

CEPATWAWASAN GROUP BERHAD
(Company No. 536499-K)

Condensed Consolidated Income Statement for the period ended 31 March 2009

	Individual quarter		Cumulative quarter	
	3 months ended 31.03.2009 RM'000 (Unaudited)	3 months ended 31.03.2008 RM'000 (Unaudited)	3 months ended 31.03.2009 RM'000 (Unaudited)	3 months ended 31.03.2008 RM'000 (Unaudited)
Revenue	32,640	60,298	32,640	60,298
Cost of sales	(26,471)	(45,072)	(26,471)	(45,072)
Gross profit	6,169	15,226	6,169	15,226
Other income	260	5,712	260	5,712
Administrative expenses	(1,019)	(1,085)	(1,019)	(1,085)
Selling and marketing expenses	(911)	(654)	(911)	(654)
Finance costs	(430)	(330)	(430)	(330)
Profit before tax	4,069	18,869	4,069	18,869
Income tax expense	(1,045)	(3,549)	(1,045)	(3,549)
Profit for the period	3,024	15,320	3,024	15,320
Attributable to:				
Equity holders of the parent	2,927	14,742	2,927	14,742
Minority interests	97	578	97	578
	3,024	15,320	3,024	15,320
Earnings per share attributable to equity holders of the parent:				
Basic, for profit for the period (sen)	1.36	6.84	1.36	6.84

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial report.

CEPATWAWASAN GROUP BERHAD
(Company No. 536499-K)

Condensed Consolidated Balance Sheet as at 31 March 2009

	As at end of period ended 31.03.2009 RM'000 (Unaudited)	As at preceding period ended 31.12.2008 RM'000 (Audited)
ASSETS		
Non-current Assets		
Property, plant and equipment	61,967	62,032
Investment properties	20,279	20,279
Prepaid land lease payments	63,946	64,146
Biological assets	150,405	150,374
Intangible assets	92,088	92,088
Deferred tax assets	1,086	749
	<u>389,771</u>	<u>389,668</u>
Current assets		
Inventories	10,245	13,796
Trade and other receivables	9,860	10,576
Tax refundable	2,222	2,205
Short term investments	1,185	1,092
Deposits placed with licensed banks	23,074	23,672
Cash and bank balances	6,747	4,876
	<u>53,333</u>	<u>56,217</u>
TOTAL ASSETS	<u>443,104</u>	<u>445,885</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	215,457	215,457
Retained profits	121,348	118,421
	<u>336,805</u>	<u>333,878</u>
Minority interests	15,728	15,631
Total equity	<u>352,533</u>	<u>349,509</u>
Non-current liabilities		
Lease rental payable	267	267
Borrowings	22,343	28,264
Deferred tax liabilities	45,802	45,805
	<u>68,412</u>	<u>74,336</u>
Current liabilities		
Borrowings	11,943	8,654
Trade and other payables	9,924	12,414
Provision for taxation	292	972
	<u>22,159</u>	<u>22,040</u>
Total liabilities	<u>90,571</u>	<u>96,376</u>
TOTAL EQUITY AND LIABILITIES	<u>443,104</u>	<u>445,885</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.56	1.55

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial report.

CEPATWAWASAN GROUP BERHAD
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Condensed Consolidated Cash Flow Statement for the period ended 31 March 2009

	3 months ended 31.03.2009 RM'000 (Unaudited)	3 months ended 31.03.2008 RM'000 (Unaudited)
Net cash generated from/ (used in) operating activities	5,306	(3,414)
Net cash (used in)/ generated from investing activities	(718)	9,744
Net cash used in financing activities	(3,222)	(11,169)
Net increase/ (decrease) in cash and cash equivalents	<u>1,366</u>	<u>(4,839)</u>
Cash and cash equivalents at beginning of financial period	29,640	42,058
Cash and cash equivalents at end of financial period	<u>31,006</u>	<u>37,219</u>

Cash and cash equivalents at the end of the financial period comprise the following:

	As at 31.03.2009 RM'000	As at 31.03.2008 RM'000
Short term investments	1,185	-
Deposits placed with licensed banks	23,074	31,449
Cash and bank balances	<u>6,747</u>	<u>5,770</u>
	<u>31,006</u>	<u>37,219</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial report.

CEPATWAWASAN GROUP BERHAD
(Company No. 536499-K)

Condensed Consolidated Statement of Changes in Equity for the period ended 31 March 2009

	Attributable to Equity Holders of the parent			Minority Interests	Total Equity
	Share Capital	Retained Profits	Distributable Total		
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2008	215,457	83,861	299,318	13,877	313,195
Profit for the period	-	14,742	14,742	578	15,320
At 31 March 2008	215,457	98,603	314,060	14,455	328,515
At 1 January 2009	215,457	118,421	333,878	15,631	349,509
Profit for the period	-	2,927	2,927	97	3,024
At 31 March 2009	215,457	121,348	336,805	15,728	352,533

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial report.

CEPATWAWASAN GROUP BERHAD
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Notes to the Interim Financial Report

1. Basis of preparation

The interim financial report has been prepared in accordance with the requirements of FRS 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and it should be read in conjunction with the audited financial statements for the year ended 31 December 2008.

The accounting policies used in the preparation of interim financial report are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 2008. These explanatory notes attached to the interim financial report 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 year ended 31 December 2008.

3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2008 was not qualified.

4. Segmental information

	Individual Quarter		Cumulative Quarter	
	3 months ended 31.03.2009 RM'000	3 months ended 31.03.2008 RM'000	3 months ended 31.03.2009 RM'000	3 months ended 31.03.2008 RM'000
Segment revenue				
Revenue from continuing operations:				
Mill and plantations	40,111	70,110	40,111	70,110
Quarries	759	801	759	801
Others	145	545	145	545
Total revenue including inter-segment sales	41,015	71,456	41,015	71,456
Elimination of inter-segment sales	(8,375)	(11,158)	(8,375)	(11,158)
Total revenue from continuing operations	32,640	60,298	32,640	60,298
Segment profit before tax				
Results from continuing operations:				
Mill and plantations	3,950	13,376	3,950	13,376
Quarries	(26)	69	(26)	69
Others	145	5,424	145	5,424
Total profit before tax from continuing operations	4,069	18,869	4,069	18,869

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. Changes in estimates

There was no estimation of amount used in the preceding reporting quarter having a material impact in the current reporting quarter.

7. Comments about seasonal or cyclical factors

In line with the trend of Fresh Fruit Bunches (FFB) production in the oil palm industry, the Group expects 'low' crop in the beginning of the calendar year and 'high' crop towards the second half of the calendar year.

8. Dividend paid

There were no dividends paid during the financial year-to-date.

9. Carrying amount of revalued assets

The valuations of property, plant and equipment have been brought forward without amendment from the audited financial statements for the year ended 31 December 2008.

10. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities.

11. Changes in composition of the Group

There were no changes in the composition of the Group during the current interim period.

12. Capital commitments

The amount of capital commitments not provided for in the unaudit interim financial report as at 31 March 2009 is as follows:

	RM'000
Approved and contracted for	2,460
Approved but not contracted for	1,828
	<u>4,288</u>

13. Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2008.

14. Subsequent events

There were no material events subsequent to the end of the current quarter.

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Information required by BMSB Listing Requirements

1. Review of performance

For this first quarter under review, the Group recorded revenue of RM32.64 million, a significant decrease of RM27.66 million as compared to the preceding year's corresponding quarter due to lower CPO and PK prices despite an increase in CPO sales volume of 11%.

The Group reported a profit before tax of RM4.07 million for the first quarter ended 31 March 2009, a decrease of 78% from the preceding year's corresponding quarter mainly due to lower CPO and PK prices and a gain of approximately RM4.27 million arising from the disposal of jungle land in a subsidiary in preceding year's corresponding quarter.

2. Comment on material change in profit before tax against immediate preceding quarter

Profit before tax in the current quarter is lower at RM4.07 million as compared to RM5.77 million in the immediate preceding quarter due to lower extraction rates because of seasonal and decline in CPO sales volume by 26% despite 8% improvement in CPO price.

3. Commentary on prospects

Barring any unforeseen circumstances, the Board is confident that the Group's prospects remain bright in view of the recent increase in CPO and PK prices to around RM2,700 and RM1,000 per metric tonne respectively.

4. Profit forecast or profit guarantee

Not applicable as there was no profit forecast or guarantee published.

5. Income tax expense

	Individual quarter		Cumulative quarter	
	3 months ended 31.03.2009	3 months ended 31.03.2008	3 months ended 31.03.2009	3 months ended 31.03.2008
	RM'000	RM'000	RM'000	RM'000
Current tax	1,480	3,221	1,480	3,221
Deferred tax	(435)	328	(435)	328
Total income tax expense	1,045	3,549	1,045	3,549

The effective tax rate for the current quarter was in line with the statutory tax rate as reported. Income tax is calculated at statutory tax rate of 25% (31 December 2008: 26%) on the estimated assessable profit for the period.

6. Sale of unquoted investments and properties

There were no sales of unquoted investments and properties during the reporting quarter.

7. Quoted securities

There were no purchases and disposals of quoted securities for the current quarter under review.

8. Corporate proposals

There was no corporate proposal for the current quarter under review.

9. Borrowings

	As at 31.03.2009 RM'000	As at 31.12.2008 RM'000
Secured		
Short term borrowings	11,943	8,654
Long term borrowings	22,343	28,264
	<u>34,286</u>	<u>36,918</u>

10. Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report.

11. Changes in material litigation

Kuala Lumpur High Court Civil Suit No. D3-22-1168-2004

Cepatwawasan Group Berhad and Prolific Yield Sdn Bhd v Tengku Dato' Kamal Ibni Sultan Sir Abu Bakar and 17 others for the recovery of RM16 million wrongfully and fraudulently paid out by the former directors who were removed on 6 August 2004.

- the hearing of the 1st to 4th Defendant's application for stay of execution of Attachment Before Judgment Order before the Court of Appeal is adjourned to 22 June 2009;
- the case management of this matter is adjourned to 13 July 2009 pending the disposal of the Plaintiff's appeal to the Court of Appeal with regard to the High Court's decision in striking out the Plaintiffs' Statement of Claim against the 14th - 17th Defendants; and
- the court has allowed the 7th Defendant's application to deal with her personal assets including the withdrawal of monies from her bank accounts subject to the 7th Defendant producing original documents to the court to verify its existences. On 24 March 2009, the 7th Defendant had produced original documents for verification in compliance with the court order dated 11 February 2009; and
- case management is scheduled on 13 July 2009.

12. Dividend payable

No interim dividend has been declared for the financial period ended 31 March 2009 (31 March 2008: Nil).

13. Earnings per share

(a) Basic

Basic earnings per share amounts are calculated by dividing the Group's profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	3 months ended 31.03.2009 RM'000	3 months ended 31.03.2008 RM'000	3 months ended 31.03.2009 RM'000	3 months ended 31.03.2008 RM'000
Profit attributable to ordinary equity holders of the parent	2,927	14,742	2,927	14,742
Weighted average number of Ordinary shares in issue ('000)	215,457	215,457	215,457	215,457
Basic earnings per share (sen) for: Profit for the period	1.36	6.84	1.36	6.84

(b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet and therefore, diluted earnings per share has not been presented.

14. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 April 2009.