



ASIATRAVEL.COM HOLDINGS LTD

(the "Company")

(Company Registration No.: 199907534E)

(Incorporated in Singapore)

SECOND QUARTER FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 MARCH 2009 ("2QFY2009 RESULTS")

The Company has announced its Half Year Financial Statement and Dividend Announcement for the period ended 31 March 2009 ("Half Year Results") on 15 May 2009.

Since the Company's market capitalisation had exceeded \$75 million as at 31 December 2007 and in response to a request from the Singapore Exchange Securities Trading Limited ("SGX-ST"), the Board of Directors of the Company wishes to announce the Company's 2QFY2009 Results, which are reflected below.

Kindly note that the Company's 2QFY2009 Results reflected below are part of the Half Year Results announced on 15 May 2009.

BY ORDER OF THE BOARD

Boh Tuang Poh
Executive Director
26 June 2009

Asiatravel.com



ASIATRAVEL.COM HOLDINGS LTD
(Co. Regn. No.: 199907534E)
(Incorporate in Singapore)

Second Quarter Financial Statement And Dividend Announcement For The Period Ended 31st March 2009

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF SECOND QUARTER RESULTS FOR THE PERIOD ENDED 31ST MARCH 2009

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

	GROUP		%
	S\$'000		
	January 2009 to March 2009	January 2008 to March 2008	Increase / (Decrease)
Revenues			
Sales of services	22,613	21,691	4.25
Other revenue	213	138	N/M
	<u>22,826</u>	<u>21,829</u>	4.57
Costs and expenses			
Cost of services	16,552	16,034	3.23
Amortisation of website development costs	68	76	N/M
Salaries and employee benefits	2,256	2,103	7.28
Depreciation of property, plant and equipment	207	93	122.58
Other operating expenses	1,752	1,479	18.46
Finance costs	44	4	N/M
Total costs and expenses	<u>20,879</u>	<u>19,789</u>	5.51
Profit before income tax	1,947	2,040	(4.56)
Income tax	(140)	(246)	(43.09)
Profit after income tax	<u>1,807</u>	<u>1,794</u>	0.72
Attributable to:			
Equity holders of the Company	1,789	1,642	8.95
Minority interests	18	152	(88.16)
Net profit for the period	<u>1,807</u>	<u>1,794</u>	0.72

N/M = No Meaning

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.

	Group S\$'000		Company S\$'000	
	31/03/2009	30/09/2008	31/03/2009	30/09/2008
Intangible assets¹	6,382	5,874	2,180	1,857
Property, plant and equipment²	4,981	4,267	266	324
Investment in subsidiary companies	-	-	5,348	5,348
Investment in a joint venture company	9	9	9	9
Other investments	482	480	224	224
Deferred tax assets	59	63	-	-
	11,913	10,693	8,027	7,762
Current Assets				
Inventories ³	4,276	3,416	-	-
Trade receivables ⁴	4,077	3,425	396	383
Prepayments ⁵	4,855	6,104	1,320	756
Tax recoverable	-	-	-	-
Other receivables ⁶	2,283	1,347	196	135
Amounts due from related parties	659	604	-	13
Amounts due from subsidiary companies	-	-	4,044	3,593
Fixed deposits	1,651	2,508	750	500
Cash & bank balances	4,557	7,284	-	2,801
	22,358	24,688	6,706	8,181
Current Liabilities				
Bank overdraft	365	-	365	-
Trade payables	1,763	953	13	-
Deferred income ⁷	3,084	4,095	201	425
Other payables	4,992	4,498	386	333
Amounts due to related parties ⁸	490	194	481	191
Amounts due to subsidiary companies	-	-	4,111	1,847
Hire purchase creditors	678	604	24	23
Interim dividend payable	1,747	-	1,747	-
Provision for income tax	558	938	-	-
	13,677	11,282	7,328	2,819
Net Current Assets	8,681	13,406	(622)	5,362
Non-Current Liabilities				
Hire purchase creditors	(2,699)	(2,402)	(97)	(109)
Deferred income tax	(353)	(353)	(318)	(318)
Total Net Assets	17,542	21,344	6,990	12,697
Equity attributable to equity holders of the Company				
Share capital	13,431	17,224	13,431	17,224
Reserve	2,073	2,220	(6,441)	(4,527)
Shareholders' equity	15,504	19,444	6,990	12,697
Minority interest	2,038	1,900	-	-
Total equity	17,542	21,344	6,990	12,697

¹ The increase in the Group's intangible assets by S\$0.51 million was mainly due to the increase in website development cost for the development of new products and booking engine.

² The increase in the Group's property, plant and equipment by S\$0.71 million was mainly due to the acquisition of new vehicles by a wholly owned subsidiary.

- ³ The Group's inventories increased by S\$0.86 million. The increase was mainly due to resort / hotel room entitlements received for promotion services rendered to hotels / resorts.
- ⁴ The Group's trade receivables increased by S\$0.65 million. This was mainly due to higher postpaid hotel reservation service.
- ⁵ The Group's prepayment decreased by S\$1.25 million, due to reduction in bulk prepurchase of hotels rooms by subsidiaries.
- ⁶ The Group's other receivables increased by S\$0.94 million is mainly due to larger amount of deposits placed with airlines.
- ⁷ The Group's deferred income decreased by S\$1.01 million is mainly due to the lower hotel room rates.
- ⁸ The Group's amount due to related parties increased by S\$0.30 million, mainly due to the increase in trade transactions between the Group and one of its investment companies.

(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31/03/2009		As at 30/09/2008	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
NIL	677,644	NIL	603,813

Amount repayable after one year

As at 31/03/2009		As at 30/09/2008	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
NIL	2,698,784	NIL	2,402,192

Details of any collateral

NIL

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

	31/03/2009 S\$'000	31/03/2008 S\$'000
Cash flow from operating activities :		
Profit before income tax and minority interest	1,947	2,040
Adjustments for :		
Depreciation for property, plant and equipment	207	93
Amortisation of website development costs	68	76
Bad debts (write-back) / written off	-	#
Interest expense	44	4
Interest income	(2)	(6)
Share-based compensation	-	20
Provision for doubtful debts	-	44
(Gain) / loss on disposal of property, plant and equipment (net)	(129)	#
Loss / (gain) in translation adjustment	459	(321)
Operating income before working capital changes	2,594	1,950
(Increase) / decrease in inventories	(1,708)	(168)
(Increase) / decrease in receivables	1,007	12
(Decrease) / increase in payables	(113)	(1,617)
(Decrease) / increase in net amounts due from related parties	53	(122)
Cash generated from operations	1,833	55
Interest paid	(44)	(4)
Interest received	2	6
Income tax paid	(153)	(138)
Net cash flows generated from / (used in) operating activities	1,638	(81)
Cash flows from investing activities :		
Purchase of property, plant and equipment	(317)	(93)
Increase in website development costs	(201)	(238)
Proceeds from disposal of property, plant and equipment	117	3
Net cash used in investing activities	(401)	(328)
Cash flows from financing activities :		
Repayment to hire purchase creditors	(190)	(14)
Dividends paid	(2,081)	(1,684)
Dividend paid to minority shareholder of a subsidiary company	-	(200)
Share buy-backs	(133)	-
Proceeds from exercise of share warrants	1	228
Net cash used in financing activities	(2,403)	(1,670)
Net decrease in cash and cash equivalents	(1,166)	(2,079)
Cash and cash equivalents at the beginning of year	5,475	9,595
Cash and cash equivalents at end of year	4,309	7,516
Fixed deposits pledged to banks	1,534	1,274
	5,843	8,790

- Amount less than S\$1,000/-

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.

<u>Group</u>	Issued Capital S\$'000	Retained Earnings S\$'000	Translation Reserve S\$'000	Share Option Reserve S\$'000	Minority Interest S\$'000	Total S\$'000
2009						
Balance at 1 January 2009	13,563	4,213	(1,122)	489	1,951	19,094
Net effect of exchange difference			524		69	593
Net gain recognised directly in equity			524			524
Profit for the period		1,789			18	1,807
Total recognised income and expenses for the period		1,789	524		18	2,331
Dividends on ordinary shares		(3,828)				(3,828)
Share buy-back	(133)					(133)
Arising from the issuance of shares	1					1
Value of employee services received				8		8
Balance at 31 March 2009	13,431	2,174	(598)	497	2,038	17,542

<u>Group</u>	Issued Capital S\$'000	Retained Earnings S\$'000	Translation Reserve S\$'000	Share Option Reserve S\$'000	Minority Interest S\$'000	Total S\$'000
2008						
Balance at 1 January 2008	16,095	2,369	(1,103)	324	2,014	19,699
Net effect of exchange difference			(349)		(48)	(397)
Net loss recognised directly in equity			(349)			(349)
Profit for the period		1,642			152	1,794
Total recognised income and expenses for the period		1,642	(349)		152	1,445
Dividends on ordinary shares		(3,468)				(3,468)
Dividends paid to minority interests					(200)	(200)
Arising from the issuance of shares	228					228
Value of employee services received				20		20
Balance at 31 March 2008	16,323	543	(1,452)	344	1,918	17,676

<u>Company</u>	Issued Capital S\$'000	Retained Earnings S\$'000	Share Option Reserve S\$'000	Total S\$'000
2009				
Balance at 1 January 2009	13,563	(4,946)	489	9,106
Profit for the period		1,836		1,836
Total recognised income and expenses for the period		1,836		1,836
Dividends on ordinary shares		(3,828)		(3,828)
Share buy-back	(133)			(133)
Arising from issuance of shares	1			1
Value of employee services received			8	8
Balance at 31 March 2009	13,431	(6,938)	497	6,990

<u>Company</u>	Issued Capital S\$'000	Retained Earnings S\$'000	Share Option Reserve S\$'000	Total S\$'000
2008				
Balance at 1 January 2008	16,095	(5,404)	324	11,015
Profit for the period		1,638		1,638
Total recognised income and expenses for the period		1,638		1,638
Dividends on ordinary shares		(3,468)		(3,468)
Arising from issuance of shares	228			228
Value of employee services received			20	20
Balance at 31 March 2008	16,323	(7,234)	344	9,433

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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

Details of any changes in the Group's issued share capital		Number of Ordinary Shares	Paid-up Capital S\$
1 January 2009	Issued and fully paid ordinary shares	189,192,716	13,563,385
4 February 2009	Issue of 2,000 ordinary shares for cash at S\$0.28 each pursuant to exercise of warrants	2,000	560
18 February 2009	Share buy-back of 150,000 shares from open market at an aggregate purchase price of S\$0.2800 per share. ¹	(150,000)	(42,000)
2 March 2009	Share buy-back of 200,000 shares from open market at an aggregate purchase price of S\$0.2500 per share. ¹	(200,000)	(50,000)
3 March 2009	Share buy-back of 142,000 shares from open market at an aggregate purchase price of S\$0.2527 per share. ¹	(142,000)	(35,883)
4 March 2009	Share buy-back of 20,000 shares from open market at an aggregate purchase price of S\$0.2600 per share. ¹	(20,000)	(5,200)
As at 31 March 2009	Issued and fully paid ordinary shares at end of financial period	188,682,716	13,430,862

¹- These shares are held as Treasury Shares. There were 15,745,000 Treasury Shares as at 31st March 2009

The number of shares that may be issued on conversion of all outstanding options granted pursuant to the Employees' Share Option Scheme amounted to 11,250,000 as at 31 March 2009 (11,450,000 as at 30 September 2008).

There are 39,480,004 warrants in issue. Each warrant confers upon the warrant holder the right to subscribe in cash, one new share at an exercise price of S\$0.28. As at 31 March 2009, 2,000 warrants had been exercised.

Save as disclosed above, there have been no bonus or other issues of shares during the year.

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.

	Number of Ordinary Shares	Number of Ordinary Shares
	31/03/2009	30/09/2008
Issued and fully paid ordinary shares excluding treasury shares	188,682,716	202,705,716

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

NIL

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures in this announcement have not been audited or reviewed.

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

N/A

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

The same accounting policies and methods of computation have been applied as of the most recently audited annual financial statements.

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.**

N/A

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

Earnings per Ordinary Share for the full-year based on net profit attributable to shareholders:-	GROUP	
	Jan 2009 to Mar 2009	Jan 2008 to Mar 2008
(i) Based on the weighted average number of ordinary shares on issue	0.95 cts	0.83 cts
(ii) On a fully diluted basis	0.93 cts	0.73 cts

The basic earnings per share (EPS) is computed based on the weighted average number of shares in issue of 189,005,000 during this period (2008: 197,989,000). The number of shares used in computation of the fully diluted earnings per share is 193,121,000 during this period (2008: 225,606,000).

The financial effect of certain tranche of share options issued amounting to 1,164,000 has been disregarded in the calculation for dilutive EPS for the current period in FY 2009 as they were anti-dilutive.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	GROUP	
	As at 31 March 2009	As at 30 September 2008
Net Asset Value per Ordinary Share based on issued share capital	8.22 cts	9.59 cts

	COMPANY	
	As at 31 March 2009	As at 30 September 2008
Net Asset Value per Ordinary Share based on issued share capital	3.70 cts	6.26 cts

The Net Assets Value per Ordinary Share is computed on the number of 188,683,000 shares in issue as at 31 March 2009 and 202,706,000 shares as at 30 September 2008.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) 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; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

The Group's revenue increased by 4.57% (S\$1.00 million) to S\$22.83 million for the financial period under review when compared to S\$21.83 million in the previous corresponding period. The increase in revenue was due to the continuous growth of the Group's online business.

The Group's cost of sales rose by 3.23% (S\$0.52 million), which was broadly in line with the increase in the Group's revenue.

The Group's depreciation of property, plant and equipment increased by S\$0.11 million mainly due to the acquisition of a new fleet of vehicles by a wholly owned subsidiary.

The Group's net profit after tax and minority interest for the period of S\$1.789 million represent an increase of 8.95% as compared to S\$1.642 million in the previous corresponding period. The increase in net profit attributable to shareholders for the period is due to continuous growth of the Group's online business.

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

NA

10. A commentary at the date of the announcement of the significant trends and 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 entered its 2nd quarter of FY2009 when the global financial crisis was in full swing which brought recession to most economies in the world and in many of the countries where the Group operates. The recession in these countries affects almost all industries including the travel, tourism and hospitality sector. Consequently, 2nd quarter of FY2009 was a challenging period for Asiatravel. Nonetheless, the Group managed to buck the negative trend and instead improved room nights and air tickets growth which is reflected in the growth in revenue. Compared to the previous corresponding period, Asiatravel has achieved a 10% growth in room nights and 211% growth in air ticket sales which contributed to the increase in revenue by 4.6% to S\$22.8 million.

The global economic recession has affected the tourism industry. All tourism indicators such as hotel occupancy and room rates, airline load factor and visitor arrival recorded declines in the 2nd quarter of FY 2009. The global flu pandemic and political riots in Thailand in April 2009 have further dampen the demand in the tourism industry and may affect the Group's business in the 2nd half of FY 2009. The Group will take active steps to mitigate such negative impact by expanding its hotel destinations footprint, developing new creative products, and strengthening its demand side strategy.

The Group believes that the resilience of the online segment, our business model, and our proactive actions in working with our hotel partners to offer attractive promotions and special rates to attract more users to use our services will help to mitigate the negative impact on the Group's performance.

Barring any unforeseen circumstance, the Group is optimistic in working towards maintaining revenue and profit for the rest of the financial year ending 30 September 2009.

11. Dividend

(a) Current Financial Period Reported On

Present Period – Kindly refer to the half year results announcement released on 15th May 2009.

(b) Corresponding Period of the Immediately Preceding Financial Year

Previous Corresponding Period – Kindly refer to the half year results announcement released on 15th May 2009.

(c) Date payable

Kindly refer to the half year results announcement released on 15th May 2009. The said dividend has been paid on 12th June 2009.

(d) Books closure date

Kindly refer to the half year results announcement and the notice of book closure date for dividend released on 15th May 2009.

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

NA

13 INTERESTED PERSON TRANSACTIONS

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Rajah & Tann LLP – Professional services rendered	S\$105,140.79	NIL

14. The Board of Directors of Asiatravel.com Holdings Ltd (the “Company”) hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the financial statements for the period ended 31 March 2009 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

**Boh Tuang Poh
Executive Director
26 June 2009**