

**Tamadam Bonded Warehouse Berhad**  
(Company No. 82731-A)  
(Incorporated in Malaysia)

**Interim Financial Report**  
**30 September 2007**

# Tamadam Bonded Warehouse Berhad

(Company No. 82731-A)

(Incorporated in Malaysia)

## Condensed consolidated income statement

(Figures have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative</u>	
	<u>Quarter ended</u>		<u>Period ended</u>	
	<u>30 September</u>		<u>30 September</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Continuing Operations</b>				
<b>Revenue</b>	2,734	3,956	10,057	10,930
<b>Cost of sales</b>	<u>(2,433)</u>	<u>(3,641)</u>	<u>(7,512)</u>	<u>(8,857)</u>
<b>Gross Profit</b>	301	315	2,545	2,073
Other Income	428	7,227	860	7,586
Administrative expenses	(874)	(631)	(2,883)	(1,579)
Other expenses	-	-	-	-
Finance costs	(251)	(567)	(796)	(1,687)
Share of profit/ (loss) of associates	-	-	-	-
<b>(Loss) / Profit before tax</b>	<u>(396)</u>	<u>6,344</u>	<u>(274)</u>	<u>6,393</u>
Income tax expense	-	-	-	-
<b>(Loss) / Profit for the period from continuing operations</b>	<u>(396)</u>	<u>6,344</u>	<u>(274)</u>	<u>6,393</u>
Discontinued Operations	-	-	-	-
(Loss) / profit for the period from a discontinuing operation	-	-	-	-
<b>(Loss) / profit for the period</b>	<u><u>(396)</u></u>	<u><u>6,344</u></u>	<u><u>(274)</u></u>	<u><u>6,393</u></u>
<b>Attributable to:</b>				
Equity holders of the parent	(396)	6,344	(274)	6,393
Minority interest	-	-	-	-
	<u><u>(396)</u></u>	<u><u>6,344</u></u>	<u><u>(274)</u></u>	<u><u>6,393</u></u>

There is no dilution effect from: 21,780,000 warrants issued on 5 January 2000.

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006

# Tamadam Bonded Warehouse Berhad

(Company No. 82731-A)  
(Incorporated in Malaysia)

## Condensed Consolidated Balance Sheet

(Figures have not been audited)

	As At 30.09.2007 RM'000 (Unaudited)	As At 31.12.2006 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	31,258	31,730
Other investments	-	-
Goodwill on consolidation	80	-
	<u>31,338</u>	<u>31,730</u>
<b>Current assets</b>		
Trade receivables	3,695	2,678
Other receivables	7,448	6,869
Tax assets	-	2
Cash and bank balances	2,014	2,684
	<u>13,157</u>	<u>12,233</u>
<b>TOTAL ASSETS</b>	<u><u>44,495</u></u>	<u><u>43,963</u></u>
<b>EQUITY &amp; LIABILITY</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	49,005	49,005
Share premium	13,623	13,622
Other reserves	-	-
Retained earnings	(35,914)	(35,641)
<b>Total Equity</b>	<u>26,714</u>	<u>26,986</u>
<b>Non Current Liabilities</b>		
Bank borrowings	3,601	4,704
Hire purchase payables	230	198
	<u>3,831</u>	<u>4,902</u>
<b>Current liabilities</b>		
Bank borrowings	6,655	6,919
Hire purchase payables	484	179
Trade payables	3,608	2,109
Other payables	3,203	2,868
<b>Total liabilities</b>	<u>17,781</u>	<u>16,977</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>44,495</u></u>	<u><u>43,963</u></u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006

# Tamadam Bonded Warehouse Berhad

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## Condensed consolidated statement of changes in equity (Figures have not been audited)

	Non-Distributable RM'000			Accumulated losses RM'000	Total RM'000
	Share Capital	Share Premium	Capital Reserve		
<b>At 1 January 2007</b>	49,005	13,623	-	(35,640)	26,988
Net loss for the period				(274)	(274)
<b>At 30 September 2007</b>	49,005	13,623	-	(35,914)	26,714

	Non-Distributable RM'000			Accumulated losses RM'000	Total RM'000
	Share Capital	Share Premium	Capital Reserve		
<b>At 1 January 2006</b>	49,005	13,623	437	(40,565)	22,500
Realisation of capital reserve transferred to Accumulated losses			(437)	437	-
Net profit for the period				6,393	6,393
<b>At 30 September 2006</b>	49,005	13,623	-	(33,735)	28,893

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006

# Tamadam Bonded Warehouse Berhad

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## Condensed consolidated cash flow statement

(Figures have not been audited)

	Period ended 30/09/2007 RM'000	Period ended 30/09/2006 RM'000
<b>Operating activities</b>		
Net (loss) / profit before tax	(274)	6,393
<b>Adjustments for:-</b>		
Depreciation	972	2,080
Gain / (loss) on disposal of PPE	18	(7,048)
Interest charges	796	1,688
Bad debts written-off	-	194
Bad debts recovered	-	(72)
Operating profit before changes in working capital	1,512	3,235
Changes in working capital	-	-
Net change in current assets (increase)/decrease	(1,594)	(28,423)
Net change in current liabilities increase/(decrease)	1,834	858
Cash generated from operations	1,752	(24,330)
Interest paid	(796)	(1,688)
Tax paid	-	-
<b>Net cash generated/ (used) in operating activities</b>	956	(26,018)
<b>Investing activities</b>		
Investment in subsidiary company	(80)	-
Purchase of property, plant and equipment	(548)	(606)
Proceeds from disposal of PPE	31	27,900
<b>Net cash used in investing activities</b>	(597)	27,294
<b>Financing activities</b>		
Repayment of bank borrowings	(618)	(609)
Repayment of hire-purchase payables	338	(283)
<b>Net cash generated/(used) in financing activities</b>	(280)	(892)
Net increase/(decrease) in cash and cash equivalents	79	384
<b>Cash and cash equivalents at the beginning of financial period</b>	(3,793)	(15,863)
<b>Cash and cash equivalents at the end of financial period</b>	(3,714)	(15,479)
<b>Cash and bank balances</b>	2,014	412
<b>Bank overdrafts</b>	(5,728)	(15,891)
	(3,714)	(15,479)

The Condensed Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006

# **Tamadam Bonded Warehouse Berhad**

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## **Notes to the interim financial report**

### **1. Basis of preparation**

The interim financial report is unaudited and has been prepared in compliance with the requirements of FRS134 (previously MASB 26), “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia. The interim financial report should be read in conjunction with the Annual Financial Report for the year ended 31 December 2006.

### **2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 December 2006 except for the adoption of the following new and revised Financial Reporting Standards (“FRS”) issued by MASB that are in effect for the financial period beginning 1 January 2007:-

FRS 117	Leases
FRS 124	Related Party Disclosures

### **3. Qualification of financial statements**

The preceding audited financial statements for the year ended 31 December 2006 were not subject to any qualification.

### **4. Seasonal or cyclical factors**

The Group’s operations were not significantly affected by any significant seasonal or cyclical factors during the quarter under review.

### **5. Unusual items**

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the quarter under review.

### **6. Nature and amount of changes in estimates**

This note is not applicable.

### **7. Debt and equity securities**

There was no issuance, cancellation, repurchase, resale nor repayment of debt and equity securities for the period under review.

## 8. Dividend

No interim dividend has been paid or declared by the Company for the financial quarter ended 30 September 07.

## 9. Segmental reporting

	3 months ended		9 months ended	
	30.09.07 RM '000	30.09.06 RM '000	30.09.07 RM '000	30.09.06 RM '000
<b>Segment Revenue</b>				
Revenue from continuing operations:				
Warehousing, rental, freight forwarding & transportation	2,733	3,942	10,035	10,883
Trading & insurance	1	14	22	47
Total revenue including inter-segment sales	<u>2,734</u>	<u>3,956</u>	<u>10,057</u>	<u>10,930</u>
Elimination of inter-segment sales	-	-	-	-
Total revenue from continuing operations	<u>2,734</u>	<u>3,956</u>	<u>10,057</u>	<u>10,930</u>
Revenue from discontinued operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>2,734</u>	<u>3,956</u>	<u>10,057</u>	<u>10,930</u>
<b>Segment results</b>				
Results from continuing operations:				
Warehousing, rental, freight forwarding & transportation	(379)	6,352	(255)	6,454
Trading & Insurance	<u>(17)</u>	<u>(8)</u>	<u>(19)</u>	<u>(61)</u>
Elimination of inter-segment results				
Total results from continuing operations	<u>(396)</u>	<u>6,344</u>	<u>(274)</u>	<u>6,393</u>
Results from discontinued operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>(396)</u>	<u>6,344</u>	<u>(274)</u>	<u>6,393</u>

## 10. Property, plant and equipment

This note is not applicable.

## 11. Changes in composition of the Group

There were no changes to the composition of the Group for the period under review.

## 12. Events subsequent to the balance sheet date

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

### **13. Contingent liabilities**

There are no contingent liabilities other than those provided by the Company to subsidiary companies (which are unsecured) as follows:

- |     |   |             |
|-----|---|-------------|
| (i) | Guarantee given to a financial institution for banking facilities granted to a subsidiary company | RM5,539,118 |
|-----|---|-------------|



# **Tamadam Bonded Warehouse Berhad**

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## **Interim Financial Report 30 September 2007**

Additional information required by the  
Bursa Malaysia's Listing Requirements

# Tamadam Bonded Warehouse Berhad

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## Additional information required by the Bursa Malaysia's Listing Requirements

### 1. Review of performance

Revenue for the period ended 30 September 2007 decreased to RM10.06 million as compared to RM10.93 million in the prior financial period ended 30 September 2006. The reduction in revenue was mainly due to lower revenue generated by the logistics division.

The Group posted loss after taxation of RM274,000 for the nine month period ended 30 September 2007 as compared to a profit before taxation of RM6.39 million in the previous corresponding period. Profit was reduced partly because of the reduction in revenue and also because gain on disposal of Lot 11614 and Lot PT 21596, Mukim of Klang, District of Klang was recognised in the previous corresponding period.

### 2. Variation of results against preceding quarter

The Group's revenue for the quarter ended 30 September 2007 declined by 31% to RM2.73 million as compared to RM3.96 million in the quarter ended 30 September 2006. This was due to lower revenue generated by the storage and transport divisions in the current quarter. Also, gain on disposal of Lot 11614 and Lot PT 21596, Mukim of Klang, District of Klang was recognised in the previous corresponding quarter.

As a result, the Group recorded a loss of RM396,000 in the current quarter ended 30 September 2007 as compared to profit before tax of RM6.34 million in the previous quarter.

### 3. Prospects

Barring any unforeseen circumstances, the performance of the Group for the financial year ending 31 December 2007 is expected to be challenging.

### 4. Profit forecast

Not applicable as no profit forecast was published.

### 5. Taxation

	Quarter ended 30 September		9 months ended 30 September	
	2007 RM'000	2006 RM'000	2007 RM'000	2006 RM'000
Based on results for the period	-	-	-	-
Under provision in prior year	-	-	-	-
Transfer from deferred tax	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

## 6. Sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties during the period under review.

## 7. Quoted investments

Balance at 01.01.2007 RM	Bought in the period RM	Sold in the period RM	Balance at 30.09.2007 RM
NIL	-	-	NIL

There were no purchases or disposals of quoted securities during the period under review.

## 8. Status of corporate proposal announced

Save as disclosed below, there are no other corporate proposals announced:-

On 11 May 2007, the Company announced that the Company had entered into a memorandum of understanding with Brahim's International Franchises Sdn Bhd ("**BIF**") ("**BIF MoU**") for the Proposed Acquisition of 51% equity interest in Brahim's-LSG Sky Chefs Holding Sdn Bhd ("**BLH**") ("**Proposed BLH Acquisition**"). The Company had also on the same day entered into a memorandum of understanding with Dewina Holdings Sdn Bhd ("**DHSB**") ("**Dewina MoU**") for purposes of the Proposed Acquisition of 51% equity interest in Dewina Host Sdn Bhd ("**DHOST**") ("**Proposed DHOST Acquisition**").

On 28 June 2007, the Company announced that the Company had entered into the Share Sales Agreements in relation to the abovementioned proposals.

Subsequent to the above, on 13 September 2007, the Company announced that the parties to the DHOST Agreement have mutually agreed not to proceed with the Proposed DHOST Acquisition and accordingly, the parties have mutually agreed to terminate the DHOST Agreement. In view of the above, the proposals to be undertaken will now comprise the followings:-

- i) Proposed BLH Acquisition;
- ii) Proposed BIF Waiver;
- iii) Proposed Tamadam Waiver;
- iv) Proposed Offer for Sale and/or Placement; and
- v) Proposed Increase in Authorised Share Capital.

It was also announced that the termination of Proposed DHOST Acquisition does not materially change the benefits to be derived by the Company from the proposals announced on 28 June 2007. Furthermore, it was also announced that the final purchase consideration for the Proposed BLH Acquisition shall be subject to a valuation to be conducted on the BLH Sales Shares by the independent valuer appointed the Company.

On 18 September 2007, the Company announced that the applications on the Proposed Acquisition and the Proposed BIF Waiver have been submitted to the relevant authorities on the even day for approval, save for the application on the Proposed Tamadam Waiver which the Company has been advised is no longer required.

## 9. Borrowings

	<b>30.09.2007</b> <b>RM'000</b>
<b>a) Short term borrowings</b>	
Secured term loans	927
Unsecured term loans	-
Secured bank overdrafts	-
Unsecured bank overdrafts	5,728
	<u>6,655</u>
<b>b) Long term borrowings</b>	
Secured term loans	3,601
Unsecured term loans	-
	<u>3,601</u>

The above borrowings are denominated in Ringgit Malaysia.

## 10. Off-balance sheet financial instruments

During the financial period to-date, the Group did not enter into any contracts involving off balance sheet financial instruments.

## 11. Changes in material litigation

There were no changes in material litigation during the period under review.

## 12. Dividend

No dividend has been proposed in respect of the current financial period.

## 13. Basic earnings per share

The calculation of basic earnings per share for the quarter and year to date is based on the net profit attributable to ordinary shareholders and the number of ordinary shares in issue during the year of 49,005,000 ordinary shares.

Company No. 82731-A

## **14. Authorisation for Issue**

The interim financial statement was authorised for issue on 28 November 2007 by the Board of Directors.