

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009
(The figures have not been audited)

	Individual Quarter Preceding Year		Cumulative Quarter Preceding Year	
	Current Year Quarter 31.12.2009	Corresponding Quarter 31.12.2008	Current Year To Date 31.12.2009	Corresponding Period 31.12.2008
	RM'000	RM'000	RM'000	RM'000
Revenue	19,449	22,849	74,830	71,439
Cost of sales	(5,342)	(5,875)	(15,235)	(12,870)
Gross profit	<u>14,107</u>	<u>16,974</u>	<u>59,595</u>	<u>58,569</u>
Other income	232	218	926	1,615
Staff Costs	(5,181)	(4,575)	(18,868)	(16,484)
Depreciation	(1,017)	(1,151)	(4,340)	(4,920)
Operating expenses	(5,019)	(3,996)	(17,495)	(14,001)
Profit from operations	<u>3,122</u>	<u>7,470</u>	<u>19,818</u>	<u>24,779</u>
Financing Cost	(11)	(6)	(22)	(6)
Share of profit/(loss) of an associate	(556)	(66)	331	(952)
Profit before tax	<u>2,555</u>	<u>7,398</u>	<u>20,127</u>	<u>23,821</u>
Taxation	(2,108)	(1,171)	(6,542)	(8,189)
Net profit for the period	<u><u>447</u></u>	<u><u>6,227</u></u>	<u><u>13,585</u></u>	<u><u>15,632</u></u>
Attributable to :				
Equity holders of the parents	214	4,308	10,215	11,806
Minority interest	233	1,919	3,370	3,826
Net profit for the period	<u><u>447</u></u>	<u><u>6,227</u></u>	<u><u>13,585</u></u>	<u><u>15,632</u></u>
Earnings per share attributable to equity holders of the parent				
Basic earnings per share (sen) *	<u><u>0.03</u></u>	<u><u>0.65</u></u>	<u><u>1.55</u></u>	<u><u>1.79</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 DECEMBER 2009
(The figures have not been audited)

	As At End Of Current Quarter 31.12.2009 RM'000	(Audited) As At Preceding Financial Year End 31.12.2008 RM'000
ASSETS		
Non - Current assets		
Property, plant and equipment	26,773	25,528
Concession asset under construction	26,104	28,081
Investment properties	4,110	4,110
Investment in associate	8,464	8,133
Prepaid lease payment	400	425
Intangible assets	16,163	16,163
	82,014	82,440
Current assets		
Inventories	3,800	2,566
Trade receivables	24,003	19,746
Other receivables	7,782	7,437
Tax recoverable	2,229	2,282
Investment in unit trusts	26	20
Cash and cash equivalents	24,612	24,899
	62,452	56,950
TOTAL ASSETS	144,466	139,390
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share capital	65,800	65,800
Share Premium	170	170
Other reserves	1,196	1,936
Retained earnings	17,226	16,586
	84,392	84,492
Minority interest	17,770	14,286
Total equity	102,162	98,778
Non Current Liabilities		
Long term borrowings	14,554	14,049
Deferred taxation	4,017	4,017
	18,571	18,066
Current liabilities		
Trade payables	11,976	13,656
Other payables	10,965	7,322
Short term borrowings	43	86
Taxation	749	1,482
	23,733	22,546
Total Liabilities	42,304	40,612
TOTAL EQUITY AND LIABILITIES	144,466	139,390
Net assets per share attributable to equity holders of the parent (RM)	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 FOURTH QUARTER ENDED 31 DECEMBER 2009
(The figures have not been audited)

	Non Distributable		Distributable				
	Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	Retained Profits RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1 January 2008	47,000	170	1,296	29,569	78,035	7,406	85,441
Currency translation	-	-	85	-	85	35	120
Revaluation of properties	-	-	555	-	555	-	555
Acquisition of a subsidiary	-	-	-	-	-	5,000	5,000
Net expenses recognised directly in equity	-	-	640	-	640	5,035	5,675
Profit for the year	-	-	-	11,806	11,806	3,826	15,632
Total recognised income and expenses for the year	-	-	640	11,806	12,446	8,861	21,307
Bonus issue	18,800	-	-	(18,800)	-	-	-
Dividends	-	-	-	(5,989)	(5,989)	(1,981)	(7,970)
At 31 December 2008	65,800	170	1,936	16,586	84,492	14,286	98,778
At 1 January 2009	65,800	170	1,936	16,586	84,492	14,286	98,778
Currency translation	-	-	(740)	-	(740)	114	(626)
Revaluation of properties	-	-	-	-	-	-	-
Acquisition of a subsidiary	-	-	-	-	-	-	-
Net expenses recognised directly in equity	-	-	(740)	-	(740)	114	(626)
Profit for the year	-	-	-	10,215	10,215	3,370	13,585
Total recognised income and expenses for the year	-	-	(740)	10,215	9,475	3,484	12,959
Bonus issue	-	-	-	-	-	-	-
Dividends	-	-	-	(9,575)	(9,575)	-	(9,575)
At 31 December 2009	65,800	170	1,196	17,226	84,392	17,770	102,162

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 FOURTH QUARTER ENDED 31 DECEMBER 2009
(Unaudited)

	Cumulative Current Year Quarter 31.12.2009 RM'000	Cumulative Preceding Year Period 31.12.2008 RM'000
Net cash outflow from operating activities	12,896	10,177
Net cash outflow from investing activities	(3,608)	(16,887)
Net cash outflow from financing activities	(9,575)	(7,909)
Net decrease in cash and cash equivalents	<u>(287)</u>	<u>(14,619)</u>
Cash and cash equivalents at 1 January 2009/2008	24,899	39,518
Cash and cash equivalents at 31 December 2009/2008	<u><u>24,612</u></u>	<u><u>24,899</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 Cyclical

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 December 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 2009 of 0.41 sen per share less tax at 25% on 658,000,000 ordinary shares amounting to a dividend payable of RM2,000,000 (0.30 sen net per ordinary shares) will be proposed for shareholders approval to be paid on 7 June 2010 to all shareholders on the Register of Members at the close of business on 26 May 2010. 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 2010.

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 31.12.2009
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment Revenue						
External revenue	48,364	23,260	3,206	-	-	74,830
Inter- segment revenue	-	4,191	-	20,777	(24,968)	-
Total revenue	48,364	27,451	3,206	20,777	(24,968)	74,830
Segment Results						
Segment results/ Profit from operations	13,606	12,575	(1,208)	(4,824)	-	20,149
(Financing cost)/ profit from deposits, net	-	-	(11)	(11)	-	(22)
Taxation						(6,542)
Profit After Taxation						13,585
Minority Interest						(3,370)
Net profit for the year						10,215

* 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 3rd Quarter ended 30 September 2009.

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 RM2.9 million.

SELECTED EXPLANATORY NOTES

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

1. Performance Review

For the fourth quarter ended 31 December 2009, the Group recorded a revenue of RM19.4 million which is 4% lower as compared to the third quarter ended 30 September 2009 of RM20.3 million and 15% lower as compared to the preceding year corresponding period ended 31 December 2008 of RM22.8 million. The decrease is mainly due to decrease of sales.

For the fourth quarter ended 31 December 2009, the Group's profit before tax (PBT) was RM2.5 million which is 55% lower as compared to the third quarter ended 30 September 2009 of RM5.6 million and 66% lower as compared to the preceding corresponding period ended 31 December 2008 of RM7.4 million. The cumulative profit before tax for the financial year ended 31 December 2009 is 16% lower as compared to the preceding year corresponding period ended 31 December 2008. The decrease was mainly due to increase of direct and administrative costs 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 2010 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

	12 months ended	
	31.12.09	31.12.08
	RM'000	RM'000
Taxation comprise the following :		
Current tax :		
- Malaysia Income Tax	5,628	7,165
- Foreign Tax	914	1,024
Tax expense	<u>6,542</u>	<u>8,189</u>

The effective tax rate for the quarter under review was 33% which is higher than the current statutory rate of 25%.

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 December 2009, the Group has the following borrowing :

	As At End Of Current Quarter 31.12.09 RM'000	As At Preceding Year Quarter 31.12.08 RM'000
Secured :		
Current - Hire purchase	43	86
Non-current - Term loan	14,554	14,049
Total borrowings	<u>14,597</u>	<u>14,135</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:

	Individual Current Year Quarter 31.12.09	Cumulative Current Year To Date 31.12.09
Profit for the period (RM'000)	<u>214</u>	<u>10,215</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>0.03</u>	<u>1.55</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