

SUMATEC RESOURCES BERHAD

Company No. 428355-D
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-Sep-12 RM'000	Preceding Year Corresponding Quarter 30-Sep-11 RM'000	Current Year To Date 30-Sep-12 RM'000	Preceding Year Corresponding Period 30-Sep-11 RM'000
Revenue	35,744	42,849	112,710	139,748
Operating expenses	(46,544)	(36,106)	(151,081)	(118,578)
Other Operating Income	4,689	1,749	4,204	11,235
Profit from Operations	(6,111)	8,492	(34,167)	32,405
Interest expenses	(9,926)	(9,114)	(28,718)	(26,642)
Interest income	-	-	-	-
Profit before taxation	(16,037)	(622)	(62,885)	5,763
Taxation	(7)	(1)	(18)	(6)
		-		-
		-		-
Profit for the period	(16,044)	(623)	(62,903)	5,757
Attributable To:				
Equity holders of the parent	(11,344)	(5,126)	(41,492)	(5,416)
Minority interest	(4,700)	4,503	(21,411)	11,173
	(16,044)	(623)	(62,903)	5,757
Earnings/(loss) per share				
(a) Basic earnings per share (sen)	(5.29)	(2.39)	(19.36)	(2.53)
(b) Diluted earnings per share(sen)	(5.29)	(2.39)	(19.36)	(2.53)

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial reports.

SUMATEC RESOURCES BERHADCompany No. 428355-D
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT**

	UNAUDITED GROUP 30-Sep-12 RM'000	AUDITED GROUP 31-Dec-11 RM'000
ASSETS		
Non-Current assets		
Property, Plant And Equipment	586,713	634,049
Intangible Assets	1,583	2,418
Properties under Development	-	-
Deferred Tax Assets	-	-
	<u>588,296</u>	<u>636,467</u>
Current assets		
Amount Due from Customers for Contract Works	2,000	4,756
Trade and Other Receivables	28,461	37,930
Amount Due from Associated Companies	6	6
Tax Recoverable	1,967	1,973
Short Term and Portfolio Investments	-	2,103
Deposits, Cash and Bank Balances	1,560	1,473
	<u>33,994</u>	<u>48,241</u>
TOTAL ASSETS	<u><u>622,290</u></u>	<u><u>684,708</u></u>
EQUITY AND LIABILITIES		
Share Capital	75,027	75,027
Reserves	(154,615)	(113,123)
Equity attributable to equity holders of the parent	<u>(79,588)</u>	<u>(38,096)</u>
Minority Interest	54,791	76,202
Total Equity	<u>(24,797)</u>	<u>38,106</u>
Non-current liabilities		
Long Term Borrowings	363,436	368,276
Deferred Tax Liabilities	643	657
	<u>364,079</u>	<u>368,933</u>
Current liabilities		
Trade and Other Payables	137,473	114,426
Overdraft and Short Term Borrowings	145,535	163,243
Amount Due to Customers for Contract Works	-	-
	<u>283,008</u>	<u>277,669</u>
Total Liabilities	<u>647,087</u>	<u>646,602</u>
TOTAL EQUITY AND LIABILITIES	<u><u>622,290</u></u>	<u><u>684,708</u></u>
NET ASSETS PER SHARE (RM)	(0.37)	(0.18)

The condensed balance sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial reports.

SUMATEC RESOURCES BERHADCompany No. 428355-D
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

	← Attributable to Equity Holder of the Parent →			Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Non-Distributable Reserve RM'000	Distributable Retained Profit RM'000			
Balance as at 1 January 2011	56,271	21,819	(61,310)	16,780	69,252	86,032
Pre-Acquisition results				-		-
Profit / (Loss) for Diposal of Subsidiary				-		-
Warrant reserve		15,005	(15,005)	-		-
Realisation revaluation reserve		(3,289)		(3,289)		(3,289)
Issue of shares pursuant to: - Rights Issue	18,756			18,756		18,756
Net profit for the period	-		(70,343)	(70,343)	6,950	(63,393)
Balance as at 31 Dec 2011	75,027	33,535	(146,658)	(38,096)	76,202	38,106
Balance as at 1 January 2012	75,027	33,535	(146,658)	(38,096)	76,202	38,106
				-		-
Net profit for the period			(41,492)	(41,492)	(21,411)	(62,903)
Balance as at 30 September 2012	75,027	33,535	(188,150)	(79,588)	54,791	(24,797)
	-			-	-	-

SUMATEC RESOURCES BERHADCompany No. 428355-D
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

	GROUP 30-Sep-12 RM'000	GROUP 31-Dec-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(62,885)	(53,933)
Adjustments for:		
Depreciation of property, plant and equipment	20,938	30,203
Interest expenses	28,718	38,851
Loss on disposal of fixed assets	17,455	(2,087)
Bad debts written off	863	2,812
Operating profit before changes in working capital	5,089	15,846
Changes in working capital:-		
(Increase)/decrease in work in progress	2,755	2,261
(Increase)/decrease in trade and other receivables	9,469	74,373
Increase/(decrease) in trade and other payables	24,047	(44,295)
Cash generated from / (used in) operations	41,360	48,185
Interest paid	(28,718)	(29,820)
Tax (paid)/recovered	(28)	(204)
Interest received	(74)	
Net cash generated from / (used in) operating activities	12,540	18,161
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of share in subsidiary company	-	-
Purchase of property, plant and equipment	(3,301)	-
Purchase of investment	-	-
Deposits paid for Disposal of subsidiary company	-	-
Disposal of property, plant and equipment	12,216	18,434
Properties Development Expenditure	-	-
Net cash from / (used in) investing activities	8,915	18,434
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds received from rights issue	-	18,757
Proceeds from loans and other borrowings	-	-
Repayment of loans and other borrowings	(23,304)	(60,397)
Repayment of hire purchase and lease financing	(151)	2,576
Deposits pledged with licensed banks	-	-
Withdrawal of fixed deposits	2,177	-
Drawdown of hire purchase and lease financing	-	-
Net cash from / (used in) financing activities	(21,278)	(39,064)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENT	177	(2,469)
CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR	(14,527)	(12,058)
CASH AND CASH EQUIVALENT AT END OF THE YEAR	(14,350)	(14,527)
CASH AND CASH EQUIVALENTS		
Deposits not pledged with licensed banks	-	-
Cash and Bank Balances	1,560	1,473
Bank Overdraft	(15,910)	(16,000)
	(14,350)	(14,527)

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial reports.