



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - THIRD QUARTER ENDED 30 SEPTEMBER 2008

| CONDENSED CONSOLIDATED INCOME STATEMENT | | | | |
|---|--|---------------|--|----------------|
| For the quarter ended 30 September 2008 | | | | |
| (The figures have not been audited) | | | | |
| | CURRENT QUARTER | | CUMULATIVE QUARTER | |
| | <i>3 months ended 30 September</i> | | <i>9 months ended 30 September</i> | |
| | 2008 | 2007 | 2008 | 2007 |
| | RM' 000 | RM'000 | RM' 000 | RM'000 |
| Revenue | 130,333 | 142,012 | 380,591 | 461,791 |
| Cost of sales | (105,523) | (106,749) | (298,730) | (352,116) |
| Gross profit | 24,810 | 35,263 | 81,861 | 109,675 |
| Other income | 1,341 | 2,591 | 3,284 | 6,389 |
| Administration expenses | (7,159) | (7,711) | (22,149) | (20,422) |
| Selling and distribution expenses | (1,526) | (1,504) | (4,246) | (3,343) |
| Other expenses | (445) | (172) | (1,230) | (989) |
| Finance costs | (487) | (447) | (1,256) | (545) |
| Share of results of associates | 4,292 | 1,205 | 16,692 | 1,623 |
| Share of results of joint ventures | 671 | 1,559 | 1,652 | 3,047 |
| Profit before taxation | 21,497 | 30,784 | 74,608 | 95,435 |
| Income tax expense | (5,800) | (9,995) | (18,654) | (27,872) |
| Profit for the period | 15,697 | 20,789 | 55,954 | 67,563 |
| Attributable to: | | | | |
| Equity holders of the parent | 14,883 | 20,217 | 53,658 | 65,096 |
| Minority interests | 814 | 572 | 2,296 | 2,467 |
| | 15,697 | 20,789 | 55,954 | 67,563 |
| Basic earnings per ordinary share attributable to equity holders of the parent (sen) | | | | |
| | Note XIII | 6.11 | 8.27 | 22.04 |
| | | | | 26.63 |

The notes set out on pages 5 to 16 form an integral part of, and should be read in conjunction with, this interim financial report.
The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - THIRD QUARTER ENDED 30 SEPTEMBER 2008

| CONDENSED CONSOLIDATED BALANCE SHEET | | | |
|--|-------|---------------------------------|--------------------------------|
| As at 30 September 2008 (The figures have not been audited) | | | |
| | Notes | 30 September 2008 RM' 000 | 31 December 2007 RM' 000 |
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 27,296 | 24,831 |
| Land held for property development | | 186,072 | 133,912 |
| Investment properties | 9 | 467 | 477 |
| Prepaid lease payments | | 48,733 | 49,347 |
| Intangible assets | | 947 | 1,363 |
| Interest in associates | | 128,228 | 97,890 |
| Interest in joint ventures | | 11,649 | 10,885 |
| Other investments | | 435 | 434 |
| Deferred tax assets | | 1,193 | 1,193 |
| | | 405,020 | 320,332 |
| Current assets | | | |
| Property development costs | | 151,756 | 175,149 |
| Inventories | | 19,770 | 24,102 |
| Trade and other receivables | | 275,079 | 286,266 |
| Current tax assets | | 18,452 | 7,982 |
| Deposits, cash and bank balances | | 53,885 | 93,087 |
| | | 518,942 | 586,586 |
| TOTAL ASSETS | | 923,962 | 906,918 |
| EQUITY AND LIABILITIES | | | |
| Share capital | | 250,000 | 250,000 |
| Share premium | | 86,092 | 86,092 |
| Capital reserve | | 200 | 200 |
| Retained profits | | 257,739 | 219,341 |
| Treasury shares | | (28,098) | (16,315) |
| Equity attributable to equity holders of the company | | 565,933 | 539,318 |
| Minority interests | | 24,219 | 18,943 |
| TOTAL EQUITY | | 590,152 | 558,261 |
| Non-current liabilities | | | |
| Borrowings | | 615 | 529 |
| Deferred tax liabilities | | 58,865 | 57,126 |
| | | 59,480 | 57,655 |
| Current Liabilities | | | |
| Trade and other payables | | 235,941 | 231,985 |
| Borrowings | | 38,389 | 49,963 |
| Current tax liabilities | | - | 9,054 |
| | | 274,330 | 291,002 |
| TOTAL LIABILITIES | | 333,810 | 348,657 |
| TOTAL EQUITY AND LIABILITIES | | 923,962 | 906,918 |
| Net assets per share attributable to equity holders of the parent(RM) | | 2.26 | 2.16 |

The notes set out on pages 5 to 16 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2007.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - THIRD QUARTER ENDED 30 SEPTEMBER 2008

| CONDENSED CONSOLIDATED CASH FLOW STATEMENT | | |
|---|---|---|
| For the period ended 30 September 2008 (The figures have not been audited) | | |
| | 30 September 2008 RM'000 | 30 September 2007 RM'000 |
| Net cash generated from operating activities | 18,245 | 56,951 |
| Net cash (used in) investing activities | (17,230) | (92,201) |
| Net cash (used in)/generated from financing activities | (39,565) | 59,564 |
| Net (decrease)/increase in cash and cash equivalents | (38,550) | 24,314 |
| Cash and cash equivalents at beginning of financial period | 91,375 | 120,357 |
| Cash and cash equivalents at end of financial period | <u>52,825</u> | <u>144,671</u> |
| | RM'000 | RM'000 |
| Cash and cash equivalents at end of financial period | 52,825 | 144,671 |
| Add: Fixed Deposits Pledged | 1,060 | 1,652 |
| Deposits, cash and bank balances at end of financial period | <u>53,885</u> | <u>146,323</u> |

The notes set out on pages 5 to 16 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT - THIRD QUARTER ENDED 30 SEPTEMBER 2008

| CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY | | | | | | | | |
|---|--|--------------------------|----------------------------|----------------------------|-----------------------------|----------------------|-------------------|--------------|
| For the period ended 30 September 2008 (The figures have not been audited) | | | | | | | | |
| | Total equity attributable to shareholders of the Company | | | | | | Minority Interest | Total Equity |
| | Non Distributable | | | | Distributable | | | |
| | Share capital RM' 000 | Share premium RM' 000 | Capital reserve RM' 000 | Treasury shares RM' 000 | Retained profits RM' 000 | Sub-total RM' 000 | | |
| <u>9 months ended 30 September 2007</u> | | | | | | | | |
| At 1 January 2007 | 250,000 | 86,092 | 200 | (16,315) | 169,839 | 489,816 | 39,890 | 529,706 |
| Profit for the period | | | | | 65,096 | 65,096 | 2,467 | 67,563 |
| Dividends paid | | | | | (12,493) | (12,493) | (6,103) | (18,596) |
| At 30 September 2007 | 250,000 | 86,092 | 200 | (16,315) | 222,442 | 542,419 | 36,254 | 578,673 |
| <u>9 months ended 30 September 2008</u> | | | | | | | | |
| At 1 January 2008 | 250,000 | 86,092 | 200 | (16,315) | 219,341 | 539,318 | 18,943 | 558,261 |
| Profit for the period | | | | | 53,658 | 53,658 | 2,296 | 55,954 |
| Dividends paid | | | | | (15,260) | (15,260) | | (15,260) |
| Treasury shares purchased - at cost | | | | (11,783) | | (11,783) | | (11,783) |
| Acquisition of subsidiaries | | | | | | | 3,782 | 3,782 |
| Acquisition of minority interest in an existing subsidiary | | | | | | | (802) | (802) |
| At 30 September 2008 | 250,000 | 86,092 | 200 | (28,098) | 257,739 | 565,933 | 24,219 | 590,152 |

The notes set out on pages 5 to 16 form an integral part of, and should be read in conjunction with, this interim financial report.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with FRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2007.

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 2007 except for the adoption of the following revised/amended Financial Reporting Standards (FRSs) :

| | |
|---------|--|
| FRS 107 | Cash Flow Statements |
| FRS 111 | Construction Contracts |
| FRS 112 | Income Taxes |
| FRS 118 | Revenue |
| FRS 134 | Interim Financial Reporting |
| FRS 137 | Provisions, Contingent Liabilities and Contingent Assets |

The adoption of FRS 107, 111, 112, 118, 134 and 137 does not have significant financial impact to the Group.

2.1 FRSs and Interpretations not Applicable to the Group

The Group has not adopted the following FRSs and Interpretations, which are effective for annual reporting periods beginning on or after 1 July 2007 and which are not applicable to the Group.

Standard/Interpretation

| | |
|----------------------|---|
| FRS 120 | Accounting for Government Grants and Disclosure of Government Assistance |
| FRS 121 (Amendments) | The Effects of Changes in Foreign Exchange Rates – Net Investment in a Foreign Operation |
| IC Int. 1 | Changes in Existing Decommissioning, Restoration & Similar Liabilities |
| IC Int. 2 | Members' Shares in Co-operative Entities & Similar Instruments |
| IC Int. 5 | Rights to Interests arising from Decommissioning, Restoration & Environmental Rehabilitation Funds |
| IC Int. 6 | Liabilities arising from Participating in a Specific Market – Waste Electrical & Electronic Equipment |
| IC Int. 7 | Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies |
| IC Int. 8 | Scope of FRS 2 |



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

2. Changes in accounting policies (continued)

2.2 New FRS Applicable in Future

The Group plans to adopt FRS 139, *Financial Instruments: Recognition and Measurement*, for the financial year ending 31 December 2010. The impact of applying FRS 139, effective for annual periods beginning on or after 1 January 2010, on the Group financial statements upon first adoption as required by paragraph 30(b) of FRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*, is not disclosed by virtue of the exemption given in FRS 139.103AB.

3. Seasonality and cyclicity of operations

The business operations of the Group are not materially affected by any seasonal or cyclical factors during the quarter under review.

4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter.

5. Changes in estimates

There were no changes in the estimates reported in the prior financial year that have a material effect in the current quarter.

6. Debt and equity securities

Save as disclosed below, there were no issuances, repurchases and repayments of debt and equity securities for the current period.

During the 3rd quarter ended 30 September 2008, the Company bought back from the open market, 4,088,500 ordinary shares of RM 1.00 each at an average price of RM2.867 per share. The total consideration paid for the shares brought back including transaction cost, was RM11,783,787 and was financed by internally generated funds.

The shares bought back mentioned above are held as treasury shares in accordance with Section 67A of the Companies Act, 1965. None of the treasury shares held were resold or cancelled. The number of treasury shares held as at 30 September 2008 was 9,597,900.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

7. Dividend paid

| | |
|--|---------------|
| | RM'000 |
| An interim dividend of 8 sen per share less tax of 26% for the year ending 31 December 2008 was paid on 16 September 2008. | 15,260 |

8. Segmental reporting

| | Segment revenue | | Segment results | |
|---|---|----------------|-----------------|---------------|
| | ----- 9 months ended 30 September ----- | | | |
| | 2008 | 2007 | 2008 | 2007 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Property development | 150,967 | 150,670 | 36,176 | 45,194 |
| Construction | 205,349 | 279,945 | 20,588 | 43,897 |
| Sale of goods/services | 54,532 | 58,910 | 11,223 | 8,345 |
| | 410,848 | 489,525 | 67,987 | 97,436 |
| Inter Segment | (30,257) | (27,734) | (9,535) | (7,079) |
| | <u>380,591</u> | <u>461,791</u> | 58,452 | 90,357 |
| Oil and gas – share of profit after tax of associates | | | 17,229 | 921 |
| | | | 75,681 | 91,278 |
| Unallocated expenses | | | (1,389) | (970) |
| Income from investments | | | 456 | 1,923 |
| Finance costs | | | (1,255) | (545) |
| Share of results of associates (net of tax) | | | (537) | 702 |
| Share of results of joint ventures (net of tax) | | | 1,652 | 3,047 |
| Profit before tax | | | 74,608 | 95,435 |
| Income tax expense | | | (18,654) | (27,872) |
| Profit for the period | | | <u>55,954</u> | <u>67,563</u> |
| Attributable to: | | | | |
| Equity holders of the parent | | | 53,658 | 65,096 |
| Minority Interests | | | <u>2,296</u> | <u>2,467</u> |



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

9. Investment properties

| | As at 30 September | |
|-------------------------------------|--------------------|--------|
| | 2008 | 2007 |
| | RM'000 | RM'000 |
| Building, stated at carrying amount | 467 | 480 |
| | ----- | ----- |
| Indicative fair value | 863 | 800 |
| | ----- | ----- |

10. Subsequent material events

There are no material events subsequent to the end of the period reported on, that has not been reflected in the financial statements for the said period, made up to the date of this quarterly report.

11. Changes in the composition of the Group

On 28 August 2008, the wholly owned subsidiary, Naim Cendera Sdn Bhd (“NCSB”) acquired the remaining 100,000 ordinary shares of RM1 each, representing 20% equity interest in Naim Ready Mix Sdn Bhd (“NRM”). Following the acquisition, NRM became a 100% owned subsidiary of NCSB.

12. Contingent liabilities

There were no contingent liabilities in respect of the Group that had arisen since 31 December 2007 till the date of this quarterly report.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

13. Capital commitments

| | As at 30 September | |
|--|--------------------|----------------|
| | 2008 | 2007 |
| | RM'000 | RM'000 |
| Authorised and contracted for | | |
| Purchase of computer software | - | 190 |
| Authorised but not contracted for | | |
| Acquisition of land bank | 190,810* | 201,000* |
| Investment property | 61,348 | 79 |
| Buildings | - | 183 |
| Motor Vehicles | 1,737 | 1,409 |
| Furniture, Fittings & Equipments | 2,785 | 607 |
| Plant and Machinery | 1,448 | 1,927 |
| Office Renovation | 564 | 1,298 |
| Information Technology Systems | 2,038 | 2,279 |
| | <u>260,730</u> | <u>208,782</u> |
| | <u>260,730</u> | <u>208,972</u> |

- Proposed to be financed by cash/debt/ equity or a combination thereof.

14. Key Management Personnel compensation

Total compensations to directors of the Company and other members of key management during the quarter under review are as follows:

| | 9 months ended | |
|--------------------------------|----------------|--------------|
| | 30 September | |
| | 2008 | 2007 |
| | RM'000 | RM'000 |
| Directors of NCHB | 5,863 | 4,316 |
| Other key management personnel | <u>5,209</u> | <u>3,781</u> |
| | <u>11,072</u> | <u>8,097</u> |



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

NOTES TO THE INTERIM FINANCIAL REPORT

15. Significant related party transactions

| | Transaction value 9 months ended 30 September | | Balance outstanding as at 30 September | |
|---|---|----------------|--|----------------|
| | 2008 RM'000 | 2007 RM'000 | 2008 RM'000 | 2007 RM'000 |
| Transactions with associates | | | | |
| Sales of construction materials | (2,195) | (3,160) | 75 | 1,437 |
| Purchase of raw materials | 833 | 933 | 305 | (430) |
| Construction costs paid | 11,404 | 16,666 | (4,798) | (9,294) |
| Machinery rental income | (42) | (488) | - | 1,387 |
| Transactions with unincorporated joint venture | | | | |
| Construction contract revenue | 18,973 | 31,421 | 10,567 | 13,669 |
| Transactions with Directors of the Company and its subsidiaries and with companies connected to them | | | | |
| Procurement of IT services | 309 | - | (20) | (47) |
| Procurement of equipment | - | 6,025 | - | (15) |
| Sales of properties | - | - | 13 | 22 |
| Donation to Tabung Amanah Naim | - | - | 441 | 301 |
| Rental expenses on premises | 59 | 33 | (1) | 8 |
| Advertisement charges | - | 40 | (11) | 20 |
| Construction costs paid | 131 | 5,119 | (398) | (1,446) |
| Purchase of construction materials | - | 226 | - | - |
| Sales of construction materials | - | (361) | - | 189 |
| Advisory fee paid | 110 | 90 | 10 | - |



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(I) Review of performance

The Group recorded revenue of RM381 million in the period under review as against RM462 million recorded in the corresponding period in 2007.

Profit before tax for the period was RM75 million against RM95 million achieved in the same period in 2007.

Notwithstanding the significant increase in prices of major building and construction materials such as diesel and steel bar in the previous 12 months, the Group has managed to maintain its overall gross profit margin at 21.51% for the third quarter ended 30 September 2008, against the 21.64% achieved in 2007.

In addition, Dayang Enterprise Holdings Group, the associates acquired in August 2007, contributed positively to the performance of the Group for the period.

(II) Comparison with preceding quarter's results

The revenue and profit before tax for the current quarter were RM130 million and RM21 million respectively compared to RM134 million and RM24 million respectively in the immediate preceding quarter.

(III) Prospect for 2008

The Group is encouraged by the results achieved for the first nine months with earnings per share of 22.04 sen and, barring any unforeseen circumstances, is confident of achieving another positive result for 2008.

In order to achieve this year's targets, the Group is actively seeking further expansion into oil and gas related activities, streamlining operational efficiency and developing new products to capture a niche market. The Group is also continuously sourcing for new land banks to ensure sustainable growth in earnings in the future.

(IV) Profit guarantee

The Group did not issue any profit guarantee.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(V) Tax expense

| | 9 months ended 30 September | |
|---|--|------------------------|
| | 2008 RM'000 | 2007 RM'000 |
| Current tax expense Malaysian - current | 16,914 | 30,072 |
| Deferred tax expense Malaysian - current | 1,740 | (2,200) |
| Total | 18,654 | 27,872 |

(VI) Unquoted investments and/or properties

There was no sale of unquoted investments and/or properties included in the properties, plant and equipment during the current quarter under review.

(VII) Other investments

Investments in quoted shares and unit trusts:

| | As at 30 September | | | | | |
|-----------------------|---------------------------|---------------|--------------------|---------------|---------------|---------------|
| | Quoted shares | | Unit trusts | | Total | |
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Cost | 594 | 637 | 217 | 199 | 811 | 836 |
| Carrying Value | 280 | 324 | 155 | 137 | 435 | 461 |
| Market Value | 588 | 924 | 310 | 304 | 898 | 1,228 |



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(VII) Other investments (continued)

Movement in quoted shares and unit trusts:

| | Current quarter 9 months ended 30 September 2008 RM'000 | Cumulative quarter 9 months ended 30 September 2008 RM'000 |
|-----------------|--|---|
| Total purchases | - | 1 |

(VIII) (a) Status of corporate proposals

There are no corporate proposals announced but not completed at the date of this quarterly report.

(b) Status of utilisation of proceeds

As at the date of this report, the proceeds raised from the Public Issue pursuant to the listing of the Company on the Main Board of Bursa Malaysia in 2003 amounting to RM60.547 million were utilised as follows:

| | As approved by Securities Commission RM'000 | Utilised as at date of report RM'000 | + / (-) RM'000 | Unutilised as at date of report RM'000 |
|--|--|---|-------------------|---|
| Acquisition of land for property development and property investment | 25,000 | (6,039) | (15,000) | 3,961 |
| Purchase of machinery | 7,400 | (2,216) | - | 5,184 |
| Purchase of information technology systems | 3,082 | (3,082) | - | - |
| Repayment of bank borrowings | 7,430 | (7,430) | - | - |
| Listing expenses | 4,600 | (4,523) | (77) | - |
| Working capital | 13,035 | (28,112) | 15,077 | - |
| | 60,547 | (51,402) | - | 9,145 |

* Unutilised listing expenses of RM77,000 are re-allocated to working capital during the first quarter of 2005.

** Unutilised acquisition of land for property development and property investment of RM15 million was re-allocated to working capital during the final quarter of 2007.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(IX) Group borrowings and debt securities

Group borrowings at the end of this quarter were as follows:

| | | As at 30 September | |
|-------------|---------------------|--------------------|--------|
| | | 2008 | 2007 |
| | | RM'000 | RM'000 |
| Current | | | |
| Secured | - Hire Purchase | 214 | 854 |
| Unsecured | - Revolving Credits | 38,175 | 78,975 |
| | | <hr/> | <hr/> |
| | | 38,389 | 79,829 |
| Non-Current | | | |
| Secured | - Hire Purchase | 615 | 676 |
| | | <hr/> | <hr/> |
| | | 39,004 | 80,505 |
| | | <hr/> | <hr/> |

All borrowings are denominated in Ringgit Malaysia.

(X) Off balance sheet financial instruments

The Group did not enter into any financial instruments with off balance sheet risk during the quarter.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(XI) Changes in material litigations

In February 2005, Naim Cendera Tujuh Sdn. Bhd. (“NC7”), the Company’s wholly owned subsidiary, received a Writ of Summons from 5 persons suing on behalf of themselves and 78 others, claiming to have Native Customary Rights (“NCR”) over part of NC7’s leasehold land known as Lot 30, Block 34, Kemena Land District, Bintulu. Approximately 100 acres out of a total of 700 acres of the land are claimed by the Plaintiffs. The said land was previously alienated by the Government of Sarawak and due land premium had been settled in prior years. Should the matter not be satisfactorily resolved or should the Court rule in favour of the Plaintiffs, NC7 will approach the State authorities for substitution of the land.

On 24 June 2008, the Company’s wholly owned subsidiary, Khidmat Mantap Sdn Bhd (“KMSB”), received a Writ of Summons and Statement of Claim from 2 persons claiming to have NCR over a parcel of land described as Lot 533, Block 14, Muara Tuang Land District situated at Merdang Limau, Samarahan, Sarawak of which KMSB is the registered proprietor. KMSB’s solicitors have filed an Appearance on 2 July 2008 and Statement of Defence on 28 July 2008 for KMSB. KMSB’s solicitors have filed an application to strike out the action and the hearing is set for 22 January 2009.

On 27 June 2008, the Company’s wholly owned subsidiary, Naim Cendera Lapan Sdn Bhd (“NC8”) was served with an Order of Interim Injunction by the Court upon application made by 7 persons claiming that NC8 had encroached into parcels of land known locally as Derod Mawah and Tana Spunged Sarawak over which they claimed to have NCR. The relevant authorities had issued to NC8 a licence to operate a quarry on and remove stones from all the parcel of land situated at Gunung Rumbang, Padawan which is adjacent to the earlier-mentioned land.

On 11 July 2008, the Interim Injunction has been discharged by mutual agreement and upon an undertaking given by NC8 to the Court. NC8 is allowed to enter and work in the undisputed area but is not permitted to commence blasting (save for blasting to obtain a 2 cubic meter rock for testing as decided by the Court on 9 September 2008) until the next inter-partite hearing, set for 5 November 2008. NC8 has filed its defence on 22 July 2008 stating, inter alia, that NC8 had lawfully entered the quarry area with the consent of the affected residents and that the licensed area is substantially outside the area claimed by the Plaintiffs.



NAIM CENDERA HOLDINGS BERHAD (585467-M)

QUARTERLY REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2008

ADDITIONAL REQUIREMENT REQUIRED BY APPENDIX 9(B) OF THE BURSA MALAYSIA LISTING REQUIREMENTS

(XII) Dividend

| | |
|--|---------------|
| | RM'000 |
| Total dividend paid for the financial year ending 31 December 2008 to date | 15,260 |

(XIII) Earnings per share

Basic earnings per share (“EPS”)

The calculation of the basic EPS was based on the Group profit for the period divided by the weighted average number of ordinary shares in issue.

| | 9 months ended 30 September | |
|---|--|-------------|
| | 2008 | 2007 |
| Net profit attributable to shareholders of the Company (RM'000) | 53,658 | 65,096 |
| Weighted average number of ordinary shares in issue ('000) | 243,464 | 244,491 |
| Basic earnings per ordinary shares (sen) | 22.04 | 26.63 |

(XIV) Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2007 was unqualified.

(XV) Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 31 October 2008.