

TENGGARA OIL BERHAD (8695-M)

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR FIRST QUARTER ENDED 30 APRIL 2009

(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/04/2009 RM'000	30/04/2008 RM'000	30/04/2009 RM'000	30/04/2008 RM'000
Revenue	-	-	-	-
Operating Expenses	(44)	(657)	(44)	(657)
Other Operating Income	-	-	-	-
Loss from Operations	(44)	(657)	(44)	(657)
Finance cost	(159)	(166)	(159)	(166)
Loss before tax	(203)	(823)	(203)	(823)
Taxation	-	-	-	-
Loss after tax	(203)	(823)	(203)	(823)
Minority Interest	-	-	-	-
Loss for the period from continuing operations	(203)	(823)	(203)	(823)
Profit / (Loss) for the period from discontinued operations	(9)	(268)	(9)	(268)
Loss for the period	(212)	(1,091)	(212)	(1,091)
Loss per share				
a. Basic (based on RM1 each ordinary share - sen)	(0.3)	(1.3)	(0.3)	(1.3)
a. Diluted (based on RM1 each ordinary share - sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

TENGGARA OIL BERHAD (8695-M)

Condensed Consolidated Balance Sheet as at 30 April 2009

	Unaudited 30/04/2009 RM'000	Audited 31/01/2009 RM'000
Non-current Assets		
Property, plant and equipment	2	2
Other investments	12	12
	<u>14</u>	<u>14</u>
Current Assets		
Other assets and receivables	164	174
Cash and cash equivalents	8	11
	<u>172</u>	<u>185</u>
Assets of disposal group classified as held for sale	2,568	2,575
	<u>2,740</u>	<u>2,760</u>
Current liabilities		
Short term borrowings	8,010	7,854
Due to directors	950	950
Trade payables	84	84
Other payables	22,483	22,450
Liabilities associated with Assets held for sale		
Taxation	14,987	14,984
	<u>46,514</u>	<u>46,322</u>
Non-current liabilities		
Borrowings	46,514	46,322
	<u>46,514</u>	<u>46,322</u>
Net Current Liabilities	<u>(43,774)</u>	<u>(43,562)</u>
	<u>(43,760)</u>	<u>(43,548)</u>
Financed by:		
Share Capital	81,464	81,464
Share premium	75,055	75,055
Accumulated losses	(200,279)	(200,067)
Shareholders' equity	(43,760)	(43,548)
Minority Interests	-	-
	<u>(43,760)</u>	<u>(43,548)</u>
Net liability per share (RM)	(0.54)	(0.53)

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

TENGGARA OIL BERHAD (8695-M)

Condensed Consolidated Statements of Changes in Equity For the first quarter ended 30 April 2009

(The figures have not been audited)

	Share Capital	Share Premium	Accummulated Losses	Total
	RM'000	RM'000	RM'000	RM'000
3 months ended 30 April 2009:				
Balance as of 1 February 2009	81,464	75,055	(200,067)	(43,548)
Net loss for the period	-	-	(212)	(212)
Balance as of 30 April 2009	<u>81,464</u>	<u>75,055</u>	<u>(200,279)</u>	<u>(43,760)</u>
12 months ended 31 January 2009:				
Balance as of 1 February 2008	81,464	75,055	(192,037)	(35,518)
Net loss for the period	-	-	(8,030)	(8,030)
Balance as of 31 January 2009	<u>81,464</u>	<u>75,055</u>	<u>(200,067)</u>	<u>(43,548)</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

TENGGARA OIL BERHAD (8695-M)

Condensed Consolidated Cash Flow Statements For the first quarter ended 30 April 2009

(The figures have not been audited)

	Quarter ended	
	30/04/2009	30/04/2008
	RM'000	RM'000
Cash flows from operating activities		
Net loss before taxation - continuing operations	(203)	(1,091)
- discontinued operations	(9)	-
Adjustments:-		
Non-cash items	0	159
Finance cost	159	-
Non-operating items (net of income)	-	166
Operating loss before changes in working capital	<u>(53)</u>	<u>(766)</u>
Changes in working capital		
Net change in current assets	20	228
Net change in current liabilities	(124)	725
Payment for non-operating expenses (net of income)	-	(166)
Net cash flow (used in) / from operating activities	<u>(157)</u>	<u>21</u>
Cash flows used in investing activities:		
Net cash from investing activities	-	-
Cash flows used in financing activities:		
Net cash from financing activities	-	-
Net (decrease) / increase in cash and cash equivalents	<u>(157)</u>	<u>21</u>
Cash and cash equivalents at beginning of quarter	(7,839)	(7,045)
Cash and cash equivalents at end of quarter	<u><u>(7,996)</u></u>	<u><u>(7,024)</u></u>

The Condensed Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 January 2009 and the accompanying explanatory notes attached to the interim financial statements.

TENGGARA OIL BERHAD (8695-M)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30TH APRIL 2009

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Accounting Policies and Methods of Computation

The interim financial report has been prepared in accordance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and Para 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Annual Financial Statements for the year ended 31 January 2009.

The accounting policies adopted for the preparation of the quarterly unaudited condensed financial statements are consistent with those adopted for the Annual Financial Statements for the financial year ended 31 January 2009.

A2. Audit Report

Without qualifying their opinion, the auditors in their report have highlighted the following:-

"The financial statements have been prepared on a going concern basis which contemplates the realisation of assets and liquidation of liabilities in the normal course of business. As of 31st January 2009, the Group and the Company have current liabilities in excess of current assets of RM43,562,144 and RM96,760,447 respectively. The Group's and the Company's shareholders deficit were RM43,548,074 and RM63,833,044 respectively. In addition the company has defaulted in its borrowings and its interest repayment obligations and has breached certain clauses of its borrowing facilities agreements.

The Group and the Company and their advisors has formulated the Proposed Corporate and Debt Restructuring Scheme ("PDCRS"). The PDCRS has been approved by the Securities Commission. The ability of the Group and the Company to continue as going concerns is dependent upon the success and timely implementation of the PDCRS and on the support of their bankers and creditors, and the success of their future operations.

The financial statements of the Group and the Company do not include any adjustments relating to the amounts and classification of assets and liabilities that might be necessary should the Group and the Company be unable to continue as a going concern.

A3. Seasonality or Cyclicity of Operations

The Group does not have any continuing operations affected by seasonality or cyclical factors.

A4. Unusual Items

There were no unusual and extraordinary items in the current quarter under review.

A5. Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or prior financial year that have a material effect in the current interim period.

A6. Issuance, Cancellation or Repayments of Debt and Equity Securities

There has been no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year to date.

A7. Dividend

The Board has not recommended any payment of dividend.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30TH APRIL 2009

A8. Segmental Information

Analysis by business segment as at 30 April 2009 :-

	3 months ended 30/04/2009		3 months ended 30/04/2008	
	Revenue RM'000	Profit/(loss) before taxation RM'000	Revenue RM'000	Profit/(loss) before taxation RM'000
Investment Holding	182	138	286	(288)
Manufacturing	-	-	-	-
Investment Properties	-	-	-	-
Construction	-	-	-	-
Oil & Gas	-	-	-	-
Others	-	-	-	-
Discontinued operations	-	(9)	-	(268)
Total	182	129	286	(556)
Elimination	(182)	(182)	(286)	(286)
Consolidated	-	(53)	-	(842)
Unallocated corporate expenses	-	-	-	(83)
Finance cost	-	(159)	-	(166)
Loss Before Taxation	-	(212)	-	(1,091)

Cumulative Period
Current Year to date

	12 months ended 31/01/2010		12 months ended 31/01/2009	
	Revenue RM'000	Profit/(loss) before taxation RM'000	Revenue RM'000	Profit/(loss) before taxation RM'000
Investment Holding	182	138	404	(1,672)
Manufacturing	-	-	-	-
Investment Properties	-	-	-	-
Construction	-	-	-	-
Oil & Gas	-	-	1,090	-
Others	-	-	-	-
Discontinued operations	-	(9)	-	(6,024)
Total	182	129	1,494	(7,696)
Elimination	(182)	(182)	(404)	361
Consolidated	-	(53)	1,090	(7,335)
Unallocated corporate expenses	-	-	-	-
Finance cost	-	(159)	-	(695)
Loss Before Taxation	-	(212)	-	(8,030)

A9. Valuations of Property, Plant & Equipment

The Group did not carry out any valuations on property, plant & equipment.

A10. Material Events Subsequent To The Financial Period

There were no material events subsequent to 31 January 2009 that have not been reflected in the interim financial report.

A11. Changes in the Composition of the Company

There has been no change in the composition of the company since the end of the previous financial year.

A12. Assets of Disposal Group Classified as Held for Sale

	Unaudited 30/04/2009 RM'000	Audited 31/1/2009 RM'000
Land held for property development	2,547	2,547
Property plant and equipment	-	-
Inventories	-	-
Trade and other receivables	14	24
Cash and bank balances	7	4

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2,568	2,575
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A13. Contingent Liabilities

There were no contingent liabilities as at the date of this announcement

A14 Cash and Cash Equivalent

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

	Unaudited 30/04/2009 RM'000	Audited 31/1/2008 RM'000
Cash and cash equivalents	8	12
Short term borrowings	(8,010)	(7,853)
Cash and bank balances classifieds as held for sale	6	3
	<u>(7,996)</u>	<u>(7,838)</u>

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30TH APRIL 2009

B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BHD LISTING REQUIREMENTS

B1. Review of Performance

The Group did not have any revenue for the first quarter under review due to the discontinued operations of its subsidiaries. Revenue for the corresponding quarter last year was RM 0.29 million. The Group's loss in the current quarter at RM 0.21 million was lower compared to the RM 1.09 million in the corresponding quarter last year.

B2. Comparison With Preceding Quarters Results

The Group did not have records revenue for the first quarter and the preceding quarters as a result of discontinued operations of its subsidiaries. The Group loss in the current quarter at RM0.21 million compare to RM1.09 million in the preceding quarter, representing a decrease of RM0.88 million decrease in the current quarter.

B3. Current Year Prospects

The successful restructuring of the Group and the Company are dependent on the success and timely implementation of the PCDRS and the support of their bankers and creditors.

B4. Profit Forecast

Not applicable as the Group did not publish any profit forecast.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Quarter Ended 30/04/2009	Quarter Ended 30/04/2008	Period Ended 30/04/2009	Period Ended 30/04/2008
Income taxation	RM'000	RM'000	RM'000	RM'000
	-	-	-	-

B6. Unquoted investments and/or properties

There were no purchases or disposals of unquoted investments or properties for the current quarter and financial year to date.

B7. Quoted Securities

- There were no purchases or disposals of quoted securities for the current quarter and financial year to date.
- There were no investments in quoted securities for the current quarter and financial year to date.

B8. Status of Corporate Proposals

Brief contents of the Proposed Corporate and Debt Restructuring Scheme is as follows:

(a) 13 July 2007

On behalf of the Board of TOB, PM Securities Sdn Bhd made a Requisite Announcement under the Amended Practice Note 17/2005 of the Listing Requirements of Bursa Malaysia Securities Berhad. It is proposed that TOB undertakes the Proposed Corporate and Debt Restructuring Scheme ("PCDRS") to regularise its financial condition pursuant to a Principal Agreement entered into between TOB and the Vendors (as defined therein). The terms of the PCDRS includes, amongst others:

- the proposed incorporation of NewCo to facilitate the implementation of the PCDRS;
- the proposed exchange of shares between the existing shareholders of TOB and NewCo on the basis of one (1) NewCo Share for every fourteen (14) TOB Shares to be implemented via Section 176 of the Act;
- the proposed disposal of the entire issued and paid-up share capital of TLSB to NewCo, for a nominal purchase consideration of RM98.99 and the proposed debt settlement of TLSB which will be implemented via Section 176 of the Act;
- the proposed renounceable rights issue of up to 11,637,686 Rights Shares at an indicative issue price of RM0.70 each to the existing shareholders of TOB on the basis of two (2) Rights Shares for every one (1) NewCo Share held after the proposed share exchange;

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existing shareholders of TOB on the basis of two (2) Rights Shares for every one (1) NewCo Share held after the proposed share exchange;

(v) the proposed acquisition of new income generating assets ("the Acquiree Companies") by NewCo

(vi) the proposed debt settlement;

(vii) the proposed placement of up to 7,142,857 new NewCo Shares at a proposed placement price of RM0.70 per NewCo Share to investors to be identified;

(viii) the proposed exemptions to the vendors of the Acquiree Companies from the obligation of having to extend a mandatory offer pursuant to the Code for the remaining NewCo Shares not already owned by them after the PCDRS;

(ix) the proposed liquidation of the subsidiaries of TOB;

(x) the proposed transfer of the listing status on the Main Board of Bursa Securities to NewCo; and

(xi) the proposed disposal of TOB by NewCo to a third party, to be identified, for a nominal consideration of RM1.00.

(b) 7 August 2007

On 7 August 2007, the parties have further executed a supplemental agreement to the Principal Agreement, to reflect inter-alia the acquisition values of the Acquiree Companies, after taking into consideration their audited financial positions. Further, the Company has on even date submitted the PCDRS to the Securities Commission ("SC") and SC (Equity Compliance Unit) for their approvals.

(c) 25 September 2007

SC has vide its letter dated 25 September 2007 stated that SC will only consider the Proposed Exemptions after the Parties Acting In Concert fulfilling the following requirements under PN 2.9.1 of the Code:

(i) Approval from the independent holders of voting shares of TOB, on a poll in a general meeting in which the interested parties are to abstain from voting. The result of the poll has to be confirmed by an independent auditor;

(ii) Provision is made for the shareholders of TOB for competent independent advice regarding the Proposed Exemptions. The appointment of the independent adviser and the independent adviser's circular to the shareholders are to be first approved and consented by the SC respectively;

The Board of Directors of TOB announced that SC has vide its letter dated 26th November 2007 approved the appointment of TA Security Holdings Berhad as the independent Advisor to the proposal pursuant to section 15(8) of the Malaysian Code on Take Overs & Mergers 1998.

(iii) The Parties Acting In Concert are to submit a declaration (to be furnished after the general meeting) addressed to the SC, attesting that they have not purchased any shares in TOB in the 6 months prior to the posting of the circular relating to the PCDRS to the shareholders, but subsequent to the discussion in relation to the Proposed Acquisitions (the date of the discussion is to be stated in the declarations), whichever is the shorter period, and until the granting of the Proposed Exemptions by the SC (if so decided).

(d) 5 March 2008

SC has vide its letter dated 5 March 2008 approved the PCDRS under Section 212(5) of the Capital Markets and Services Act 2007 subject to the following conditions:

(i). NewCo to obtain approval from the Ministry of International Trade and Industry ("MITI") to recognize its existing Bumiputera shareholders holding at least 30% of the enlarged issued and paid-up share capital after the proposed restructuring scheme and to inform the SC on the status. In the event MITI does not recognize the existing Bumiputera shareholders of NewCo after the proposed restructuring scheme, the Bumiputera equity in NewCo will be considered as nil and NewCo is to submit the effective equity structure together with the latest audited financial accounts of NewCo for the SC's review, 3 years after the date of the implementation of the proposed restructuring scheme;

(ii). PM Securities Sdn Bhd ("PM Securities") / NewCo should inform the SC upon completion of the proposed restructuring scheme; and

(iii). PM Securities / NewCo should fully comply with the relevant requirements in the Policies and Guidelines on Issue/Offer of Securities pertaining to the implementation of the proposed restructuring scheme.

e) 30 May 2008

On 30 May 2008, TOB and Tenggara Lubricant Sdn Bhd ("TLSB") held its Court Convened Creditors Meeting and TOB's Court Convened Shareholders Meeting, pursuant to the Section 176 of the Companies Act, 1965. The Court Convened Meetings were to vote on the PCDRS by the respective parties. Whilst the TOB's shareholders and Tenggara Lubricants Sdn Bhd's ("TLSB") Creditors had voted in favour for the PCDRS, the Court Convened Meeting for TOB's Creditors was adjourned to 6 June 2008.

(f) 30 June 2008

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(f) 6 June 2008

At the adjourned Court Convened Creditors Meeting, TOB's Creditors voted in favour for the PCDRS. TOB and TLSB had subsequently submitted their petition for the court sanction of the PCDRS, to be heard on the 24 June 2008. On 24 June 2008, the Kuala Lumpur High Court adjourned TOB and TLSB's petition for court sanction to 1 July 2008. On even date, the High Court also fixed the hearing of Malayan Banking Berhad's application to intervene in the aforesaid petition, by way of summons in chambers on 1 July 2008. Subsequently on 1 July 2008, the High Court adjourned the Court sessions to 3 September 2008. Kindly refer to our announcements for further details.

(g) 23 June 2008

SC vide its letter dated 23 June 2008 (which was received on the 25 June 2008), approved the Proposed Exemptions of the PCDRS.

(h) 3 September 2008

The High Court of Malaya in Kuala Lumpur sanctioned the Scheme of Arrangements ("SOA") of TOB and TLSB respectively.

(i) 13 January 2009

The Company and the parties to the Principal Agreement dated 13 July 2007, namely, Tajam Daya Sdn. Bhd., Pantomac Corporation Sdn. Bhd., Mr. Tiong Tack Kieng, Ms. Chan Ai Chin and Ms. Lau Mee King ("hereinafter collectively referred to as "the Parties") had on 12 January 2009 agreed to extend the Conditions Cut-off Date referred to in Clause 1.1 of the Principal Agreement to fall on 30 September 2009. Subsequent to the above, the Parties have on even date executed the Letter of Extension of Conditions Cut-off Date.

(j) 19 February 2009

SC had vide its letter dated 18 February 2009 (which was received on 19 February 2009), granted an extension of time from 5 March 2009 to 5 September 2009 for TOB to implement the PCDRS.

B9. Borrowings

The Group's borrowings (all denominated in Malaysian Currency) as at 31 January 2009 are as follows:-

<i>Short-term Borrowings</i>	RM'000 (8,010)
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B10. Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk as at 31 January 2009.

B11. Material Litigation

- i) The Company made a claim against a third (3rd) party (ICM Industries Berhad) for goodwill payment and return of quit rent money amounting to RM2,575,493. On 2 June 2005, the defendant's solicitors filed an application to strike out the claim and in the process, filed a counter claim against the Company for the sum of RM2,557,750. On 17 February 2006, the Court allowed the defendant's application to amend the Statement of Defence, and to include a counter claim. Upon hearing submissions by both counsels, the Court granted an Order in Terms in respect of TOB's application for a summary judgement together with interest and costs. The defendant has appealed against the judgement and the appeal is fixed for mention on 4 December 2007. There is no provision made in the financial statements in relation to the counter claim as the directors of the Company are of the opinion that the chance of the claim crystallising is remote. The Company has entered into negotiations to settle the matter and the parties have agreed in principle on a settlement on inter-alia the following terms:

- (a) ICM Industries Berhad is to pay TOB the sum of RM1,300,000 in ten (10) equal instalments of RM130,000 beginning 31 July 2007;
- (b) That the Company transmit a letter to ICM Industries Berhad indemnifying them against any punitive claims made by Impress Residence (M) Sdn Bhd; and
- (c) The Company is to withdraw the suit and ICM Industries Berhad to withdraw the counter claim with no order as to costs and without liberty to file afresh.

The directors had agreed to the settlement and had received the final instalment in May 2008. The Court has set the hearing date to 15th August 2008, pending ICM's application to set aside the Judgement. The suit has been subsequently withdrawn.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30TH APRIL 2009

- ii) On 14 August 2006 TOB received a Notice pursuant to Section 218 of the Act issued by Messrs Ariff & Co on behalf of MBB demanding for the sum which was due and owing to MBB as at 30 June 2006. This was pursuant to TOB's Corporate Guarantee dated 30 April 1997, given to MBB for TCSB's banking facilities up to RM17,100,000. The amount due and payable by TCSB as at 30 June 2006 pursuant to the Notice was RM7,254,777 being the total amount outstanding. Pursuant to the Notice, in the event that TOB fails to settle the aforesaid outstanding amount within twenty one (21) days from the date of service of the notice, TOB shall be deemed to be unable to pay its debts and Section 218 proceedings shall thereafter be instituted against TOB.
- iii) On 30 June 2006 Tenggara Lubricant Sdn Bhd, a subsidiary of TOB was served with a summon by Hoven Packaging Sdn Bhd to claim a total outstanding of RM 57,647.70 being payment for goods supplied by the plaintiff. The matter has been fixed for hearing on 18th January 2008 and the matter was subsequently postponed to 7 April 2008. The case was further postpone to 8 August 2008, and subsequently to 6 November 2008 for the mention of the discharge of TLSB's lawyer. The case had been set for mention on 14 April 2009. The case was adjourned to 4 August 2009.
- iv) On 11th October 2006, the company was served a writ of summons from Bumiputra - Commerce Bank Berhad for the defaulted amount of RM1,045,121.20 plus interest and penalty.
- v) On 24 August 2006, TOB was served with a Writ of Distress by its landlord to recover its rental outstanding for the period from May 2006 to July 2006 amounting to RM183,960.00. Part of the outstanding amount was set off against the deposit and the proceeds arising from the disposal of the furniture and fittings and other fixed assets in the premise.
- vi) On 24 January 2007 TOB received a Writ of Summons from CIMB demanding for the sum which was due and owing to CIMB as at 1 November 2006. This was pursuant to overdraft facilities amounting to RM4,700,000 provided by CIMB to the Company. The amount due and payable by TOB as at 1st November 2006 pursuant to the notice was approximately RM5,302,273, being the total amount outstanding. A Judgment in Default of Appearance Order dated 22 March 2007 had been entered against the Company. The Company will announce further developments in due course.
- vii) On 20 March 2007, TOB received a Writ of Summons on the Company (as second defendant) and its subsidiary, TLSB (as first defendant) by MBB demanding for the sum which was due and owing to MBB as at 30 June 2006. This was pursuant to a term loan facility amounting to approximately RM7,791,072 granted by MBB to TLSB. The amount due and payable by TOB (as a corporate guarantor) as at 30 June 2006 pursuant to the Writ was approximately RM8,692,039 being total amount outstanding then. The Company had made an announcement on Bursa Securities dated 6 July 2007 that the PJ Land held by TPSB that had been charged to MBB under the term loan facility had been disposed by TPSB at a total consideration of RM10,800,000. The case is pending the withdrawal of the corporate guarantee by MBB since the said property has been redeemed by MBB.
- viii) TLSB's announcement on Bursa Securities dated 12 July 2007 stated that Imperial Steel Drum Manufacturers Sdn Bhd had entered a Judgment of Default of Appearance against TLSB on 14 March 2007 amounting to RM174,425.54 plus interest and costs of goods sold and delivered.
- ix) On 27 October 2006, the Company was served a Notice of Demand by the solicitors of Holcim Marketing (M) Sdn Bhd for a claim against TCSB and the Company as the guarantor amounting to RM608,380 being the alleged amount due for goods and materials sold and delivered to TCSB.
- x) Yong Kooi Fong had brought an action against the Company in the Industrial Court (Industrial Court IR Case No. 13/4-1325/04) amounting to RM110,000.
- xi) Messrs. Zul Rafique & Partners, the Solicitors for TLSB, through their letter dated 21 November 2006 had advised TLSB that when TLSB had failed to make payment of USD38,172.00 to ConocoPhillips International Inc., they may institute legal action to recover a higher sum of USD47,172.00.
- xii) Messrs. Jayadeep Hari & Jamil, the Solicitors for TLSB has sent a Notice of Demand dated 12 July 2007 to Union Lubricants Sdn Bhd for the amount of RM365,972.68. The Company will consult with the solicitors for its next course of action.
- xiii) Messrs. Jayadeep Hari & Jamil, the Solicitors for TLSB has entered a Judgment against AGSB Trading Sdn Bhd for the amount of RM300,163.36. The Company will consult with the solicitors for its next course of action.
- xiv) TOB have on 10 August 2007 received a Notice pursuant to Section 218 of the Companies Act,1965 issued by Messrs. Sumathi Shanmugam Divakaran Nair & Co. on behalf of Malaysian Reinsurance Berhad of 12th Floor, Bangunan Malaysia Re, No.17, Lorong Dungun, Damansara Height ("MRB") demanding for the sums which are due and owing to MRB. The amount due and payable by TOB as at 10 August 2007 pursuant to the aforesaid Notice is RM477,601.34 being the total outstanding amount owing to MRB.

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QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30TH APRIL 2009

- xv) TOB and TLSB have been served with a judgment order dated 13 June 2007 received by TOB and TLSB respectively on 13 August 2007. The judgment order was served by Malayan Banking Berhad issued by the High Court of Kuala Lumpur for the following claims:-

- 1) Total sum of RM8,692,039.08;
- 2) Interest on RM900,966.26 at a rate of 9.5% (base lending rate (6.75%) + 1.75% per annum + 1% penalty interest) on the basis of daily rests from 1 July 2006 up to the date of full settlement;
- 3) Interest on RM7,469,728.20 at a rate of 9.5% (base lending rate (6.75%) + 1.75% per annum + 1% penalty interest) on the basis of daily rests from 1 July 2006 up to the date of full settlement; and

- xvi) TLSB, have on 30 August 2007 received a Notice pursuant to Section 218 of the Companies Act, 1965 issued by Messrs. Mahendran Kevin & Associates on behalf of Manocha Resources Sdn. Bhd. (Company No. 631905-K) ("MRSB") demanding for the sum of RM71,200 (Ringgit Malaysia Seventy One Thousand Two Hundred) only which are due and owing to MRSB as at 2 August 2007.
- xvii) TOB, have on 11 October 2007 received a winding-up petition presented to the High Court of Malaya at Kuala Lumpur (Commercial Division) ("the COurt") by Malayan Banking Berhad (MBB) against TOB on 4 September 2007. A copy of the petition was served on TOB at its registered office on 11 October 2007. The winding-up petition was fixed for hearing on 23 November 2007. Subsequently, the case has been adjourned 4 July 2008 as TOB is under an interim restraining order. The case was further postpone to 26 September 2008. On 25 September 2008, MBB had filed with the Court a Notice of Discontinuance in respect of its winding up petition against the Company.

The claim is in respect of the amount outstanding owing by TOB for a sum of RM25,061.98 as at 16 July 2007 (Judgment sum of RM23,089.38 obtained on 18 January 2007 via Court Suit No. S2-52-1955-2006 together with interest of 8% per annum).

MBB had via its solicitors issued a Notice pursuant to Section 218 1(e) of the Companies Act, 1965 dated 16 July 2007 which was served to TOB's registered office to demand for the aforesaid amount outstanding within 21 days from the date of notice. TOB had failed to pay the amount owing or any part thereof.

- xviii) TOB, have on 12 November 2007 received a winding-up petition dated 3 October 2007 presented to the High Court of Malaya at Kuala Lumpur (Commercial Division) by CIMB Bank Berhad (previously known as Bumiputra-Commerce Bank Berhad) ("CIMB") against TOB on 3 October 2007. A copy of the petition was served on TOB at its registered office on 12 November 2007. The winding-up petition was fixed for hearing on 5 December 2007. The case was adjourned to 23 April 2008 as TOB is under an interim restraining order. The mention has been further adjourned to 9 July 2008. The case was further postponed to 14 October 2008 for hearing. Subsequently, the case was adjourned to 11 November 2008. The case was further adjourned to 18 February 2009 for further mention. The case was then further adjourned to 21 May 2009. The case has been adjourned to 30 September 2009 for further mention, pending the implementation of the Scheme of Arrangements of TOB.
- xix) Jayadeep Hari & Jamil had issued a Statutory Demand pursuant to Section 218 of the Companies Act, 1965 dated 8 January 2008 which was served to TOB's registered office on 11 January 2008 to demand for the amount outstanding of RM45,725.00 within 21 days from the date of notice.
- xx) On 21 February 2008, TOB was served with a Summon from JB Barrels and Drums Industry Sdn Bhd for the outstanding amount of RM32,508.44 which is for products and services delivered. The summon was fixed for mention on 4 March 2008. The case had been adjourned to 9 April 2008 as TLSB is under an interim restraining order. The case was further adjourned to 10 June 2008, 15 September 2008 and subsequently to 2 April 2009. The case was again adjourned to 6 October 2009.
- xxi) On 26 May 2008, the Industrial Court had awarded Roslina bt Shamsuddin, a former employee of TOB RM22,400, being compensation for unlawful dismissal by the Company. She will be ranking for distribution pursuant to the Scheme of Arrangements of TOB.
- xxii) ING Insurance Berhad (Plaintiff) had commenced an action against the Company (Defendant) in the Kuala Lumpur Session Court vide Summons No. 52-39339-08 claiming for the following:-
- The Plaintiff's claim is for:
- (a) The sum of RM49,756.06 as at 24 July 2006;
 - (b) Interest at the rate of 8% per annum on the outstanding amount of RM49,756.06 calculated from 24 July 2006 till the date of full settlement;
 - (c) Cost of action; and
 - (d) Other relieves that the Honourable Court deems fit and appropriate to grant.

The above claim is in respect of outstanding premium for the Employees Benefit Policies undertaken by the Company. The Court has fixed 4 March 2009 for the mention. The case had been further adjourned to 29 May 2009 for mention. The case was subsequently adjourned to 7 September 2009 for further mention. The Kuala Lumpur Session Court had also directed the Company to appoint a solicitor before the next mention date to defend the suit, failing which judgement in default will be recorded against the Company.

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Company.

- xxiii) The Johor Bahru Sessions Court Distress Application No. 54-24 of 2008 (4) had granted an order to PTP to issue a Writ of Distress against TLSB due to the outstanding rental for the period of 12 months from July 2007 to June 2008 amounting to RM205,920.00 and for the period still continuing and failure to hand over vacant possession of the property known as part of PTD 2500, Mukim Tanjung Kupang, Pelepas Free Zone of Tanjung Pelepas, Gelang Patah, Johor.

The order was dated 13 January 2009 and a copy of the order was received by the Company's solicitor on 28 January 2009. The property had been sealed by the Bailiff on 28 January 2009. subsequent to the above, via the letter of notification dated 3 March 2009 (which was only received by the Company on 4 March 2009) all movable assets of Tenggara Lubricant Sdn Bhd located in the premise was auctioned off at RM50,000.00 through a public auction conducted by a licensed auctioneer appointed by the Bailiff on 12 February 2009.

- xxiv) Parimala a/p Karapanan and 3 others (Plaintiffs) had commenced a suit against the Company in the Kuala Lumpur Human Resource Office vide Labour Case No. KBKL/579/2009 claiming for a sum of RM55,786.51. The amount being claimed is in respect of outstanding retrenchment benefits owed to the Plaintiffs. The notice was dated 6 May 2009 and was received by the Company on 12 May 2009. The Labour Court has fixed 5 June 2009 for mention. The case was adjourned to September 2009. The date will be decided later.

- xxv) Sa'ad bin Mahmud had commenced a suit against the Company in the Kuala Lumpur Human Resource Office vide Labour Case No. KBKL/624/2009 claiming for a sum of RM22,884.25. The amount being claimed is in respect of retrenchment benefits owed. The notice was dated 26 May 2009 and was received by the Company on 28 May 2009. The Labour Court has fixed the mention on 7 July 2009.

- xxvi) Yap Moi @ Yap Mei Lin has commenced a suit against the Company in the Kuala Lumpur Human Resource Office vide Labour Case No. KBKL/755/2009 claiming for a sum of RM23,527.42. The amount being claimed is in respect of retrenchment benefits owed. The notice was dated 8 June 2009 and was received by the Company on 19 June 2009. The Labour Court has fixed the mention on 1 July 2009.

Save as disclosed above, the Company is not aware of any other pending material litigation as at the date of this quarterly report.

B12. Dividend

No dividend has been proposed for the current quarter and the financial period ending 31 January 2009.

B13. Earnings Per Share

	Individual Quarter		Cumulative Quarter
	Quarter Ended 30/04/2009	Quarter Ended 30/04/2008	Period ended 30/04/2009/2008
(1) Basic earnings per share			
Net loss for the period (RM'000)	(212)	(1,091)	(212) #
Weighted average number of ordinary shares in issue ('000)	81,464	81,464	81,464 #
Basic loss per share (sen)	(0.3)	(1.3)	(0.3) #
(2) Diluted earnings per share	N/A	N/A	N/A N/A

B14. External Review

The first quarter result is subject to external auditor's review.

On behalf of the Board

TENGGARA OIL BERHAD (8695-M)

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Shafril Hadi bin Kamal
Chairman
30 June 2009
Kuala Lumpur