

**THE NOMAD GROUP BHD (426627-H)  
(FORMERLY KNOWN AS KUALA LUMPUR CITY CORPORATION BERHAD )**

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2008**

**Notes (In compliance with FRS 134)**

**A1. Accounting policies**

The Unaudited Quarterly Report has been prepared in accordance with the Financial Reporting Standards 134 ('FRS' 134) issued by the Malaysian Accounting Standards Board ('MASB') on 'Interim Financial Reporting' and Chapter 9, part K of the Listing Requirements of Bursa Malaysia Securities Berhad ('BMSB').

The accounting policies and methods of computations adopted by the Group in these quarterly financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2007.

**A2. Audit report of previous annual financial report**

The audit report of the previous annual financial report was not qualified.

**A3. Seasonal or Cyclical Factors**

The Group's operations were not affected by any seasonal or cyclical factors.

**A4. Unusual items affecting financial statements**

There were no unusual items affecting the financial statements for the quarter ended 31 March 2008.

**A5. Changes in accounting estimates**

There were no changes in the accounting estimates used in the preparation of the financial statements in the current financial quarter as compared to the previous financial year.

**A6. Debts and Equity Securities**

There was no transaction in Group debts and equity securities for the period ended 31 March 2008.

**A7. Dividend Paid**

No dividend has been paid during the financial period. The Board of Directors has not declared or recommended the payment of dividend in respect of the current financial period under review.

## A8. Segmental Information

Segmental analysis for the current financial year to date is as follows:

**Quarter ended 31 March 2008**

### By Business Segments

Revenue and expenses	Investment holding	Hospitality Industry	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Total revenue - External	13,987	2,974	(101)	4,270
<b>Results</b>				
Segment results	115,157	(186)	(114,307)	664
Share in results of an associate				(29)
Taxation				635
Profit after taxation				(322)
				313

### By Geographical Locations

Revenue and expenses	Malaysia	*Outside Malaysia	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Total revenue - External	3,841	530	(101)	4,270
<b>Results</b>				
Segment results	115,000	(29)	(114,307)	664
Share in results of an associate				(29)
Taxation				635
Profit after taxation				(322)
				313

\* Operation outside Malaysia refers to that in Singapore.

Segmental analysis for the preceding corresponding quarter is as follows:

**Quarter ended 31 March 2007**

**By Business Segments**

Revenue and expenses	Investment holding	Hospitality Industry	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Total revenue - External	2,076	1,555	(698)	2,933
<b>Results</b>				
Segment results	2,360	458	(153)	2,665
Share in results of an associate				699
Taxation				(486)
Profit after taxation				2,878

Segmental reporting by geographical location has not been prepared as the Group's operations are carried out in Malaysia.

**A9. Revaluation of property, plant and equipment**

There has been no revaluation on any of the Group's property, plant and equipment during the current quarter under review.

**A10. Subsequent events**

A10.1 The Nomad Penang Sdn Bhd

The Nomad Residences Sdn Bhd (formerly known as Assedina Sdn Bhd), a wholly-owned subsidiary of the Company had on 13 May 2008 incorporated a wholly-owned subsidiary known as The Nomad Penang Sdn Bhd ('Nomad Penang') in Malaysia under the Companies Act, 1965. As at the date of this announcement, Nomad Penang does not have any subsidiary or associated company.

The present authorised share capital of Nomad Penang is RM100,000.00 divided into 100,000 ordinary shares of RM1.00 each of which 2 ordinary shares of RM1.00 each have been issued and fully paid-up.

The incorporation of Nomad Penang is not expected to have any material effects on the issued and paid-up share capital, consolidated earnings and net assets per share, gearing and major shareholders' shareholdings of Nomad for the financial year ending 31 December 2008.

None of the Directors and/or major shareholders of Nomad and/or persons connected with them has any interest, direct or indirect, in the incorporation of Nomad Penang.

A10.2 The Nomad Offices Sdn Bhd

The Company had on 16 May 2008 incorporated a wholly-owned subsidiary known as The Nomad Offices Sdn Bhd ('Nomad Offices') in Malaysia under the Companies Act, 1965. As at the date of this announcement, Nomad Offices does not have any subsidiary or associated company.

The present authorised share capital of Nomad Offices is RM100,000.00 divided into 100,000 ordinary shares of RM1.00 each of which 2 ordinary shares of RM1.00 each have been issued and fully paid-up.

The incorporation of Nomad Offices is not expected to have any material effects on the issued and paid-up share capital, consolidated earnings and net assets per share, gearing and major shareholders' shareholdings of Nomad for the financial year ending 31 December 2008.

None of the Directors and/or major shareholders of Nomad and/or persons connected with them has any interest, direct or indirect, in the incorporation of Nomad Offices.

#### A10.3 Approval from Securities Commission ('SC') on Utilisation of Balance Proceeds

In approving the Proposed Disposals of the Group's stock broking business in year 2004, the SC had vide its letter dated 3 November 2004 stated that, amongst others, the Company is required to seek the SC's approval for the utilisation of the balance of the proceeds once a new core business has been identified ('Said Condition').

Alliance Investment Bank Berhad ('Alliance'), on behalf of TNGB, had on 25 April 2008 submitted an application to seek the approval of the SC to vary the Said Condition to allow the Company to utilise the balance of the proceeds for its core business purposes and/or payment of dividends to its shareholders ('Proposed Variation of Condition').

The SC had, vide its letter dated 26 May 2008, approved the Proposed Variation of Condition. However, TNGB is to seek the SC's approval if the Company intends to utilise the balance of proceeds for payment of dividends to its shareholders, together with the justification and quantum involved.

There is no material subsequent events other than as stated above.

#### **A11. Changes in the Composition of the Group**

A11.1 The Nomad Group Bhd ('TNGB') had on 12 March 2008 incorporated a wholly-owned subsidiary known as Nomad Space (Thailand) Co. Ltd. ('NSTCL') in Thailand under the Civil and Commercial Code of Thailand.

The principal activity of NSTCL is investment holding. NSTCL has registered capital of THB10,000,000 divided into 100,000 ordinary shares of THB100 each, and the paid-up capital is THB4,000,000 divided into 40,000 ordinary shares of THB100 each. The incorporation of NSTCL is not expected to have any material effect on the net assets, earnings and gearing of the Group for the financial year ending 31 December 2008.

None of the Directors and/or major shareholders of TNGB and/or person connected with them has any interest, direct or indirect, in the incorporation of NSTCL.

Saved from the above, there were no changes in the composition of the Group until 31 March 2008.

#### **A12. Changes in contingent liabilities or contingent assets**

There were no changes in the contingent liabilities or contingent assets during the current quarter under review.

**A13. Commitment**

There were no material commitments not provided for in the financial statement as at 31 March 2008 other than as disclosed below:-

<u>Capital Expenditure</u>	<b>RM'000</b>
Approved and contracted for	21,335
Approved but not contracted for	<u>1,662</u>
	<u>22,997</u>

**A14. Related Party Transactions**

Related Party Transactions had been entered into in the ordinary course of business based on normal commercial terms and on arms length basis.

## Notes (BMSB Revised Listing Requirements)

### B1. Review of the performance of the Group

For the first quarter ended 31 March 2008, the Group reported a lower profit before taxation ('PBT') of RM0.6 million compared to RM3.4 million in the previous corresponding quarter. The lower profit mainly contributed by cash outflow for business expansion thus resulted in lower interest income.

The Board of Directors are of the opinion that there had been no material and unusual items, transactions or events that has arisen which would significantly affect the results of the operations of the Group for the period from 31 March 2008 to the date of issue of this announcement.

### B2. Material changes in Quarterly Results

The Group achieved PBT at RM0.6 million in the current quarter, higher than that recorded in last quarter ended 31 December 2007 of RM0.1 million. The lower profit in last quarter mainly due to impairment loss on associated company made during last quarter under review.

### B3. Current year prospects

The Board of Directors is of the view that the prospects of the services based industry will remain positive in the remaining year of 2008.

### B4. Profit forecast / Profit Guarantee

Not applicable in this Quarterly Report.

### B5. Taxation

Taxation comprises the following :

	Current quarter 31 March 2008 RM'000	Year to date 31 March 2008 RM'000
Provision for taxation	<u>322</u>	<u>322</u>

The year to date effective tax rate was higher than the statutory tax rate mainly due to certain expenses not allowable for tax purposes.

### B6. Unquoted Investments and / or properties

There were no disposals or purchase of unquoted investments or properties for the period ended 31 March 2008.

**B7. Quoted Securities**

Total purchases and disposals of quoted securities were as follows :-

	Current quarter 31 March 2008 RM'000	Year to date 31 March 2008 RM'000
Total purchase consideration	2,984	2,984
Total sale proceeds	6,770	6,770
Total profits on disposal	132	132

Total investments in quoted securities as at 31 March 2008 were as follows:-

At cost	16,308
At book value	15,149
At market value	62,323

**B8. Status of Corporate Proposal Announced But Not Completed As At 27 May 2008**

Not applicable.

**B9. Borrowing and Debt Securities**

There were no outstanding group borrowings and debt securities as at the end of the quarter ended 31 March 2008.

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risks as at the date of the issue of this announcement.

**B11. Material litigations**

There were no material litigations against the Company and its subsidiary companies.

**B12. Dividend**

Please refer to explanatory Note **A7**.

**B13. Earning Per Share ('EPS')**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Financial Year Quarter Ended 31 March 2008	Preceding Financial Year Corresponding Quarter Ended 31 March 2007	Current Financial Year To date 31 March 2008	Preceding Financial Year To date 31 March 2007
	RM'000	RM'000	RM'000	RM'000
Basic Earnings per share				
Group's profit after tax used as numerator in the calculation of basic EPS	313	2,878	313	2,878
Weighted average no of ordinary shares in issue used as denominator in the calculation of basic EPS	223,068	223,068	223,068	223,068
Basic Earnings Per Share (sen)	0.1	1.3	0.1	1.3
Diluted Earnings Per Shares	N/A	N/A	N/A	N/A

By order of the Board

**THE NOMAD GROUP BHD**

**(FORMERLY KNOWN AS KUALA LUMPUR CITY CORPORATION BERHAD)**

WONG KEO ROU (MAICSA 7021435)

Secretary

Kuala Lumpur

30 May 2008