

NAGAMAS INTERNATIONAL BERHAD
Condensed Consolidated Balance Sheet
As At 31 March 2009

	AS AT 31 Mar 2009 RM'000	AS AT 31 Dec 2008 RM'000
Non Current Assets		
Property, Plant and Equipment	6,377	6,390
Long Term Investments	475	581
Goodwill on Consolidation	1,582	1,582
	<u>8,434</u>	<u>8,553</u>
Current Assets		
Inventories	12,617	13,820
Trade Receivables	16,499	17,785
Other Receivables	10,382	10,702
Cash	5,900	6,720
Others - Time deposits placed with licensed financial institutions	6,133	5,793
- Tax recoverable	327	554
	<u>51,858</u>	<u>55,374</u>
Total Assets	<u>60,292</u>	<u>63,927</u>
Equity		
Share Capital	50,895	50,895
Accumulated Losses	(6,438)	(6,138)
Translation Adjustment Account	139	3
Total Equity	<u>44,596</u>	<u>44,760</u>
Non Current Liabilities		
Deferred Taxation	49	49
Current Liabilities		
Trade Payables	2,586	3,425
Other Payables	12,349	12,476
Short Term Borrowings	712	3,217
	<u>15,647</u>	<u>19,118</u>
Total Liabilities	15,696	19,167
Total Equity And Liabilities	<u>60,292</u>	<u>63,927</u>
Net assets per share (RM)	0.8762	0.8795

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the 9-month financial period ended 31 December 2008)

NAGAMAS INTERNATIONAL BERHAD
Condensed Consolidated Income Statement
For The Quarter Ended 31 March 2009

	3 months '09	3 months '08	YTD '09	YTD '08
	2009 Current quarter ended 31 March RM'000	2008 Comparative quarter ended 31 March RM'000	2009 3 months Cumulative to date RM'000	2008 3 months Cumulative to date RM'000
Revenue	<u>15,915</u>	<u>23,238</u>	<u>15,915</u>	<u>23,238</u>
Gross Profit	3,530	6,031	3,530	6,031
Operating Expenses	(3,749)	(3,444)	(3,749)	(3,444)
(Loss)/Profit from Operation	<u>(219)</u>	<u>2,587</u>	<u>(219)</u>	<u>2,587</u>
Other Income	193	421	193	421
Finance costs	(52)	(59)	(52)	(59)
(Loss)/Profit before taxation	<u>(78)</u>	<u>2,949</u>	<u>(78)</u>	<u>2,949</u>
Taxation	(223)	(273)	(223)	(273)
(Loss)/Profit after taxation	<u>(301)</u>	<u>2,676</u>	<u>(301)</u>	<u>2,676</u>
Minority Interest	-	-	-	-
Net (loss)/profit for the period	<u>(301)</u>	<u>2,676</u>	<u>(301)</u>	<u>2,676</u>
(LPS)/EPS				
- Basic (sen)	(0.59)	5.19	(0.59)	5.19
- Diluted (sen)	N/A	N/A	N/A	N/A
Gross Interest Income	39	50	39	50
Gross Interest Expenses	(52)	(59)	(52)	(59)

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the 9-month financial period ended 31 December 2008)

NAGAMAS INTERNATIONAL BERHAD
Condensed Consolidated Statement of Changes in Equity
For The Quarter Ended 31 March 2009

	← <i>Non-Distributable</i> →	→ <i>Distributable</i>		
	Share Capital RM	Translation Adjustment Account RM	Accumulated Losses RM	Total RM
Balance as at 1 April 2008	50,895,000	(295,380)	(6,585,909)	44,013,711
Currency translation differences	-	298,142	-	298,142
Net profit for the period	-	-	448,236	448,236
Balance as at 31 December 2008	50,895,000	2,762	(6,137,673)	44,760,089
Currency translation differences	-	136,035	-	136,035
Net loss for the quarter	-	-	(300,798)	(300,798)
Balance as at 31 March 2009	50,895,000	138,797	(6,438,471)	44,595,326

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the 9-month financial period ended 31 December 2008)

NAGAMAS INTERNATIONAL BERHAD
Condensed Consolidated Cash Flow Statement
For The Quarter Ended 31 March 2009

	31 Mar 09	31 Mar 08
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(78)	2,949
Adjustment for:		
Depreciation of property, plant and equipment	145	168
Foreign exchange translation	138	72
Impairment loss on investment	106	-
Property, plant and equipment written off	-	22
Provision for doubtful debts	167	215
Interest expense	52	59
Interest income	(39)	(50)
Operating profit before working capital changes	<u>491</u>	<u>3,435</u>
Decrease in inventories	1,203	288
Decrease/(Increase) in receivables	1,440	(2,140)
(Decrease)/Increase in payables	(3,466)	245
Cash (used in)/generated from operations	<u>(332)</u>	<u>1,828</u>
Interest paid	(52)	(59)
Interest received	39	50
Tax refunded/(paid)	5	(84)
Net cash (used in)/generated from operating activities	<u>(340)</u>	<u>1,735</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in jointly controlled entity	-	(8,000)
(Placement)/Withdrawal of fixed deposits	(340)	8,964
Purchase of property, plant and equipment	(134)	(24)
Net cash (used in)/generated from investing activities	<u>(474)</u>	<u>940</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase payables	(6)	(26)
Net cash used in financing activities	<u>(6)</u>	<u>(26)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(820)	2,649
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	6,720	2,856
CASH AND CASH EQUIVALENTS CARRIED FORWARD	<u>5,900</u>	<u>5,505</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the 9-month financial period ended 31 December 2008)

NAGAMAS INTERNATIONAL BERHAD
Quarter Ended 31 March 2009
Part A - Explanatory Notes Pursuant to FRS 134

1. Accounting Policies

The interim financial report has been prepared in accordance with FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”) and should be read in conjunction with the audited financial statements of the Group for the 9-month financial period ended 31 December 2008.

The accounting policies used by the Group in the quarterly report comply with the principles of the International Financial Reporting Standards (“IFRS”) adopted by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB. The quarterly report has been prepared based on the presentation, accounting policies and methods of computation consistent with those adopted in the preparation of the audited statutory financial statements for the 9-month financial period ended 31 December 2008.

2. Declaration of Qualification of Audit Report

There was no qualification in the auditors report for the period ended 31 December 2008.

3. Seasonality or cyclicity of operations

The Group’s operations are not subject to seasonal or cyclical factors.

4. Nature and Amount of Unusual Items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows during the quarter under review.

5. Nature and Amount of Changes in Estimates

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

6. Issuance or repayment of debts and equity securities

There were no issuances of new shares or repayments of debts and equity securities during the quarter under review.

7. Dividends

No dividend is being proposed or paid for this quarter.

NAGAMAS INTERNATIONAL BERHAD
Quarter Ended 31 March 2009
Part A - Explanatory Notes Pursuant to FRS 134

8. Segmental Reporting

By Business Segment

	Total Revenue RM	Inter Company RM	External Sales RM	Profit/(Loss) Before Taxation RM
Industrial division	18,693,715	(2,853,908)	15,839,807	396,681
Aviation services	75,154	-	75,154	34,268
Property & investment holding	36,693	(36,693)	-	(508,866)
Group	18,805,562	(2,890,601)	15,914,961	(77,917)

By Geographical Segment

	External Sales RM	Profit/(Loss) Before Taxation RM
Malaysia	15,497,393	59,368
Singapore	97,017	(37,370)
Canada	245,397	(96,406)
Hong Kong	75,154	(3,509)
Group	15,914,961	(77,917)

9. Valuation of Investment Properties and Property, Plant and Equipment

The valuations of investment properties and land and buildings have been brought forward, without amendment from the previous annual report.

10. Material events subsequent to the end of the period

On 23 April 2009, Nagamas International Berhad (“Nagamas”) had entered into a Sales and Purchase of Shares Agreement with Jojevi Sdn Bhd (“Jojevi”) for the proposed disposal of its entire equity interests in Continental Series Sdn Bhd, Westech Chemicals Sdn Bhd, Ferndale Direct Sdn Bhd, Tenco Industries Sdn Bhd, Wilron Products Sdn Bhd, Ridgemonde Chemicals & Resins Sdn Bhd, Iso Kimia (M) Sdn Bhd, Vivaplus Paints Sdn Bhd, Quality Coatings Sdn Bhd, Tenco Construction Sdn Bhd, Tenco Westech Industries Pte Ltd, Tenco Westech Industries Incorporated, Westech Sdn Bhd (In Creditors’ Voluntary Winding Up) and Tenco Management Sdn Bhd (collectively, the “Industrial Division Companies”) save for the land/building known as H.S.(D) 132504, Lot PT 70, Seksyen 23, Bandar Shah Alam, Daerah Petaling, Selangor, bearing the postal address No. 5, Jalan Pelabur 23/1, 40300 Shah Alam, Selangor Darul Ehsan to Jojevi for a total cash consideration of RM4.00 million and assumption of debt.

NAGAMAS INTERNATIONAL BERHAD

Quarter Ended 31 March 2009

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB

10. Material events subsequent to the end of the period (Cont'd.)

On 23 April 2009, Nagamas has entered into an Exclusive Ticketing Purchase Outsourcing Agreement with Malaysia-Beijing Travel Services Sdn Bhd (“MBTS”) for MBTS to outsource the whole of its ticketing department to Nagamas or its nominated entity for the exclusive rights to purchase airlines tickets or cargo booking in advance for MBTS from various airlines and to be supplied to MBTS for resale to MBTS’s customers for a period of two years plus 1 year option for renewal. Nagamas has also on the even date entered into a Conditional Share Purchase Agreement with Mr. Auw Yong Seng and Ms. Yeo Soat Luang, to acquire the entire interest in Mas-be Travel Services Sdn Bhd, amounting to 200,002 ordinary shares of RM1.00 each for a total cash consideration of RM230,000 only.

11. Effect of Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter.

12. Contingent Liabilities

There were no contingent liabilities at the end of the quarter.

13. Comparison with Preceding Quarter’s Results

Revenue recorded for current quarter was RM15.92 million which showed a decrease of RM0.84 million compared to that of the preceding quarter. Nonetheless, operating loss for the quarter before interest on borrowing was RM0.22 million compared to an operating loss of RM0.53 million in the preceding quarter.

14. Review of Performance

For the quarter under review, the Group registered a revenue of RM15.92 million and a net loss after taxation of RM0.30 million. At the operating level, the Group recorded an operating loss of RM0.22 million compared to an operating profit of RM2.59 million in the previous year’s corresponding quarter. The operating profit of RM2.59 million in the previous year’s corresponding quarter was mainly attributable to higher revenue generated from the joint venture marketing of property in China. (Revenue for current quarter: RM15.92 million; Revenue for previous year’s corresponding quarter: RM23.24 million)

15. Future Prospects

In view of the challenging business condition and stiff competition, the Group will endeavor to achieve positive results through cost cutting measures to improve efficiency for the quarter ended 30 June 2009.

NAGAMAS INTERNATIONAL BERHAD

Quarter Ended 31 March 2009

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB

16. Variance on Profit Forecast / Profit Guarantee

Not applicable.

17. Taxation

The tax charge relates principally to the current year's profit made by certain profitable subsidiary companies which cannot be offset against the losses of other subsidiary companies within the Group.

18. Gain on Sale of Unquoted Investments and/or Properties

There is no gain on sale of unquoted investments and properties for the quarter ended 31 March 2009.

19. Purchase or Disposal of Quoted Securities

There were no purchases or disposals of quoted securities by the Group.

20. Status of Corporate Proposals

The Company's Restructuring Scheme was completed on 24 September 2007.

Status of Utilization of Proceeds from Rights Issue and Special Issue as at 31 March 2009

	<u>RM'000</u>
<u>Utilized</u>	
Repayment of bridging loans	10,889
Restructuring expenses	348
Investment	8,924
Working capital	2,918
	<hr/> 23,079
<u>Unutilized</u>	
Working capital and/or expansion plan involving new businesses	1,716
Total Proceeds	<hr/> 24,795 <hr/>

NAGAMAS INTERNATIONAL BERHAD

Quarter Ended 31 March 2009

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB

21. Group Borrowings

Group borrowings as at 31 March 2009:

	Secured RM'000
LC/TR/BA	591
Hire purchases	121
	<hr/> <hr/> 712

Note:

The borrowings are secured against fixed deposits on a set-off basis by the relevant subsidiaries.

22. Off Balance Sheet Financial Instruments

None.

23. Material Litigation

There is no pending material litigation for the Group as at the date of this report, other than disclosed as follows:

- (i) A claim was made in High Court of Shah Alam, Civil Suit No.: MT2-22-961-98 dated 29 July 1998, by DMM Engineering Sdn Bhd (“DMM”) against Westech Sdn Bhd (“WSB”) for the recovery of the sum of RM579,513.60 together with interest and costs for the breach of contract by WSB in completing a purchase transaction of a boat. WSB has also filed a counter claim for refund of the deposit of RM108,900 and damages. WSB’s solicitors have proceeded with the counter claim after the completion of the company’s restructuring exercise in March 2000.

The Court has allowed DMM’s application for summary judgment on 26 April 2001. The Notice of Appeal against the summary judgment was dismissed.

WSB was placed under Creditor’s Voluntary Winding Up pursuant to Section 254(l)(a) of the Companies Act, 1965 on 26 October 2006.

- (ii) A fresh claim has been made in the Shah Alam High Court Civil Suit No.: MT3-22-861-2003 by Ip Muda Utara Sdn Bhd (“the Plaintiff”) against Westech Sdn Bhd (“WSB”) a wholly owned subsidiary of Tenco, for a sum of RM354,182.77, for the price of goods allegedly sold and delivered by the Plaintiff to WSB with interest in the sum of RM377,852.13 as at 31 August 2003 and further interest at the rate of 1.5% per month calculated from 1 September 2003 until date of full settlement. The Plaintiff had previously filed a similar claim against WSB in Ipoh High Court Suit No.: 22-7-1998.

NAGAMAS INTERNATIONAL BERHAD

Quarter Ended 31 March 2009

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of BMSB

23. Material Litigation (Cont'd.)

The court had allowed the Plaintiff's application for summary judgment on 26 January 2005. WSB has filed the Notice of Appeal against the summary judgment and adjourned to 28 November 2006.

However, on 26 October 2006, WSB was placed under Creditor's Voluntary Winding Up pursuant to Section 254(l)(a) of the Companies Act, 1965.

- (iii) A claim was made in the High Court of Shah Alam, Civil Suit No.: MT1-22-960-2001, by an ex-director against the Company for the recovery of retirement benefits, annual leave passage and balance of untaken annual leave. The Company has filed a counter claim against the ex-director for the recovery of a car loan, aggravated and exemplary damages.

The ex-director has been adjudicated a bankrupt on 24 June 2003. However, he has obtained the sanction from the Director General of Insolvency to proceed with his appeal.

The Company has filed an application to strike out certain paragraphs of the Statement of Claim and the court has dismissed the said application. The Company has appealed against the said decision and the court will hear the Notice of Appeal on 22 June 2009.

Meanwhile the Company has obtained an order of security for costs. The ex-director has appealed against the order of security for costs and the court has fixed 22 June 2009 for the hearing of the appeal.

24. Loss Per Share (LPS)

The LPS for the quarter was calculated based on the loss after taxation for the quarter divided by the weighted average number of ordinary shares outstanding during the period.

LPS for the quarter is as follows:

	RM'000
Basic :	(301)

	50,895
=	(0.59) sen
Diluted:	Not Applicable