

TIONG NAM TRANSPORT HOLDINGS BERHAD
(Company No. 182485 V)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30
 SEPTEMBER 2002**

	CURRENT YEAR QUARTER 30.9.2002	PRECEDING YEAR CORRESPONDING QUARTER 30.9.2001	CURRENT YEAR TO DATE 30.9.2002	PRECEDING YEAR CORRESPONDING PERIOD 30.9.2001
Revenue	43039	32398	79211	63268
Profit from operations	5330	2911	9703	5745
Finance Cost	(2339)	(1795)	(4631)	(3446)
Share of profit of associates and jointly controlled entities	254	218	395	392
Profit before tax	3245	1334	5467	2691
Taxation	1595	927	2570	1489
Profit/(loss) before taxation	1650	407	2897	1202
Less Minority interests	0	(51)	0	(71)
Net profit/ (loss) for the period	1650	458	2897	1273
Basic earnings per ordinary shares (sen)	2.3	0.7	4.1	1.8
Fully diluted ordinary shares (sen)	2.0	0.8	3.5	2.25

The number of ordinary shares used in the computation of EPS

	CURRENT QUARTER 30.9.2002	PRECEDING YEAR CORRESPONDING QUARTER 30.9.2001
Basic	71196	70340
Diluted	81681	56506

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statement for the year ended 31 March 2002.

TIONG NAM TRANSPORT HOLDINGS BERHAD
(Company No. 182485 V)
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CONDENSED CONSOLIDATED BALANCE SHEET AT 30 SEPTEMBER 2002

	AS AT 30/9/2002 (Unaudited) RM('000)	AS AT 31/3/2002 (Audited) RM('000)
Fixed Assets	279,193	272,299
Investment in Associated Company	155	155
Investment in a Jointly Controlled Entity	1,355	1,072
Investments in Quoted/Unquoted Shares	2,709	3,405
Goodwill on Consolidation	299	299
Current Assets		
Stocks	3,307	926
Trade Debtors	42,768	38,706
Other Debtors	21,077	10,290
Cash and Bank Balances	3,781	1,488
	70,933	51,410
Current Liabilities		
Short Term Borrowings	74,400	64,588
Trade Creditors	12,549	9,556
Other Creditors	24,018	20,519
Provision for Taxation	277	591
Hire Purchase/Lease Creditors	12,584	10,522
	123,828	105,776
Net Current Assets/(Liabilities)	(52,895)	(54,366)
Total	230,816	222,864
Share Capital	71,196	70,341
Reserves		
Share Premium	3,466	3,347
Revaluation Reserve	40,478	40,478
Retained Profit	24,263	21,366
Minority Interests	368	368
Long Term Borrowings	24,872	19,996
Hire Purchase/Lease Creditors	8,449	10,370
Deferred Taxation	12,724	11,598
Bonds	45,000	45,000
	230,816	222,864
Net tangible assets per share (RM)	1.95	1.92

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 March 2002.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 September 2002 (the figures have not been audited)

	Share Capital	Share Premium	Revaluation Reserves	Retained Profits	Total
At 31 March 2002	70,341	3,347	40,478	21,366	135,532
Issue of Shares	855	145	-	-	1,000
Share issue expenses	-	(26)	-	-	(26)
Net Profit for the period	-	-	-	2,897	2,897
At 30 September 2002	71,196	3,466	40,478	24,263	139,403

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2002.

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	CURRENT YEAR-TO-DATE 30.9.2002 RM'000
Net Cash generated from operating activities	3261
Net Cash used in investing activities	(14426)
Net Cash generated from financing activities	13458
Net increase/(decrease) in cash and cash equivalents	2293
Cash and cash equivalents at 1.4.2002	1488
Cash and cash equivalents at 30.9.2002	3781

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2002.

TIONG NAM TRANSPORT HOLDINGS BERHAD
UNAUDITED 2nd QUARTER REPORT ON CONSOLIDATED RESULTS FOR FINANCIAL
YEAR ENDING 31 MARCH 2003

Notes to the Interim Financial Report

1 Accounting Policies

The report for the quarter ended 30 September 2002 has been prepared using similar accounting policies as used in the most recent annual financial statements.

The interim financial report has been prepared in compliance with MASB 26, Interim Financial Reporting. The condensed financial report should be read in conjunction with the annual financial statements for the year ended 31 March 2002.

2 Audit Qualification

The Financial Statements for the year ended 31 March 2002 were not qualified.

3 Seasonality or Cyclicity of Interim Operations

The operations of the Group shall be affected during the festive season in the months of December, January and February where there are lesser working days in the said months.

4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There are no unusual items affecting assets, liabilities, equity, net income or cash flow.

5 Changes in Estimates

There are no changes in estimates reported in prior interim periods of the current financial year or reported in prior financial years.

6 Repayment of Debts and Equity Securities

The Group repaid term loans of RM2.2 million and RM4.0 million in the quarter ended 30 September 2002 and financial year to date respectively.

The Company has issued 855,000 ordinary shares of RM1.00 each fully paid to Mr Ong Yoong Nyock, substantial shareholder of the Company from the exercise of 855,000 Warrant B at RM1.17 per ordinary share. The Company has received RM1.0 million from the said issuance of 855,000 ordinary shares of RM1.00 each fully paid.

7 Dividend

No dividend was paid in the quarter ended 30 September 2002.

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8 Segmental Report

	Turnover	Current Year-To-Date 30.9.2002 Profit before Taxation	Assets Employed
	RM'000	RM'000	RM'000
Transportation Services	70,272	4,876	122,648
Property letting & warehousing services	8,934	980	170,623
Unallocated assets	5	311	57,155
Others	-	(700)	4,218
Total	79,211	5,467	354,644

- i) Property letting and warehousing services have been recomputed where part of warehouse revenue have been reclassified to freight revenue in relation to distribution center activities.
- ii) Others comprise of investments in quoted and unquoted shares where the Group has written down loss of RM1.0 million in the current year-to-date.
- iii) The primary business activities are in Malaysia and segmental analysis on geographical segment is currently not relevant.

9 Valuation of Property, Plant & Equipment

The valuation of property, plant and equipment have been brought forward, without amendment from the previous annual financial statements for the year ended 31 March 2002.

10 Subsequent Material Events

There are no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

11 Changes in the Composition of the Group

During the interim period, the Company has acquired 2 ordinary shares of S\$1.00 each, the entire issued and paid-up capital in Tiong Nam Logistics (S) Pte Ltd (previously known as TNTT Logistics Pte Ltd).

12 Contingent Liabilities

There are no changes in contingent liabilities and contingent assets since the last annual balance sheet date.

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Additional Information Required by the Kuala Lumpur Stock Exchange

1 Review of Performance of the Group

Revenue for the 6 months period ended 30 September 2002 has increased by 25% from RM63.3 million in the corresponding period to RM79.2 million in the current interim period.

The increase is due to increase in container haulage activities, cargo transportation, custom forwarding, warehousing and sale of plant and machinery purchased from AIWA Electronics (Malaysia) Sdn Bhd.

The improvement in profit before tax of RM5.5 million in the current period ended 30 September 2002 from RM2.7 million in the preceding year corresponding period ended 30 September 2001 is mainly due to a subsidiary company, operating its container haulage activities from an operating loss in the preceding period to a breakeven level in the current period.

2 Comparison of Current Quarter Results with Preceding Quarter Results

For the quarter under review, the Group has recorded a profit before tax of RM3.2 million compared to RM2.2 million in the previous quarter.

The improvement is due to increase in turnover in container haulage activities, cargo transportation and sale of plant and machinery purchased from AIWA Electronics (Malaysia) Sdn Bhd.

3 Prospects

For the remaining period to the financial year ending 31 March 2003, the Group's performance is likely to be affected by the festive season where there are lesser working days.

4 Profit Forecast

There is no profit forecast for the financial year under review.

5 Taxation

	Current Year Quarter 30.9.2002	Current Year To-date 30.9.2002
Income Tax	932	1,421
Deferred Taxation	663	1,149
	<hr/> 1,595	<hr/> 2,570

The higher effective tax charge over the statutory tax rate is due to certain expenses not deductible for tax purposes.

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6 Profit/(Losses) on Sale of Unquoted Investment and Properties

There is no sale of unquoted investment and properties for the quarter ended 30 September 2002 and financial year to date.

7 Profit/(Losses) Sale of Investment

The Company has disposed quoted securities amounting to RM257,000 in the quarter ended 30 September 2002. Purchase and sale of quoted securities are as follows :

	Current Year Quarter 30.9.2002 RM'000	Current Year-to-date 30.9.2002 RM'000
Disposal	257	257
Purchase	254	254
Profit/(losses) for sale of securities	3	3

Investment in quoted shares at cost and at market value in the quarter ended 30 September 2002 are as follows :

	RM'000
Investment at cost	3,845
Investment written down value	2,325
At market value	2,182

8 Status of Corporate Proposals

There are no corporate proposals announced for the quarter ended 30 September 2002 and financial year-to-date.

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9 Group Borrowings

All borrowings are denominated in Malaysian Ringgit

	RM'000
Short-term borrowings unsecured	74,400
Long term borrowings	
Secured – bonds	45,000
Unsecured	24,872
	<hr/> 69,872 <hr/>

The long-term bonds are secured by a bank guarantee facility which is secured by land and buildings with total market value of RM23.6 million. The market value of RM23.6 million is supported by valuation reports in April and May 2000.

10 Balance Sheet Financial Instruments

At the date of this quarterly report, there are no financial instruments with off-balance sheet risk.

11 Material Litigation

There is no change in material litigation since the last audited annual balance sheet.

12 Dividends

The Board of Directors did not recommend the payment of dividend for the quarter ended 30 September 2002.

13 Earnings Per Share

The number of ordinary shares used in the computation of EPS

	CURRENT QUARTER	PRECEDING YEAR
	30.9.2002	CORRESPONDING QUARTER
		30.9.2001
Basic	71196	70340
Diluted	81681	56506