	(150)	684	(150)
Profit before tax	<u>6,713</u>	<u>5,899</u>	<u>6,713</u>	<u>5,899</u>
Taxation	(1,534)	(1,652)	(1,534)	(1,652)
Net profit for the period	<u><u>5,179</u></u>	<u><u>4,247</u></u>	<u><u>5,179</u></u>	<u><u>4,247</u></u>
<b>Attributable to :</b>				
Equity holders of the parents	3,987	3,207	3,987	3,207
Minority interest	1,192	1,040	1,192	1,040
Net profit for the period	<u><u>5,179</u></u>	<u><u>4,247</u></u>	<u><u>5,179</u></u>	<u><u>4,247</u></u>
<b>Earnings per share attributable to equity holders of the parent</b>				
<b>Basic earnings per share (sen) *</b>	<u><u>0.61</u></u>	<u><u>0.49</u></u>	<u><u>0.61</u></u>	<u><u>0.49</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 financial year ended 31 December 2008 and the accompanying explanatory notes attached to the financial statements.

CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 31 MARCH 2009  
(The figures have not been audited)

	As At End Of Current Quarter 31.03.2009 RM'000	(Audited) As At Preceding Financial Year End 31.12.2008 RM'000
<b>ASSETS</b>		
<b>Non - Current assets</b>		
Property, plant and equipment	25,082	25,528
Concession asset under construction	28,081	28,081
Investment properties	4,110	4,110
Investment in associate	8,817	8,133
Prepaid lease payment	419	425
Intangible assets	16,163	16,163
	82,672	82,440
<b>Current assets</b>		
Inventories	3,938	2,566
Trade receivables	20,336	19,746
Other receivables	10,859	7,437
Tax recoverable	2,284	2,282
Investment in unit trusts	20	20
Cash and cash equivalents	24,177	24,899
	61,614	56,950
<b>TOTAL ASSETS</b>	144,286	139,390
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to the equity holders of the parent</b>		
Share capital	65,800	65,800
Share Premium	170	170
Other reserves	1,881	1,936
Retained earnings	20,573	16,586
	88,424	84,492
<b>Minority interest</b>	15,792	14,286
<b>Total equity</b>	104,216	98,778
<b>Non Current Liabilities</b>		
Long term borrowings	14,049	14,049
Deferred taxation	4,017	4,017
	18,066	18,066
<b>Current liabilities</b>		
Trade payables	12,314	13,656
Other payables	7,857	7,322
Short term borrowings	72	86
Taxation	1,761	1,482
	22,004	22,546
<b>Total Liabilities</b>	40,070	40,612
<b>TOTAL EQUITY AND LIABILITIES</b>	144,286	139,390
<b>Net assets per share attributable to equity holders of the parent (RM)</b>	0.13	0.90

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 31 MARCH 2009  
(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
<b>At 1 January 2008</b>	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 year	-	-	-	3,207	3,207	1,040	4,247
Total recognised income and expenses for the year	-	(27)	489	3,760	4,222	615	4,837
Bonus issue & share split	18,800	-	-	(18,800)	-	-	-
Dividend	-	-	-	-	-	(396)	(396)
<b>At 31 March 2008</b>	<b>65,800</b>	<b>143</b>	<b>1,785</b>	<b>14,529</b>	<b>82,257</b>	<b>7,625</b>	<b>89,882</b>
<b>At 1 January 2009</b>	65,800	170	1,936	16,586	84,492	14,286	98,778
Foreign exchange reserve	-	-	(55)	-	(55)	314	259
Expenses for bonus issue and share split exercise	-	-	-	-	-	-	-
Net expenses recognised directly in equity	-	-	(55)	-	(55)	314	259
Profit for the period	-	-	-	3,987	3,987	1,192	5,179
Total recognised income and expense for the period	-	-	(55)	3,987	3,932	1,506	5,438
Bonus issue & share split	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-
<b>At 31 March 2009</b>	<b>65,800</b>	<b>170</b>	<b>1,881</b>	<b>20,573</b>	<b>88,424</b>	<b>15,792</b>	<b>104,216</b>

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008.

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2009**  
**(Unaudited)**

	<b>Cumulative Current Year Quarter 31.03.2009 RM'000</b>	<b>Cumulative Preceding Year Period 31.03.2008 RM'000</b>
<b>Net cash inflow from operating activities</b>	(722)	1,264
<b>Net cash outflow from investing activities</b>	-	(11,085)
<b>Net cash outflow from financing activities</b>	-	-
Net (decrease)/increase in cash and cash equivalents	<u>(722)</u>	<u>(9,821)</u>
<b>Cash and cash equivalents at 1 January 2009/2008</b>	24,899	39,515
<b>Cash and cash equivalents at 31 March 2009/2008</b>	<u><u>24,177</u></u>	<u><u>29,694</u></u>

Notes :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the financial year ended 31 December 2008 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 financial year ended 31 December 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 financial year ended 31 December 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 31 December 2008.

**3. Audit Report**

The auditors' report on the financial statements for the financial year ended 31 December 2008 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 2009.

**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 2008 of 0.65 sen per share less tax at 25% on 658,000,000 ordinary shares amounting to a dividend payable of RM3,200,000 (0.49 sen net per ordinary shares) will be proposed for shareholders approval to be paid on 9 June 2009 to all shareholders on the Register of Members at the close of business on 28 May 2009. 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 ended 31 December 2009.

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 Engineering	Others*	Elimination	Cumulative Quarter ended 31.03.2009
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Segment Revenue</b>						
External revenue	10,421	5,772	1,629	-	-	17,822
Inter-segment revenue	-	779	-	-	(779)	-
Total revenue	10,421	6,551	1,629	-	(779)	17,822
<b>Segment Results</b>						
Segment results/ Profit from operations	4,091	2,643	1,026	(1,047)	-	6,713
(Financing cost)/ profit from deposits, net	-	-	-	-	-	-
Taxation						(1,534)
Profit After Taxation						5,179
Minority Interest						(1,192)
Net profit for the year						3,987

\* 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 buildings 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 4th Quarter ended 31 December 2008.

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 financial year ended 31 December 2008.

13. Capital Commitments

Total outstanding approved capital commitments not contracted for at the end of the current quarter is RM4.1 million.

**SELECTED EXPLANATORY NOTES**

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**1. Performance Review**

For the first quarter ended 31 March 2009, the Group recorded a revenue of RM17.8 million which is 20% higher as compared to the preceding year corresponding period ended 31 March 2008 of RM14.9 million. The increase were mainly contributed by the waste management engineering segments.

The Group profit before tax (PBT) of RM6.7 million was 14% higher than the preceding year corresponding period ended 31 March 2008 of RM5.9 million but 9% lower as compared to the immediate preceding quarter ended 31 December 2008 of RM7.4 million. The decrease was mainly due to the increase of administrative costs and lower revenue recorded in current period as compared to the immediate preceding quarter.

**2. Comment on Material Change in Profit Before Taxation**

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

**3. Commentary On Prospects**

With the continuous improvement towards environmental awareness by all the relevant parties in the industries, the performance outlook for year 2009 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	
	31.03.09	31.03.08
	RM'000	RM'000
Taxation comprise the following :		
Current tax :		
- Malaysia Income Tax	1,253	1,652
- Foreign Tax	281	-
Tax expense	<u>1,534</u>	<u>1,652</u>

The effective tax rate for the quarter under review was 25% which is equivalent to the 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 year 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**

As at 31 March 2009, the Group has the following borrowing :

	<b>As At End Of Current Quarter 31.03.09 RM'000</b>	<b>As At Preceding Year Quarter 31.03.08 RM'000</b>
<b>Term loan - secured :</b>		
Short term	72	-
Long term	14,049	-
<b>Total term loan</b>	<u>14,121</u>	<u>-</u>

**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 financial year ended 31 December 2008.

**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:

	<b>Individual Current Year Quarter 31.03.09</b>	<b>Cumulative Current Year To Date 31.03.09</b>
Profit for the period (RM'000)	<u>3,987</u>	<u>3,987</u>
Number of ordinary shares of RM0.10 each in issue ('000)	<u>658,000</u>	<u>658,000</u>
Basic Earnings Per Share (sen)	<u>0.61</u>	<u>0.61</u>

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