

Statement on Corporate Governance

The Board of Directors of Nationwide Express Courier Services Berhad ("the Board") is committed to ensure that the highest standards of Corporate Governance ("Code") are practiced throughout the Group as a fundamental part of discharging its responsibilities to safeguard shareholders' investment and ultimately enhance shareholders' value.

In view of this, the Board has taken steps to ensure compliance with the Code as follows:-

1. BOARD OF DIRECTORS

Composition of the Board

The Board currently consists of five (5) members, comprising four (4) Non-Executive Directors and one (1) Executive Director/Chief Executive Officer. Three (3) of the Non- Executive Directors are independent. A brief profile of each Director is presented on pages 48 to 57 of this Annual Report.

The roles of the Chairman, Dato' Adnan bin Shamsuddin and the Executive Director/Chief Executive Officer, Rozilawati binti Haji Basir are separate with clear distinction of responsibilities between them to provide effective leadership of the Board and the Group.

The Chairman, who is an Independent Non-Executive Director is primarily responsible for ensuring that the Board meets regularly throughout the year and the meetings are conducted in an orderly manner. The Chairman also plays a pivotal role in ensuring that the Directors are effectively apprised on the business and operations of the Group and encourages healthy debate on issues arising at Board meetings to ensure that decisions are arrived after taking into consideration the interests of shareholders, employees, customers and other stakeholders. He is also charged with the responsibility of ensuring the integrity and effectiveness of the relationships between the Non-Executive and Executive Directors.

The Executive Director/ Chief Executive Officer is responsible for the day-to-day management of the Group's businesses, which include implementing the policies and decisions of the Board, overseeing the operations to ensure organizational effectiveness, and managing the development and implementation of the Company's business and corporate strategies. The Executive Director/ Chief Executive Officer reports to the Chairman with respect to matters concerning the Board members and is obliged to report and discuss at Board meetings all material matters currently or potentially affecting the Group and its performance, including all strategic projects and regulatory developments.

The Board has a well-balanced number of Executive and Non-Executive Directors, with more than one-third Independent Non-Executive Directors. The Board has ensured the appointment of Independent Directors who are not member of management and the appointees are free of any relationship which could interfere with the exercise of independent opinion and the ability to act in the best interest of the Group. The Board is of the view that its three (3) Independent Non-Executive Directors who have extensive knowledge and experience are justifiable to represent the investment of the public and minority interests.

Board Responsibilities

The Board retains full and effective control of the Company. This includes responsibilities for determining the Company's overall strategic direction as well as development and control of the Group. Key issues such as approval of all corporate announcements including the announcement of the quarterly financial results prior to releasing them to Bursa Securities as well as material agreements, major capital expenditures, budgets and succession planning for the top management are reserved for the Board.

The Board has delegated specific responsibilities to the respective Committees of the Board which operate within clearly defined terms of reference. The Board Committees consist of Audit Committee, Nomination Committee, Remuneration Committee and ESOS Committee. The Board Committees comprise members of the Board, and each Board Committee holds separate meetings throughout the financial year. Meetings of the Board Committees provide an avenue for members of the respective Committees to focus on specific issues to enable full and in-depth discussion of business operations of the Company. Reviews, recommendations, findings and decisions reached at these Board Committees Meetings are reported directly to the Board for its deliberations, approvals and/or endorsements. The members of the various Board Committees are set out on page 4 of this Annual Report.

Board Meetings & Supply Of Information to the Board

Board meetings are scheduled in advance at the beginning of the new financial year to enable Directors to plan ahead and fit the year's meetings into their own schedules. The Board has at least four (4) regularly scheduled meetings annually, with additional meetings for particular matters convened as and when necessary. Informal meetings and consultations are frequently and freely held to share expertise and experience. A total of five (5) Board meetings were held during the financial year. Details of the Directors' meetings attendances are disclosed on page 17 of this Annual Report.

To assist the Board in retaining full and effective control of the Company through reviews in the Meetings, the Board deliberates on a formal agenda and schedule of matters arising for approval or notation. During the financial year ended 31st March 2007, the Board reviewed and approved, amongst other matters, the Group's Business Plans, as well as the financial results and performance of the Group's businesses. The Board also reviewed and approved the acquisition and disposal of assets or investment of the Company and its subsidiaries that are material to the Group.

The Board as a whole determines, whether as a full Board or in their individual capacity, to take independent professional advice, where necessary and in appropriate circumstances, in furtherance of their duties, at the Group's expense. Directors also have direct access to the advice and services of the Group's Company Secretary who is responsible for ensuring that Board procedures are followed.

Appointments and Re-election of the Board

The Board has established a Nomination Committee on 20th August 2002 with the specific task of recommending new Executive or Non-Executive Directors to the Board and for assessing Directors on an on-going basis. The Nomination Committee meets as and when required, and at least once every financial year. Newly appointed Directors are briefed by the Chairman, Company Secretary and members of the management on the nature of business and current issues within the Company and the Group. Newly appointed Directors are also given the opportunity to visit and familiarize themselves with the Company's operations to better understand the Company's business.

The Articles of Association of the Company provide that at the first annual general meeting (AGM) of the Company, all the Directors shall retire from office and at least one-third of the Board are subject to retirement by rotation at each subsequent AGM. The Directors to retire in each year are the Directors who have been longest in the office since their appointment and re-appointment. The Articles of Association of the Company also provide that all the Board members including the Executive Director shall retire from office at least in each three (3) years and shall be eligible for re-election. Directors who are over seventy (70) years of age are required to submit themselves for reappointment annually, in accordance with Section 129(6) of the Companies Act, 1965.

Training & Development Programme

All Directors have completed the Mandatory Accreditation Training Programme ("MAP") and fulfilled the Continuing Education Programme ("CEP") requirements as prescribed by the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

With the repeal of the Practice Note No 15/2003 with effect from 1st January 2005, the directors of public listed company ("PLC") must evaluate and determine the training needs of its directors on a continuous basis. The subject matter of the training must be one that aids the PLC director in the discharge of his duties as a director.

In this respect, all the Directors had attended training during the year 2006/2007. The Board, being cognisant of the Listing Requirements, had taken the initiative to organise an in-house training programme conducted by external consultants entitled Understanding Financial Reporting for Directors and Senior Management. The objectives of the training amongst others were to enable the Directors and Managers of the Company to understand and be aware of the significant changes in corporate and financial reporting thus enhancing the effectiveness of Directors and Managers in discharging their duties.

B. DIRECTORS' REMUNERATION

Remuneration Policy and Procedure

The Board has set up a Remuneration Committee on 20th December 2000 and its responsibilities include reviewing all annual salaries, incentives and other employment conditions for the Executive Director. Information prepared by independent consultants and appropriate survey data on the remuneration practice of comparable companies is taken into consideration. Meetings of the Remuneration Committee are held as and when necessary, and at least once a year. The Committee members are as listed in the Corporate Information. The remuneration for the Non-Executive Directors is determined by the Board during which the interested Directors will abstain from deliberating. The Company pays its Directors annual fees, which are approved by the shareholders. In addition, members of the Board Committees are paid allowances for each meeting they attend.

Remuneration Package

The remuneration package of Directors is as follows:-

- **Basic Salaries and Fees**

The Remuneration Committee recommends to the Board the basic salary (which is inclusive of statutory employer contributions to the Employees Provident Fund) for the Executive Director after taking into account her performance, the inflation price index and information from independent sources on the rates of salary for similar jobs in a selected group of comparable companies.

- **Annual Incentive (Bonus Scheme)**

The Group sets up a bonus scheme for all employees including the Executive Director. The criteria for the scheme are dependent upon the financial performance of the Company. Bonus payable to the Executive Director is reviewed by the Remuneration Committee and approved by the Board.

- **Retirement Plan**

Contributions are made to the Employees Provident Fund, the national mandatory defined contribution plan in respect of the Executive Director.

- **Employee Share Option Scheme ("ESOS")**

The ESOS allocation for all Directors and employees of the Group including the Non-Executive and Executive Directors are determined by the ESOS Committee which was established in August 2005 in compliance with the ESOS By-Laws approved by the Board of Directors and shareholders.

- **Other Benefits**

Other benefits include car and driver and medical coverage for the Executive Director.

	Group and Company	
	2007 RM'000	2006 RM'000
Executive Director's Remuneration:		
Salaries and other emoluments	257	257
Ex-gratia	8	-
Defined contribution plan (EPF)	28	31
Estimated money value of benefit-in-kind	29	27
	<u>322</u>	<u>315</u>
Non - Executive Director's Remuneration:		
Fees	108	99
Other emoluments	25	17
	<u>133</u>	<u>116</u>
 Total Directors' remuneration	 426	 404
Estimated money value of benefits-in-kind	29	27
 Total Directors' remuneration including benefits-in-kind	 <u>455</u>	 <u>431</u>

The number of directors of the Company whose total remuneration during the year fell within the following bands is analysed below :

	No. of Directors	
	2007	2006
Executive Director:		
RM300,001 – RM350,000	<u>1</u>	<u>1</u>
Non-Executive Directors:		
Below RM50,000	<u>4</u>	<u>4</u>

C. SHAREHOLDERS

Dialogue Between the Company and Investors

As part of the Board's responsibility in developing and implementing an investor relation programme, discussions were held between the Executive Director and analyst/investors throughout the year. Presentation based on permissible disclosures are made to explain the Group's performance and major development programmes. Price-sensitive information about the Group is, however, not disclosed in these exchanges until after the prescribed announcement to the Bursa Securities has been made. The Board also has nominated the Chairman, Dato' Adnan bin Shamsuddin who is an Independent Non-Executive Director as the Senior Director, available to discuss any matters or issues with investors and shareholders.

In addition, the annual and interim reports, together with the Company's earnings announcements, share price information, and other extensive information about the Company are available on www.nationwide2u.com.

Annual General Meeting

The Annual General Meeting is the principal forum for dialogue with shareholders. Notice of the Annual General Meeting and annual reports are sent out to shareholders at least twenty one (21) days before the date of the meeting. Beside the usual agenda for the Annual General Meeting, the Board presents the progress and performance of the business as contained in the annual report and provides opportunities for shareholders to raise questions pertaining to the business activities of the Group. All Directors are available to provide responses to questions from the shareholders during these meetings. For re-election of Directors, the Board ensures that full information is disclosed through the notice of meeting regarding Directors who are retiring and who are willing to serve if re-elected. Items of special business included in the notice of the meeting will be accompanied by an explanatory statement to facilitate full understanding and evaluation of the issues involved.

D. ACCOUNTABILITY AND AUDIT

Financial Reporting

For financial reporting through quarterly reports to Bursa Securities and the annual report to shareholders, the Directors have a responsibility to present a fair statement of the Group's position and prospects. The Audit Committee assists the Board in scrutinising information for disclosure to ensure accuracy, adequacy and completeness. The Statement by Directors pursuant to Section 169 of the Companies Act, 1965 is set out on page 81 of this Annual Report.

Internal Controls

Information on the Group's internal control is presented in the Statement on Internal Control laid out on pages 41 to 42.

Relationship with Auditors

The role of the Audit Committee in relation to the External Auditors is disclosed in the Report on Audit Committee set out on pages 59 to 61. The Company has always maintained a close and transparent relationship with its auditors in seeking professional advice and ensuring compliance with the accounting standards in Malaysia.

Statement of Compliance with the Best Practices of the Code

The Company is committed to achieving high standards of Corporate Governance throughout the Group and to the highest level of integrity and ethical standards in all its business dealings. The Board considers that it has complied throughout the financial year with the Best Practices as set out in the Code.

Statement made in accordance with the resolution of the Board of Directors dated 13th July 2007.

DATO' ADNAN BIN SHAMSUDDIN
Chairman

Statement on Internal Control

Introduction

The Board of Directors recognises the importance of maintaining a sound system of internal control and risk management practices to safeguard the shareholders' investments and the Group's assets. In line with the requirements of the Malaysian Code on Corporate Governance and Bursa Securities, the Board is pleased to provide a statement, which outlines the nature and scope of internal control of the Group.

Responsibility

The Board has overall responsibility for the Group's system of internal control, which includes financial, operational, compliance and risk management necessary for the Group to achieve its business objectives within an acceptable risk profile. The role of management is to implement the Board's policies on risk and control.

The Board takes all the necessary steps to maintain a sound system of internal control by periodically reviewing its adequacy and integrity. A sound system of internal control, however, can only provide reasonable, but not absolute assurance against misstatements, loss, fraud or the breach of a set of regulations and is designed to mitigate rather than to eliminate the risk of failure to achieve business objectives.

The Board has established an ongoing process for identifying, evaluating and managing significant risk faced by the Group. While the Board maintains ultimate control over risk issues, it has delegated to the management the implementation of a system of risk management and internal control within an established framework. This framework encompasses the Company and its subsidiary companies.

Key Elements of Internal Control

The key processes that the Board has established in reviewing the adequacy and integrity of the Group's internal control include the following:

1. Organisation Structure

The Group has appropriate organisational structure, which enables adequate monitoring of activities and ensures effective flow of information across the Group. In addition, lines of responsibility and delegations of authority of the Board and executive management are clearly defined and documented.

2. Audit Committee

The Audit Committee, on behalf of the Board, considers the effectiveness of the operation of internal control procedures in the Group based on the findings and reports from internal auditors, external auditors and the Risk Management Committee, and report its conclusion to the Board. Its term of reference and the Audit Committee Report are disclosed in pages 59 to 61 of the Annual Report.

3. Business Plan and Budget

All material business proposals are pre-evaluated by the Management Committee in terms of their risk and viability from operational, financial and strategic direction standpoint, before escalating them to the Board for review and approval.

A comprehensive budgeting process is established requiring all key operating companies and business units in the Group to prepare budgets annually, which are discussed and approved by the Board. A budgetary control mechanism is in place for the Management to track any significant variances and to provide corrective measurement accordingly.

In order to ensure coherence in goals and objectives throughout the Group, the overall Group's agreed Key Performance Indicators ("KPI") are translated into individual subsidiary companies' KPI and dissected down further into individuals KPI, which ties to rewards.

4. Information and Communication

The various lines of business provide regular and comprehensive information to Management for monitoring of the Group's performance against the strategic plans approved by the Board.

Policies and procedures are clearly documented and regularly updated to reflect the changing business environment and risk profile or to resolve operational deficiencies.

Performance monitoring including discussions of significant issues are conducted at least quarterly at Heads of Department meetings, which are attended by all Managers at Head Office. On a quarterly basis, the Group holds nationwide alignment meetings, which are attended by all managers including station managers, to resolve significant issues and to ensure coherence in goals and objectives.

5. Competency

The Group has in place experienced and competent employees in areas of responsibility to support the effectiveness of the Group's system of internal control. The Group also provides relevant training to the employees to ensure continuous improvement in their competencies.

6. Internal Audit

The main role of the internal audit function is to review the effectiveness of the system of internal control and in discharging its responsibilities it exercises impartiality, proficiency and professionalism. The Internal Audit Department's risk-based approach is systematically organised periodically to monitor compliance with procedures and to assess the integrity of the financial information provided.

It works to a program agreed annually with the Audit Committee. The Audit team advises executives and operational management on areas requiring improvements and subsequently monitors the implementation of its recommendations. In the Internal Audit process, no material internal control failures or significant issues were discovered during the financial year.

7. Tender Committee

The Tender Committee, which consists of three members from senior management, reviews all significant procurement exercises based on the established policies and procedures of the Company before review and approval by the Chief Executive Officer or the Board.

8. Finance Committee

The Finance Committee, which consists of five members from the senior management including the Chief Executive Officer, reviews the monthly financial numbers of the Company and of its subsidiary companies to ensure the completeness and accuracy of the information provided. The Committee also ensures that all statutory submissions are submitted on a timely manner and that the Group complies at all times, with the relevant statutory regulations.

9. Senior Management Committee

The Senior Management Committee, which comprises five Senior Managers and the Chief Executive Officer, meets at least once a month to review the Group's performance and to ensure that all functions within the organisation are working towards the Group's goals and objectives. Certain major issues are decided at the Senior Management Committee. Any other matters which are beyond the authority of the Senior Management Committee will be escalated to the Board of Directors for decision through the Chief Executive Officer.

10. Risk Management Committee

The Risk Management Committee, which comprises five Senior Managers from various divisions and the Chief Executive Officer, meets quarterly to review the Group's risk exposure and to ensure that all risk reduction initiatives are implemented as planned. The Committee considers inputs and recommendations from the internal auditor critically on areas of internal controls and ensures that improvements are put into place.

Statement made in accordance with the resolutions of the Board of Directors dated 13th July 2007.

Statement on Risk Management

The Group has a well-defined organizational structure that is aligned to its business and operations requirement. Clear lines of responsibility and accountability, approval, authorization and control procedures have been laid down and communicated throughout the Group.

The internal control mechanism are embedded in various work processes and procedures at appropriate levels of the Group. These procedures, documented in various Standard Operating Manuals were reviewed and updated regularly, or when it is deemed necessary by the relevant heads of departments.

The Group has in place a formal risk management process for identifying, evaluating, monitoring and managing significant risks that may materially affect the Group. Continuous effort to identify and assess all types of risks in terms of likelihood and magnitude of impact are currently undertaken as well as to evaluate the adequacy of mechanisms in place to manage, mitigate, avoid or eliminate these risks.

At Nationwide Express, our risk management is based on seven (7) pillars i.e. Commitment, Culture, Partnership, Prioritisation, Action, Continuous Improvement and Communication.

The Group’s Risk Management Principles

Commitment

The Group is committed towards risk management, and its commitment is tangible and visible.

Culture

The Group promotes a proactive “risk reduction culture” in its day-to-day operations.

Partnership

Risk management at the Group is built on interaction amongst all parties involved in the business process.

Prioritisation

Analysis of risks leads to effective risk management approach in terms of prioritizing which risks to address.

Action

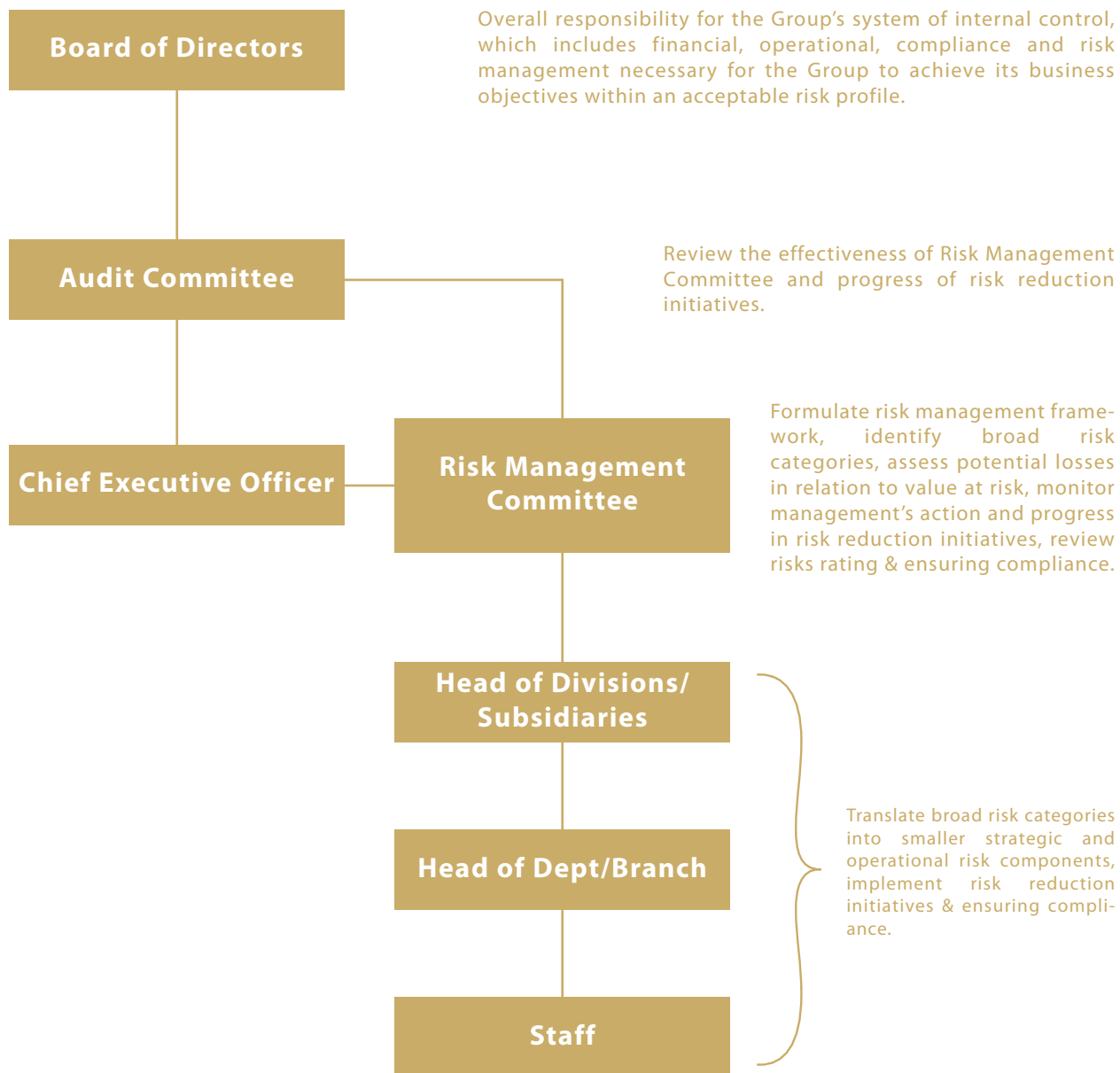
The Group adopts a bias for action in its risks management approach.

Continuous Improvement

The Group seeks for continuous improvement in its risks management results and efficiency.

Communication

Risk knowledge is shared throughout the Group.



Statement of Directors' Responsibility for Preparing The Annual Audited Accounts

This statement is prepared as required by the Listing Requirements of Bursa Malaysia Securities Berhad. The Directors are required to prepare financial statements which give a true and fair view of the state of affairs of the Group and the Company as at the end of each financial year and of their results and their cash flow for that year then ended.

The Directors consider that in preparing the financial statements:-

- the Group and the Company have used appropriate accounting policies and are consistently applied;
- reasonable and prudent judgments and estimates were made; and
- all applicable approved accounting standards in Malaysia have been followed.

The Directors are responsible for ensuring that the Company maintains accounting records that disclose with reasonable accuracy the financial position of the Group and the Company, and which enable them to ensure that the financial statements comply with the Companies Act, 1965. The Directors have general responsibilities for taking such steps that are reasonably available to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.



Board of Directors





**DATO' ADNAN BIN SHAMSUDDIN**

INDEPENDENT, NON-EXECUTIVE CHAIRMAN

B.A (Hons) in Economics (University Malaya)

M.A Economics (University of Southern California)

60 years of age - Malaysian

Dato' Adnan bin Shamsuddin was appointed to the Board on 7th July 2004 and Chairman of the Board on 20th August 2004. He also serves the Company as a Member of the ESOS Committee. He began his career by joining the Administrative and Diplomatic Services of the Government of Malaysia in April 1971 and was appointed as Assistant Secretary, Ministry of Transport. After four years at the Ministry of Transport, he was awarded a scholarship to pursue graduate studies in United States in 1975. He returned to Malaysia in 1977 and was posted as Director of Air Transport in the Department of Civil Aviation and in 1983, promoted to the post of Deputy Director General of Civil Aviation. When the airport was corporatised in November 1992, he opted to join Malaysia Airports Holdings Berhad and served as Executive Director until he retired in April 2003. Dato' Adnan is also an Independent Non Executive Director of Fima Corporation Berhad.





ROZILAWATI BINTI HAJI BASIR

EXECUTIVE DIRECTOR/ CHIEF EXECUTIVE OFFICER

**B.A (Hons) Degree Social Sciences majoring in Law (University of Hertfordshire, UK)
Masters in Business Administration in International Business (University of Bristol, UK)
36 years of age - Malaysian**

Rozilawati binti Haji Basir was appointed as Executive Director/Chief Executive Officer on 31st March 2003, having joined Nationwide Express Courier Services Berhad as a Director on 1st September 2000. She then assumed the position of Executive Director, Business Development on 21st September 2000. She also serves the Company as a Member of the ESOS Committee. She has experience in the areas of corporate strategy, marketing, development of new businesses and entrepreneurship both locally and overseas. She serves as a part-time facilitator for the Open University Malaysia, for their MBA programme. Rozilawati is also a Director of several private companies in Malaysia and Singapore. She is the sister of Dr. Roshayati binti Basir, a Director of the Company and has family relationships with BHR Enterprise Sdn Bhd, the major shareholder of Nationwide Express Courier Services Berhad. She has an indirect interest in the Company via BHR Enterprise Sdn Bhd.



**DATO' SULAIMAN BIN SUJAK**

INDEPENDENT, NON-EXECUTIVE DIRECTOR

Graduate of Royal Air Force College, Cranwell, England

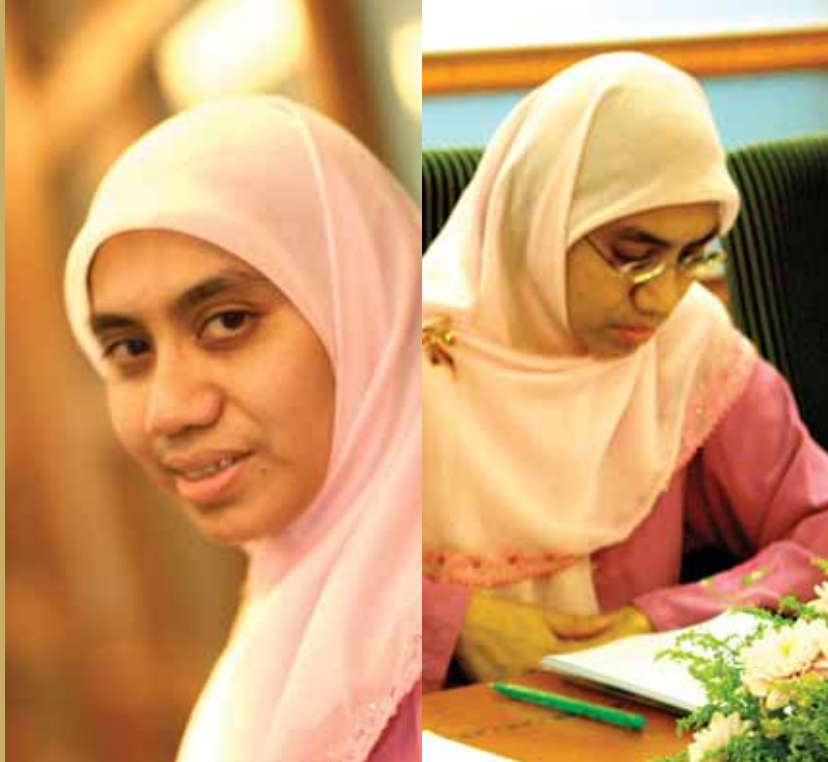
Senior Executive Graduate Programme, Stanford University, USA

Royal College of Defence Studies, London

73 years of age – Malaysian

Dato' Sulaiman bin Sujak was appointed as Director on 2nd January 2003. He also serves the Company as the Chairman of the Audit Committee, Nomination Committee and Remuneration Committee and a Member of the ESOS Committee. He was an advisor (now known as Assistant Governor) of Bank Negara Malaysia and was a Commercial Director of Kumpulan Guthrie Berhad. He was also the Deputy Chairman of Malaysian Airline System Berhad for 24 years. He had served both the Royal Air Force and the Royal Malaysian Air Force and was the first Malaysian Air Force Chief. Currently he is a Director of HSBC Bank Malaysia Berhad, FACB Industries Incorporated Berhad and Cycle & Carriage Bintang Berhad.





DR. ROSHAYATI BINTI BASIR

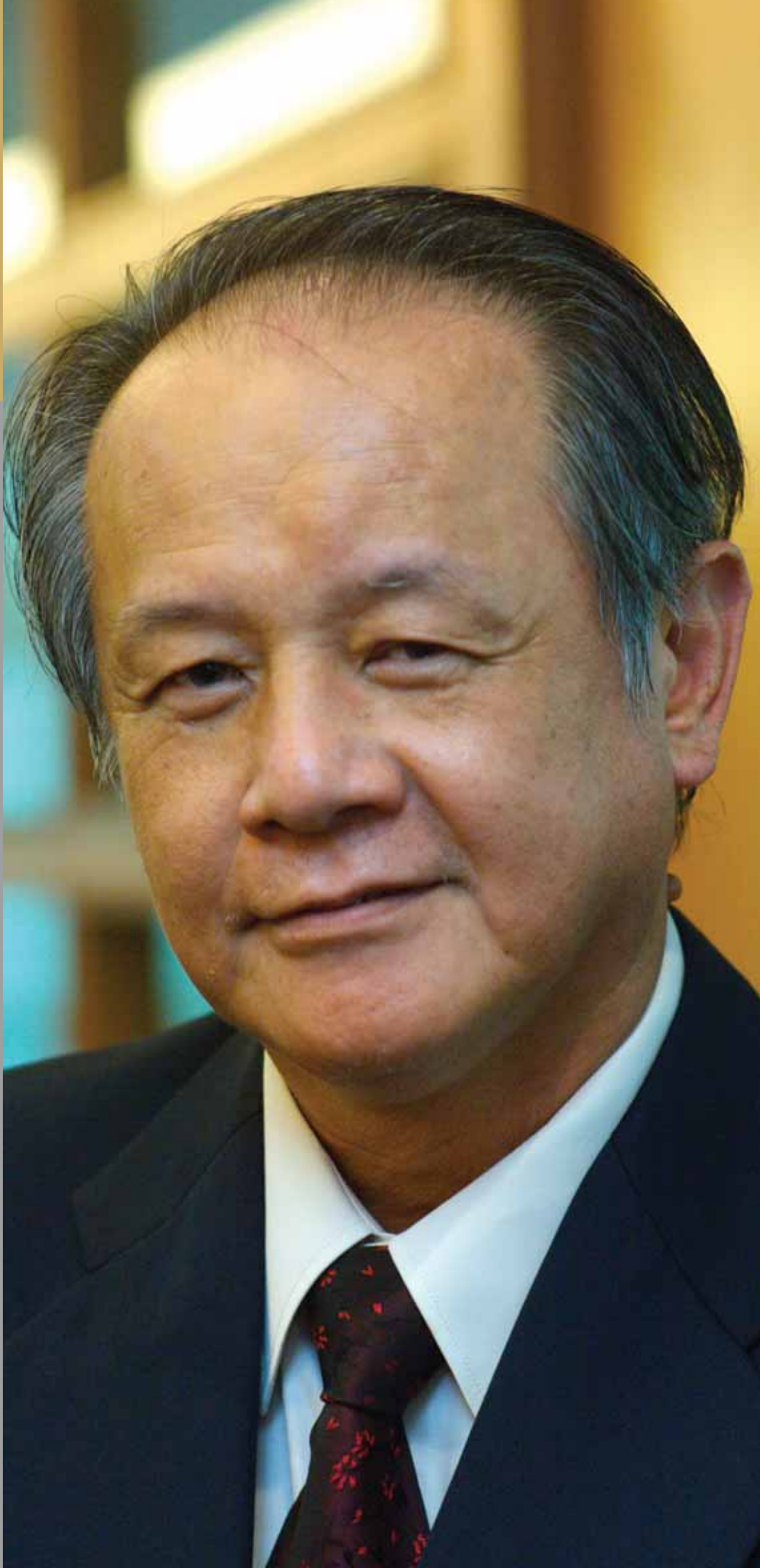
NON-INDEPENDENT, NON-EXECUTIVE DIRECTOR

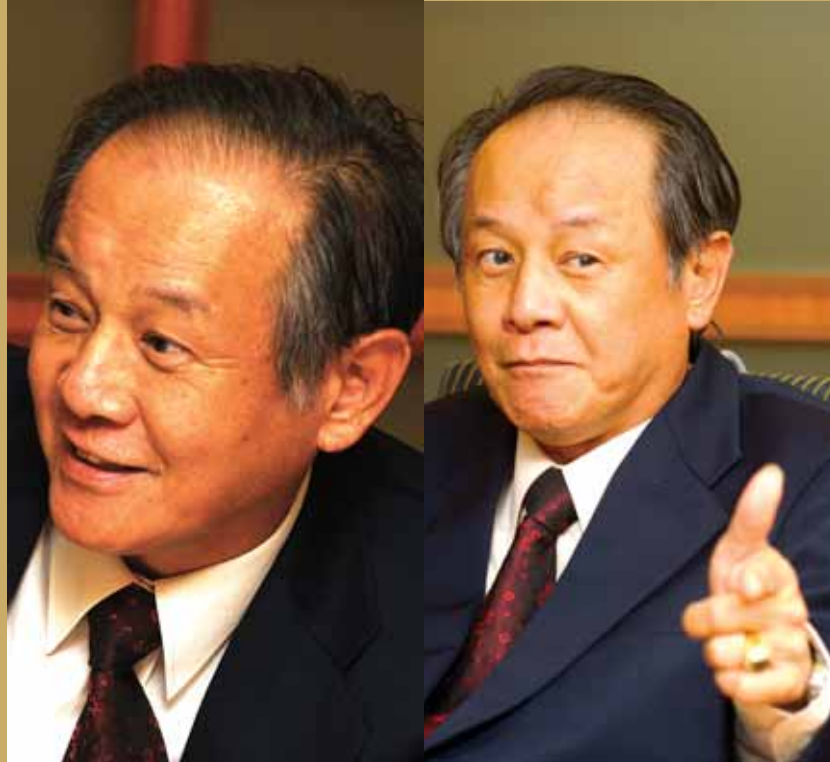
MBBS (Mal), University of Malaya

Master in Med. Radiology (UKM), Universiti Kebangsaan Malaysia

43 years of age, Malaysian

Dr. Roshayati binti Basir, was appointed to the Board on 30th March 2004. She also serves the Company as a Member of the Audit Committee, Nomination Committee, Remuneration Committee and ESOS Committee. She is a doctor by profession. She did her Internship with Hospital Kuala Lumpur in 1989. She then served as Medical Officer (Surgery) with University Kebangsaan Malaysia in 1990 and later in 1992 as Trainee Radiologist. In 1996, she joined Hospital Kuala Lumpur as Radiologist. Currently, she is the Consultant Radiologist with Sunway Medical Centre. She is a Member of the Academy of Medicine (Malaysia). She is the sister of Rozilawati binti Haji Basir, the Executive Director/Chief Executive Officer of the Company and has family relationships with BHR Enterprise Sdn Bhd, the major shareholder of Nationwide Express Courier Services Berhad. She has an indirect interest in the Company via BHR Enterprise Sdn Bhd.



**YONG KOK LIEW**

INDEPENDENT, NON-EXECUTIVE DIRECTOR

Chartered Institute of Management Accountants, UK

58 years of age - Malaysian

Yong Kok Liew was appointed to the Board on 22nd August 2005. He also serves the Company as the Chairman of the ESOS Committee and a Member of the Audit Committee, Nomination Committee and Remuneration Committee. He is a member of the Malaysian Institute of Accountants and also an associate member of the Chartered Institute of Management Accountants, U.K.

He started his working career in 1969 with Messrs KPMG Peat Marwick. Prior to his present position as General Manager of Toyo Ink (M) Sdn Bhd, he was Senior General Manager, Operations at Kumpulan Fima Berhad (1985-1990), General Manager, Kotak Malaysia (KOM) Sdn Bhd (1981-2000), Group Financial Controller, Kumpulan Fima Berhad (1979-1980), Group Internal Auditor of Kumpulan Fima Berhad (1975-1979) and Financial Accountant, Cold Storage (M) Berhad (1974-1975).



Ahmad Najmi bin Mahfodz
Company Secretary



Abu Zahren bin Md Yusof
Company Secretary

Notes :

- i) Save as herein disclosed, none of the Directors have family relationship with any Directors and/or major shareholders of the Company.
- ii) Save for that disclosed in the section on Related Party Transactions, none of the Directors have any conflict of interest with the Company and its subsidiaries.
- iii) None of the Directors have any conviction for offences within the past ten (10) years other than traffic offences.

Report on Audit Committee

MEMBERS OF THE AUDIT COMMITTEE



Dato' Sulaiman bin Sujak
*Chairman/Independent,
Non-Executive Director*



Yong Kok Liew
*Member/Independent,
Non-Executive Director*



Dr. Roshayati binti Basir
*Member/Non-Independent,
Non-Executive Director*

All members of the Audit Committee have a working familiarity with basic finance and accounting practices, and one of the members i.e. Yong Kok Liew is a member of Malaysian Institute of Accountants (MIA) and also an associate member of Chartered Institute of Management Accountants (UK).

Terms of Reference of the Audit Committee

Constitution

The Board constitutes and establishes an Audit Committee with authority, responsibilities and specific duties as described below.

Composition

The Committee comprises Directors of the Company and that the majority of the members shall be independent of management and free from any relationship that in the opinion of the Board, would interfere with the exercise of independent judgement as a committee member.

The members of an Audit Committee shall elect a Chairman from among their members.

If a members resigns, dies or ceased to be a member with the result that the number is reduced below three (3), the Board shall within three (3) months appoint new members required to make up the minimum number. The maximum number shall be five (5).

Responsibilities and Duties

The functions of an Audit Committee shall be to:-

- Review with the external auditors:-
 - the audit plan
 - their evaluation of the system of internal accounting control
 - the audit report on the financial statement
- Review the assistance given by the Company's officers to the auditors.
- Review the scope and results of the internal audit procedure.
- Review the financial statements submitted by the management and thereafter to submit them to the Board of Directors.
- Review any significant related party transactions that may arise within the Company or Group.

- Give recommendations to the Board concerning the appointment and remuneration of the external auditors.
- Consider any matter that the auditors wish to bring to the attention of the directors or shareholders.
- Review arrangements established by management information for compliance with any regulatory or other external reporting requirement.
- Review the effectiveness of management information and other systems of control within the Company.
- Review the accounting policies adopted, any changes in accounting principles or practices and the level of prudence applied in areas requiring judgement.
- Review interim financial information and press releases relating financial matters of importance.
- Review any significant transactions which are not a normal part of the Company’s business.
- Confirm that management has placed no restrictions on the scope of the audit.
- Review the effectiveness of the internal audit function.
- Review the coordination of audit between the external and internal auditors.

Meetings

The Committee shall meet at least (4) occasions each year, or more frequently as circumstances dictate.

Attendance

Members of the Committee are to be present at all meetings. The quorum for the meeting shall be two (2). The Chairman may request that members of management, the internal auditors and representatives of the external auditors to be present at meetings of the Committee. Five (5) meetings were held during the financial year. The records of attendance are as follows:

Audit Committee Members	No.	29 May 06	06 Jul 06*	22 Aug 06	23 Nov 06	28 Feb 07
Dato’ Sulaiman bin Sujak	5/5	Present	Present	Present	Present	Present
Yong Kok Liew	5/5	Present	Present	Present	Present	Present
Dr. Roshayati binti Basir	5/5	Present	Present	Present	Present	Present

**Special meeting of the Audit Committee*

Minutes

The Company Secretary shall be the Secretary to the Committee. Minutes of each meeting shall be prepared and sent to committee members and the Company Directors who are not members.

Findings And Recommendation

The Audit Committee shall report its findings and recommendations to the Board but the Committee itself shall have no executive power with respect to those findings and recommendations.

Internal Audit Activities Report

The Internal Audit Department was established on 1st June 1999. At present, there are four (4) personnel in the Department, comprising of one (1) Manager, two (2) executives and one (1) audit assistant. Its principle functions are to conduct review of operations and procedures, and subsequently highlight findings and suggest recommendations to the Committee for further improvement.

During the financial year, the following audit was conducted:-

Type Of Audit	Areas / Entities Audited
Compliance with operations, internal control procedures and review of work processes	9

Key issues, including management’s feedback and audit recommendations were highlighted to the Audit Committee. The external auditors have reviewed and endorsed the key issues and management’s feedback.

Future Internal Audit Plans were reviewed and approved for execution by the Audit Committee to ensure best practices are followed by the Company. The external auditors have given their views on the nature, scope and approaches of future audits to the Committee.

The quarterly and year-end financial statements were reviewed by the Audit Committee before submitting to the Board. Attention was given on the compliances to MASBs, and other legal and regulatory requirements.

Statement by the Audit Committee in relation to ESOS Allocation

For the financial year ended 31st March 2007, the Audit Committee noted that no further ESOS were allocated to the employees for the said financial year.



The Chairman's Letter

To Our Shareholders

On behalf of the Board of Directors, I am pleased to present to you, the Annual Report and the Audited Financial Statements of the Group and the Company for the financial year ended 31st March 2007.

During the year under review, we have put through concerted efforts to further calibrate our business operations and internal processes for future growth and long-term sustainability.

Financial Performance

The Group's earnings in the financial year ended 31st March 2007 reflected a profit before tax of RM7.5 million, an increase of 17% over the previous year's figure of RM6.4 million. Correspondingly, the profit after tax has increased by 32%, from RM4.0 million to RM5.3 million. This is at the back of our consolidated revenue which has increased to approximately RM73.9 million from RM72.7 million recorded in the preceding year.

The significant improvement in profitability was mainly due to cost savings derived from our enduring commitment in continuously improving our existing business processes as well as delivering a quality management system towards exceeding customer expectations. Throughout the year, all the operating divisions were focused on strengthening their core competencies and building resilience to cope with the challenges ahead.

In view of our dedicated commitment for continuous improvement, we were rewarded with the ISO 9001:2000 accreditation on 5th February 2007. While we are very proud of this recognition, we will not rest on our laurels as we believe that the Group has enormous potential for further growth.

Value Creation

Creating shareholders' value is a core philosophy of our Company, which we have amply demonstrated in the past. On 10th January 2007, the Company had paid an interim dividend of 2.5% less 27% taxation paid totalling RM1.1 million. It is with great pleasure that, in addition to the interim dividend, the Board of Directors has further recommended a final dividend of 2% tax exempt and 4% less 27% taxation totalling RM2.9 million for the approval of shareholders at the forthcoming Annual General Meeting, thus making a total payout of 8.5% or RM4.0 million for the financial year under review.

Corporate Governance

Our results and targets have been done, and will continue to be done, in an environment of prudent financial management and high standards of corporate governance. More importantly, we acknowledge that corporate governance is not merely the adoption of good business practices, but a continuous process that requires periodic assessment and refinement of management practices and systems.

Challenges

Moving forward, next year looks set to be another challenging year for us. The increase in the price of basic consumer goods would indirectly impact the overall cost of doing business itself.

With staff strength of more than 1,500 employees, we also have to manage the delicate balance of retaining our human capital, acquiring new skill sets from the market and improving the Company's profitability. As such, we have made the commitment in developing and enhancing the quality of our human capital. The objective is not only to broaden the knowledge base but also to put in place an energised work culture that thrives on new ideas and business opportunities.

In addition, the impact of globalisation on the economic climate cannot be ignored. We have to start looking beyond our borders. We acknowledge this reality, and have taken steps to prepare ourselves so that we are able to compete in the global marketplace. Process improvements, system enhancements and human capital development are all part of our plan to achieve our vision of becoming **'the premier total logistics business partner locally and globally'**.

In Appreciation

Our appreciation goes to you, our esteemed shareholders for your unwavering loyalty and support, to our valued customers for being the driver of our growth, and to the respected regulatory authorities and revered business associates for their encouragement and assistance.

I wish to also thank my esteemed colleagues on the Board for your commitment, counsel and support during the year. Lastly but not least, on behalf of the Board of Directors, I wish to also express our heartfelt gratitude to our management and staff for their continuous dedication and commitment in realising the Group's vision.

Thank you.

Dato' Adnan Shamsuddin
Chairman



Message from The Chief Executive Officer

As the country celebrates its 50th year of Independence, Nationwide Express counts its blessings and joins in its celebration of independence from any form of colonisation – be it political or economic. As a small company in the vast global village, economic imperialism may sometimes be inevitable; however, we are nonetheless free from any kind of subjugation, tyranny and oppression. We are who we are – a Malaysian thoroughbred and we are here to stay!

Nationwide Express in our two (2) decades of being, has evolved from just a courier company to a one-stop logistics solution provider. With this evolution, the company had also grown from a meagre twenty (20) man to a thousand five hundred (1,500) employees. With that, we had invariably made a pledge to the nation, to fulfil our role as dutiful and caring employers for the sake of national interest. As providers of employment, we make sure that our couriers are professionally trained to carry out their jobs effectively with speed.

Nationwide Express is proud to be a part of the country's pool of employers, as we provide employment across all the states to more than 1,400 Malaysians. We are a non-discriminating organisation, our employees come from all walks of life and all levels of education. We also promote self-earning to those physically challenged and mentally challenged individuals by giving them employment befitting their skills.

A snapshot of Nationwide Express in this financial year 06/07 shows sound performance and effectiveness from solid execution of our business plan and cost management strategy. However, the real story does not rest on a single snapshot but on the big picture as a whole – one of long-term, sustained growth and shareholder value.

At Nationwide Express, the big picture starts with a shared clear vision executed through a unique operating strategy and brought to life through a sense of purpose shared by our unmatched team of dedicated professionals.

Financial Performance

The year under review saw the Group registering a turnover of RM73.9 million, an increase of 1.7 percent (1.7%) over the previous year's figure of RM72.7 million. The profit before tax of the Group has also increased from RM6.4 million to RM7.5 million during the financial year. In addition, the profit after tax has increased by thirty two percent (32%), from RM4.0 million to RM5.3 million.

The significant improvement in profitability was mainly due to cost management strategies derived from our long-term commitment in continuously improving our existing business processes as well as delivering a quality management system towards exceeding customer expectations. Therefore, in terms of margins, we have been able to maintain them at a good level despite escalating costs, especially the fuel cost, i.e. diesel – from RM1.281 per litre to RM1.581 per litre, cushioned by the fuel surcharge, imposed since December 2005.

Throughout the year, all the business units and operating divisions were focused on strengthening their core competencies and building resilience to cope with the challenges ahead.

In addition to the cost savings, our commitment to continuous improvement was aptly rewarded by the achievement of the ISO 9001:2000 accreditation on 5 February 2007. While we are very proud of this recognition, we will not rest on our laurels as we believe that Nationwide Express has enormous potential for further growth.

Technology and Innovation

For the period under review, we maintain our belief that Information and Communication Technology (ICT) is the key enabler in protecting Nationwide Express' market dominance.

The deployment of internet applications such as short message service (SMS) based dispatching system; cash and petty cash management system have enhanced operational efficiency and improve internal controls. Moreover, the contact management system has improved customer experience through enhanced customer service system.



The e-shipping solution introduced in 2006, has been further enhanced to support the generation of high volume shipments (on a daily basis) with the introduction of address book download feature. It is further complemented with the ability to track delivery status using customers' own reference numbers.

Moving forward, Nationwide Express will be implementing a new back office system which will offer more value added services to customers; the new system is expected to be rolled out before the end of the new financial year. One of main features is the introduction of handheld scanner for the couriers to facilitate real-time capturing of pickup and delivery information.

With regards to Human Capital development, we are in the midst of implementing the new Human Resource Information System (HRIS). The HRIS will maintain the staff bio-data, job movement/career progression, enhance the present payroll processing, and facilitate performance management system implementation on a company wide basis.

Overall, Nationwide Express will continue to invest in fit-for-purpose technologies that will consign the company closer to the customers, and accentuate our brand value as leading industry icon.

Human Resource - Our Most Treasured Assets

For 21 years, Nationwide Express has never denied of our responsibility and commitment towards the people, our Employees. We always believed our Employees are our pillars and strength to our success. Also in line with our mission on being a socially responsible organisation, Nationwide Express takes care of its Employees especially during the toughest time of their lives. During the recent flood in the southern states of Peninsular Malaysia, Nationwide Express had offered a helping hand to those Employees who were badly affected by the fury of nature.

Corporate Social Responsibility or CSR forms part of our mission in making Nationwide Express a better place to work in, and it is a continuous effort for the Company to give back to those in need and to the community at large. Last year, we joined in and upheld our CSR pledge by giving aid, by way of deliveries of food items, blankets, clothing and others. To the unfortunate flood victims in the Southern states of Malaysia. We did this through our liaison with Yayasan Salam.

Nationwide Express is pleased to be a learning organisation — we place a lot of importance on continuous learning by everybody at all levels, individually as well as collectively. A successful organisation must continually learn and adapt to respond to changes in the environment. In Nationwide Express, the Management always keeps abreast with the business requirements today that have changed the role of leaders and placed new demands on leadership. We prepare guidance and direction for our leaders to make this transformation smooth through our continuous coaching and mentoring. We emphasise our leaders to maintain high standards of honesty and ethics that serve as a model for the whole workforce and promote teamwork. In Nationwide Express we encourage our leaders to foster a learning culture that provides opportunities for continuous development and encourages Employees to participate. The Management frequently communicates the organization's shared vision to all levels of the Employees and seek feedback from Employees and strives to ensure they maintain high standards of honesty and ethics.

Nationwide Express also focuses on its succession planning efforts to train, develop and retain its Employees. The yearly training calendar outlines more developmental training programmes as well as training of core competencies. By implementing and participating in these training programmes, the workforce will operate more efficiently and cost-effectively. Thus we can ensure a highly qualified workforce in the long run and sustain a learning environment that drives continuous improvement in performance.



We encourage cooperation between Employees and Managers in enhancing effectiveness and efficiency, cutting down the number of employment-related disputes and improving working conditions, all of which contribute to improved performance and results. We strive to develop strategies to close the gaps in competencies between the current and the result oriented workforce. The Management are aggressively promoting the performance based rewards system where we appreciate and recognise Employees who excel in their job area and show quality in their work.

Nationwide Express continuously develops short and long term strategies for its Employees to create a quality workplace to attract, acquire, and retain quality talent. In line with the recent accreditation of ISO 9001:2000 to Nationwide Express, we emphasise on quality as our way of doing business. We believe quality Employees produce quality products and attract quality customers.

In preparation for a potential loss to high employee turnover over the next five years, Nationwide Express will continue to implement a variety of human capital improvement initiatives to mitigate the loss of institutional knowledge, and continue to overcome the effects of high reduction of its workforce. We continue to make use of all the available recruitment flexibilities to effectively fill critical positions with the right skills and competencies, establish effective learning tools to train, develop, and retain our Employees, and refine its succession planning efforts for leadership recruitment, including the identification, development, and succession of potential leaders within the organization. Our direction is to have the ability to meet the Company's goal to develop and maintain a well-qualified and diverse workforce to successfully accomplish its mission objectives.

Nationwide Express, we periodically assesses the size of our workforce and makes decisions on deployment of staff based on changes in the Company's business plan and initiatives to ensure effective organisational alignment.

We also believe in having continuous restructuring efforts to improve our efficiency and effectiveness in meeting the company's mission and objectives. We believe our home grown brand can weather it all and stand tall in both the domestic as well as in the international ground.

Operational Review

Our performance in the financial year 06/07 may be largely credited to the successful execution of our unique "operate independently, compete collectively" strategy. We operate independently to allow our business and operating units to focus on very distinct market needs while we compete collectively under the Nationwide Express brand name nationwide and globally.

Independently, we continued to improve the efficiency of each business and operating unit and its respective network. Nationwide Express, Metro and Freight have significantly improved their delivery and transit time, which provides an even greater value proposition for customers who are speeding up their supply chains. Our major networks also continued to expand capacity to meet customer needs and promote business growth.

When it comes to "operating independently," it means, compete collectively, manage collaboratively" and strategize. It will also provide flexibility in sizing our various operating business units to comport with varying macro-economic conditions and shipping demand for the market segments in which they operate. While our strategy provides the freedom and flexibility to operate independently, our business units all compete collectively. Three (3) years ago, when we re-branded the Nationwide Express name as the Group's brand name to our major operating business units, we made a commitment to provide easy, one-touch access for our customers to the full range of Nationwide Express products and services. We did a better job of that than ever before, particularly in cross-selling the entire portfolio of Nationwide Express products and services.



Another part of our collective strategy involves our retail presence – giving our customers a convenient drop-off point for the entire portfolio of Nationwide Express products and services. With the collaborations with Petronas Dagangan, along with the continued opening of new locations, Nationwide Express continuously expands its network, enhance the services and provide personal touch to our valued customers.

We have since taken a bold step in retail, by creating our own retail outlets at major shopping malls. This bold step augurs well with the enhanced and additional range of products which is now made available to the public at large. Customers are now just a step away to access a multi-tier of services – from basic mailing solution; insurance coverage to telephone prepaid re-load, Nationwide Express offers them ALL under ONE roof.

Nationwide Express Retail (NER) now provides convenience, good access and more importantly, great customer experience with its well-planned ambience and deco, as well as its multiple array of products made available at its stores. NER currently has four (4) outlets – three (3) in Klang Valley and one (1) in Melaka, with the flagship store in Midvalley Megamall.

Expanding access to accelerate growth

We have developed a strategy for growth, which allows us to profit from the trends shaping the economy:

Increase in High-Tech and High-Value-Added Businesses

Although recovery in the high-tech and high-value-added goods sectors has lagged the rest of the economy, we believe these sectors will experience strong growth as a percentage of total economic activity over the long term. Information technology alone contributes significantly to real economic growth in the country and internationally. The high-value-added sector, however, is broader, including pharmaceuticals, automotive goods, electronics, high-fashion goods, aviation products and other goods with high value. Our various operating business units offer a unique menu of services to fit virtually all shipping needs of high-tech and high-value-added industries.

Globalization

As the world's economy becomes more fully integrated, and as barriers and borders to trade continue to decrease, companies are sourcing and selling globally. With global sourcing and selling, companies have streamlined their supply chains and opened new markets. The percentage of local domestic gross product related to international trade has increased substantially over the past years and continues to grow. This, in turn, has opened multiple legs of transportation on both the in-bound "sourcing" side and the out-bound "selling" side. With our extensive international network coverage, we facilitate this supply chain through our global reach, delivery services and information capabilities.

Acceleration of the Supply Chain

A supply chain is the series of transportation and information exchanges required to convert raw materials into finished, delivered goods. The acceleration of companies' supply chains; the increase of fast-cycle logistics, is the third major trend affecting the economy. As the economy has become increasingly global, it has also become more fast-paced. Companies cannot wait weeks to source components and finished goods from around the world or domestically; especially in high-tech industries with high obsolescence rates, so companies of all sizes depend on the delivery of just-in-time inventory to help them compete faster and more efficiently. We believe that the future of logistics will,



therefore, be not in operating brick-and-mortar warehouses, but in providing information-intensive services that increase the value, visibility and velocity of the goods in customers' supply chains. We have taken advantage of the move toward faster, more efficient supply chains, by helping customers substitute near real-time information to manage inventory in motion, thereby reducing overhead and obsolescence and speeding time-to-market.

Growth of the Internet and E-Commerce

E-commerce is a major catalyst of the economy and remains a vital growth engine for businesses today. It makes low-cost standardized information exchange available to anyone with a personal computer, regardless of time or space. We are leveraging on the strength of Nationwide Express' portfolio in the business-to-consumer market through our Nationwide Express 'express' delivery service. In the near future, we are preparing for this service to be the obvious choice and solution to the rapidly increasing number of businesses, including retailers, who ship large volumes to residential customers. While consumer purchases over the Internet continue to grow, the business-to-business e-commerce marketplace is substantially larger.

Enhanced service in existing markets gives customers greater choice and reliability

In our core Malaysian markets for express and deferred products, we have put our focus not just on getting bigger, but also on becoming faster and more reliable, in order to help our customers streamline their 'complex' supply chains.

A Vision for Global Access

Nationwide Express Services sees a global marketplace with expanded access to goods, services and information. It's good for individuals, good for businesses and good for nations. Countries with higher levels of access consistently have higher growth rates for GDP and per capita income, and as national and world GDP continues to expand, global trade is expected to increase twelve-fold over the next three decades.

More than one year ago, we envisioned Kingdom of Saudi Arabia (K.S.A) and other Middle East countries as a nexus of global supply and demand besides China. Nationwide Express became the first express courier to enter that market in 2003 through the seasonal Hajj project and still continue to work in collaborations with local player.

In addition to improving access to our physical transportation networks, our vision also calls for improved access to information. When it comes to technology solutions, one of our greatest successes this year was the launch of e-shipping and introduction of Nationwide Retail Centre, a drop-off centre, which provides convenience to the customers to ship, 'print', renew their insurance coverage, purchase stamps and other activities in which creating 'personal touch' of the needs to the communities.

The entire organisation has stepped back to look at the bigger picture, taking on a major transformation to enable us to deliver faster business solutions and improve return on investment. In the next financial year 07/08, we expect to see real benefits from that multi-year transformation.

Brand Awareness

The Nationwide Express brand name has gone through some tremendous change in the last three (3) years, as it had been 'spruced up' and rejuvenated through various forms of advertising and brand promotion. With all these brand awareness, we were awarded two (2) awards during the financial year – namely, the most coveted Brand Laureatte and the Asia Pacific Super Excellent Award.



In the domestic front, in promoting Nationwide Express as the local brand champion in the courier industry, we are working hand in hand with MATRADE by taking up a space in their new MECC. More exciting programmes are in the making to further enhance the mind share as well as the heart share of Nationwide Express as the courier champion in both the domestic market as well as in the international arena.

The Big Picture

By remaining focused on our vision, guided by our mission in executing our growth strategy and coming together with a sense of purpose centred on our customers, Nationwide Express is uniquely positioned to weather the times of change and transition. We remain committed to continuing to deliver for our shareholders by increasing earnings, return on our investments and cash flow.

Our latest financial year results for the financial year 06/07, and our plans for the financial year 07/08 and beyond, are just part of the bigger picture. Our vision compels us to work for expanded access around the world. Our strategy requires us to invest in our networks wisely as we work together to strengthen the Nationwide Express brand and reputation nationwide and globally. Our purpose calls us to action, focused on serving our customers and the communities at large.

This bigger picture continues to open the world to our customers so they may turn the power of possibility into prosperity. Guided by a strong and experienced board of directors and a dynamic management team that is second to none, Nationwide Express is in great shape to meet the access demands for generations to come as we continue to perform for our shareholders.

Rozilawati Basir
Chief Executive Officer

EXPRESS



Economy
Xpress
Nationwide Delivers

CONSIGNEE'S NAME & ADDRESS:

POSTCODE: [] [] [] [] TEL NO: [] [] [] []

SHIPPER'S NAME & ADDRESS:

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Financial Statements 2007

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

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NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

DIRECTORS' REPORT

The Directors have pleasure in presenting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2007.

PRINCIPAL ACTIVITIES

The principal activities of the Group consist of providing express courier services, trucking services, freight forwarding services, customised logistics services, mailroom management services and warehousing. The principal activities of the Company are those of providing express courier and customised logistics services.

The principal activities of the subsidiaries are described in Note 13 to the financial statements.

There have been no significant changes in the nature of the principal activities during the financial year.

RESULTS

	Group RM'000	Company RM'000
Net profit for the year	<u>5,296</u>	<u>3,620</u>

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

In the opinion of the Directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature.

DIVIDENDS

The amounts of dividends paid or declared by the Company since 31 March 2006 were as follows:

	RM'000
In respect of the financial year ended 31 March 2006 as reported in the Directors' report of that year:	
Ordinary final dividend of 6.5% less 28% taxation paid on 22 September 2006	2,814
In respect of the financial year ended 31 March 2007:	
Ordinary interim dividend of 2.5% less 27% taxation paid on 10 January 2007	<u>1,097</u>
	<u>3,911</u>

DIVIDENDS (CONTD.)

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 March 2007, of 2% tax exempt and 4% less 27% (2006: 6.5% less 28%) taxation on 60,116,200 (2006: 60,116,200) ordinary shares, amounting to a dividend payable of RM2,957,717 (2006: RM2,813,438) will be proposed for shareholders' approval. The financial statements for the current financial year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in shareholders' equity as an appropriation of retained profits in the financial year ending 31 March 2008.

DIRECTORS

The names of the Directors of the Company in office since the date of the last report and at the date of this report are:

Dato' Adnan bin Shamsuddin
Rozilawati binti Haji Basir
Dato' Sulaiman bin Sujak
Dr. Roshayati binti Basir
Yong Kok Liew

In accordance with the Company's Articles of Association, Rozilawati binti Haji Basir retires at the forthcoming Annual General Meeting and being eligible, offers herself for re-election.

Dato' Sulaiman bin Sujak retires, pursuant to Section 129(2) of the Companies Act, 1965 and a resolution is being proposed for his re-election as Director under the provision of Section 129(6) of the said Act to hold office until the next Annual General Meeting of the Company.

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during the year, did there subsist any arrangement to which the Company was a party, whereby the Directors might acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate, other than those arising from the share options granted pursuant to Nationwide Express Courier Services Berhad's Employees Share Option Scheme ("ESOS").

DIRECTORS' BENEFITS (CONTD.)

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than the benefit included in the aggregate amount of emoluments received or due and receivable by the Directors or the fixed salary of a full-time employee of the Company as shown in Note 8 to the financial statements) by reason of a contract made by the Company or a related corporation with any Director or with a firm of which he is a member, or with a company in which he has a substantial financial interest other than the options to subscribe for shares in the Company of RM1.00 each pursuant to the ESOS. The option period is for five calendar years commencing from 19 December 2005 to 11 September 2010. The directors' unexercised ESOS entitlement since 12 September 2005 are as follows:

	Number of Ordinary Shares of RM1.00 Each at Option Price of RM1.35			
	As at	Granted	Exercised	As at
	1 April 2006			31 March 2007
Dato' Adnan bin Shamsuddin	230,000	-	-	230,000
Rozilawati binti Haji Basir	600,000	-	-	600,000
Dato' Sulaiman bin Sujak	190,000	-	-	190,000
Dr. Roshayati binti Basir	190,000	-	-	190,000

DIRECTORS' INTERESTS

According to the register of Directors' shareholdings, the interests of directors in office at the end of the financial year in shares and options over shares in the Company and its related corporations during the financial year were as follows:

Company	Number of Ordinary Shares of RM1 Each			
	1 April 2006	Bought	Sold	31 March 2007
Direct Interest				
Dato' Sulaiman bin Sujak	56,000	-	-	56,000
Indirect Interest				
Rozilawati binti Haji Basir	29,994,923	600,000	-	30,594,923
Dr. Roshayati binti Basir	29,994,923	600,000	-	30,594,923

The indirect interests are held by virtue of shareholdings in BHR Enterprise Sdn Bhd.

DIRECTORS' INTERESTS (CONTD.)

Rozilawati binti Haji Basir and Dr. Roshayati binti Basir, by virtue of their interest in shares in the Company are also deemed interested in shares of all the Company's subsidiaries to the extent the Company has an interest.

None of the other Directors in office at the end of the financial year had any other interest in shares in the Company or its related corporations during the financial year.

EMPLOYEE SHARE OPTION SCHEME ("ESOS")

The Company's Employee Share Option Scheme ("ESOS") is governed by the By-Laws, which were approved by the Company's shareholders on 15 February 2005.

The main features of the ESOS Scheme are as follows:-

- (a) Total number of options offered under the Scheme shall not exceed in aggregate fifteen per centum (15%) of the total issued and paid-up capital of the Company at any one time at the point of granting of the options during the existence of the scheme; provided that:-
 - (i) Not more than fifty per centum (50%) of the new Company's shares available under the ESOS Scheme should be allocated, in aggregate, to Eligible Directors and senior management; and
 - (ii) Not more than ten per centum (10%) of the new Company's shares available under the ESOS Scheme should be allocated to any individual Eligible Director or Eligible Employee who, either individually or collectively through persons connected with him, holds twenty per centum (20%) or more of the issued and paid-up share capital of the Company.
- (b) The ESOS Committee may from time to time decide the conditions of eligibility to be fulfilled by an Eligible Person in order to participate in the ESOS Scheme.
- (c) The criteria to be applied by the ESOS Committee in determining the actual entitlement of a selected employee shall be based on the grade of the selected employee and may include, without limitations, the length of service, contributions, dedication and performance of the selected employee and any other considerations deemed fit by the ESOS Committee. The ESOS Committee's decision shall be final and binding.

EMPLOYEE SHARE OPTION SCHEME ("ESOS") (CONTD.)

The total number of options available under the ESOS Scheme is 9,016,200 at a subscription price of RM1.35 per share, based on a 10% discount of the five (5) weighted average market price commencing from 19 December 2005 to 23 December 2005.

	Number of Ordinary Shares of RM1.00 Each at Option Price of RM1.35 '000
At 1 April 2006	8,237
Granted	-
Exercised	-
At 31 March 2007	<u>8,237</u>

In respect of the ESOS, the Company has been granted an exemption by the Companies Commission of Malaysia from having to disclose the names of the option holders, other than directors, who have been granted options to subscribe for less than 118,000 ordinary shares of RM1 each. Other than the Directors, the names of option holders granted options to subscribe for 118,000 or more ordinary shares of RM1 each during the financial year are as follows:

	Number of Options Over Ordinary Shares of RM1 Each			
	As at 1 April 2006	Granted	Exercised	As at 31 March 2007
Kumarayah A/L Khrishnasamy	200,000	-	-	200,000
Mohd Shukri bin A.Aziz	200,000	-	-	200,000
Zamri bin Rahman	200,000	-	-	200,000

OTHER STATUTORY INFORMATION

- (a) Before the income statements and balance sheets of the Group and of the Company were made out, the Directors took reasonable steps:
- (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been writtem off and that adequate provision had been made for doubtful debts; and
 - (ii) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.

OTHER STATUTORY INFORMATION (CONTD.)

- (b) At the date of this report, the Directors are not aware of any circumstances which would render:
 - (i) the amount written off for bad debts or the amount of the provision for doubtful debts in the financial statements of Group and of the Company inadequate to any substantial extent; and
 - (ii) the values attributed to the current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the Directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (d) At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.
- (e) As at the date of this report, there does not exist:
 - (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.
- (f) In the opinion of the Directors:
 - (i) no contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations when they fall due; and
 - (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

AUDITORS

The auditors, Hanafiah Raslan & Mohamad, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 13 July 2007.

Dato' Adnan bin Shamsuddin

Rozilawati binti Haji Basir

Shah Alam, Selangor

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

STATEMENT BY DIRECTORS
PURSUANT TO SECTION 169(15) OF THE COMPANIES ACT, 1965

We, Dato' Adnan bin Shamsuddin and Rozilawati binti Haji Basir, being two of the Directors of Nationwide Express Courier Services Berhad, do hereby state that, in the opinion of the Directors, the accompanying financial statements set out on pages 11 to 50 are drawn up in accordance with applicable Financial Reporting Standards in Malaysia and the provisions of the Companies Act, 1965 so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2007 and of the results and the cash flows of the Group and of the Company for the year then ended.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 13 July 2007.

Dato' Adnan bin Shamsuddin

Rozilawati binti Haji Basir

Shah Alam, Selangor

STATUTORY DECLARATION
PURSUANT TO SECTION 169(16) OF THE COMPANIES ACT, 1965

I, Amilia binti Sabtu, being the Officer primarily responsible for the financial management of Nationwide Express Courier Services Berhad, do solemnly and sincerely declare that the accompanying financial statements set out on pages 11 to 50 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by
the abovenamed Amilia binti Sabtu
at Kuala Lumpur in the Federal Territory
on 13 July 2007

Amilia binti Sabtu

Before me,

133096 - M

**REPORT OF THE AUDITORS TO THE MEMBERS OF
NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)**

We have audited the accompanying financial statements set out on pages 11 to 50. These financial statements are the responsibility of the Company's Directors.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with applicable Approved Standards on Auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Directors, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable Financial Reporting Standards in Malaysia so as to give a true and fair view of:
 - (i) the financial position of the Group and of the Company as at 31 March 2007 and of the results and the cash flows of the Group and of the Company for the year then ended; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and

133096 - M

**REPORT OF THE AUDITORS TO THE MEMBERS OF
NATIONWIDE EXPRESS COURIER SERVICES BERHAD (CONTD.)
(Incorporated in Malaysia)**

- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

We have considered the financial statements and the auditors' reports thereon of the subsidiary of which we have not acted as auditors, as indicated in Note 13 to the financial statements, being financial statements that have been included in the consolidated financial statements.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification and in respect of subsidiaries incorporated in Malaysia, did not include any comment required to be made under Section 174(3) of the Act.

Hanafiah Raslan & Mohamad
AF: 0002
Chartered Accountants

Abdul Rauf bin Rashid
No. 2305/05/08(J)
Partner

Kuala Lumpur, Malaysia
13 July 2007

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

INCOME STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

		Group		Company	
	Note	2007	2006	2007	2006
		RM'000	RM'000	RM'000	RM'000
			(restated)		(restated)
Revenue	3	73,879	72,697	66,310	64,208
Cost of services		(48,698)	(47,905)	(44,544)	(43,290)
Gross profit		<u>25,181</u>	<u>24,792</u>	<u>21,766</u>	<u>20,918</u>
Other income	4	1,514	1,030	1,697	1,204
Administrative expenses		(16,557)	(16,869)	(15,645)	(15,241)
Selling and marketing expenses		(2,242)	(2,004)	(1,977)	(1,636)
Other expenses		(148)	(299)	(131)	(287)
Operating profit		<u>7,748</u>	<u>6,650</u>	<u>5,710</u>	<u>4,958</u>
Finance costs	5	(249)	(251)	(249)	(251)
Profit before tax	6	<u>7,499</u>	<u>6,399</u>	<u>5,461</u>	<u>4,707</u>
Income tax expense	9	(2,203)	(2,392)	(1,841)	(1,980)
Profit for the year		<u>5,296</u>	<u>4,007</u>	<u>3,620</u>	<u>2,727</u>
Earnings per share (sen)	10				
Basic		<u>8.8</u>	<u>6.7</u>		

The accompanying notes form an integral part of the financial statements.

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

BALANCE SHEETS AS AT 31 MARCH 2007

		Group		Company	
	Note	2007 RM'000	2006 RM'000	2007 RM'000	2006 RM'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	32,022	32,096	31,703	31,738
Investment in subsidiaries	13	-	-	436	436
Deferred tax assets	14	397	527	41	199
		<u>32,419</u>	<u>32,623</u>	<u>32,180</u>	<u>32,373</u>
Current assets					
Trade receivables	15	20,444	22,099	15,843	16,941
Other receivables	15	4,889	5,409	6,972	11,901
Cash and bank balances	16	17,192	17,321	14,764	12,564
		<u>42,525</u>	<u>44,829</u>	<u>37,579</u>	<u>41,406</u>
TOTAL ASSETS		<u>74,944</u>	<u>77,452</u>	<u>69,759</u>	<u>73,779</u>
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the Company					
Share capital	18	60,116	60,116	60,116	60,116
Share premium		413	413	413	413
Reserves	19	8,897	7,508	4,799	5,090
Total Equity		<u>69,426</u>	<u>68,037</u>	<u>65,328</u>	<u>65,619</u>

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

BALANCE SHEETS AS AT 31 MARCH 2007 (CONTD.)

		Group		Company	
	Note	2007	2006	2007	2006
		RM'000	RM'000	RM'000	RM'000
Non-current liabilities					
Borrowings	20	-	3,304	-	3,304
		<u>-</u>	<u>3,304</u>	<u>-</u>	<u>3,304</u>
Current liabilities					
Borrowings	20	-	571	-	571
Trade payables	17	150	396	-	180
Other payables	17	5,368	5,144	4,431	4,105
		<u>5,518</u>	<u>6,111</u>	<u>4,431</u>	<u>4,856</u>
Total liabilities		<u>5,518</u>	<u>9,415</u>	<u>4,431</u>	<u>8,160</u>
TOTAL EQUITY AND LIABILITIES		<u>74,944</u>	<u>77,452</u>	<u>69,759</u>	<u>73,779</u>

The accompanying notes form an integral part of the financial statements.

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2007

Group	Note	Share capital RM'000	Share premium RM'000	Non- Distributable Exchange translation reserve	Distributable Retained profits	Total RM'000
				RM'000	RM'000	
At 1 April 2005		51,522	-	(279)	7,894	59,137
Net profit for the year		-	-	-	4,007	4,007
Dividends	11	-	-	-	(4,111)	(4,111)
Bonus issue		8,586	410	-	-	8,996
Issue of ordinary shares pursuant to ESOS		8	3	-	-	11
Currency translation differences, representing net loss not recognised in income statement		-	-	(3)	-	(3)
At 31 March 2006		<u>60,116</u>	<u>413</u>	<u>(282)</u>	<u>7,790</u>	<u>68,037</u>
At 1 April 2006		60,116	413	(282)	7,790	68,037
Net profit for the year		-	-	-	5,296	5,296
Dividends	11	-	-	-	(3,911)	(3,911)
Currency translation differences representing net gain not recognised in income statement		-	-	4	-	4
At 31 March 2007		<u>60,116</u>	<u>413</u>	<u>(278)</u>	<u>9,175</u>	<u>69,426</u>

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2007 (CONTD.)

Company	Note	Share capital RM'000	Share premium RM'000	Distributable Retained profits RM'000	Total RM'000
At 1 April 2005		51,522	-	6,474	57,996
Issue of ordinary shares pursuant to ESOS		8	3	-	11
Net profit for the year		-	-	2,727	2,727
Dividends	11	-	-	(4,111)	(4,111)
Bonus issue	18	8,586	410	-	8,996
At 31 March 2006		<u>60,116</u>	<u>413</u>	<u>5,090</u>	<u>65,619</u>
At 1 April 2006		60,116	413	5,090	65,619
Net profit for the year		-	-	3,620	3,620
Dividends	11	-	-	(3,911)	(3,911)
At 31 March 2007		<u>60,116</u>	<u>413</u>	<u>4,799</u>	<u>65,328</u>

The accompanying notes form an integral part of the financial statements.

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

CASH FLOW STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	7,499	6,399	5,461	4,707
Adjustments for:				
Depreciation	2,844	2,236	2,698	2,108
Gain on disposal of property, plant and equipment	(12)	-	(12)	-
Provision for doubtful debts				
- trade	483	1,412	500	865
- non trade	-	312	-	312
Interest expense	249	251	249	251
Interest income	(245)	(250)	(238)	(230)
Operating profit before working capital changes	10,818	10,360	8,658	8,013
Decrease/(increase) in receivables	1,045	(2,233)	4,567	(3,632)
(Decrease)/increase in payables	(23)	(1)	146	719
Cash generated from operations	11,840	8,126	13,371	5,100
Interest paid	(249)	(251)	(249)	(251)
Taxation paid	(1,422)	(3,597)	(723)	(3,140)
Net cash generated from operating activities	10,169	4,278	12,399	1,709
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	245	250	238	230
Purchase of property, plant and equipment	(2,770)	(2,297)	(2,664)	(2,208)
Proceeds from sale of property, plant and equipment	13	-	13	-
Net cash used in investing activities	(2,512)	(2,047)	(2,413)	(1,978)

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

CASH FLOW STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007 (CONTD.)

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid	(3,911)	(4,111)	(3,911)	(4,111)
Proceeds from rights issue	-	8,996	-	8,996
Proceeds from share issue	-	11	-	11
Repayment of term loan	(3,875)	(538)	(3,875)	(538)
Net cash (used in)/generated from financing activities	<u>(7,786)</u>	<u>4,358</u>	<u>(7,786)</u>	<u>4,358</u>
NET (DECREASE)/INCREASE IN CASH AND BANK BALANCES	(129)	6,589	2,200	4,089
EFFECTS OF EXCHANGE RATE CHANGES	-	6	-	-
CASH AND BANK BALANCES AT BEGINNING OF YEAR	<u>17,321</u>	<u>10,726</u>	<u>12,564</u>	<u>8,475</u>
CASH AND BANK BALANCES AT END OF YEAR (NOTE 16)	<u>17,192</u>	<u>17,321</u>	<u>14,764</u>	<u>12,564</u>

The accompanying notes form an integral part of the financial statements.

NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2007

1. CORPORATE INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Board of Bursa Malaysia Securities Berhad. The principal place of business of the Company is located at Lot 6 & 7, Jalan Utas 15/7, Seksyen 15, 40000 Shah Alam, Selangor Darul Ehsan.

The ultimate holding company of the Company is BHR Enterprise Sdn Bhd, a company incorporated in Malaysia.

The principal activities of the Group consist of providing express courier services, trucking services, freight forwarding services, customised logistics services, mailroom management services and warehousing. The principal activities of the Company are those of providing express courier and customised logistics services.

The principal activities of the subsidiaries are described in Note 13 to the financial statements. There have been no significant changes in the nature of the principal activities during the financial year.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 13 July 2007.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The financial statements comply with the provisions of the Companies Act, 1965 and applicable Financial Reporting Standards in Malaysia.

At the beginning of the current financial year, the Group and the Company had adopted new and revised FRSs which are mandatory for financial periods beginning on or after 1 January 2006 as described fully in Note 2.3.

The financial statements of the Group and of the Company have also been prepared under the historical cost basis.

The financial statements are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM'000) except when otherwise indicated.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies

(a) Subsidiaries and Basis of Consolidation

(i) Subsidiaries

Subsidiaries are entities over which the Group has the ability to control the financial and operating policies so as to obtain benefits from their activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group has such power over another entity.

In the Company's separate financial statements, investments in subsidiaries are stated at cost less impairment losses. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

(ii) Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company and all its subsidiaries as at the balance sheet date. The financial statements of the subsidiaries are prepared for the same reporting date as the Company.

Subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases. In preparing the consolidated financial statements, intragroup balances, transactions and unrealised gain or losses are eliminated in full. Uniform accounting policies are adopted in the consolidated financial statements for like transactions and events in similar circumstances.

Acquisitions of subsidiaries are accounted for using the purchase method. The purchase method of accounting involves allocating the cost of the acquisition to the fair value of the assets acquired and liabilities and contingent liabilities assumed at the date of acquisition. The cost of an acquisition is measured as the aggregate of the fair values, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued, plus any costs directly attributable to the acquisitions.

Any excess of the cost of the acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities represents goodwill. Any excess of the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition is recognised immediately in profit or loss.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(b) Property, Plant and Equipment, and Depreciation

All items of property, plant and equipment are initially recorded at cost. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Subsequent to recognition, property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and any accumulated impairment

Property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 2.2(c).

Capital work-in-progress is not depreciated as these assets are not available for use. Leasehold land is depreciated over the leasehold period of 73 years. Depreciation of other property, plant and equipment is provided for on a straight line basis to write off the cost of each asset to its residual value over the estimated useful life at the following annual rates:

Leasehold buildings	4%
Leasehold improvements	33.33%
Motor vehicles	14.28%
Office equipment	14.28% - 33.33%
Furniture and fittings	14.28%

The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. The difference between the net disposal proceeds, if any and the net carrying amount is recognised in income statements and the unutilised portion of the revaluation surplus on that item is taken directly to retained earnings.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(c) Impairment of Non-financial Assets

The carrying amount of assets, other than inventories, deferred tax assets and non-current assets (or disposal groups) held for sale, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

An impairment loss is recognised in profit or loss in the period in which it arises.

(d) Financial Instruments

Financial instruments are recognised in the balance sheet when the Group has become a party to the contractual provisions of the instrument.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual agreement. Interest, dividends and gains and losses relating to a financial instrument classified as a liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity. Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

(i) Cash and Cash Equivalents

For the purposes of the cash flow statements, cash and cash equivalents include cash on hand and at bank, deposit at call and short term highly liquid investments which have an insignificant risk of changes in value, net of outstanding bank overdraft.

(ii) Trade Receivables

Trade receivables are carried at anticipated realisable values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(d) Financial Instruments (Contd.)

(iii) Trade Payables

Trade payables are stated at the fair value of the consideration to be paid in the future for goods and services received.

(iv) Equity instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

The transaction costs of an equity transaction are accounted for as a deduction from equity, net of tax. Equity transaction costs comprise only those incremental external costs directly attributable to the equity transaction which would otherwise have been avoided.

(e) Leases

A lease is recognised as a finance lease if it transfers substantially to the Group all the risks and rewards incident to ownership. All other leases are classified as operating leases.

(i) Finance leases

Assets acquired by way of hire purchase or finance leases are stated at an amount equal to the lower of their fair values and the present value of the minimum lease payments at the inception of the leases, less accumulated depreciation and impairment losses. The corresponding liability is included in the balance sheet as borrowings. In calculating the present value of the minimum lease payments, the discount factor used is the interest rate implicit in the lease, when it is practicable to determine; otherwise, the Company's incremental borrowing rate is used. Any initial direct costs are also added to the

Lease payments are apportioned between the finance costs and the reduction of the outstanding liability. Finance costs, which represent the difference between the total leasing commitments and the fair value of the assets acquired, are recognised as an expense in the income statement over the term of the relevant lease so as to produce a constant periodic rate of charge on the remaining balance of the obligations for each accounting period.

The depreciation policy for leased assets is consistent with that for depreciable property, plant and equipment as described in Note 2(b).

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(e) Leases (Contd.)

(ii) Operating leases

Operating lease payments are recognised as an expense on a straight-line basis over the term of the relevant lease.

(f) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

(g) Income Tax

Income tax on the profit or loss for the year comprises current and deferred tax. Current tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted at the balance sheet date.

Deferred tax is provided for, using the liability method. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. Deferred tax is not recognised if the temporary difference arises from goodwill or negative goodwill or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(g) Income Tax (Contd.)

Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax is recognised as income or an expense and included in the profit or loss for the period, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also recognised directly in equity, or when it arises from a business combination that is an acquisition, in which case the deferred tax is included in the resulting goodwill or the amount of any excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the cost of the combination.

(h) Provisions for Liabilities

Provisions are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resource embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as finance cost.

(i) Employee Benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Group. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(i) Employee Benefits (Contd.)

(ii) Defined contribution plan

Defined contribution plans are post-employment benefit plans under which the Group pays fixed contributions into separate entities or funds and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years. Such contributions are recognised as an expense in the income statements as incurred. As required by law, companies in Malaysia make such contributions to the Employee Provident Fund ("EPF"). The Group's foreign subsidiary also makes contributions to its country's statutory pension scheme.

(j) Foreign Currencies

(i) Functional and presentation currency

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Ringgit Malaysia (RM), which is also the Company's functional currency.

(ii) Foreign currency transactions

In preparing the financial statements of the individual entities, transaction in currencies other than the entity's functional currency (foreign currency) are recorded in the functional currencies using the exchange rates prevailing at the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are translated at the rates prevailing on the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(j) Foreign Currencies (Contd.)

(ii) Foreign currency transactions (Contd.)

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in profit or loss for the period except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operation. Exchange differences arising on monetary items that form part of the Group's net investment in foreign operation, where that monetary item is denominated in either the functional currency of the reporting entity or the foreign operation, are initially taken directly to the foreign currency translation reserve within equity until the disposal of the foreign operations, at which time they are recognised in profit or loss. Exchange differences arising on monetary items that form part of the Group's net investment in foreign operation, where that monetary item is denominated in a currency other than the functional currency of either the reporting entity or the foreign operation, are recognised in profit or loss for the period. Exchange differences arising on monetary items that form part of the Group's net investment in foreign operation, regardless of the currency of the monetary item, are recognised in profit or loss in the Company's financial statements or the individual financial statements of the foreign operation, as appropriate.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

(iii) Foreign operations

The results and financial position of foreign operations that have a functional currency different from the presentation currency (RM) of the consolidated financial statements are translated into RM as follows:

- Assets and liabilities for each balance sheet presented are translated at the closing rate prevailing at the balance sheet date;
- Income and expenses for each income statement are translated at average exchange rates for the year, which approximates the exchange rates at the dates of the transactions; and
- All resulting exchange differences are taken to the foreign currency translation reserve within equity.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Summary of Significant Accounting Policies (Contd.)

(j) Foreign Currencies (Contd.)

(iii) Foreign operations (Contd.)

The principal exchange rate used for every unit of foreign currency ruling at the balance sheet date is as follows:

	2007	2006
	RM	RM
Singapore Dollar	<u>2.28</u>	<u>2.28</u>

(k) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

(i) Revenue from services

Revenue from services rendered is recognised net of service taxes and discounts as and when the services are performed.

(ii) Interest income

Interest income is recognised on an accrual basis using the effective interest rate.

(iii) Management fees

Management fees are recognised when services are rendered.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Changes in Accounting Policies and Effects Arising from Adoption of New and Revised FRSs

On 1 January 2006, the Group and the Company adopted the following FRSs mandatory for financial periods beginning on or after 1 January 2006:

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 101	Presentation of Financial Statements
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effect of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets

The MASB has also issued the following FRSs, amendments to FRSs and interpretations that are effective for financial period beginning subsequent to 1 January 2006, and that have not been applied in preparing these financial statements:

<u>Standard / Interpretation</u>	<u>Effective Date</u>
FRS 117 <i>Leases</i>	1 October 2006
FRS 124 <i>Related Party Disclosures</i>	1 October 2006
FRS 139 <i>Financial Instruments: Recognition and Measurement</i>	To be announced
Amendment to FRS 119 ₂₀₀₄ <i>Employee Benefits - Actuarial Gains and Losses, Group Plans and Disclosures</i>	1 January 2007
FRS 6 <i>Exploration for and Evaluation of Mineral Resources</i>	1 January 2007
Amendment to FRS 121 <i>The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation</i>	1 July 2007
IC Interpretation 1 <i>Changes in Existing Decommissioning, Restoration and Similar Liabilities</i>	1 July 2007
IC Interpretation 2 <i>Members' Share in Co-operative Entities and Similar Instruments</i>	1 July 2007
IC Interpretation 5 <i>Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds</i>	1 July 2007
IC Interpretation 6 <i>Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment</i>	1 July 2007
IC Interpretation 7 <i>Applying the Restatement Approach under FRS 129₂₀₀₄ Financial Reporting in Hyperinflationary Economies</i>	1 July 2007
IC Interpretation 8 <i>Scope of FRS 2</i>	1 July 2007

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Changes in Accounting Policies and Effects Arising from Adoption of New and Revised FRSs

The impact of the adoption of FRS 117, 124 and 139 is exempted from disclosure. FRS 6 is not relevant to the Group's operations and the adoption of the above amendments and interpretations will leave no significant impact on the financial statements of the Group and the Company.

The adoption of FRS 2, 3, 108, 110, 116, 121, 127, 132, 133 and 136 does not result in significant changes in accounting policies of the Group.

The adoption of the revised FRS 101 has effected the presentation of the consolidated income statement and consolidated balance sheet. The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with comparatives reclassified to conform to the current period's presentation.

2.4 Changes in Estimates

The revised FRS 116: Property, Plant and Equipment requires the review of the residual value and remaining useful life of an item of property, plant and equipment at least at each financial year end. The Group revised the residual values of motor vehicles and the estimated useful life of leasehold buildings from fifty to twenty-five years with effect from 1 April 2006. The revisions were accounted for prospectively as a change in accounting estimates and as a result, the depreciation charges of the Group and of the Company for the current financial year have been decreased by RM77,000.

2.5 Significant Accounting Estimates and Judgements

(a) Critical Judgements Made in Applying Accounting Policies

The following are the judgements made by the management in the process of applying the Group's accounting policies that have the most significant effect on the amounts recognised in the financial statements.

(i) Impairment of investments in subsidiaries

The Company determines impairment of its investments based on certain conditions; such as significant changes with adverse effects on the investment and financial performance of the investment. Depending on the nature and history records of the investments, judgements are made by the management at the balance sheet date to estimate potential non recoverability of the investment and whether an impairment is needed. The carrying amount of the investments of the Company, net of impairment is RM436,000 (2006: RM436,000).

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.5 Significant Accounting Estimates and Judgements (Contd.)

(a) Critical Judgements Made in Applying Accounting Policies (Contd.)

(ii) Provision for doubtful debts

The Group carries out a review of its receivables recoverability regularly, from which bad debts are written off once identified. An allowance of provision for doubtful debts is provided after appropriate judgement is made based on the historical records and economic condition of the customers. The provision of doubtful debts that has been made by the Group is RM4,407,000 (2006: RM3,924,000).

(b) Key Sources of Estimation Uncertainty

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

3. REVENUE

Revenue of the Group and the Company consists of the following:

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Domestic courier services	71,361	70,049	63,810	61,653
Foreign courier services	2,518	2,648	2,416	2,471
Management fees receivable from subsidiaries	-	-	84	84
	<u>73,879</u>	<u>72,697</u>	<u>66,310</u>	<u>64,208</u>

4. OTHER INCOME

Included in other income are the following:

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Interest income	245	250	238	230
Sundry income	1,269	780	1,393	908
Rental receivable from subsidiaries	-	-	66	66
	<u>1,514</u>	<u>1,030</u>	<u>1,697</u>	<u>1,204</u>

5. FINANCE COSTS

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Interest expense	249	251	249	251

6. PROFIT BEFORE TAX

The following amounts have been included in arriving at profit before tax:

		Group		Company	
		2007	2006	2007	2006
	Note	RM'000	RM'000	RM'000	RM'000
Employee benefits expense	7	26,560	27,299	23,470	24,056
Non-executive directors' remuneration	8	133	116	133	116
Auditors' remuneration:					
Statutory audits					
-current year		81	62	55	51
-overprovision in prior year		-	(2)	-	-
Rental of premises		1,932	2,045	1,760	1,733
Rental of equipment and motor vehicles		313	253	191	116
Provision for doubtful debts					
- trade		483	1,412	500	865
- non trade		-	312	-	312
Depreciation of property, plant and equipment	12	2,844	2,236	2,698	2,108
Bad debts recovered		(263)	-	(263)	-
Gain on disposal of property, plant and equipment		(12)	-	(12)	-
Gain on foreign exchange		-	(1)	-	(1)

7. EMPLOYEE BENEFITS EXPENSE

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Wages and salaries	23,549	24,153	20,787	21,279
Social security contributions	358	363	331	332
Contributions to defined contribution plan (EPF)	2,476	2,558	2,191	2,237
Other staff related expenses	177	225	161	208
	<u>26,560</u>	<u>27,299</u>	<u>23,470</u>	<u>24,056</u>

Included in employee benefits expense of the Group and of the Company is an executive director's remuneration amounting to RM293,448 (2006: RM287,616) as further disclosed in Note 8.

8. DIRECTORS' REMUNERATION

	Group and Company	
	2007	2006
	RM'000	RM'000
Executive director's remuneration (Note 7):		
Salaries and other emolument	257	257
Ex-gratia	8	-
Defined contribution plan (EPF)	28	31
Estimated money value of benefit-in-kind	29	27
	<u>322</u>	<u>315</u>
Non-executive director's remuneration (Note 6):		
Fees	108	99
Other emoluments	25	17
	<u>133</u>	<u>116</u>
Total directors' remuneration	426	404
Estimated money value of benefits-in-kind	29	27
Total directors' remuneration including benefits-in-kind	<u>455</u>	<u>431</u>

8. DIRECTORS' REMUNERATION (CONTD.)

The number of directors of the Company whose total remuneration during the year fell within the following bands is analysed below:

	Number of Directors	
	2007	2006
Executive Director:		
RM300,001 - RM350,000	<u>1</u>	<u>1</u>
Non-Executive Directors:		
Below RM50,000	<u>4</u>	<u>4</u>

9. INCOME TAX EXPENSE

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Tax expense for the year	<u>2,110</u>	<u>1,646</u>	<u>1,716</u>	<u>1,279</u>
Deferred tax (Note 14):				
Relating to origination and reversal of temporary differences	115	307	155	288
Relating to reduction in Malaysian income tax rate	17	-	7	-
(Over)/under recognition of deferred tax asset in prior year	<u>(2)</u>	<u>99</u>	<u>(4)</u>	<u>43</u>
	<u>130</u>	<u>406</u>	<u>158</u>	<u>331</u>
(Over)/underprovision in prior year:				
Malaysian income tax	<u>(37)</u>	<u>340</u>	<u>(33)</u>	<u>370</u>
	<u>2,203</u>	<u>2,392</u>	<u>1,841</u>	<u>1,980</u>

Domestic current income tax is calculated at the statutory tax rate of 27% (2006: 28%) of the estimated assessable profit for the year. The domestic statutory tax rate will be reduced to 26% from the current year's rate of 27%, effective year of assessment 2008. The computation of deferred tax as at 31 March 2007 has reflected these changes. Taxation for Singapore's subsidiary is calculated at the rate prevailing in Singapore.

9. INCOME TAX EXPENSE (CONTD.)

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and of the Company is as follows:

	2007	2006
	RM'000	RM'000
Group		
Profit before taxation	7,499	6,399
Taxation at Malaysian statutory tax rate of 27 % (2006: 28%)	2,025	1,792
Effect of income subject to tax rate of 20% (2006: 20%)	(69)	(70)
Effect of different tax rates for subsidiary in Singapore	(28)	(37)
Effect of reduction in Malaysia income tax rate on opening deferred tax	17	-
Effect of expenses not deductible for tax purposes	402	268
Utilisation of previously recognised unrecognised tax losses and unabsorbed capital allowances	(105)	-
(Over)/under recognition of deferred tax asset in prior year	(2)	99
(Over)/underprovision of income tax in prior years	(37)	340
Tax expense for the year	<u>2,203</u>	<u>2,392</u>
Company		
Profit before taxation	5,461	4,707
Taxation at Malaysian statutory tax rate of 27 % (2006: 28%)	1,475	1,318
Effect of reduction in Malaysia income tax rate on opening deferred tax	7	-
Effect of expenses not deductible for tax purposes	396	249
(Over)/under recognition of deferred tax asset in prior year	(4)	43
(Over)/underprovision of income tax in prior years	(33)	370
Tax expense for the year	<u>1,841</u>	<u>1,980</u>

10. EARNING PER SHARE**(a) Basic**

Basic earnings per share amounts are calculated by dividing profit for the year attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the financial year.

	2007	2006
Net profit attributable to shareholders (RM'000)	5,296	4,007
Weighted average number of ordinary shares in issue ('000)	60,116	59,509
Basic earnings per share (sen)	<u>8.8</u>	<u>6.7</u>

10. EARNING PER SHARE (CONTD.)**(b) Diluted**

For the financial year ended 31 March 2007, diluted earnings per share has not been presented as the assumed conversion of Employee Share Option Scheme ("ESOS") in the financial year had an anti-dilutive effect on the earnings per share of the Group.

11. DIVIDENDS

	Amount		Net Dividends per Ordinary Shares	
	2007	2006	2007	2006
	RM'000	RM'000	2007	2006
			Sen	Sen
In respect of the financial year ended 31 March 2007:				
- Interim dividend of 2.5% less 27% taxation paid on 10 January 2007	1,097	-	1.8	-
In respect of the financial year ended 31 March 2006:				
- Interim dividend of 2.5% less 28% taxation paid on 27 January 2006	-	1,082	-	1.8
- Final dividend of 6.5% less 28% taxation paid on 22 September 2006	2,814	-	4.7	-
In respect of the financial year ended 31 March 2005:				
- Final dividend of 7% less 28% taxation paid on 22 September 2005	-	3,029	-	5.0
	<u>3,911</u>	<u>4,111</u>	<u>6.5</u>	<u>6.8</u>

At the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 March 2007, of 2% tax exempt and 4% less 27% (2006: 6.5% less 28%) taxation on 60,116,200 (2006: 60,116,200) ordinary shares, amounting to a total dividend of RM2,957,717 (2006: RM2,813,438) will be proposed for shareholders' approval. The financial statements for the current financial year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in shareholders' equity as an appropriation of retained profits in the next financial year ending 31 March 2008.

12. PROPERTY, PLANT AND EQUIPMENT

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13. INVESTMENTS IN SUBSIDIARIES

	Company	
	2007	2006
	RM'000	RM'000
Unquoted shares, at cost	812	812
Less: Accumulated impairment losses	(376)	(376)
	<u>436</u>	<u>436</u>

Details of the subsidiaries are as follows:

Name of Company	Paid-up Capital	Country of Incorporation	Effective Interest (%)		Principal Activities
			2006	2005	
Nationwide Express Freight Forwarders Sdn. Bhd.	RM500,000	Malaysia	100	100	Trucking, freight forwarding and warehousing services
Nationwide Express Metro Sdn. Bhd.	RM25,000	Malaysia	100	100	Customised logistics and mailroom management services
Nationwide Express Courier Pte. Ltd.*	SGD100,000	Singapore	100	100	Express courier and customised logistics services
Nationwide Express Distribution Sdn. Bhd.	RM2	Malaysia	100	100	Dormant
Nationwide Express Logistics Sdn. Bhd.	RM2	Malaysia	100	100	Dormant

* Audited by a firm of auditors other than Hanafiah Raslan & Mohamad

14. DEFERRED TAX ASSETS

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
At 1 April	(527)	(933)	(199)	(530)
Recognised in the income statement (Note 9)	130	406	158	331
At 31 March	<u>(397)</u>	<u>(527)</u>	<u>(41)</u>	<u>(199)</u>

Presented after appropriate offsetting as follows:

Deferred tax assets	(397)	(527)	(41)	(199)
Deferred tax liabilities	-	-	-	-
	<u>(397)</u>	<u>(527)</u>	<u>(41)</u>	<u>(199)</u>

The components and movements of deferred tax liabilities and assets during the financial year prior to offsetting are as follows:

Deferred Tax Liabilities of the Group:

	Accelerated Capital Allowance RM'000
At 1 April 2006	715
Recognised in income statement	148
At 31 March 2007	<u>863</u>
At 1 April 2005	418
Recognised in income statement	297
At 31 March 2006	<u>715</u>

Deferred Tax Assets of the Group:

	Provisions for Doubtful Debts RM'000	Tax Losses RM'000	Provisions for Liabilities RM'000	Total RM'000
At 1 April 2006	(1,120)	(53)	(69)	(1,242)
Recognised in income statement	(33)	(21)	36	(18)
At 31 March 2007	<u>(1,153)</u>	<u>(74)</u>	<u>(33)</u>	<u>(1,260)</u>
At 1 April 2005	(1,027)	(149)	(175)	(1,351)
Recognised in income statement	(93)	96	106	109
At 31 March 2006	<u>(1,120)</u>	<u>(53)</u>	<u>(69)</u>	<u>(1,242)</u>

14. DEFERRED TAX ASSETS (CONTD.)**Deferred Tax Liabilities of the Company:**

	Accelerated Capital Allowance RM'000
At 1 April 2006	674
Recognised in income statement	171
At 31 March 2007	<u>845</u>
At 1 April 2005	397
Recognised in income statement	277
At 31 March 2006	<u>674</u>

Deferred Tax Assets of the Company:

	Provisions for Doubtful Debts RM'000	Provisions for Liabilities RM'000	Total RM'000
At 1 April 2006	(805)	(68)	(873)
Recognised in income statement	(49)	36	(13)
At 31 March 2007	<u>(854)</u>	<u>(32)</u>	<u>(886)</u>
At 1 April 2005	(778)	(149)	(927)
Recognised in income statement	(27)	81	54
At 31 March 2006	<u>(805)</u>	<u>(68)</u>	<u>(873)</u>

15. TRADE AND OTHER RECEIVABLES

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Trade receivables				
Third parties	24,395	25,567	18,686	19,284
Provision for doubtful debts	(3,951)	(3,468)	(2,843)	(2,343)
Trade receivables, net	<u>20,444</u>	<u>22,099</u>	<u>15,843</u>	<u>16,941</u>
Other receivables				
Amount due from related parties:				
Subsidiaries	-	-	2,966	7,092
Related Companies	190	186	121	116
Tax recoverable	1,415	2,063	919	1,880
Deposits	1,388	1,404	1,309	1,292
Prepayment	1,023	877	917	775
Sundry receivables	<u>1,329</u>	<u>1,335</u>	<u>1,288</u>	<u>1,294</u>
	5,345	5,865	7,520	12,449
Provision for doubtful debts	<u>(456)</u>	<u>(456)</u>	<u>(548)</u>	<u>(548)</u>
Other receivables, net	<u>4,889</u>	<u>5,409</u>	<u>6,972</u>	<u>11,901</u>
	<u>25,333</u>	<u>27,508</u>	<u>22,815</u>	<u>28,842</u>

(a) Credit Risk

The Group's primary exposure to credit risk arises through its trade receivables. The Group's trading terms with its customers are mainly on credit. The credit period is generally for a period of one month, extending up to three months for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risks. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. Trade receivables are non-interest bearing.

(b) Amount due from related parties

Amount due from all related parties are non-interest bearing and are repayable on demand. All related parties receivable are unsecured and are to be settled in cash.

Further details on related party transactions are disclosed in Note 21.

Other information on financial risks of other receivables are disclosed in Note 25.

16. CASH AND BANK BALANCES

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Cash on hand and at banks	11,806	8,487	10,108	4,454
Deposits with licensed banks	5,386	8,834	4,656	8,110
Cash and bank balances	<u>17,192</u>	<u>17,321</u>	<u>14,764</u>	<u>12,564</u>

Deposits of the Group amounting to RM429,282 (2006: RM438,433) are pledged to licensed banks for credit facilities granted to a subsidiary.

The weighted average effective interest rates per annum of deposits at the balance sheet date were as follows:

	Group		Company	
	2007	2006	2007	2006
	% p.a.	% p.a.	% p.a.	% p.a.
Licensed banks	<u>3.50</u>	<u>3.28</u>	<u>3.49</u>	<u>3.25</u>

The average maturity of deposits as at the end of the financial year was as follows:

	Group		Company	
	2007	2006	2007	2006
	Days	Days	Days	Days
Licensed banks	<u>31</u>	<u>24</u>	<u>15</u>	<u>18</u>

17. TRADE AND OTHER PAYABLES

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Trade payables				
Third parties	<u>150</u>	<u>396</u>	<u>-</u>	<u>180</u>
Other payables				
Sundry payables	482	530	257	290
Accruals	<u>4,886</u>	<u>4,614</u>	<u>4,174</u>	<u>3,815</u>
	<u>5,368</u>	<u>5,144</u>	<u>4,431</u>	<u>4,105</u>
	<u>5,518</u>	<u>5,540</u>	<u>4,431</u>	<u>4,285</u>

17. TRADE AND OTHER PAYABLES (CONTD.)**(a) Trade payables**

Trade payables are non-interest bearing and the normal trade credit terms granted to the Group range from one month to three months.

(b) Amount due to related parties

Amount due to all related parties are non-interest bearing and are repayable on demand. These amounts are unsecured and are to be settled in cash.

Further details on related party transactions are disclosed in Note 21.

18. SHARE CAPITAL

	Number of Ordinary Shares of RM1 Each		Amount	
	2007	2006	2007	2006
	'000	'000	RM'000	RM'000
Authorised:				
At 1 April/31 March	100,000	100,000	100,000	100,000
Issued and fully paid-up:				
At 1 April	60,116	51,522	60,116	51,522
Rights issue	-	8,586	-	8,586
Issue of ordinary shares pursuant to ESOS	-	8	-	8
At 31 March	60,116	60,116	60,116	60,116

19. RESERVES

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Exchange translation reserve				
- non-distributable	(278)	(282)	-	-
Retained profits				
- distributable	9,175	7,790	4,799	5,090
	8,897	7,508	4,799	5,090

19. RESERVES (CONTD.)

As at 31 March 2007, the Company has tax exempt profits available for distribution of approximately RM1,415,952 (2006: RM1,415,952) out of its retained profits as tax free dividends, subject to the agreement of the Inland Revenue Board.

The Company has sufficient tax credit under Section 108 of the Income Tax Act, 1967 and the balance in the tax exempt income account to frank the payment of dividends out of its entire retained profits as at 31 March 2007.

20. BORROWINGS

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Short term borrowings				
Secured:				
Term loans	-	571	-	571
Long term borrowings				
Secured:				
Term loans	-	3,304	-	3,304
Total borrowings	-	3,875	-	3,875
Maturity of borrowings:				
Within one year	-	571	-	571
More than 1 year and less than 2 years	-	605	-	605
More than 2 years and less than 5 years	-	2,699	-	2,699
	-	3,875	-	3,875

The effective interest rate of the borrowings was 6% (2006: 6%) per annum.

21. SIGNIFICANT RELATED PARTY TRANSACTIONS

In addition to the transactions detailed elsewhere in the financial statements, the Group and the Company had the following transactions with related parties during the financial year:

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Delivery and courier charges payable to subsidiaries:				
- Nationwide Express Freight Forwarders Sdn. Bhd.	-	-	(137)	(628)
- Nationwide Express Courier Pte. Ltd.	-	-	(1,421)	(1,468)
Mailroom charges payable to subsidiary:				
- Nationwide Express Metro Sdn. Bhd.	-	-	(55)	-
Delivery and courier forwarding charges receivable from a subsidiary:				
- Nationwide Express Metro Sdn. Bhd.	-	-	124	128
Delivery and courier charges receivable from a related party:				
- Percetakan Keselamatan Nasional Sdn. Bhd. *	289	171	107	110
Management fees receivable from subsidiaries:				
- Nationwide Express Freight Forwarders Sdn. Bhd.	-	-	42	42
- Nationwide Express Metro Sdn. Bhd.	-	-	42	42
Rental expense payable to a related party:				
- Kumpulan Fima Berhad *	(85)	-	(85)	-
Printing charges payable to a related party:				
- Percetakan Keselamatan Nasional Sdn. Bhd.*	(43)	(5)	(43)	(5)
Rental fees payable to subsidiary:				
- Nationwide Express Freight Forwarders Sdn. Bhd.	-	-	38	-

21. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTD.)

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Rental fees receivable from subsidiaries:				
- Nationwide Express Freight Forwarders Sdn. Bhd.	-	-	35	35
- Nationwide Express Metro Sdn. Bhd.	-	-	31	31

* Kumpulan Fima Berhad and Percetakan Keselamatan Nasional are related parties to the Company by virtue of a common substantial shareholder, BHR Enterprise Sdn. Bhd.

- (i) The rendering of services to subsidiaries and related companies were made according to the published prices and conditions offered to the major customers of the Group and the Company, except that a longer credit period is normally granted.
- (ii) The purchase of services from subsidiaries and related companies were made according to the published prices and conditions offered by these related parties to their major customers, except that a longer credit period is normally granted.
- (iii) The distribution charges were based on the direct costs incurred, plus margin ranging from 5% to 15%, depending on the nature and location of the services performed. The charges are substantially in line with those offered by the fellow subsidiaries to its major customers.

Information regarding outstanding balances arising from related party transactions as at 31 March 2007 are disclosed in Note 15 and Note 17.

22. CAPITAL COMMITMENTS

	Group and Company	
	2007	2006
	RM'000	RM'000
Approved and contracted for	518	38
Approved but not contracted for	7,827	6,466
	<u>8,345</u>	<u>6,504</u>

23. CONTINGENT LIABILITIES

	Group		Company	
	2007	2006	2007	2006
	RM'000	RM'000	RM'000	RM'000
Claims from third parties	184	182	124	122

The Directors are of the opinion that based on the merit of the cases and supported by legal advice, no provision for the consequential loss is required to be made in the financial statements.

24. SEGMENTAL REPORTING

The Group operates predominantly in Malaysia and, is principally involved in the freight forwarding and courier services. Accordingly, the Directors are of the opinion that it is not necessary to present the financial information by industry and geographical segments.

25. FINANCIAL INSTRUMENTS**(a) Financial Risk Management Objectives and Policies**

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate (both fair value and cash flow), foreign exchange, liquidity and credit risks. The Board reviews and agrees policies for managing each of these risks and they are summarised below. It is, and has been throughout the year under review, the Group's policy that no trading in derivative financial instruments shall be undertaken.

(b) Interest Rate Risk

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. As the group has no significant interest-bearing financial assets, the Group's income and operating cash flows and substantially independent of changes in market interest rates. the Group's interest-bearing financial assets are mainly short term in nature and have been mostly placed in fixed deposits or occasionally, in short term commercial papers.

(c) Foreign Exchange Risk

The Group mainly operates locally. However, a proportion of the Group's purchases and sales are made in Singapore Dollars. Foreign exchange denominated liabilities and assets together with expected cash flows from highly probable purchases and sales give rise to foreign exchange exposure. The Group keeps this exposure to an acceptable level.

25. FINANCIAL INSTRUMENTS (CONTD.)

(d) Liquidity/Funding Risk

The Group defines liquidity/funding risk as the risk that funds will not be available to meet liabilities as they fall due.

The Group manages its operating cash flows and the availability of funding to ensure that all funding needs are met. As part of its overall liquidity management, the Group maintains sufficient levels of cash or cash convertible instruments to meet its working capital requirements. To ensure availability of funds, the Group closely monitors its cash flow position on a regular basis.

(e) Credit Risk

The Group's credit risk is primarily attributable to trade receivables. The Group trades only with recognised and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis and the Group's exposure to bad debts is not significant. For transactions that are not denominated in the functional currency of the relevant operating unit, the Group does not offer credit terms without the specific approval of the Head of Credit Control. Since the Group trades only with recognised and creditworthy third parties, there is no requirement of collateral.

The credit risk of the Group's other financial assets, which comprise cash and cash equivalents, marketable securities and non-current investments, arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets.

The Group does not have any significant exposure to any individual customer or counterparty nor does it have any major concentration on credit risk related to any financial assets.

(f) Fair Values

The fair values of financial assets and liabilities approximate their respective carrying values on the balance sheet of the Group and the Company as at 31 March 2007.

26. CURRENCY

All amounts are stated in Ringgit Malaysia.

12. PROPERTY, PLANT AND EQUIPMENT

	Capital work-in- progress RM'000	Leasehold buildings RM'000	Leasehold land RM'000	Leasehold improvements RM'000	Motor vehicles RM'000	Computer/ Machine/Office equipment RM'000	Furniture and fittings RM'000	Total RM'000
Group								
Cost								
At 1 April 2006	589	11,572	16,825	2,840	11,465	12,810	1,586	57,687
Additions	717	-	-	111	923	960	59	2,770
Disposals	-	-	-	-	(97)	-	-	(97)
At 31 March 2007	1,306	11,572	16,825	2,951	12,291	13,770	1,645	60,360
Accumulated Depreciation								
At 1 April 2006	-	933	1,486	2,415	10,047	9,248	1,462	25,591
Charge for the year	-	533	231	134	425	1,483	38	2,844
Disposals	-	-	-	-	(97)	-	-	(97)
At 31 March 2007	-	1,466	1,717	2,549	10,375	10,731	1,500	28,338

12. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

	Capital work-in- progress RM'000	Leasehold buildings RM'000	Leasehold land RM'000	Leasehold improvements RM'000	Motor vehicles RM'000	Computer/ Machine/Office equipment RM'000	Furniture and fittings RM'000	Total RM'000
Group (Contd.)								
Net book value								
At 31 March 2007	1,306	10,106	15,108	402	1,916	3,039	145	32,022
At 31 March 2006	589	10,639	15,339	425	1,418	3,562	124	32,096
Details at 1 April 2005								
Cost	10,761	5,209	14,202	2,602	11,465	9,611	1,540	55,390
Accumulated depreciation	-	765	1,273	2,241	9,250	8,402	1,424	23,355
Depreciation								
Year ended 31 March 2006	-	168	213	174	797	846	38	2,236

12. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

	Capital work-in- progress RM'000	Leasehold buildings RM'000	Leasehold land RM'000	Leasehold improvements RM'000	Motor vehicles RM'000	Computer/ Machine/Office equipment RM'000	Furniture and fittings RM'000	Total RM'000
Company								
Cost								
At 1 April 2006	589	11,572	16,825	2,692	11,112	12,228	1,487	56,505
Additions	657	-	-	104	923	920	60	2,664
Disposal of asset					(97)	(1)		(98)
At 31 March 2007	1,246	11,572	16,825	2,796	11,938	13,147	1,547	59,071
Accumulated depreciation								
At 1 April 2006	-	933	1,485	2,284	9,674	9,024	1,367	24,767
Charge for the year	-	533	231	130	413	1,353	38	2,698
Disposal of asset	-	-	-	-	(97)	-	-	(97)
At 31 March 2007	-	1,466	1,716	2,414	9,990	10,377	1,405	27,368

12. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

	Capital work-in- progress RM'000	Leasehold buildings RM'000	Leasehold land RM'000	Leasehold improvements RM'000	Motor vehicles RM'000	Computer/ Machine/Office equipment RM'000	Furniture and fittings RM'000	Total RM'000
Company (Contd.)								
Net book value								
At 31 March 2007	1,246	10,106	15,109	382	1,948	2,770	142	31,703
At 31 March 2006	589	10,639	15,340	408	1,438	3,204	120	31,738
Details at 1 April 2005								
Cost	10,761	5,209	14,202	2,457	11,112	9,113	1,442	54,296
Accumulated depreciation	-	765	1,273	2,152	8,896	8,243	1,330	22,659
Depreciation								
Year ended 31 March 2006	-	168	212	132	778	781	37	2,108

Analysis of Shareholding As At 17th July 2007

THIRTY (30) LARGEST SHAREHOLDERS As At 17th July 2007

No.	Names	Shares	%
1.	BHR Enterprise Sdn Bhd	30,594,923	50.89
2.	Naluri Haruman Sdn Bhd	7,800,000	12.97
3.	Mohd Noor bin Ismail	3,157,256	5.25
4.	Kulim (Malaysia) Berhad	2,000,000	3.33
5.	Subur Rahmat Sdn Bhd	1,659,220	2.76
6.	Vintage Forte Sdn Bhd	1,200,000	2.00
7.	Zalaraz Sdn Bhd	654,200	1.09
8.	RHB Capital Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Mohd Fauzy bin Abdullah (CEB)	397,600	0.66
9.	Fathilah Binti Wan Chik	383,656	0.64
10.	Tan Ng Tee @ Tan Cheng Yew	366,100	0.61
11.	Mohd Fauzy bin Abdullah	200,000	0.33
12.	M & A Securities Sdn Bhd IVT (B)	171,200	0.28
13.	Arshad bin Ayub	163,600	0.27
14.	Ng Phek Cheng	163,000	0.27
15.	Teoh Seng Bee	156,100	0.26
16.	Gan Eng Chee	146,000	0.24
17.	Leong Kam Leng	138,950	0.23
18.	Koh Lee Chin	127,900	0.21
19.	Loh Yee Min	119,700	0.20
20.	Citigroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Rosman bin Haji Omar (472322)	116,100	0.19
21.	ECM Libra Avenue Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Mohd Dom bin Ahmad	101,000	0.17
22.	Mercsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account for Pyramid Tulin Sdn Bhd	100,000	0.17
23.	Lai Kui Yin	98,600	0.16
24.	Chai Pui Yin @ Chua Pui Eng	94,500	0.16
25.	Shoptra Jaya (M) Sdn Bhd	81,000	0.13
26.	Tea Ngah Chong @ Tey Ngoh Chong	78,500	0.13
27.	Toh Kam Choy	78,400	0.13
28.	Ng Piak Mong	77,000	0.13
29.	M & A Nominee (Tempatan) Sdn Bhd Insas Credit & Leasing Sdn Bhd For Subur Rahmat Sdn Bhd	76,536	0.13
30.	PM Nominees (Tempatan) Sdn Bhd Malpac Management Sdn Bhd For Jegadevan a/I M Nadchatiram	72,900	0.12

SUBSTANTIAL SHAREHOLDERS As At 17th July 2007

No.	Names	Shares	%
1.	BHR Enterprise Sdn Bhd	30,594,923	50.89
2.	Naluri Haruman Sdn Bhd	7,800,000	12.97
3.	Mohd Noor bin Ismail	3,157,256	5.25

LIST OF DIRECTORS' SHAREHOLDING As At 17th July 2007

Names	Direct Interest		Deemed Interest	
	No. of shares	%	No. of shares	%
Dato' Adnan bin Shamsuddin	-	-	-	-
Rozilawati binti Haji Basir Registered with BHR Enterprise Sdn Bhd	-	-	30,594,923	50.89
Dato' Sulaiman bin Sujak	56,000	0.09	-	-
Dr. Roshayati binti Basir Registered with BHR Enterprise Sdn Bhd	-	-	30,594,923	50.89
Yong Kok Liew	-	-	-	-

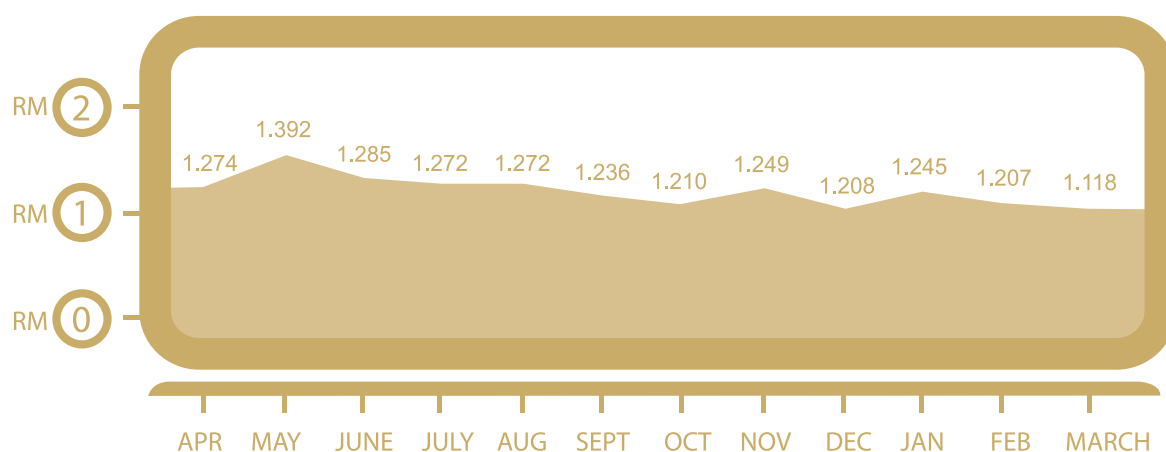
DISTRIBUTION OF SHAREHOLDINGS As At 17th July 2007

Size of Shareholdings	No. of Shareholders	% of Shareholders	No. of Shares	% of issued Share Capital
Less than 100	103	5.97	3,680	0.01
100 - 1000	161	9.32	106,081	0.18
1,001 - 10,000	1,196	69.25	4,269,351	7.10
10,001 - 100,000	245	14.19	5,936,333	9.87
100,001 to less than 5% of issued shares	19	1.10	8,248,576	13.72
5% and above of issued shares	3	0.17	41,552,179	69.12
	1,727	100.00	60,116,200	100.00

BUMIPUTRA SHAREHOLDING As At 17th July 2007

	Type of Ownership	Shareholders	%	Shareholdings	%
1.	Government Agency	0	0.00	0	0.00
2.	Bumiputra				
	a) Individuals	92	5.33	4,309,852	7.17
	b) Companies	14	0.81	44,039,553	73.26
	c) Nominees Company	89	5.15	1,166,188	1.94
	Total Bumiputra Shareholdings	195	11.29	49,515,593	82.37
3.	Non-Bumiputra				
	a) Individuals	1,422	82.34	8,999,424	14.97
	b) Companies	31	1.80	492,227	0.82
	c) Nominees Company	57	3.30	723,156	1.20
	Total Non-Bumiputra Shareholdings	1,510	87.44	10,214,807	16.99
	Total Malaysian Shareholdings	1,705	98.73	59,730,400	99.36
4.	Foreign				
	a) Individuals	16	0.92	313,000	0.52
	b) Companies	0	0.00	0	0.00
	c) Nominees Company	6	0.35	72,800	0.12
	Total Foreign Shareholdings	22	1.27	385,800	0.64
	Grand Total	1,727	100.00	60,116,200	100.00

HISTORICAL STOCK PERFORMANCE (1st April 2006 to 31st March 2007)



List of Properties

Location	Description Existing Use	Approximate Age of Buildings (Years)	Tenure	Land Area (Sq. Ft)	Built-up Area (Sq. Ft)	Net Book Value as at 31/03/2007
Lot 6 PN6411 Section 15 District of Petaling, Selangor Darul Ehsan	Industrial land/ hub and office buildings	27	Leasehold expiring 7/11/2072	86,879	33,600	Building: RM4.06 Million Land: RM12.54 Million
Lot 7 PN6412 Section 15 Daerah Petaling, Selangor Darul Ehsan	Industrial land/ hub and office buildings	20	Leasehold expiring 7/11/2072	141,092	23,760	
H.S(D) 168513 Within Town of Shah Alam, District of Petaling, Selangor Darul Ehsan.	Industrial land/ warehouse and office building	21	Leasehold expiring 8/5/2072	145,500	67,553	Building: RM6.05 Million Land: RM2.57 Million

CORPORATE OFFICE

LOT 11A, PERSIARAN SELANGOR,
SECTION 15, 40200, SHAH ALAM, SELANGOR
TEL : 03-5163 3333
FAX : 03-5518 2080
SALES & MARKETING : 03-5163 3388
FAX : 03-5518 2082
SALES MANAGER : MD FARID BIN JAAFAR

OPERATIONS CENTRE

LOT 6 & 7, JALAN UTAS 15/7,
SECTION 15, 40000 SHAH ALAM, SELANGOR
TEL : 03-5512 1000
PICK UP CTR : 03-5512 8000
SERVICES CTR : 03-5512 7000
FAX : 03-5031 8896/97

BUSINESS SERVICE CENTRE (BSC)

JALAN AMPANG (BSC 1)

NO. 198 JALAN AMPANG
50450 KUALA LUMPUR
TEL : 03-2166 5502/04
FAX : 03-2164 0673
MANAGER : KAMARUDDIN BIN ABU BAKAR
CONTACT : MASRUL/SABARINA

MANJALARA/SG.BULOH (BSC 2)

NO. 35 JALAN 3/62A
BANDAR BARU MANJALARA
52200 KUALA LUMPUR
TEL : 03-6280 1931
FAX : 03-6280 3730
MANAGER : KAMARUDDIN BIN ABU BAKAR
CONTACT : AMIRUDDIN

SEA PARK (BSC 3)

NO 51. GROUND & 1ST FLOOR
JALAN 21/12 SEA PARK
46300 PETALING JAYA, SELANGOR
TEL : 03-7874 4900
FAX : 03-7874 4886
MANAGER: KAMARUDDIN ABU BAKAR
CONTACT : SHAMSURI/HUSAINI

SHAH ALAM (BSC 4)

LOT 6 & 7 JALAN UTAS 15/7,
SECTION 15, 40000 SHAH ALAM, SELANGOR
TEL : 03-5512 1000
FAX : 03-5031 8896 / 97
MANAGER : SAFARI ZAINAL
CONTACT : ABD. RAHIM ABD RASHID

PUCHONG (BSC 5)

NO 9, JALAN TPP 1/1
TAMAN PERINDUSTRIAN PUCHONG
47100 PUCHONG SELANGOR
TEL : 03-8062 1008
FAX : 03-8061 0608
MANAGER: KAMARUDDIN ABU BAKAR
CONTACT : JUNAIDI/MASRUL/ROSMARINA

NORTHERN REGION

REGIONAL OPS MANAGER : CHUAH TEONG PHING
NOR SALES MANAGER : NIWAN RAHIMA
NOR SALES ADVISOR : JEFFREY TEH

STATION/SERVICE CENTRE

PENANG

75G LINTANG SG PINANG,
10150 PENANG
TEL : 04-281 3107
FAX : 04-281 6403
STATION MANAGER : ZAHARI

ALOR SETAR

LOT 135 & 136, KOMPLEKS ALOR SETAR
LEBUHRAYA DARULAMAN
05150 ALOR SETAR, KEDAH
TEL : 04-731 2205/06
FAX : 04-733 3603
STATION MANAGER : LOO HOOI HAI

BUTTERWORTH

65, JALAN CHAIN FERRY
CHAI LENG PARK
13700 BUTTERWORTH, PENANG
TEL : 04-399 0298 / 99
FAX : 04-399 5542
STATION MANAGER: ZAIRUL NGADIN

SG PETANI

B5 JALAN BAKAR ARANG
08000 SUNGAI PETANI, KEDAH
TEL : 04-422 2503 / 04
FAX : 04-422 5190
STATION MANAGER: RANGASAMY

TAIPING

16, JALAN MEDAN TAIPING 4
MEDAN TAIPING,
34000 TAIPING, PERAK
TEL : 05-807 6332 / 9323
FAX : 05-808 8322
REG OPS MGR : CHUAH TEONG PHING

IPOH

2-2A MEDAN ISTANA 5
BANDAR IPOH RAYA
30000 IPOH, PERAK
TEL : 05-255 4916 / 0666
FAX : 05-254 6221
CONTACT: ALEX YU

SITIAWAN

33 JALAN HAJI MOHD ALI
32000 SITIAWAN, PERAK
TEL : 05-691 6832
FAX : 05-692 8269
STATION MANAGER: SIA MING KONG

KUALA KANGSAR

NO. 42, TAMAN RAJA IDRIS
JALAN IDRIS
33000 KUALA KANGSAR, PERAK
TEL : 05-776 3897
FAX : 05-777 3268
CONTACT: NOR DZAINAL ROSLAN

TAPAH

54 JALAN BESAR
35000 TAPAH, PERAK
TEL / FAX : 05-401 3727
CONTACT : NORA/KHARI

TELUK INTAN

69B JALAN CHANGKAT JONG
36000 TELUK INTAN, PERAK
TEL : 05-621 1986
FAX : 05-621 5066
CONTACT: LEE POI LING

EXPRESS CENTRE**JITRA**

C/O PMC ENTERPRISE
96, TINGKAT BAWAH
JALAN PJ3, BANDAR PJ2
06000 JITRA, KEDAH
TEL/FAX : 04-917 9325
CONTACT: AZIMAH OMAR

KANGAR

C/O MOVAN EXPRESS
148 PERSIARAN JUBLI EMAS
01000 KANGAR, PERLIS
TEL : 04-976 1562
FAX : 04-978 1645
CONTACT: AISHAH AHMAD

LANGKAWI

C/O NADI ENTERPRISE
NO.24 PERSIARAN MUTIARA
KELANA MAS,
07000 LANGKAWI, KEDAH
TEL : 04-966 6906 / 012- 4932140
FAX : 04-9665755
CONTACT: SHAHIDI SAAD

SIMPANG AMPAT

1355 MAIN ROAD,
14100 SIMPANG AMPAT
SEBERANG PERAI SELATAN
TEL : 04-5884940 / 012-5020940
FAX : 04-5886487
CONTACT :MARAN

PARIT BUNTAR

12, JALAN WAWASAN 2
TAMAN WAWASAN JAYA
34200 PARIT BUNTAR, PERAK
TEL : 05-716 9882 / 05-717 3882
FAX : 05-717 4882
CONTACT: LILING DIRING

BUKIT MERTA JAM

NO. 2581 JALAN KULIM
14000 BUKIT MERTA JAM
PENANG
TEL : 04-539 4940
FAX : 04-530 4940
CONTACT: MARAN/SEHA/ROSE

SABAK BERNAM

69B JALAN CHANGKAT JONG
36000 TELUK INTAN, PERAK
TEL/FAX : 05-621 1986 / 621 5066
CONTACT: ABDUL AZIZ/LEE POI LING

TANJUNG KARANG

150, JALAN BESAR
45500 TANJUNG KARANG, SELANGOR
TEL : 03-3269 8254 / 013-352 5121
CONTACT: TAN CHAN KOON

LANGKAP

C/O JIN WIN CREDIT SDN BHD
NO.6 JALAN MEGAH
TAMAN MEGAH
36700 LANGKAP, PERAK
TEL : 05-659 1396
CONTACT: TAN SIEW WAH

BIDOR

7, JALAN THEATHER STREET
35500 BIDOR, PERAK
TEL : 05-434 0228
CONTACT: LOO NAM THE

CENTRAL REGION

REGIONAL OPS MANAGER : CATHERINE THONG
SALES MANAGER : NOOR WAZIAH HJ WARI

STATION/SERVICE CENTRE**KLANG**

35, JALAN KAPAR
41400 KLANG, SELANGOR
TEL : 03-3344 0441/42
FAX : 03-3344 3472
REG OPS MGR : CATHERINE THONG
CONTACT: KAMARUDDIN BIN ABU

PORT KLANG

144, JALAN TENGKU BADAR
42000 PORT KLANG, SELANGOR
TEL : 03-316 80237 / 03-316 54985 /
55073
FAX : 03-3165 6313
STATION MANAGER: MALARVANAN

KAJANG

LOT 6, JALAN P/1A
SEKSYEN 13,
KAWASAN PERINDUSTRIAN BANGI
43650 BANDAR BARU BANGI, SELANGOR
TEL : 03- 8925 8689 / 8925 1576
FAX : 03- 8925 5682
STATION MANAGER: MOHD. HAFIS

RAWANG

NO. 43 JALAN 1/3
 RAWANG INTEGRATED IND. PARK
 48000 RAWANG, SELANGOR
 TEL : 03-6091 5343 / 5293
 FAX : 03-6092 7306
 STATION MANAGER: SUBRAMANIAM

SEREMBAN

NO. 1447 & 1448 GROUND FLOOR
 BUKIT RASAH BUSINESS CENTRE
 70300 SEREMBAN, NEGERI SEMBILAN
 TEL : 06-762 7759
 FAX : 06- 763 6231
 STATION MANAGER: AZIZI

BANTING

444, JALAN JUGRA
 42700 BANTING, SELANGOR
 TEL : 03-3167 4887
 FAX : 03-3187 9902
 CONTACT: KAMARUDDIN ABU

NILAI

PT7438, JALAN 1/2F
 PUTRA POINT PHASE 1
 71800 BANDAR BARU NILAI, NEGERI SEMBILAN
 Tel : 06-794 1030
 FAX : 06-794 1032
 STATION MANAGER : AZIZI

KUALA PILAH

645/10 TAMAN SEMA
 JALAN MELANG
 72000 KUALA PILAH, NEGERI SEMBILAN
 TEL : 06-481 1105
 FAX : 06- 484 3254
 CONTACT: JOE NG HONG SENG

EXPRESS CENTRE**PORT DICKSON**

C/O 1447 & 1448 GROUND FLOOR
 BUKIT RASAH BUSINESS CENTRE
 70300 SEREMBAN, NEGERI SEMBILAN
 TEL : 019-282 7795
 CONTACT: MOHD AZRI ABDUL AMID

TANJUNG MALIM

C/O LART ENTERPRISE
 NO.11 JALAN HJ MUSTAFA RAJA KAMALA
 35900 TANJUNG MALIM, PERAK
 TEL : 05- 4595 5533 / 013-206 2373
 CONTACT: KAMARUL ZAMAN

SOUTHERN REGION

ACTING OPS MANAGER : MOHD ZAMANI MOHD SHUKERI
 SOU SALES MANAGER : MOHD HURIDIN
 SOU SALES ADVISOR : ROSELYND UKON

STATION/SERVICE CENTRE**JOHOR BHARU**

NO. 1 & 3 JALAN BAYU 2/4
 TAMAN PERINDUSTRIAN TAMPOI JAYA
 81200 JOHOR BHARU, JOHOR
 TEL : 07-235 4896 /4901/4902/4903
 FAX : 07-235 4908
 STATION MANAGER: MOHD ZAMANI MOHD SHUKERI
 CONTACT: AZWAL RAFAT

BATU PAHAT

53 JALAN PENJAJA 3
 KIM'S PARK BUSINESS CENTRE
 83000 BATU PAHAT, JOHOR
 TEL : 07-431 4869 / 07-432 6258
 FAX : 07-432 1445
 STATION MANAGER: NORIZA HARUN

KLUANG

27 GROUND FLOOR, SUSUR 1
 JALAN JOHOR TENGGARA
 86000 KLUANG, JOHOR
 TEL : 07-772 1839/
 : 07-771 1026
 FAX : 07-772 0600
 STATION MANAGER: AHMAD AZAMAN

MELAKA

NO. 6-1 & 1-1 JALAN RAHMAT 5
 PUSAT BANDAR MALIM JAYA
 75000 MELAKA
 TEL : 06-336 0900/910/920/940
 FAX : 06-336 0890
 STATION MANAGER: AZREEN

MUAR

NO. 5-7 GROUND FLOOR
 JALAN IBRAHIM
 84000 MUAR, JOHOR
 TEL : 06-951 3069/7212
 FAX : 06-951 6301
 STATION MANAGER: MOHD ZAMANI MOHD SHUKERI

SEGAMAT

10 JALAN ORKID
 85000 SEGAMAT, JOHOR
 TEL : 07-931 7406/07
 FAX : 07-931 8408
 REG OPS MGR: CHUA KIAT SOON

EXPRESS CENTRE**ALOR GAJAH**

E-11 TAMAN MEWAH JALAN KILANG
 (OPPOSITE SUN TA TOY FACTORY)
 KAWASAN PERINDUSTRIAN KELEMAK
 78000 ALOR GAJAH, MELAKA
 TEL : 06-556 7549 / 013-630 4091
 CONTACT: MOHD HASNOL

KUALA BERANG

LOT 276 ARKED MDHT, JALAN BESAR,
21700 KUALA BERANG, TERENGGANU
TEL : 09-681 3328/019-9397962
CONTACT: CHE KU NORAINI

JERANTUT

NO 8, JALAN TAHAN
BANDAR BARU
27000 JERANTUT, PAHANG
TEL : 019-964 8371
CONTACT: SOBARATUL KADRI

JERTEH

HM BERJAYA ENTERPRISE
NO. 9 DEPAN STESEN KERETA SEWA LAMA
BANDAR JERTEH,
22000 JERTEH, TERENGGANU
TEL : 012-986 0004/ 019-902 4204
CONTACT: HAZIRA MAZNEY AB RASHID

KERTEH

LOT 817 KG BARU
BELAKANG ESSO
24300 KERTEH, TERENGGANU
TEL : 09-826 2626 / 012-3767356
FAX : 09-8265837
CONTACT: ZULRUSHDI HJ AHMAD

KARAK

C/O PUSAT VIDEO SUTHA
27-A2 MAIN STREET
28600 KARAK, PAHANG
TEL : 019-935 3390
CONTACT: RAVENDRAN THANAVELU

KUALA KRAI

LOT 1574 NO.4,
JALAN ROTAN GUCHIL
18000 KUALA KRAI, KELANTAN
TEL : 012 9860004 / 019 9024204
CONTACT: HAZIRA MAZNEY AB. RASHID

KUALA LIPIS

NO. 1 GERAJ MDL,
27200 BANDAR BARU KUALA LIPIS, PAHANG,
TEL/FAX : 09-3122251 / 0199047378
CONTACT : NORDIANA YUSOF

MACHANG

HM BERJAYA ENTERPRISE,
TAMAN PURNAMA,
JALAN PASIR PUTIH
18500 MACHANG, KELANTAN
TEL/FAX : 09-975 7689
CONTACT: HAZIRA MASNEY AB RASHID

MARANG

MTBIZZ ENTERPRISE,
424-A, JLN RHU RENDANG, 21600 MARANG
TEL/FAX : 09-6186425 / 013-9339484
CONTACT: MOHD YUSOF AWANG

MARAN

20 BANGUNAN LKNP BANDAR BARU
26500 MARAN, PAHANG
TEL : 09-477 1310 / 019-916 9683
CONTACT: PHANG KIM SEONG

PAKA

C/O PAKA PUBLICATION
428-A JALAN BESAR PAKA,
SEBELAH BSN, 23100 PAKA, TERENGGANU
TEL : 09-8286311 / 012-9385620
FAX : 09-8286313
CONTACT: NORULAZAHAR ALI

PEKAN

NO.3 BANGUNAN LKPN
JALAN ABDULLAH
26000 PEKAN, PAHANG
TEL : 016-934 3041 / 017-972 3892
CONTACT: HASMADI HASSAN

RAUB

1 JALAN LIPIS
27600 RAUB, PAHANG
TEL : 09-355 3389 / 013-937 3389
CONTACT: SUSHIL KUMAR

TANAH MERAH

ALATULIS NAN LEE
310 JALAN BESAR
17500 TANAH MERAH, KELANTAN
TEL/FAX : 09-955 5233
CONTACT: CHAN KONG CHAI

TRIANG

64B JALAN TEO JOO
28300 TRIANG, PAHANG
TEL : 09-2553314 / 019-9449499
CONTACT: ROZAIDI DAUD

PASIR PUTEH

HM BERJAYA ENTERPRISE,
NO.10 JALAN PASIR LAMA,
16800 PASIR PUTEH, KELANTAN
TEL/FAX : 09-786 2975
CONTACT: HAZIRA MAZNEY ABD HAMID

SETIU

NO.2277 BANGUNAN MDS
BANDAR PERMAISURI
22100 SETIU, TERENGGANU
TEL : 09-6098458
CONTACT: ABD MANAN MOHD SALLEH

JENGKA

G1 BAZAAR NADI KOTA
26400 BANDAR PUSAT JENGKA, PAHANG
TEL : 09-466 3233 / 013-961 6081
CONTACT: DERANI ISMAIL

KEMAMAN SUPPLY BASE

ZARA BERKAT SDN BHD,
ADMIN BUILDING A DOOR 23,
KEMAMAN SUPPLY BASE,
24007 KEMAMAN, TERENGGANU
TEL : 09-8631236 / 0199533517
CONTACT : RAZI BIN IBRAHIM

EAST MALAYSIA REGION

REGIONAL OPERATION MANAGER : SIN WAI FOONG
EM SALES MANAGER : MOHD HURIDIN SAMURI
EM SALES ADVISOR : ROSELYND UKON

STATION/SERVICE CENTRE**KUCHING (OPERATION CENTRE)**

4577 & 4578, TAMAN BORNEO,
JALAN LAPANGAN TERBANG,
93350 KUCHING, SARAWAK
TEL : 082-464605 / 574407 / 574387
FAX : 082-572466
BRANCH MANAGER : ROSMAN HJ AWANG

KUCHING SALES OFFICE

117 SECTION 50, JALAN PANDUNGAN
93100 KUCHING, SARAWAK
TEL : 082-413188 / 415388
FAX : 082-423488
EM SALES MANAGER : MOHD HURIDIN
EM SALES ADVISOR : ROSELYND UKON

BINTULU

NO. 6 GROUND FLOOR
JALAN SOMMERVILLE
97000 BINTULU, SARAWAK
TEL : 086-337 433/
: 086-315190 /
: 089-334145
FAX : 086-337 440
CONTACT : FATHYNASNARANI

KOTA KINABALU

LOT 31 PENAMPANG TOWERING IND. CTR
KM 7, GRD & 1ST FLOOR PENAMPANG ROAD
88300 KOTA KINABALU, SABAH
TEL : 088-726 876 /
: 088-717 012 /
: 088-716 017
FAX : 088-711 059
STATION MANAGER: REMEGIUS BENEDICT

LABUAN

LOT 12, GROUND FLOOR
LAGENDA PHASE 3
87008 LABUAN, WILAYAH PERSEKUTUAN
TEL : 087-415 993/923
FAX : 087-425 893
CONTACT : NURTINI TAMSIR

LAHAD DATU

LOT 94, FAJAR CENTRE MDLD 3979
JALAN SEGAMA
91100 LAHAD DATU, SABAH
TEL : 089-883 953
FAX : 089-883 939
STATION MANAGER: TONY LIEW KOK LEONG

MIRI

LOT 1083, GROUND & 1ST FLOOR
JALAN MERPATI
98000 MIRI, SARAWAK
TEL : 085-410 408
FAX : 085-411 478
REG OPS MGR: SIN WAI FOONG

TAWAU

LOT 4 & 11 GROUND FLOOR
BLOCK A PERBANDARAN BARU
91000 TAWAU, SABAH
TEL : 089-778 851/ 52
FAX : 089-764 581
STATION MANAGER: TONY LIEW

SANDAKAN

BLOCK 35, LOT NO.6, GROUND FLOOR,
BANDAR INDAH PH 06, MILE 4, NORTH
ROAD, 90000 SANDAKAN
TEL : 089-217113 / 218795
FAX : 089-211182
CONTACT : MUHTAR ISMAIL

SIBU

NO. 2B & 2C, GROUND FLOOR
HUA KIEW ROAD, 96000 SIBU, SARAWAK
TEL : 084-325 072 / 75
FAX : 084-325 076
STATION MANAGER: CAROLINE HII

EXPRESS CENTRE**SEJINGKAT**

C/O 50B, BELAGA KMC FLAT, JALAN BAN HOK
93100 KUCHING, SARAWAK
TEL : 019-827 1272
CONTACT: TAN TECK SENG

BAU

LOT 103 GREEN WOOD PARK
BT 9 JALAN KUCHING, SERIAN
94000 BAU, SARAWAK
TEL : 016-896 2024
CONTACT: ELON AK TANDONG

BINTAGOR/MERADONG

C/O WONG KING TEE SERVICES
NO. 9, WHARF ROAD
96500 BINTANGOR, SARAWAK
TEL : 084-693 046
FAX : 084-692 353
CONTACT: WONG KING TEE

KANOWIT

CHIP BEE, NO.10, MAIN BAZAAR
96700 KANOWIT, SARAWAK
TEL : 084-752 128
CONTACT: WONG ING KIAT

KAPIT

C/O HEART "2" HEART
NO. 25 JALAN TEO CHOW BENG
96800 KAPIT, SARAWAK
TEL : 084-796 119
CONTACT: JENNY TEO

KENINGAU

SNS MARKETING
LOT 7 LUCKY COMMERCIAL COMPLEX,
P/S 1172
89000 KENINGAU, SABAH
TEL : 087-337 990
CONTACT: SUHAILI

KOTA SAMARAHAN

NO. 78 KG. PULAU KANDIS
BT 21 JLN KUCHING SERIAN
94200 KOTA SAMARAHAN, SARAWAK
TEL : 016-882 7986
CONTACT : LENNON AK JURAY

KUDAT

C/O SYARIKAT LEN YAP (KUDAT)
7C SEDCO NEW SHOP HOUSE
89050 KUDAT, SABAH
TEL : 089-611 626
FAX : 04-588 6487
CONTACT: LEE SIP KHIN

KUNAK

PO BOX 312, 94308 SEMPORNA, SABAH.
TEL : 019-8698958
CONTACT : NORDIN B SUPU

LAWAS

C/O KOWAS TRANSPORT
LOT 66 BLOCK 6
JALAN PULAU SALAM
98500 LAWAS, SARAWAK
TEL : 085-285 450
FAX : 085-285 841
CONTACT: YEE CHING WAI

LUNDU

C/O TIMAH SOLIK AK OTOH
13, KAMPONG SUNGAI LUNDU
94005 LUNDU SARAWAK
TEL : 082-735637
CONTACT : TIMAH SOLIK AK OTOH

MARUDI

C/O OMEGA BOOKSTORE
NO.49 QUEEN SQUARE
98058 MARUDI, BARAM, SARAWAK
TEL : 085-756 650
CONTACT: TEA CHIN TIEW

MERADONG

C/O WONG KING TEE SERVICES
NO. 9, WHARF ROAD
96500 BINTANGOR, SARAWAK
TEL : 084-693 046
FAX : 084-692 353
CONTACT: WONG KING TEE

MUKAH

NO.37 MEDAN ROAD
96400 MUKAH, SARAWAK
TEL : 084-871 326/331
CONTACT: TING MING KEE

SARIKEI

4, FIRST FLOOR, REPOK ROAD
96100 SARIKEI
SARAWAK
TEL : 084-654479
FAX : 084-655057
CONTACT : LILY CHAN LAW FENG

DALAT

C/O NGIA HENG TRADING
LOT 490, NEW TOWNSHIP
96300 DALAT, SARAWAK
TEL : 084-864 457/250
CONTACT: KHO BENG LIAN

DARO

NO. 140 KAMPUNG ITOL
96200 DARO, SARAWAK
TEL : 084-823 439
CONTACT: SHAHRULIZA ABDULLAH TLONG

SERIAN

ROOM 101, 1ST FLOOR
SERIAN CO-OPERATIVE BUILDING
JALAN PEKAN BARU
94700 SERIAN, SARAWAK
TEL : 082-874 401/013-802 4401
CONTACT: LINTEN RENYA

SONG

C/O NEO TIONG SOON COFFEE SHOP
12A, 96850 SONG, SARAWAK
TEL : 084-777 261
CONTACT: NEO ENG SIEW

SRI AMAN

TMN ORCHIDWOODS,
LOT 305-314 BLOCK F01-09,
8 fi ML JLN MATANG
TEL : 019-836 8745
CONTACT : MADEHAN BIN SU'UT

SEMPORNA

BATU 3 JALAN APAS
TAMAN GOODVIEW
91307 TAWAU, SABAH
TEL : 019- 899 7582
CONTACT: MOHD ADBAN B SURIP@ SHARIFF

PAPAR/BEAUFORT

PO BOX 13500
88839 KOTA KINABALU, SABAH
TEL : 019-851 1775
CONTACT: LIM VUI LIP

RANAU

PO BOX 666
89308 RANAU, SABAH
TEL : 019-802 2788/019-831 4771/
: 016-805 3673
CONTACT: MASDI HAMZAH

LIMBANG

C/O TEHING TELECOMMUNICATIONS ENT
LOT 782, GROUND FLOOR
BANGUNAN HAJI NARUDIN, JLN BANGKITA
98700 LIMBANG, SARAWAK
TEL : 085-216 868
CONTACT: JOSEPHINE TING MAI LING

LUNDU

C/O TIMAH SOLIK AK OTOH
NO.13 KAMPUNG SG LUNDU
94005 LUNDU, SARAWAK
TEL : 082-735 637
CONTACT: TIMAH SOLIK AK OTOH

SIPITANG

C/O MBF FINANCE BERHAD
BLOCK A LOT 4
LPPB PROJECT
89850 SIPITANG, SABAH
TEL : 087-821 857
CONTACT: HASHIM IDRIS

KOTA MARUDU

PO BOX 169
89108 KOTA MARUDU, SABAH
TEL : 019-5353312/013-8844056
CONTACT : EMILDA BINTI EMILIO

TENOM

PO BOX 132,
89907 TENOM, SABAH
TEL : 019-831 8287
CONTACT: THAM KEN SING

TAMBUNAN

P/S 207 BLOCK A
LOT 6 KEDAI SEDCO PEKAN BARU
89657 TAMBUNAN, SABAH
TEL: 087-778 516/013-875 0899
CONTACT: PATRICK LANDONG

TUARAN/SEPANGGAR/TAMPARULI

KG GUDANG MENGGATAL
89200 KOTA KINABALU, SABAH
TEL: 016-844 1852
CONTACT: SALLEH BIN GANTI

KOTA BELUD

KG BARU PO BOX 82,
89157 KOTA BELUD, SABAH
TEL : 088-977126
CONTACT : CHIAN SIONG ENG

INTERNATIONAL OFFICE**SINGAPORE**

NO. 6 HARPER ROAD # 02-07
LEONG HUAT BUILDING
SINGAPORE 369674
TEL : 02-6285 4223
FAX : 02-6284 4223
MANAGER: JACKIE LOH

BRUNEI

C/O ARCHIPELAGO EXPRESS
NO.4, GROUND FLOOR
BANGUNAN CENDERAWASIH C
MILE 1/4, JALAN TUTONG
BANDAR SERI BEGAWAN, BRUNEI
TEL: 02-233 504/505/506
FAX : 00673-226 106
CONTACT: RINA CHONG

INDONESIA

C/O PT CITRA VAN TITIPAN KILAT,
JALAN RADENSALEH NO. 2,
JAKARTA, 10430 INDONESIA
TEL : 65-21-3151617
FAX : 65-21-3103691

EASICOURIER - KUALA LUMPUR

PETRONAS Service Station
Lot 48653 Sri Hartamas
50480 Kuala Lumpur
Tel : 603-62011052
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot PT 2381,
Jalan 1A/6, Taman Setapak Indah
53100 Kuala Lumpur
Tel : 603-40242242
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
C/O S/Minyak Pet.Bdr Manjalara
Lot Pt 44665 Mukim Batu Bdr
Manjalara 52000 Kepong
Tel : 03-62742355
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
No 1, Jln Kg Pandan
Taman Maluri ,55100 Kuala Lumpur
Tel : 03-92854766
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 4295 & 4310,
 Jalan Rhu, Off Jalan Ampang
 68000 Kuala Lumpur
 Tel : 603-42569332
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 609A (No 2), Jln Jambu Jertih
 Off Jln Kepong 52000 Kepong,
 Kuala Lumpur
 Tel : 603-62579468
 Cut-off Time (Mon-Fri): 1700

PETRONAS Service Station
 Lot 29395, Persiaran Zaaba
 Taman Tun Dr. Ismail,
 60000 Kuala Lumpur
 Tel : 603-77286711
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 16292, Jalan Cheras Perdana
 Taman Cheras Perdana
 43200 Cheras, Kuala Lumpur
 Tel : 603-90851144
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 16794, Taman Setiawangsa,
 54200 Kuala Lumpur
 Tel : 603-42566440
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 3429 Jalan Wangsa 2
 Bukit Antarabangsa
 68000 Ampang Selangor
 Tel : 034-1072709
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 No. 177, Jalan Raja Muda Abd Aziz
 50300 Kuala Lumpur
 Tel : 603-26988081
 Cut-off Time (Mon-Fri): 1700

PETRONAS Service Station
 Lot PT 44665, Mukim Batu,
 Bandar Manjalara
 52000 Kepong
 Cut-off Time (Mon-Fri): 1700

PETRONAS Service Station
 Lot PT 39732, Taman Segar, Cheras
 56100 Kuala Lumpur
 Tel : 603-91326585
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 59, Batu 3, Jalan Ampang
 50450 Ampang
 Tel : 603-42567030
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 2, Jalan 2A/16, Taman Keramat
 54200 Kuala Lumpur
 Tel : 603-42576548
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 3, Jln. AU1, Taman Keramat
 54200 Kuala Lumpur
 Tel : 603-42566855
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Jalan Ampang Kolam Air Lama
 68000 Ampang Jaya
 Tel : 603-42562637
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 6560, PT 3429, Jalan Wangsa 1
 Taman Wangsa Ukay,
 Bukit Antarabangsa, 68000 Ampang
 Tel/Fax : 03-41069516
 Contact Person: Zulkifli Ismail
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 20971 & 29072 Taman Samudera,
 68100 Batu Caves
 Tel : 603-61870601
 Cut-off Time (Mon-Fri): 1730

PETRONAS Service Station
 Lot PT 18231, Jalan Pandan Indah 1/25,
 68000 Pandan Indah
 Tel : 603-61870601
 Cut-off Time (Mon-Fri): 1730

EASICOURIER - PETALING JAYA

PETRONAS Service Station
 Lot 20849 Jalan USJ2/2D
 47600 Subang Jaya
 Tel : 603-56351759
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
 Lot 2, Jalan 20/1, Seksyen 20
 40300 Shah Alam
 Tel : 603-55425130
 Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 10446 Jalan Bakti, Subang USJ 9/3
47600 Subang Jaya
Tel : 603-56370341
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 2, Jalan SS3/39, Kelana Jaya
47300 Petaling Jaya
Tel : 603-78764335
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 37331, Jalan Kinrara 5
Seksyen 5, Bandar Kinrara, 47100 Puchong
Tel : 603-80761184
Cut-off Time (Mon-Fri): 1730

PETRONAS Service Station
Lot 15, Jalan Selangor,
46000 Petaling Jaya
Tel : 603-21449697
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 1, Jalan 51A/ 227A,
46100 Petaling Jaya
Tel : 603-79603959
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot PT 119, Jalan Glenmarie
Batu 3, 40150 Shah Alam
Tel : 603-55121525
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot PR 5121 & 5123,
Jalan Persiaran Klang
Seksyen 26/27, Hicom Sektor B
40000 Shah Alam
Tel : 603-51915616
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
No 24 Jln Juruwang Au1/A
Seksyen U1, 40000 Shah Alam
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 2 Jln Sepadu 25/123
Tmn Perindustrian Axis Sek 25
40400 Shah Alam
Tel : 603-51227519
Cut-off Time (Mon-Fri): 2030

PETRONAS Service Station
Lot 8629, Jalan SS 22/41,
Damansara Jaya 1,
47400 Petaling Jaya
Tel : 603-77292585
Cut-off Time (Mon-Fri): 1730

PETRONAS Service Station
Lot 4087, Paya Jaras,
47000 Sg. Buloh
Tel : 603-61577794
Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
Lot Pt 38368, Mukim Sungai Buloh
Kampung Melayu Subang
40150 Shah Alam
Tel : 019-3285688
Cut-off Time (Mon-Fri): 1600

CENTRAL REGION

EASICOURIER - HULU LANGAT

PETRONAS Service Station
Lot 6306, Mukim Dengkil
43400 Serdang
Tel : 603-89483692
Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
Lot 8761, Jalan 1/1, Persimpangan 1/3
43000 Bangi
Tel : 603-89250327 / 8252540
Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
Lot 12842, Taman Tanming Jaya
Balakong, 43300 Sri Kembangan
Tel : 603-89616650
Cut-off Time (Mon-Fri): 1700

EASICOURIER - KLANG

PETRONAS Service Station
Lot 2114, Bt 6, Jalan Meru
41050 Klang
Tel : 603-33921006/3162
Cut-off Time (Mon-Fri): 1600

EASICOURIER - IPOH

PETRONAS Service Station
Lot 17169, Jalan Lahat, Menglembu,
30200 Ipoh
Tel : 012-2126750
Cut-off Time (Mon-Fri): 1600

EASICOURIER - SEPANG

PETRONAS Service Station
 Lot PT 1442 HS(M) 668
 Mukim Dengkil, Presinct 9
 62000 Putrajaya
 Tel : 603-88889116
 Cut-off Time (Mon-Fri): 2030

EASICOURIER - SEREMBAN

PETRONAS Service Station
 Lot 1221/1, Jalan Hj Said,
 70400 Seremban
 Tel : 606-7610027
 Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
 Lot 1846 Pn648 Mkm Ampangan
 Matahari Hghts,Pst B Senawang
 70450 Seremban
 Cut-off Time (Mon-Fri): 2030

NORTHERN REGION**EASICOURIER - PENANG**

PETRONAS Service Station
 Lot 1241 Jalan Sultan Azlan Shah
 Bayan Baru, 11950 Bayan Lepas
 Penang
 Tel : 604-6432222
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 73, Jalan Masjid Negeri
 11600 Penang
 Tel : 604-6578472
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 1612, Jalan Permatang Pauh
 Taman Permatang Pauh
 13500 Bukit Mertajam
 Penang
 Tel : 604-3987950
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 100341, Mukim 13, Jalan Bukit
 Gambir, 11900 Penang
 Tel : 604-6491252/012-4386791
 Cut-off Time (Mon-Fri): 1600

EASICOURIER-ALOR SETAR

PETRONAS Service Station
 Lot 1947, Jalan Pegawai
 05050 Alor Setar
 Tel : 604-7729745
 Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
 Lot 1768, Jalan Tun Razak
 52000 Alor Setar
 Tel : 604-7345487/019-4442478
 Cut-off Time (Mon-Fri): 1600

EASICOURIER - SUNGAI PETANI

PETRONAS Service Station
 Lot 1224, Jalan Bakar Arang,
 Mukim Sungai Pasir
 08000 Sg. Petani
 Tel : 604-4221850
 Cut-off Time (Mon-Fri): 1600

SOUTHERN REGION**EASICOURIER - JOHOR BAHRU**

PETRONAS Service Station
 Lot PTD 88326, Mukim Plentong,
 Taman Molek 81200 Johor Baharu,
 Tel : 607-3560045
 Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
 Lot 69921, No 1, Jalan Desa Jaya,
 Taman Desa Jaya 81100 Johor Bharu
 Tel : 607-3560778/019-7514852
 Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
 Lot 13309, KM 11, Jalan Skudai
 81200 Johor Bharu
 Tel : 607-2377128/012-7136555
 Cut-off Time (Mon-Fri): 1600

EASICOURIER - MELAKA

PETRONAS Service Station
 Lot 858, Mukim Cheng
 75250 Mukim Cheng,Melaka
 Tel : 606-3121260
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 4531, Mukim Bukit Katil,
 Taman Air Keroh,
 75450 Air Keroh,Melaka
 Tel : 606- 2326073
 Cut-off Time (Mon-Fri): 1630

PETRONAS Service Station
 Lot 4157, Taman Kerjasama,
 75450 Bukit Beruang,Melaka
 Tel : 606- 3121260
 Cut-off Time (Mon-Fri): 1630

EASICOURIER - MUAR

PETRONAS Service Station
Lot PTD 6717, Jalan Kesang,
KM 1, Tg. Agas, Kesang, 84000 Muar,
Tel : 606-9549963/019-3141007
Cut-off Time (Mon-Fri): 1600

EAST COAST REGION

EASICOURIER - KUANTAN

PETRONAS Service Station
Lot 5093, Jalan Haji Ahmad
25300 Kuantan,
Tel : 6095137375 / 019-9166927
Cut-off Time (Mon-Fri): 1600

EASICOURIER - KOTA BHARU

PETRONAS Service Station
Lot 247 & 239, Seksyen 15
Jalan Sultanah Zainab
15300 Kota Bharu
Tel : 609-7442059 / 013-9204533
Cut-off Time (Mon-Fri): 1600

PETRONAS Service Station
Lot PT 623, Kaw Perind.
Pengkalan Chepa,
Jalan Padang Tembak
16100 Kota Bharu
Tel : 609-7485204 / 012-9889082
Cut-off Time (Mon-Fri): 1600

EASICOURIER - KUALA TERENGGANU

PETRONAS Service Station
Lot 144, Mukim Tok Jamal,
Jalan Kuala Berang,
20050 Kuala Terengganu,
Tel : 6096239177 / 012-7136555
Cut-off Time (Mon-Fri): 1600

KIOSK PACIFIC

KUALA LUMPUR

Damansara Town Center Store
Lot B9, Level 1, Blok B
Pusat Bandar Damansara, Damansara Height
50490 Kuala Lumpur
Tel : 03-20943200

Bangsar Store
No. 10, Ground Floor, Jalan Telawi 4
Bangsar Baru, 59100 Kuala Lumpur
Tel : 03-22820928

KL Plaza Store
D1, Blok D, KL Plaza
179, Jalan Bukit Bintang
55100 Kuala Lumpur
Tel : 03-21453550

Bukit Bintang Store
87, Jalan Bukit Bintang
55100 Kuala Lumpur
Tel : 03-21458990

Kuala Lumpur City Center
Lot 02, KLCC, Underground LRT Station
Jalan Ampang, 50888 Kuala Lumpur
Tel : 03-27150119

Masjid Jamek Store
Ground Floor, Wisma TAS
Jalan Melaka, 50100 Kuala Lumpur
Tel : 03-20709642

Low Yat Store
52, Jln Bulan, Off Jln Bintang,
55100 Kuala Lumpur
Tel : 03-21414955

ERL Store
Lot 16, Departure Hall,
Level 1, KL City Air Terminal,
KL Sentral Station,
50470 Kuala Lumpur
Tel : 03-22748554

Yayasan Store
Ground Floor, No. 99,
Bgn Yayasan Selangor,
Jln Bintang,
55100 Kuala Lumpur
Tel : 03-21484620

Mont Kiara Store
Unit 15-0-1B, Shoplex at Mont Kiara,
Jln Kiara, Mont Kiara,
50480 Kuala Lumpur.
Tel : 03-20951875

Changkat Bukit Bintang Store,
No. 31, Jln Changkat Bukit Bintang,
50200 Kuala Lumpur
Tel : 03-21442125

Pelangi Damansara Store
Lot A-G-12, Block A, Pelangi Square,
Persiaran Surian Pelangi Damansara,
47800 Petaling Jaya

Kompleks Antarabangsa Store
G.03B, Ground Floor, Kompleks Antarabangsa,
Jln Sultan Ismail,
50250 Kuala Lumpur
Tel : 03-21489201

Section 14 Store
No.5,Ground Floor,Jln 14-20,
46100 Petaling Jaya,
Selangor

TTDI Store
No.8 Ground Floor,
Jln Tun Mohd Fuad ,
Taman Tun Dr.Ismail
60000 Kuala Lumpur

Petaling Jaya Store
Ground Floor,Suite G 03,
Menara Merais,
No.1,Jln 19/3,
46300 Petaling Jaya,
Selangor
Tel : 03-79568313

Jln Imbi Store
No. 138, Ground Floor Jln Imbi
55100 Kuala Lumpur
Tel : 03-21432886

Palm Spring Damansara Store
A-C07 Blok A Jln Persiaran Surian,
Palm Spring Damansara,
Kota Damansara,
47810 Damansara

Taipan Store
Lot 3, 3rd Floor,Menara Tun Razak,
Jln Raja Laut,
50350 Kuala Lumpur

Jalan Barat Store
No.7,Jln Barat,
Petaling Jaya,
46200 Selangor
Tel : 03-79547880

Damansara Utama Store
No.86, Ground Floor
Jalan SS21/39, Damansara Utama
47400 Petaling Jaya
Tel : 03-77257442

Subang Jaya Store
No. 20, Ground Floor,Jalan SS15/8
47500 Subang Jaya
Tel : 03-58917029

RETAIL OUTLET

MID VALLEY MEGAMALL

CP1 - 01 P1 Zone B,
Mid Valley Megamall
Lingkar Syed Putra
59200, Kuala Lumpur
Tel : 03-2284 3493
Fax : 03-2287 2346

PLAZA DAMANSARA

Level B2, Block C, Plaza Damansara,
45, Jalan Medan Setia 1,
Bukit Damansara,
50490, Kuala Lumpur.
Tel : 03-2095 0192
Fax : 03-2095 0181

KAJANG

No. 40, Jalan Besar Kajang,
43000, Kajang,
Selangor.
Tel : 03-8733 6581
Fax : 03-8733 6563

MALACCA RAYA

No. 13, Jalan Melaka Raya 24,
Taman Melaka Raya
75000, Melaka
Tel : 06-282 3310
Fax : 06-282 3284

NATIONWIDE EXPRESS COURIER SERVICES BERHAD

(Company No: 133096-M)

FORM OF PROXY

I/We..... NRIC No.....
(Full name in block letters)

of.....
(Full address)

being a member/members of NATIONWIDE EXPRESS COURIER SERVICES BERHAD hereby appoint

..... NRIC No.....

of.....

or failing him/her..... NRIC No.....

of.....

as my/our proxy to vote for me/us on my/our behalf at the 21st Annual General Meeting of the Company to be held at the Cenderawasih Hall, Level 1, Glenmarie Golf & Country Club, Jalan Kerjaya Off Jalan Lapangan Terbang Sultan Abdul Aziz Shah, 47200 Subang, Selangor on Monday, 10th September 2007 at 3.00 p.m, and at any adjournment thereof. My/our proxy is to vote as indicated below:-

No.	Resolutions	For	Against
1.	To receive and adopt the Audited Financial Statements for the financial year ended 31st March 2007 and the Report of the Directors and Auditors thereon		
2.	To sanction the declaration of a final dividend of 2% (tax exempt) and 4% (less 27% tax)		
3.	To approve the payment of Directors' fees for the financial year ending 31st March 2008		
4.	To re-elect a Director under Article 69:- Rozilawati binti Haji Basir		
5.	To re-elect a Director under Section 129 of the Companies Act, 1965: - Dato' Sulaiman bin Sujak		
6.	To re-appoint Messrs. Hanafiah Raslan & Mohamad as Auditors of the Company and to authorise the Directors to fix their remuneration		
7.	Special Resolution 1 Approval of the Amendments to the Articles of Association		

(Please indicate with an "X" how you wish your vote to be cast. If no specific direction as to voting is given, the proxy will vote or abstain at his discretion.)

As witness my/our hand this..... day of..... 2007

No. of shares held

.....
Signature of Member / Common Seal

NOTES:

A member of the Company entitled to attend and vote is entitled to appoint a proxy or proxies to attend and vote instead of him. A proxy may not be a Member and a Member may appoint more than two (2) proxies to attend at the same meeting. Where a Member appoints two (2) or more proxies, he shall specify the proportion of his shareholding to be represented by each proxy. The instruments appointing the proxy must be deposited at the Registered Office of the Company by, not less than 48 hours before the time of the holding of the AGM.

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The Company Secretary
NATIONWIDE EXPRESS COURIER SERVICES BERHAD
(Company No.: 133096-M)
Lot 11A, Persiaran Selangor,
Seksyen 15
40200 Shah Alam,
Selangor Darul Ehsan

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