

**FREIGHT LINKS EXPRESS HOLDINGS LIMITED**  
**(Company Registration No. 198600061G)**

Unaudited Third Quarter Financial Statement Announcement Ended 31 January 2011

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),  
 HALF-YEAR AND FULL YEAR RESULTS**

**1(a) An income statement (for the group) together with a comparative statement for the corresponding period  
 of the immediately preceding financial year**

**Consolidated Income Statement**

	<b>3 months ended 31/01/2011</b>	<b>3 months ended 31/01/2010</b>	<b>Increase/ (Decrease)</b>	<b>9 months ended 31/01/2011</b>	<b>9 months ended 31/01/2010</b>	<b>Increase/ (Decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue	43,444	31,327	38.7	116,237	92,665	25.4
Other income	2,963	1,688	75.5	3,728	4,215	(11.6)
Accretion of deferred revenue	3,987	747	433.7	5,482	2,242	144.5
Freight and related costs	(18,995)	(15,709)	20.9	(56,840)	(46,638)	21.9
Rental expenses on operating leases	(7,516)	(3,781)	98.8	(16,517)	(11,149)	48.1
Warehouse upkeep and related costs	(1,651)	(1,821)	(9.3)	(5,382)	(3,875)	38.9
Exhibition design and build costs	(256)	(466)	(45.1)	(1,518)	(1,762)	(13.8)
Staff costs	(5,917)	(5,607)	5.5	(17,521)	(16,482)	6.3
Depreciation of property, plant and equipment	(1,269)	(1,550)	(18.1)	(4,751)	(4,502)	5.5
Other operating expenses	(2,531)	(940)	169.3	(6,931)	(8,481)	(18.3)
<b>Results from operating activities</b>	<b>12,259</b>	<b>3,888</b>	<b>215.3</b>	<b>15,987</b>	<b>6,233</b>	<b>156.5</b>
Finance income	227	354	(35.9)	437	1,351	(67.7)
Finance expense	(188)	(630)	(70.2)	(960)	(2,033)	(52.8)
<b>Net finance costs</b>	<b>39</b>	<b>(276)</b>	<b>n.m.</b>	<b>(523)</b>	<b>(682)</b>	<b>(23.3)</b>
Share of profit of associates, net of tax	441	369	19.5	1,233	597	106.5
<b>Profit before income tax</b>	<b>12,739</b>	<b>3,981</b>	<b>220.0</b>	<b>16,697</b>	<b>6,148</b>	<b>171.6</b>
Income tax expense	(4,718)	(583)	709.3	(5,409)	(1,184)	356.8
<b>Profit for the period</b>	<b>8,021</b>	<b>3,398</b>	<b>136.1</b>	<b>11,288</b>	<b>4,964</b>	<b>127.4</b>
<b>Attributable to:</b>						
Equity holders of the Company	3,750	3,277	14.4	7,104	4,561	55.8
Non-controlling interests	4,271	121	3,429.8	4,184	403	938.2
<b>Profit for the period</b>	<b>8,021</b>	<b>3,398</b>	<b>136.1</b>	<b>11,288</b>	<b>4,964</b>	<b>127.4</b>

n.m. denotes not meaningful

**Notes to Income Statement**  
**(a) Additional Disclosure Items**

	3 months ended	3 months ended	9 months ended	9 months ended
	31/01/2011	31/01/2010	31/01/2011	31/01/2010
	S\$'000	S\$'000	S\$'000	S\$'000
Gain on fair value of interest rate swaps	-	33	-	125
(Loss)/gain on fair value of marketable securities	(239)	(14)	(205)	468
Interest income on convertible loans to an associate	214	620	654	1,861
Dividend income	4	3	89	6
Gain on disposal of property, plant and equipment	2,896	32	2,933	227
Gain on disposal of marketable securities	-	-	-	26
Gain on disposal of subsidiary	-	747	-	747
Property, plant & equipment written off	(4)	-	(4)	-
Foreign exchange (loss)/ gain	(166)	363	(1,687)	(3,427)
Bad debts recovered	3	-	5	4
Bad debts written off	(20)	(13)	(20)	(15)
Allowance for doubtful trade receivables	(9)	1	(13)	2
Allowance for doubtful receivables written back	2	2	8	5
Write-off of receivables from an associate	-	-	-	(809)
Current year tax provision	(4,178)	(590)	(4,843)	(1,091)
Reduction/(Provision) of deferred tax liabilities	325	(50)	329	(150)
(Under)/Over provision for tax in respect of prior years	(865)	57	(895)	57

- (b) Other income in 3Q2011 includes gain of \$2.9 million from the sale and leaseback of the properties to Sabana REIT. The increase in other income was mitigated by the lower interest income on convertible loan to a PRC associate, loss on fair value of marketable securities and absence of gain on disposal of Australian subsidiary recognised in December 2009. There was also an absence of job credit cash grants with effect from 1 July 2010.
- (c) Accretion of deferred revenue increased due to amortisation of the deferred gains arising from the sale and leaseback of the properties to Sabana REIT.
- (c) The increase in freight costs was in tandem with higher volume and freight rates.
- (d) Rental expense increased mainly due to higher rental of leased properties. There was also higher rental of warehouses, lorries, forklifts and equipments for the chemical logistics business as a result of strong demand. In addition, there was also an upward revision in JTC land rental rates and the 15% rental rebate was no longer extended to companies.
- (e) Warehouse upkeep and related costs increased mainly due to the phase out of the property tax rebate, refund of property tax in 2Q10 and an upward revision of annual value of warehouses. There was also higher building repair and maintenance costs.
- (f) Exhibition design and build costs were lower as a result of fewer overseas exhibitions, events and interior projects.
- (g) Staff costs increased as business improved in line with the economic recovery. This was also due to a new subsidiary acquired in August 2010.
- (h) The decrease in depreciation of property, plant and equipment in 3Q2011 was mainly due to the completion of sale of the properties in November 2010.
- (i) The increase in other operating expenses in 3Q2011 was primarily due to higher foreign exchange loss, increase in professional fees and bank charges
- (j) The decrease in finance income was due to loan receivable from Citic Logistics Co., Ltd being fully repaid in April 2010.
- (k) Lower finance expense was due to the repayment of bank borrowings.

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

	<b>Group</b>		<b>Company</b>	
	<b>As at 31/01/2011</b>	<b>As at 30/04/2010</b>	<b>As at 31/01/2011</b>	<b>As at 30/04/2010</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Non-current assets</b>				
Property, plant and equipment	41,276	106,771	363	423
Intangible assets	1,454	982	-	-
Investment properties	-	25,700	-	-
Subsidiaries	-	-	12,095	12,263
Associates	38,103	38,745	24,445	25,873
Club membership	50	50	22	22
Other investments	26,325	-	-	-
Other receivables	566	2,208	97,662	86,077
	<b>107,774</b>	<b>174,456</b>	<b>134,587</b>	<b>124,658</b>
<b>Current assets</b>				
Trade and other receivables	36,249	35,298	3,505	2,907
Other investments	60,591	193	34,939	-
Cash and cash equivalents	99,364	38,517	75,217	21,316
	<b>196,204</b>	<b>74,008</b>	<b>113,661</b>	<b>24,223</b>
<b>Total assets</b>	<b>303,978</b>	<b>248,464</b>	<b>248,248</b>	<b>148,881</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	80,149	75,116	80,149	75,116
Other reserves	7,112	9,186	7,082	7,082
Accumulated profits	60,622	60,978	24,252	27,299
	<b>147,883</b>	<b>145,280</b>	<b>111,483</b>	<b>109,497</b>
<b>Non-controlling interests</b>	<b>9,085</b>	<b>5,360</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>156,968</b>	<b>150,640</b>	<b>111,483</b>	<b>109,497</b>
<b>Non-current liabilities</b>				
Financial liabilities	10,757	48,666	-	11,593
Other payables	76,051	3,668	135,854	24,082
Deferred tax liabilities	178	511	4	4
	<b>86,986</b>	<b>52,845</b>	<b>135,858</b>	<b>35,679</b>
<b>Current liabilities</b>				
Trade and other payables	50,751	34,664	655	852
Financial liabilities	3,486	8,837	23	2,300
Current tax payables	5,787	1,478	229	553
	<b>60,024</b>	<b>44,979</b>	<b>907</b>	<b>3,705</b>
<b>Total liabilities</b>	<b>147,010</b>	<b>97,824</b>	<b>136,765</b>	<b>39,384</b>
<b>Total equity and liabilities</b>	<b>303,978</b>	<b>248,464</b>	<b>248,248</b>	<b>148,881</b>

## Notes on the Balance Sheets

- a) Decrease in property, plant and equipment relates to the three properties at 51 Penjuru Rd, 33 & 35 Penjuru Lane and 18 Gul Drive which were sold to Sabana REIT in November 2010.
- b) Increase in intangible asset was attributed to goodwill on consolidation arising from the 51% equity interest in Sabana Investment Partners Pte Ltd which was acquired in August 2010.
- c) Decrease in investment properties relates to the two properties at 30 & 32 Tuas Avenue 8 and 218 Pandan Loop which were sold to Sabana REIT in November 2010.
- d) Non-current other investments comprises available-for-sale financial assets, namely the quoted investment in Sabana REIT units.
- e) At Group level, the decrease in non-current other receivables was due to loan repayment by a related company to a subsidiary in China. At Company level, the increase in non-current other receivables was mainly due to advances extended to a subsidiary for the purchase of corporate bonds and quoted investments.
- f) Trade and other receivables increased mainly due to an overall increase in revenue for the Group.
- g) Increase in other investments was mainly due to the purchase of quoted investments and corporate bonds for higher yield.
- h) At Group level, cash and cash equivalents comprise mainly of the proceeds from the sale of properties. At Company level, the increase was due to the repayment of loans and advances from subsidiaries.
- i) Increase in share capital was due to the scrip dividend of 91,507,897 new shares allotted to shareholders.
- j) Decrease in other reserves was due to the fair value loss on available-for-sale financial assets.
- k) Non-controlling interests increased due to higher earnings from a 51% subsidiary in the chemical logistics business and net profit arising from a new 51% subsidiary acquired during the year.
- l) Decrease in financial liabilities relates to repayment of bank borrowings. Loans totaling \$46.7 million were repaid in 3Q2011.
- m) At Group level, non-current other payables relates to recognition of the deferred gain arising from the sale and leaseback of the properties as recorded in accordance with Financial Reporting Standard 17 – ‘Leases’. The deferred gains are credited to the profit and loss account over the leaseback period. At Company level, the increase in non-current other payables was due to the loans and advances from subsidiaries.
- n) Deferred taxation decreased relates to the deferred tax liabilities no longer required due to the sale of properties to Sabana REIT credited to the Income Statement.
- o) Trade and other payables increased mainly due to recognition of the current portion of deferred gain arising from the sale and leaseback of the properties.
- p) Current tax payables increased mainly due to the balancing tax charge resulting from the sale and leaseback of the properties, profit contribution from the new management fees business and the additional provision for tax in respect of prior years. The additional tax was provided upon finalisation of the basis of taxation by the Comptroller of Income Tax in December 2010.

**1(b)(ii) Aggregate amount of Group's borrowings and debt securities**

**Amount repayable in one year or less, or on demand**

	As at 31/01/2011		As at 30/04/2010	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	2,273	-	7,539	-
Finance lease liabilities	1,213	-	1,298	-
Total	3,486	-	8,837	-

**Amount repayable after one year**

	As at 31/01/2011		As at 30/04/2010	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	8,761	-	46,322	-
Finance lease liabilities	1,996	-	2,344	-
Total	10,757	-	48,666	-

**Details of any collateral**

The bank borrowings of the subsidiaries are guaranteed by the Company and are secured by legal mortgages over the Group's freehold and leasehold properties. The finance lease liabilities are secured by the assets under finance leases.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

<u>Consolidated Cash Flow Statement</u>	<u>3 months ended 31/01/2011 S\$'000</u>	<u>3 months ended 31/01/2010 S\$'000</u>	<u>9 months ended 31/01/2011 S\$'000</u>	<u>9 months ended 31/01/2010 S\$'000</u>
<b>Operating activities</b>				
Profit before income tax	12,739	3,981	16,697	6,148
Adjustments for:				
Allowance for doubtful trade receivables	9	1	13	2
Depreciation of property, plant and equipment	1,269	1,550	4,751	4,502
Gain on disposal of property, plant & equipment	(2,896)	(32)	(2,933)	(227)
Property, plant & equipment written off	4	-	4	-
Write-off of receivables from an associate	-	-	-	809
Loss/ (Gain) on financial assets at fair value through profit or loss (net):				
- marketable securities	239	14	205	(468)
- interest rate swaps	-	(33)	-	(125)
Gain on sale of marketable securities	-	-	-	(26)
Gain on disposal of subsidiaries	-	(747)	-	(747)
Share of profit of associates	(441)	(369)	(1,233)	(597)
Accretion of deferred revenue	(3,987)	(747)	(5,482)	(2,242)
Dividend income from financial assets at fair value through profit or loss	(4)	(3)	(89)	(6)
Finance expense	188	630	960	2,033
Finance income	(227)	(354)	(437)	(1,351)
Interest income on convertible loans to an associate	(214)	(620)	(654)	(1,861)
Foreign exchange loss/(gain)	131	(225)	1,428	2,036
	<u>6,810</u>	<u>3,046</u>	<u>13,230</u>	<u>7,880</u>
Changes in working capital:				
Trade and other receivables	3,257	3,006	(2,705)	4,788
Trade and other payables	(3,231)	(3,398)	484	(2,535)
Cash generated from operations	<u>6,836</u>	<u>2,654</u>	<u>11,009</u>	<u>10,133</u>
Income taxes refunded	135	59	135	256
Income taxes paid	(695)	(378)	(1,540)	(984)
<b>Cash flow from operating activities</b>	<u>6,276</u>	<u>2,335</u>	<u>9,604</u>	<u>9,405</u>
<b>Investing activities</b>				
Proceeds from sale of property, plant and equipment	159,645	70	159,687	280
Proceeds from sale of investment properties	36,909	-	36,909	-
Purchase of property, plant and equipment	(1,851)	(1,639)	(8,626)	(7,914)
Acquisition of shares in an associate	-	-	-	(1,138)
Acquisition of subsidiaries, net of cash acquired	-	-	(1,289)	-
Prepayment of proposed investment in Citic Logistics Co., Ltd	-	-	-	(5,697)
Dividends received				
- financial assets at fair value through profit or loss	4	3	89	6
- an associate	192	188	387	337
Purchase of other investments	(76,946)	-	(88,953)	-
Proceeds from sale of other investments	-	-	-	873
Proceeds from disposal of subsidiaries, net of cash disposed	-	(2,117)	-	(2,117)
Finance income	831	(34)	872	189
Loan to a related party	-	-	(234)	-
Repayment of loan by a related party	1,755	-	1,755	2,110
<b>Cash flow from/ (used in) investing activities</b>	<u>120,539</u>	<u>(3,529)</u>	<u>100,597</u>	<u>(13,071)</u>
<b>Financing activities</b>				
Proceeds from issue of shares	-	-	-	900
Proceeds from borrowings	-	-	5,600	1,000
Repayment of loan to a related party	-	(174)	-	(517)
Repayment of loan to a director	(280)	(942)	(580)	(942)
Repayment of borrowings	(46,728)	(4,287)	(50,261)	(8,547)
Payment of finance lease liabilities	(357)	(299)	(1,119)	(950)
Dividend paid to shareholders of the Company	-	-	(2,427)	-
Dividend paid to minority interests of subsidiaries	-	(80)	-	(175)
Finance expense	(458)	(752)	(1,088)	(1,953)
<b>Cash flows used in financing activities</b>	<u>(47,823)</u>	<u>(6,534)</u>	<u>(49,875)</u>	<u>(11,184)</u>

**Consolidated Cash Flow Statement (continued)**

	<u>3 months</u> <u>ended</u> <u>31/01/2011</u> S\$'000	<u>3 months</u> <u>ended</u> <u>31/01/2010</u> S\$'000	<u>9 months</u> <u>ended</u> <u>31/01/2011</u> S\$'000	<u>9 months</u> <u>ended</u> <u>31/01/2010</u> S\$'000
<b>Net increase/(decrease) in cash and cash equivalents</b>	78,992	(7,728)	60,326	(14,850)
Cash and cash equivalents at beginning of period	19,348	28,463	37,965	33,807
Effect of exchange rate fluctuations on cash held	31	(40)	80	1,738
<b>Cash and cash equivalents at end of period</b>	<u>98,371</u>	<u>20,695</u>	<u>98,371</u>	<u>20,695</u>
<b>Cash and cash equivalents comprise the following:</b>				
Cash at bank and in hand	26,987	16,011	26,987	16,011
Deposits with banks	72,377	4,813	72,377	4,813
Cash and cash equivalents	99,364	20,824	99,364	20,824
Bank overdrafts	(993)	(129)	(993)	(129)
<b>Cash and cash equivalents in the cash flow statement</b>	<u>98,371</u>	<u>20,695</u>	<u>98,371</u>	<u>20,695</u>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

**1(d)(i)(a) Consolidated Statement of Comprehensive Income for the third quarter ended 31 January 2011**

	<b>The Group</b>			<b>The Group</b>		
	<b>3 months</b> <b>ended</b> <b>31/01/2011</b> S'\$000	<b>3 months</b> <b>ended</b> <b>31/01/2010</b> S'\$000	<b>Increase/</b> <b>(Decrease)</b> <b>%</b>	<b>9 months</b> <b>ended</b> <b>31/01/2011</b> S'\$000	<b>9 months</b> <b>ended</b> <b>31/01/2010</b> S'\$000	<b>Increase/</b> <b>(Decrease)</b> <b>%</b>
<b>Profit for the period</b>	8,021	3,398	136.1	11,288	4,964	127.4
<b>Other comprehensive income</b>						
Fair value changes on available-for-sale financial assets	(2,025)	-	n.m.	(2,025)	-	n.m.
Foreign currency translation differences for foreign operations	(207)	(452)	(54.2)	(75)	765	n.m.
Other comprehensive income, net of tax	(2,232)	(452)	393.8	(2,100)	765	n.m.
<b>Total comprehensive income</b>	<u>5,789</u>	<u>2,946</u>	<u>96.5</u>	<u>9,188</u>	<u>5,729</u>	<u>60.4</u>
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	1,612	3,202	(49.7)	5,030	5,605	(10.3)
Non-controlling interests	4,177	(256)	n.m.	4,158	124	3,253.2
	<u>5,789</u>	<u>2,946</u>	<u>96.5</u>	<u>9,188</u>	<u>5,729</u>	<u>60.4</u>

n.m. denotes not meaningful

**1(d)(i)(b) Statement of Changes in Equity**  
**For the period ended 31 January 2011**

<b><u>The Group</u></b>	<b><u>Share capital</u> S\$'000</b>	<b><u>Capital reserve</u> S\$'000</b>	<b><u>Fair value reserve</u> S\$'000</b>	<b><u>Foreign currency translation reserve</u> S\$'000</b>	<b><u>Accumulated profits</u> S\$'000</b>	<b><u>Total attributable to equity holders of the Company</u> S\$'000</b>	<b><u>Non-controlling interests</u> S\$'000</b>	<b><u>Total equity</u> S\$'000</b>
<b>Balance at 1 May 2010</b>	75,116	7,082	-	2,104	60,978	145,280	5,360	150,640
<b>Total comprehensive income</b>								
Profit for the period	-	-	-	-	3,354	3,354	(87)	3,267
<b>Other comprehensive income</b>								
Foreign currency translation differences	-	-	-	64	-	64	68	132
Total other comprehensive income	-	-	-	64	-	64	68	132
Total comprehensive income	-	-	-	64	3,354	3,418	(19)	3,399
Dividend relating to 2010 paid	-	-	-	-	(7,460)	(7,460)	-	(7,460)
Issue of new shares	5,033	-	-	-	-	5,033	-	5,033
Acquisition of non-controlling interests	-	-	-	-	-	-	(433)	(433)
<b>Balance at 31 October 2010</b>	80,149	7,082	-	2,168	56,872	146,271	4,908	151,179
<b>Total comprehensive income</b>								
Profit for the period	-	-	-	-	3,750	3,750	4,271	8,021
<b>Other comprehensive income</b>								
Fair value changes on available-for-sale financial assets	-	-	(2,025)	-	-	(2,025)	-	(2,025)
Foreign currency translation differences	-	-	-	(113)	-	(113)	(94)	(207)
Total other comprehensive income	-	-	(2,025)	(113)	-	(2,138)	(94)	(2,232)
Total comprehensive income	-	-	(2,025)	(113)	3,750	1,612	4,177	5,789
<b>Balance at 31 January 2011</b>	80,149	7,082	(2,025)	2,055	60,622	147,883	9,085	156,968



<b><u>The Group</u></b>	<b><u>Share capital</u></b> S\$'000	<b><u>Capital reserve</u></b> S\$'000	<b><u>Fair value reserve</u></b> S\$'000	<b><u>Foreign currency translation reserve</u></b> S\$'000	<b><u>Accumulated profits</u></b> S\$'000	<b><u>Total attributable to equity holders of the Company</u></b> S\$'000	<b><u>Non-controlling interests</u></b> S\$'000	<b><u>Total equity</u></b> S\$'000
<b>Balance at 1 May 2009</b>	74,216	7,082	-	1,333	47,127	129,758	11,406	141,164
<b>Total comprehensive income</b>								
Profit for the period	-	-	-	-	1,284	1,284	282	1,566
<b>Other comprehensive income</b>								
Foreign currency translation differences	-	-	-	1,119	-	1,119	98	1,217
Total other comprehensive income	-	-	-	1,119	-	1,119	98	1,217
Total comprehensive income	-	-	-	1,119	1,284	2,403	380	2,783
Issue of new shares	900	-	-	-	-	900	-	900
Dividends relating to 2009 paid	-	-	-	-	-	-	(95)	(95)
<b>Balance at 31 October 2009</b>	75,116	7,082	-	2,452	48,411	133,061	11,691	144,752
<b>Total comprehensive income</b>								
Profit for the period	-	-	-	-	3,277	3,277	121	3,398
<b>Other comprehensive income</b>								
Foreign currency translation differences	-	-	-	(75)	-	(75)	(377)	(452)
Total other comprehensive income	-	-	-	(75)	-	(75)	(377)	(452)
Total comprehensive income	-	-	-	(75)	3,277	3,202	(256)	2,946
Dividends relating to 2009 paid	-	-	-	-	-	-	(80)	(80)
Disposal of non-controlling interests	-	-	-	-	-	-	(2,274)	(2,274)
<b>Balance at 31 January 2010</b>	75,116	7,082	-	2,377	51,688	136,263	9,081	145,344

<b><u>The Company</u></b>	<b><u>Share capital</u> S\$'000</b>	<b><u>Capital reserve</u> S\$'000</b>	<b><u>Accumulated Profits</u> S\$'000</b>	<b><u>Total equity</u> S\$'000</b>
<b>Balance at 1 May 2010</b>	75,116	7,082	27,299	109,497
<b>Total comprehensive income</b>				
Profit for the period	-	-	(898)	(898)
Dividends relating to 2010 paid	-	-	(7,460)	(7,460)
Issue of new shares	5,033	-	-	5,033
<b>Balance at 31 October 2010</b>	80,149	7,082	18,941	106,172
<b>Total comprehensive income</b>				
Profit for the period	-	-	5,311	5,311
<b>Balance at 31 January 2011</b>	80,149	7,082	24,252	111,483
<b>Balance at 1 May 2009</b>	74,216	7,082	19,155	100,453
<b>Total comprehensive income</b>				
Profit for the period	-	-	(1,525)	(1,525)
Issue of new shares	900	-	-	900
<b>Balance at 31 October 2009</b>	75,116	7,082	17,630	99,828
<b>Total comprehensive income</b>				
Profit for the period	-	-	2,306	2,306
<b>Balance at 31 January 2010</b>	75,116	7,082	19,936	102,134

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

There was no change in the Company's issued share capital during the three months ended 31 January 2011.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

Please refer to 1(d)(ii). There were no treasury shares as at 31 January 2011.

**1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by the auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

Except as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with the audited financial statements for the financial year ended 30 April 2010.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

The Group adopted various new/revised Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) which took effect for the financial year beginning 1 May 2010. The adoption of these new/revised FRS and INT FRS did not result in any significant impact on the financial statements of the Group.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

**Earnings per ordinary share**

(a) Based on the weighted average number of ordinary shares on issue

(b) On a fully diluted basis

	<b>3 months ended 31/01/11</b>	<b>3 months ended 31/01/10</b>
(a) Based on the weighted average number of ordinary shares on issue	0.17 cent	0.15 cent
(b) On a fully diluted basis	0.17 cent	0.15 cent

The basic earnings per share is calculated based on the weighted average number of ordinary shares in issue of 2,223,000,782 (31 January 2010: 2,223,000,782).

The fully diluted earnings per share is calculated based on the weighted average number of ordinary shares of 2,223,000,782 (31 January 2010: 2,223,000,782).

**Earnings per ordinary share**

(a) Based on the weighted average number of ordinary shares on issue

(b) On a fully diluted basis

	<b>9 months ended 31/01/11</b>	<b>9 months ended 31/01/10</b>
(a) Based on the weighted average number of ordinary shares on issue	0.32 cent	0.21 cent
(b) On a fully diluted basis	0.32 cent	0.21 cent

The basic earnings per share is calculated based on the weighted average number of ordinary shares in issue of 2,223,000,782 (31 January 2010: 2,220,102,231).

The fully diluted earnings per share is calculated based on the weighted average number of ordinary shares of 2,223,000,782 (31 January 2010: 2,220,102,231).

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	<u>As at</u> <u>31/01/2011</u>	<u>As at</u> <u>30/04/2010</u>
	Cents	Cents
<b>Net assets value per ordinary share</b>		
The Group	6.65	6.82
The Company	5.01	5.14

Net asset value per share is calculated based on 2,223,000,782 (30 April 2010: 2,131,492,885) ordinary shares in issue at the end of the financial period under review and of the immediately preceding financial year.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

### 3rd Quarter Review ("3Q2011")

Compared with the previous corresponding quarter, the Group posted a 14.4% increase in net profit after tax and controlling interests to \$3.75 million for the third quarter ended 31 January 2011. Revenue for the quarter increased 38.7% from a year ago, to \$43.4 million.

	<b>3Q2011</b>	<b>3Q2010</b>	<b>+ / (-)</b>	<b>+ / (-)</b>
	<b>S\$'million</b>	<b>S\$'million</b>	<b>S\$'million</b>	<b>%</b>
Freight forwarding	17.3	14.9	2.4	16.1
Warehousing and logistics	5.8	5.1	0.7	13.7
Chemical storage and logistics	12.3	10.6	1.7	16.0
Management fees business	7.5	-	n.m.	n.m.
Other logistics (Document archiver & Exhibition design and build)	0.5	0.7	(0.2)	(28.6)
<b>Group Revenue</b>	<b>43.4</b>	<b>31.3</b>	<b>12.1</b>	<b>38.7</b>

The Group has separately disclosed the revenue contribution from a new segment "Management Fees Business" from a new subsidiary acquired in August 2010. The higher revenue was also attributed to freight rate increases, higher storage and transportation charges, and added chemical storage capacity.

The increase in net profit was mainly attributed to the gain on sale and leaseback of the properties, earnings from management fees business and higher contribution from the freight forwarding business. These increases were partially offset by net foreign exchange losses, lower interest income from an associate, higher tax expenses and a non-recurring gain on disposal of Australian subsidiary in December 2009.

Excluding the exceptional gains on sale of the properties and related tax expense charges, fair value gain/loss on financial assets, foreign exchange and gain on disposal of Australian subsidiary, net profit was \$4.8 million, 123.8% higher than the previous quarter.

Share of profit of associates increased by 19.5% to \$441,000 due to higher profit generated from Group's associate in Malaysia.

The increase in income tax expenses was largely due to a one-off tax balancing charge resulting from the claw-back of IBA allowances from the sale and leaseback of the properties, the taxable profit from the management fees business and the additional provision for tax in respect of prior years. The additional tax was provided upon finalisation of the basis of taxation by the Comptroller of Income Tax in December 2010.

Income attributable to non-controlling interests reported a gain of \$4.3million compared to \$121,000 in 3Q2010. This was mainly due to net profit arising from a new 51% subsidiary acquired during the year and higher earnings reported from a 51% subsidiary in the chemical logistics business.

**May 2010 to January 2011 (“9 months FY2011”)**

For the first nine months ended 31 January 2011, Group net profit after tax and non-controlling interests grew by 55.8% to \$7.1 million on a 25.4% increase in revenue from \$92.7 million in the previous corresponding period to \$116.2 million.

	<b>9 months FY2011</b>	<b>9 months FY2010</b>	<b>+ / (-)</b>	<b>+ / (-)</b>
	<b>S\$'million</b>	<b>S\$'million</b>	<b>S\$'million</b>	<b>%</b>
Freight forwarding	53.3	44.5	8.8	19.8
Warehousing and logistics	16.5	14.4	2.1	14.6
Chemical storage and logistics	36.5	30.6	5.9	19.3
Management fees business	7.5	-	n.m.	n.m.
Other logistics (Document archiver & Exhibition design and build)	2.4	3.2	(0.8)	(25.0)
<b>Group Turnover</b>	<b>116.2</b>	<b>92.7</b>	<b>23.5</b>	<b>25.4</b>

n.m. denotes not meaningful

All business segments except other logistics registered double digit growth in revenue. The net profit was higher due to higher business volumes, including contribution from the management fees business, gain on sale and leaseback of the properties, lower foreign exchange losses and write-off of receivables from an associate in the corresponding 9 months FY2010. These were partially offset by lower interest income on convertible loans to an associate, lower gains on fair value of marketable securities and the non-recurring gain on disposal of an Australian subsidiary in December 2009.

**Taxation**

In respect of the gain recognised on the sale and leaseback of the properties, the Group has taken the view that the properties were capital investment assets, and the disposal was on capital account and accordingly, the gain (including the deferred gain) is regarded as capital in nature and therefore, not subject to income tax.

**Cash Flows**

As at 31 January 2011, the Group has cash and cash equivalents of \$99.4 million, and is in a net cash position of \$85.1 million.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

The current announced results are in line with the general market conditions as previously described in the 2nd quarter FY2011 Financial Statement Announcement.

**10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

The Group's participation in the REIT Manager, Sabana Real Estate Investment Management Pte Ltd and the Property Manager, Sabana Property Management Pte Ltd of the Sabana REIT, through its 51% equity stake in Sabana Investment Partners Pte Ltd, will continue to have a positive impact on the earnings of the Group.

The acquisition of property at 47 Changi South Avenue 2 was completed in March 2011. The Group is redeveloping the existing warehouse property at 146 Gul Circle into a 3-storey ramp-up warehouse.

The outlook for the global economy has improved but uncertainties over its sustainability still remain especially in the light of the recent calamity in Japan and unrest in the Middle East. The Group is cautiously optimistic about its business prospects and will continue to exercise vigilance in keeping operating costs under control.

**11. Dividend****(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? No

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

**12. If no dividend has been declared/recommendeded, a statement to that effect**

No dividend has been declared or recommended in the current reporting period.

**13. Interested Person Transactions**

There are no interested person transactions (excluding transaction less than \$100,000) for the period ended 31 January 2011.

**14. Confirmation pursuant to the SGX Listing Rule 705 (4) of the Listing Manual**

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the period ended 31 January 2011 to be false or misleading in any material respect.

**BY ORDER OF THE BOARD**  
**Freight links Express Holdings Limited**

**Eric Khua**  
**Executive Director & CEO**  
**15 March 2011**