

YINSON HOLDINGS BERHAD (Company No. 259147-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Period Ended 30 April 2008

| | 3 months and year-to-date ended | |
|--|--|-------------------|
| | 30.04.2008 | 30.04.2007 |
| | RM'000 | RM'000 |
| | Unaudited | Unaudited |
| Revenue | 146,428 | 81,097 |
| Cost of trading goods sold | (118,085) | (58,273) |
| Direct expenses | (20,078) | (16,001) |
| | <hr/> | <hr/> |
| Gross profit | 8,265 | 6,823 |
| Other operating income | 329 | 2,642 |
| Administrative expenses | (3,546) | (3,224) |
| | <hr/> | <hr/> |
| Profit from operations | 5,048 | 6,241 |
| Finance costs | (2,187) | (1,312) |
| | <hr/> | <hr/> |
| Profit before tax | 2,861 | 4,929 |
| Income tax expense | (780) | (470) |
| | <hr/> | <hr/> |
| Profit for the period | 2,081 | 4,459 |
| | <hr/> | <hr/> |
| Attributable to: | | |
| Equity holders of the parent | 2,149 | 4,459 |
| Minority interest | (68) | - |
| | <hr/> | <hr/> |
| | 2,081 | 4,459 |
| | <hr/> | <hr/> |
| Earnings per share attributable to equity holders of the parent: | | |
| Basic (sen) | 3.14 | 6.69 |
| | <hr/> | <hr/> |
| Diluted (sen) | 3.10 | 6.62 |
| | <hr/> | <hr/> |

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the interim financial statements.

CONDENSED CONSOLIDATED BALANCE SHEET
As at 30 April 2008

| | AS AT 30.04.2008 RM'000 Unaudited | AS AT 31.01.2008 RM'000 Audited |
|---|--|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 41,109 | 40,880 |
| Investment properties | 13,414 | 13,414 |
| Intangible assets | 46 | 54 |
| Prepaid lease payments | 11,399 | 11,454 |
| Other investment | 100 | 100 |
| | <u>66,068</u> | <u>65,902</u> |
| Current assets | | |
| Inventories | 263 | 265 |
| Receivables | 146,180 | 157,572 |
| Tax recoverable | 171 | 288 |
| Marketable securities | 69 | 69 |
| Cash and bank balances | 14,707 | 7,503 |
| | <u>161,390</u> | <u>165,697</u> |
| Non-current assets held for sale | 5,200 | 5,650 |
| | <u>166,590</u> | <u>171,347</u> |
| TOTAL ASSETS | <u>232,658</u> | <u>237,249</u> |
| EQUITIES AND LIABILITIES | | |
| Equities attributable to equities holders of the parent | | |
| Share capital | 68,498 | 68,498 |
| Retained earnings | 21,877 | 19,728 |
| | <u>90,375</u> | <u>88,226</u> |
| Minority interest | <u>597</u> | <u>665</u> |
| Total equities | <u>90,972</u> | <u>88,891</u> |
| Non-current liabilities | | |
| Long term borrowings | 3,661 | 4,383 |
| Deferred tax liabilities | 3,094 | 3,168 |
| | <u>6,755</u> | <u>7,551</u> |
| Current liabilities | | |
| Short term borrowings | 113,950 | 120,880 |
| Payables | 19,705 | 18,890 |
| Tax payables | 1,276 | 1,037 |
| | <u>134,931</u> | <u>140,807</u> |
| Total liabilities | <u>141,686</u> | <u>148,358</u> |
| TOTAL EQUITIES AND LIABILITIES | <u>232,658</u> | <u>237,249</u> |
| Net assets per share attributable to equity holders of the parent (RM) | <u>1.32</u> | <u>1.29</u> |

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes to the interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Period Ended 30 April 2008

| | ← Attributable to equity holders of the Company → | | | | Minority interest | Total equity |
|---------------------------|---|------------------|----------------------|---------------|----------------------|-----------------|
| | Non-distributable | | Distributable | | | |
| | Share capital | Share Premium | Retained earnings | Total | | |
| | RM'000 | RM'000 | RM'000 | RM'000 | | |
| Unaudited | | | | | | |
| At 1 February 2007 | 43,828 | 587 | 29,634 | 74,049 | - | 74,049 |
| Profit for the period | - | - | 4,459 | 4,459 | - | 4,459 |
| At 30 April 2007 | <u>43,828</u> | <u>587</u> | <u>34,093</u> | <u>78,508</u> | <u>-</u> | <u>78,508</u> |
| At 1 February 2008 | 68,498 | - | 19,728 | 88,226 | 665 | 88,891 |
| Profit for the period | - | - | 2,149 | 2,149 | (68) | 2,081 |
| At 30 April 2008 | <u>68,498</u> | <u>-</u> | <u>21,877</u> | <u>90,375</u> | <u>597</u> | <u>90,972</u> |

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the Period Ended 30 April 2008

| | 3 months and year-to-date ended | |
|---|--|-----------------------|
| | 30.04.2008 | 30.04.2007 |
| | RM'000 | RM'000 |
| | Unaudited | Unaudited |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 2,861 | 4,929 |
| Adjustments for: | | |
| Non-cash items | 1,454 | (1,127) |
| Non-operating items | 2,165 | 1,291 |
| | <hr/> | <hr/> |
| Operating profit before working capital changes | 6,480 | 5,093 |
| Net changes in current assets | 11,216 | 27,457 |
| Net changes in current liabilities | 814 | 211 |
| | <hr/> | <hr/> |
| Cash generated from operations | 18,510 | 32,761 |
| Interest paid | (2,164) | (1,291) |
| Tax paid | (498) | (785) |
| Net cash generated from operating activities | <hr/> 15,848 | <hr/> 30,685 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of plant & equipment | 359 | - |
| Proceeds from disposal of asset held for sale | 438 | 7,909 |
| Addition in investment properties | - | (59) |
| Purchase of property, plant and equipment | (1,789) | (1,979) |
| Prepaid lease payments | - | (2,206) |
| | <hr/> | <hr/> |
| Net cash (used in)/generated from investing activities | <hr/> (992) | <hr/> 3,665 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Bank borrowings | (8,794) | (31,740) |
| | <hr/> | <hr/> |
| Net cash used in financing activities | <hr/> (8,794) | <hr/> (31,740) |
| NET INCREASE IN CASH AND CASH EQUIVALENT | 6,062 | 2,610 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | (8,399) | (10,792) |
| | <hr/> | <hr/> |
| CASH AND CASH EQUIVALENTS AT THE END OF PERIOD | <hr/> (2,337) | <hr/> (8,182) |
| | <hr/> | <hr/> |
| | As at | As at |
| | 30.04.2008 | 30.04.2007 |
| | RM'000 | RM'000 |
| CASH AND CASH EQUIVALENTS COMPRISE: | | |
| Cash and bank balances | 14,707 | 6,995 |
| Bank overdrafts (included within short term borrowings) | (17,044) | (15,177) |
| | <hr/> | <hr/> |
| | (2,337) | (8,182) |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 January 2008 and the accompanying explanatory notes attached to the interim financial statements.

YINSON HOLDINGS BERHAD (Company No. 259147-A)

PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for the revaluation of certain freehold land and buildings.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 January 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transaction that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 January 2008.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 January 2008 except for the adoption of the following new/ revised Financial Reporting Standard ("FRS") :-

Amendments to FRS 121: The effects of changes in Foreign Exchange Rates – Net Investment in a Foreign Operation

FRS 107: Cash Flow Statements

FRS 111: Construction Contracts

FRS 112: Income Taxes

FRS 118: Revenue

FRS 120: Accounting for Government Grants and Disclosures of Government Assistance

Amendments to FRS 134: Interim Financial Reporting

Amendments to FRS 137: Provision, Contingent Liabilities and Contingent Assets

IC Interpretation 1: Changes in Existing Decommissioning, Restoration and Similar Liabilities

IC Interpretation 2: Members' Shares in Co-operative Entities and Similar Instruments

IC Interpretation 5: Rights to Interests arising from Decommissioning, Restoration and Environment Rehabilitation Funds

IC Interpretation 6: Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment

IC Interpretation 7: Applying the Restatement Approach under FRS 129²⁰⁰⁴ Financial Reporting in Hyperinflationary Economies

IC Interpretation 8: Scope of FRS 2

The adoption of the above new/revised FRSs does not have any significant financial impact on the Group in the current and prior financial year.

3. Auditors' Reports on Preceding Annual Financial Statements

The Auditors' Reports on the financial statements for the year ended 31 January 2008 was not qualified.

4. Seasonal or Cyclical Factors

The Group's business operations are generally affected by major festivals that occur in the first and third quarter of the financial year as there were fewer working days.

5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year to-date.

6. Changes in Accounting Estimate

There were no material changes in accounting estimates that have a material effect in the current quarter and financial year-to-date results.

7. Issuance and Repayment of Debt and Equity Securities

There were no issuances and repayment of debts, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period.

8. Dividend Paid

There were no dividends paid or declared during the current quarter.

9. Segmental Information

3 Month-Period Ended 30 April 2008

| | Transport RM'000 | Trading RM'000 | Other Operations RM'000 | Elimination RM'000 | Consolidated RM'000 |
|---|---------------------|-------------------|-------------------------------|-----------------------|------------------------|
| Revenue | | | | | |
| External Sales | 23,672 | 127,400 | 853 | (5,497) | 146,428 |
| Results | | | | | |
| Segment results | 1,179 | 3,810 | 59 | - | 5,048 |
| Finance costs | | | | | (2,187) |
| Taxation | | | | | (780) |
| Profit after taxation and before minority interest | | | | | 2,081 |
| Minority interest | | | | | 68 |
| Profit for the period | | | | | 2,149 |

3 Month-Period Ended 30 April 2007

| | Transport RM'000 | Trading RM'000 | Other Operations RM'000 | Elimination RM'000 | Consolidated RM'000 |
|---|---------------------|-------------------|-------------------------------|-----------------------|------------------------|
| Revenue | | | | | |
| External Sales | 20,320 | 64,027 | 748 | (3,998) | 81,097 |
| Results | | | | | |
| Segment results | 1,468 | 2,092 | 2,681 | - | 6,241 |
| Finance costs | | | | | (1,312) |
| Taxation | | | | | (470) |
| Profit after taxation and before minority interest | | | | | 4,459 |
| Minority interest | | | | | - |
| Profit for the period | | | | | 4,459 |

11. Carrying Amount of Revalued Assets

The valuations of the property, plant and equipment have been brought forward, without amendment from the financial statements for the year ended 31 January 2008.

12. Subsequent Events

There were no material events subsequent to the end of the current quarter except for:

Disposal of Properties

On 30 June 2008, the Company announced that its subsidiary, Yinson Corporation Sdn Bhd, had on 17 June 2008 entered into three Sale and Purchase Agreements to dispose 3 units of properties with fair value of RM3.6 million for a total sale consideration of RM4 million.

13. Changes in the Composition of the Group

There were no changes in composition of the Group during the current quarter and financial year-to-date except for:

Incorporation of Yinson Shipping Sdn. Bhd.

On 19 June 2008, the Company Secretary had on behalf of the Board of Directors announced that that a wholly-owned subsidiary of the Company known as Yinson Shipping Sdn. Bhd. with a paid-up share capital of RM100,000 will be formed to provide shipping and forwarding services.

14. Capital Commitments

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at 30 April 2008 is as follows:

| | |
|-----------------------------|---------------|
| | RM'000 |
| Approved and contracted for | <u>1,437</u> |

15. Changes in Contingent Liabilities and Contingent Assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 January 2008.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

16. Performance Review

For the financial period ended 30 April 2008, the Group's revenue increased by 81 percent to RM146.428 million compared to RM81.097 million for the preceding year corresponding period mainly due to increase in volume of sales from trading segment of business.

The Group's profit before taxation for the financial period ended 30 April 2008 decreased by 42 percent to RM2.861 million as compared to RM4.929 million for the preceding year corresponding period which includes a gain of RM2.608 million arising from the disposal of a piece of land. Despite an 81 percent increase in revenue, net profit before tax for the current period increased by RM0.540 million or 23 percent to RM2.861 million as compared to net profit excluding capital gain

for preceding year corresponding period of RM2.321 million due to drop in gross profit margin and increased in finance costs.

17. Material Changes in the Profit Before Taxation of Current Quarter Compared with the Preceding Quarter.

The Group's net profit before taxation for the current quarter ended 30 April 2008 decreased by 63 percent or RM4.911 million to RM2.861 million compared to RM7.772 million for the preceding quarter ended 31 January 2008. The decrease in profit was mainly attributable to decline in gross profit margin of trading segment, increase in finance costs and decrease in revenue due to fewer working days in the current quarter as compared to preceding quarter because of the long festive holidays which fall in the current quarter.

18. Commentary on Prospects

The outlook for global growth in 2008 is expected to moderate to 3.7 percent while Malaysian economy is expected to continue to remain resilient and projected to expand by 5 to 6 percent.

In view of the significant hike in diesel price in June, the Board foresees the Group's operating environment to remain challenging and competitive due to rising inflationary concern. The Group will take the necessary measures to mitigate the sharp rise in diesel price and to intensify its efforts to improve its efficiency and productivity to sustain its performance for the current financial year.

19. Profit Forecast

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest are not applicable.

20. Taxation

The taxation figures consist of:

| | 3 Month-Period Ended | |
|---|-----------------------------|-------------------|
| | 30.04.2008 | 30.04.2007 |
| | RM'000 | RM'000 |
| Current period income tax | 854 | 632 |
| Real property gain tax | - | 95 |
| Deferred tax relating to origination and reversal of temporary difference | (74) | (257) |
| | <u>780</u> | <u>470</u> |

The effective tax rate of the Group for the quarter was higher than the statutory tax rate due to certain expenses which are not deductible for tax purposes. The effective tax rate for the preceding year corresponding quarter is lower than the statutory tax rate due principally to gain from disposal of property held for sales which is subject to real property gain tax instead of income tax.

21. Sale of Unquoted Investment and Properties

There were no sales of unquoted investments and properties during the current financial quarter except for the disposal of a property valued at RM450,000 included within held for sale which resulted in a loss on disposal of RM12,100.

22. Quoted Securities

There were no disposal of quoted securities during the current financial quarter and year-to-date.

Details of quoted securities are as follows:

| | As at 30.04.2008 |
|-----------------|------------------|
| | RM'000 |
| At cost | 69 |
| At book value | 69 |
| At market value | 54 |

23. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

24. Group Borrowings

Details of total Group's borrowings as at 30 April 2008 are as follows:

| | Secured | Unsecured | Total |
|-----------------------|--------------|----------------|----------------|
| | RM'000 | RM'000 | RM'000 |
| Short term borrowings | 3,876 | 110,074 | 113,950 |
| Long term borrowings | <u>3,661</u> | <u>-</u> | <u>3,661</u> |
| | <u>7,537</u> | <u>110,074</u> | <u>117,611</u> |

All the borrowings are in Ringgit Malaysia.

25. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 30 April 2008.

26. Material Litigation

As at 30 April 2008, there was no material litigation against the Group.

27. Dividend Payable

No interim ordinary dividend has been declared for the period ended 30 April 2008 (30 April 2007: Nil).

28. Earnings Per Share

(a) Basic

Basic earnings per share amount is calculated by dividing the profit for the period by the weighted average number of shares in issue during the period.

| | 3 month-period ended | |
|--|----------------------|------------|
| | 30.04.2008 | 30.04.2007 |
| Profit attributable to equity holders of parent (RM'000) | 2,149 | 4,459 |
| Weighted average number of ordinary shares in issue ('000) | 68,498 | 66,661 |
| Basic earnings per share (sen) | 3.14 | 6.69 |

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the period attributable to ordinary equity holders of the parent and the weighted average numbers of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. share options granted to employees.

| | 3 month-period ended | |
|--|----------------------|------------|
| | 30.04.2008 | 30.04.2007 |
| Profit attributable to equity holders of parent (RM'000) | 2,149 | 4,459 |
| Weighted average number of ordinary shares in issue ('000) | 68,498 | 66,661 |
| Effects of dilution:share options ('000) | 799 | 2,783 |
| Adjusted weighted average number of ordinary shares in issue and issuable ('000) | 69,297 | 69,444 |
| Diluted earnings per share (sen) | 3.10 | 6.42 |

BY ORDER OF THE BOARD

Company Secretary

Tan Soo Leong (LS 02389)
Johor Bahru
27 June 2008