

PUBLIC PACKAGES HOLDINGS BERHAD
SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FINANCIAL PERIOD
ENDED 31/03/2009

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31/03/2009 RM'000	CORRESPONDING QUARTER ENDED 31/03/2008 RM'000	CURRENT YEAR TO DATE ENDED 31/03/2009 RM'000	CORRESPONDING YEAR TO DATE ENDED 31/03/2008 RM'000
1. Revenue	31,568	39,103	31,568	39,103
2. Profit / (loss) before tax	1,222	294	1,222	294
3. Profit / (loss) for the period	539	133	539	133
4. Profit / (loss) attributable to ordinary equity holders of the parent	539	133	539	133
5. Basic earnings / (loss) per share (sen)	0.49	0.12	0.49	0.12
6. Proposed / declared dividend per share (sen)	-	-	-	-
	As at end of current quarter		As at preceding financial year end	
7. Net assets per share attributable to ordinary equity of the parent (RM)		0.91		0.90

Part A3: Additional Information

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31/03/2009 RM'000	CORRESPONDING QUARTER ENDED 31/03/2008 RM'000	CURRENT YEAR TO DATE ENDED 31/03/2009 RM'000	CORRESPONDING YEAR TO DATE ENDED 31/03/2008 RM'000
1. Profit from the operation	1,571	1,470	1,571	1,470
2. Gross interest income	0	6	0	6
3. Gross interest expenses	625	944	625	944

PUBLIC PACKAGES HOLDINGS BERHAD
FIRST QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2009
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	3 MONTHS ENDED		3 MONTHS ENDED	
	31/03/2009	31/03/2008	31/03/2009	31/03/2008
	RM'000	RM'000	RM'000	RM'000
	Unaudited	Unaudited	Unaudited	Unaudited
OPERATING REVENUE	31,568	39,103	31,568	39,103
OPERATING EXPENSES	(30,640)	(37,428)	(30,640)	(37,428)
OTHER OPERATING INCOME / (EXPENSE)	643	(205)	643	(205)
PROFIT FROM OPERATIONS	1,571	1,470	1,571	1,470
FINANCE COSTS	(625)	(944)	(625)	(944)
INVESTING RESULTS				
- Share of profit/(loss) of joint venture	266	(246)	266	(246)
- Others	10	14	10	14
PROFIT BEFORE TAX	1,222	294	1,222	294
INCOME TAX EXPENSE	(683)	(161)	(683)	(161)
NET PROFIT FOR THE YEAR ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	539	133	539	133
EARNINGS PER SHARE				
- Basic (sen)	0.49	0.12	0.49	0.12
- Diluted (sen)	0.49	0.12	0.49	0.12

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD
FIRST QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD
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(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED BALANCE SHEET

	As at 31/03/2009 RM'000 Unaudited	As at 31/12/2008 RM'000 Audited
ASSETS		
Non Current Assets		
Property, Plant & Equipment	65,693	66,640
Investment Properties	7,212	7,212
Prepaid Lease Payment	10,558	10,622
Goodwill	675	675
Investments in Joint Venture	14,524	14,298
Other Investments	776	776
Development Properties	19,911	22,253
	119,349	122,476
Current Assets		
Inventories	13,066	20,436
Debtors	37,511	37,301
Tax Recoverable	1,510	1,966
Cash & Cash Equivalents	4,382	7,043
	56,469	66,746
TOTAL ASSETS	175,818	189,222
LIABILITIES		
Non Current Liabilities		
Borrowings	10,327	8,187
Deferred tax liabilities	11,125	11,242
	21,452	19,429
Current Liabilities		
Trade & Other Creditors	16,779	16,559
Borrowings	37,607	54,009
	54,386	70,568
TOTAL LIABILITIES	75,838	89,997
EQUITY		
Share Capital	54,949	54,949
Reserves	45,031	44,276
Equity attributable to equity holders of the parent	99,980	99,225
Minority interest	-	-
TOTAL EQUITY	99,980	99,225
TOTAL EQUITY AND LIABILITIES	175,818	189,222
Net Assets per share attributable to equity holders of the company (RM)	0.91	0.90

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

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FIRST QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2009
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	3 MONTHS ENDED	
	31/03/2009 RM'000 Unaudited	31/03/2008 RM'000 Unaudited
Profit before tax	1,222	294
Adjustments for non-cash flow items:-		
Non-cash items	1,182	1,271
Non-operating items	(2,271)	468
Operating profit before changes in working capital	133	2,033
Changes in working capital		
Net changes in current assets	7,164	(5,596)
Net changes in current liabilities	208	(343)
Cash from/(used in) operation	7,505	(3,906)
Tax paid	(68)	(153)
Net Cash Flows From/(Used in) Operating Activities	7,437	(4,059)
Investing Activities		
- Equity investments	-	-
- Other investments	4,159	(509)
Net Cash Flows From/(Used In) Investing Activities	4,159	(509)
Financing activities		
- Bank Borrowings	(12,207)	1,809
- Placement of fixed deposit	(100)	-
Net Cash Flows (Used in)/From Financing Activities	(12,307)	1,809
Effects of exchange rate changes on cash & cash equivalents	1	-
Net Change In Cash & Cash Equivalents	(710)	(2,759)
Cash & Cash Equivalents At Beginning Of Year	(4,558)	(2,481)
Effects of exchange rate changes	4	(106)
Cash & Cash Equivalents At End Of Period	(5,264)	(5,346)

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

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FIRST QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD
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(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM'000	Non-Distributable Reserves RM'000	Distributable Reserves RM'000	Total RM'000	Minority interest RM'000	Total Equity RM'000
At 1 January 2008	54,949	23,061	22,325	100,335	-	100,335
Movements during the period	-	14	133	147	-	147
At 31 March 2008	54,949	23,075	22,458	100,482	-	100,482
At 1 January 2009	54,949	17,961	26,315	99,225	-	99,225
Transfer from revaluation reserve	-	(969)	969	-	-	-
Transfer to deferred tax	-	250	-	250	-	250
Movements during the period	-	(34)	539	505	-	505
At 31 March 2009	54,949	17,208	27,823	99,980	-	99,980

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements)

PUBLIC PACKAGES HOLDINGS BERHAD
FIRST QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2009

NOTES TO THE INTERIM FINANCIAL REPORT

A1. ACCOUNTING POLICIES AND METHODS OF COMPUTATION

The interim financial statements have been prepared under the historical cost convention. 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 and should be read in conjunction with the Group's financial statement. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 December 2008.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2008.

A2. AUDITED ACCOUNTS

The auditor's report in respect of the financial statements of the Group for the financial year ended 31 December 2008 was not subject to any qualification.

A3. SEASONALITY & CYCLICALITY

The Group's manufacturing division generally experience an "up-down" cycle once a year, with low demand usually in the beginning of the year and will slowly pick up again during the year.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items for the current quarter and financial period to date.

A5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATE

There were no material changes in the estimates of amounts, which give a material effect in the current quarter and financial period to date.

A6. DETAILS OF ISSUE, CANCELLATION, REPURCHASE, RESALE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

There was no issuance, cancellations, repurchase, resale and repayment of debt and equity for the financial period ended 31st March 2009.

A7. DIVIDEND PAID

There was no dividend paid for the financial period ended 31st March 2009.

A8. SEGMENTAL INFORMATION

Analysis by industry segment

	Revenue (RM'000)	Profit / (loss) before tax (RM'000)
Trading	6,477	878
Manufacturing	24,971	310
Properties	120	334
Investment holdings	0	(300)
	<u>31,568</u>	<u>1,222</u>

A9. REVALUATION

The properties of the Group carried at valuation were revalued in November 2007 based on professional independent valuations using the open market value basis.

A10. SUBSEQUENT EVENTS

There were no material events in the interval between the end of period reported and 22 May 2009 which have not been reflected in the financial statement.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the group in the current quarter and financial period to date.

A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

As at 22 May 2009, the total contingent liabilities is RM125,529,141. This consists of corporate guarantees given by the Company to secure credit facilities granted to our investments.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENTS**B1. PERFORMANCE REVIEW**

The turnover of the Group for current quarter of RM31.568m decreased by RM7.535m (19.27%) when compared to corresponding quarter of last year.

The Group recorded higher profit before taxation of RM1.222m when compared to a profit of RM0.294m in corresponding quarter of last year mainly due to gain on disposal on freehold land of the company.

B2. COMMENT ON ANY MATERIAL CHANGE IN PROFIT BEFORE TAX FOR THE QUARTER REPORTED AS COMPARED WITH THE PRECEDING QUARTER

The Group recorded sales revenue of RM31.568m for the current quarter as compare to RM38.000m in preceeding quarter, showing a decrease of 16.93% mainly due to slower order from existing customers.

The Group recorded a profit before taxation of RM1.222m for current quarter when compared with RM0.786m in preceeding quarter, showing an increase of 55.47%.

B3. FACTORS AFFECTING COMPANY'S PROSPECT

The Group will continue to focus on its core activities and barring any unforeseen circumstances, the Group's performance is expected to continue to be satisfactory for the year 2009.

B4. EXPLANATORY NOTES ON VARIANCE WITH PROFIT FORECASTS AND/OR PROFIT GUARANTEE

The Group did not issue any profit forecast and or profit guarantee to the public during the current financial period.

B5. INCOME TAX

	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 before tax	1,222	294	1,222	294
Current year taxation :-				
Income tax	551	199	551	199
Deferred tax	132	(38)	132	(38)
	<u>683</u>	<u>161</u>	<u>683</u>	<u>161</u>
Effective tax rate (%)	55.89	54.76	55.89	54.76

The statutory tax rate was reduced to 25% from the previous year's rate of 26% effective in the current year of assessment. The statutory tax rate remain as 25% in subsequent years. The computation of deferred tax has reflected these changes.

The effective tax rate of the Group for the current period was higher than statutory tax rate is due to the certain expenses which were not deductible for tax purposes.

B6. PROFIT / (LOSS) ON DISPOSAL OF UNQUOTED INVESTMENTS AND PROPERTIES

During the period under review, the company sold one of its freehold land with a net gain on disposal of RM0.491 million.

B7. PURCHASE / (DISPOSAL) OF QUOTED SHARES

a) There were no purchase or sale of quoted securities for the current quarter and financial period to date.

b) Investments in quoted securities as at 31 March 2009.

	RM ('000)
Total investment at cost	817
Total investment at carrying value/book value (after provision for diminution in value)	191
Total investment at market value at end of reporting period	352

B8. STATUS OF CORPORATE PROPOSALS

There is no corporate proposal announced but not completed as at 22 May 2009.

B9. BANK BORROWINGS

	Secured RM('000)	Unsecured RM('000)	Total RM('000)
Short - term	-	37,607	37,607
Long - term	1,476	8,851	10,327
	<u>1,476</u>	<u>46,458</u>	<u>47,934</u>

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Group does not have any off balance sheet financial instruments as at 22 May 2009, except for the forward foreign exchange contracts which have been entered into by the Group to hedge its foreign currency payables. Foreign currency forward contracts are entered into by the Group in currencies other than their functional currency to manage exposure on fluctuations in foreign rates on specific transactions.

The contracted amount not recognised in the balance sheet are as follows :-

Financial Instruments (matured within 6 months)	Contract Amount (USD)	Equivalent Amount (RM)
Foreign exchange contract	491,541	1,781,918

The instrument above is viewed as a risk management tool by the Group and is not used for trading and speculative purposes. The gain and losses on foreign exchange are recognised in the income statement upon realisation.

B11. MATERIAL LITIGATION

A civil suit had been filed by the subsidiary, Public Packages Sdn Bhd against Flextronics Technology (Penang) Sdn Bhd. (formerly known as Soletron Technology Sdn Bhd) during the year for the outstanding amount of RM1,815,527. The case is now fixed for hearing on 14 August 2009.

B12. DIVIDENDS PAYABLE

The Board of Directors does not recommend any dividend payment for the period ended 31 March 2009.

B13. EARNING PER SHARE

	3 MONTHS ENDED		3 MONTHS ENDED	
	31/03/2009	31/03/2008	31/03/2009	31/03/2008
(a) Basic				
Net profit for the period (RM'000)	539	133	539	133
Weighted average number of ordinary shares in issue ('000)	109,896	109,896	109,896	109,896
Basic earnings per share (sen)	<u>0.49</u>	<u>0.12</u>	<u>0.49</u>	<u>0.12</u>
(b) Diluted				
Net profit for the period (RM'000)	539	133	539	133
Weighted average number of ordinary shares in issue ('000)	109,896	109,896	109,896	109,896
Adjustment for share options ('000)	-	-	-	-
Weighted average number of ordinary shares for diluted earnings per share ('000)	109,896	109,896	109,896	109,896
Diluted earnings per share (sen)	<u>0.49</u>	<u>0.12</u>	<u>0.49</u>	<u>0.12</u>