

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 March 2013

	As at 31.03.2013 (UNAUDITED)	As at 31.03.2012 (AUDITED)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	167,415	168,501
Investment properties	304,015	296,691
Land held for development	53,553	27,443
Investment in jointly controlled entities	165,471	98,618
Available-for-sale financial assets	0	3,720
	<u>690,454</u>	<u>594,973</u>
Current assets		
Inventories	12,647	19,501
Property Development Costs	369,482	290,124
Trade and other receivable	120,413	180,102
Tax recoverable	7,787	3,396
Cash and Cash Equivalents	97,972	132,910
	<u>608,301</u>	<u>626,033</u>
TOTAL ASSETS	<u>1,298,755</u>	<u>1,221,006</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share Capital	213,064	213,064
Reserves	432,282	392,489
	<u>645,346</u>	<u>605,553</u>
Non-controlling interest	0	0
Total equity	<u>645,346</u>	<u>605,553</u>
Non-current liabilities		
Bank Borrowings	425,998	391,477
Other deferred liabilities	0	0
	<u>425,998</u>	<u>391,477</u>
Current liabilities		
Trade and other payables	72,917	85,673
Bank Borrowings	154,494	135,333
Bank Overdraft	0	0
Taxation	0	2,970
	<u>227,411</u>	<u>223,976</u>
Total liabilities	<u>653,409</u>	<u>615,453</u>
TOTAL EQUITY AND LIABILITIES	<u>1,298,755</u>	<u>1,221,006</u>
Net assets per ordinary share attributable to owners of the Company (sen)	151.44	142.11

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2012

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT

for the 4th quarter ended 31 March 2013

(The figures have not been audited)

	Current quarter ended 31.03.2013	Comparative quarter ended 31.03.2012	Current 12 months ended 31.03.2013	Corresponding 12 months ended 31.03.2012
	RM'000	RM'000	RM'000	RM'000
Revenue	69,607	78,454	278,842	354,452
Operating expenses	(72,250)	(62,909)	(242,603)	(279,672)
Other operating income	12,860	6,644	21,267	12,152
Profit from operations	10,218	22,189	57,507	86,932
Depreciation	(1,129)	(1,471)	(4,527)	(4,172)
Finance costs	(5,858)	(5,398)	(22,991)	(20,310)
Share of jointly controlled entities results	<u>16,473</u>	<u>3,298</u>	<u>26,107</u>	<u>(465)</u>
Profit before taxation	19,704	18,618	56,096	61,985
Taxation	<u>(1,731)</u>	<u>(2,923)</u>	<u>(8,011)</u>	<u>(16,271)</u>
Profit for the period	<u>17,973</u>	<u>15,695</u>	<u>48,085</u>	<u>45,714</u>
			-	
Attributable to:				
Owners of the Company	17,973	15,695	48,085	45,714
Non-controlling interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Profit for the period	<u>17,973</u>	<u>15,695</u>	<u>48,085</u>	<u>45,714</u>
			-	
Earning per share - basic (sen)	4.22	3.68	11.28	10.73
- diluted (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2012

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the 4th quarter ended 31 March 2013

(The figures have not been audited)

	Current quarter ended 31.03.2013	Comparative quarter ended 31.03.2012	Current 12 months ended 31.03.2013	Corresponding 12 months ended 31.03.2012
	RM'000	RM'000	RM'000	RM'000
Profit for the period	17,973	15,695	48,085	45,714
Fair value changes in available-for-sale financial asset	(3,000)	461	(2,336)	69
Foreign currency translation differences for foreign operations	(1,586)	(3,400)	3,633	(309)
Fair Value changes in PPE	0	0	0	0
Other comprehensive income	<u>(4,586)</u>	<u>(2,939)</u>	<u>1,297</u>	<u>(240)</u>
Total comprehensive income	<u>13,387</u>	<u>12,756</u>	<u>49,382</u>	<u>45,474</u>
Attributable to:				
Owners of the Company	8,646	9,524	49,382	45,474
Non-controlling interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total comprehensive income	<u>13,387</u>	<u>12,756</u>	<u>49,382</u>	<u>45,474</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2012

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the 12 months ended 31 March 2013

(The figures have not been audited)

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Exchange Fluctuation RM'000	Retained profits RM'000	Total RM'000
Current 12 months ended								
31 March 2013								
As at 1 April 2012	213,064	477	34,640	7,861	2,336	4,070	343,104	605,552
Effects of adopting FRS 139								-
Restated	<u>213,064</u>	<u>477</u>	<u>34,640</u>	<u>7,861</u>	<u>2,336</u>	<u>4,070</u>	<u>343,104</u>	<u>605,552</u>
Movement during the period:								
- Total comprehensive income for the the period	-	-	-	-	(2,336)	3,633	48,085	49,382
- Dividend paid	-	-	-	-	-	-	(9,588)	(9,588)
								-
As at 31 March 2013	<u>213,064</u>	<u>477</u>	<u>34,640</u>	<u>7,861</u>	<u>0</u>	<u>7,703</u>	<u>381,601</u>	<u>645,346</u>
	-	-	-	-	-	-	-	-
Preceding 12 months ended								
31 March 2012								
As at 1 April 2011	213,064	477	34,640	7,861	2,267	4,378	305,381	568,068
Effects of adopting FRS 139								-
Restated	<u>213,064</u>	<u>477</u>	<u>34,640</u>	<u>7,861</u>	<u>2,267</u>	<u>4,378</u>	<u>305,381</u>	<u>568,068</u>
Movement during the year :								
- Total comprehensive income for the the period	-	-	-	-	69	(308)	45,714	45,475
- Dividend paid	-	-	-	-	-	-	(7,990)	(7,990)
								-
As at 31 March 2012	<u>213,064</u>	<u>477</u>	<u>34,640</u>	<u>7,861</u>	<u>2,336</u>	<u>4,070</u>	<u>343,105</u>	<u>605,553</u>
	-	-	-	-	-	-	-	-

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2012

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the 12 months ended 31 March 2013

(The figures have not been audited)

	Current 12 months ended 31.03.2013 RM'000	Corresponding 12 months ended 31.03.2012 RM'000
CASHFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	56,096	61,985
Adjustment for :		
Non-cash items	(2,696)	(1,247)
Non-operating items (which are investing / financing)	(6,763)	17,124
Operating profit before working capital changes	46,637	77,862
Changes in working capital		
Receipts from customer	18,980	(19,762)
Payments to supplier, contractors and employee	(12,925)	25,259
Interest paid	(22,453)	(20,645)
Income tax paid	(15,374)	(19,490)
Net cashflows from operating activities	14,865	43,224
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investments	-	118
Other investments	(48,953)	1,063
Investment in jointly controlled entities	(34,470)	(3,278)
Purchase/Disposal of property, plant and equipment	(3,122)	(3,090)
Net cashflows from investing activities	(86,545)	(5,187)
CASHFLOW FROM FINANCING ACTIVITIES		
Dividend paid to MI Shareholders of subsidiary companies	-	-
Dividend paid to Shareholder of Company	(9,588)	(7,990)
Revolving Credit	(4,590)	30,834
Term Loan	55,200	(34,961)
Repayment of hire purchase liability	-	(85)
Net cashflows from financing activities	41,022	(12,202)
NET CHANGE IN CASH & CASH EQUIVALENTS	(30,658)	25,835
CASH & CASH EQUIVALENTS AT BEGINNING OF THE YEAR	131,305	109,024
EFFECT OF EXCHANGE RATE CHANGES	(4,280)	(3,554)
CASH & CASH EQUIVALENTS AT END OF THE YEAR	96,367	131,305
Represented by:		
Cash and Cash Equivalents	97,972	132,910
less:		
Amount pledged as security for bank facilities	(1,605)	(1,605)
	96,367	131,305

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2012

SELANGOR DREDGING BERHAD (4624-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FORTH FINANCIAL QUARTER ENDED 31 MARCH 2013

Part A - Selected Explanatory Notes pursuant to Financial Reporting Standard 134 ("FRS 134")

A1. Accounting Policies and Method of Computation

The interim financial report has been prepared in accordance with FRS 134 - Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The same accounting policies and method of computation are followed in the interim financial statements as compared with the most recent annual financial statements for the year ended 31 March 2012 except for the adoption of the following new/revised FRS effective for the financial period commencing on 1 April 2012:

FRS 124 : Related Party Disclosures (revised)
 IC Interpretation 19 : Extinguishing Financial Liabilities with Equity Instruments

Amendments to:

FRS 1 : Severe Hyperinflation and Removal of Fixed Dates for First-time adopters (revised)
 FRS 7 : Disclosures - Transfers of Financial Assets
 FRS101 : Presentation of Items of Other Comprehensive Income
 FRS 112 : Income Taxes - Deferred Tax : Recovery of Underlying Assets
 IC Interpretation 14 : Prepayments of a Minimum Funding Requirement

The adoption of the above pronouncement does not have significant impact on the financial statement of the Group.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

	Effective for annual periods beginning on or after
FRS 9 Financial Instruments	1 January 2015
FRS10 Consolidated Financial Statements	1 January 2013
FRS 11 Joint arrangements	1 January 2013
FRS 12 Disclosure if Interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurement	1 January 2013
FRS 119 Employment Benefits (revised)	1 January 2013
FRS 127 (2011) Separate Financial Statements	1 January 2013
FRS 128 (2011) Investment in Associates and Joint Ventures	1 January 2013
IC Interpretation 20 : Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

		Effective for annual periods beginning on or after
<i>Amendments to:</i>		
FRS 1	: Government Loans	1 January 2013
FRS 7	: Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
FRS 9	: Mandatory Effective Date of FRS 9 and Transition Disclosures	1 January 2015
FRS 10, 11, 12	: Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance	1 January 2013
FRS 10, 11, 12	: Investment Entities	1 January 2014
FRS 101	: Presentation of Items of Other Comprehensive Income (revised)	1 July 2012
FRS 132	: Offsetting Financial Assets and Financial Liabilities	1 January 2014

Malaysian Financial Reporting Standards (“MFRS”)

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the MFRS. The MFRS is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities subject to the application of MFRS 141 Agriculture (“MFRS 141”) and IC Interpretation 15 Instruments Agreements for Construction of Real Estate (“IC 15”), including its parent, significant investor and venture (here in referred to as “Transitioning Entities”). Transitioning Entities will be allowed to defer adoption of the new MFRS for an additional one year.

On 30 June 2012, MASB announced that the Transitioning Entities are allowed to extend their deferment on the adoption of MFRS Framework for another year. As such, the MFRS Framework will be mandatory for all companies for annual period beginning on or after 1 January 2014.

The Group falls within the definition of Transitioning Entities and has opted to defer adoption of the new MFRS to 1 January 2014. Accordingly, the Group will be required to prepare its first MFRS financial statements for the year ending 31 March 2015. In presenting its first MFRS financial statements, the Group will quantify the financial effects of the differences between the current FRS and MFRS. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the period to-date ended 31 March 2013 could be different if prepared under the MFRS.

A2. Audit Report of Preceding Annual Financial Statements

The Group’s preceding annual financial statements were reported without any qualification.

A3. Seasonality or Cyclicity of Operations

The business operations of the Group are generally not affected by seasonal or cyclical factors except for the hotel operations which are generally affected by major festive seasons.

- A4. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cashflows**
There are no unusual items affecting assets, liabilities, equity, net income or cashflows during the financial year under review.
- A5. Change in Estimate**
There were no material changes in estimates reported in prior interim periods of the current financial year or in prior financial years which have a material effect in the current interim period.
- A6. Debt and Equity Securities**
There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and period-to-date ended 31 March 2013.
- A7. Dividend Paid**
A first and final dividend of RM9,587,874.72 for the year ended 31 March 2012 was paid during the second financial quarter.

A8. Segment Revenue and Segment Result By Business Segments

(a) Primary reporting format – business segment

All the operations of the Group are organised in Malaysia into six main business segments:

- (i) Property investments - letting of industrial and commercial properties
- (ii) Property development - property development
- (iii) Hotel operations - operation of hotel and related services
- (iv) Investment holding - holding of shares in quoted and non-quoted companies
- (v) Property Support Service - providing support service to purchasers of properties developed by the SDB Group
- (vi) Others - provision of management services and trading

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

RM'000	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
REVENUE							
External Sales	20,613	26,699	231,465	65	0	0	278,842
Inter-segment Sales	1,065	0	0	5,719	0	(6,784)	0
Total revenue	<u>21,678</u>	<u>26,699</u>	<u>231,465</u>	<u>5,784</u>	<u>0</u>	<u>(6,784)</u>	<u>278,842</u>
RESULTS							
Segment results	10,476	1,406	34,479	(1,170)	14,946	(159)	59,978
Unallocated corporate (expenses)/income							(6,998)
Operating profit							<u>52,980</u>
Finance cost, net							(22,991)
Share on net profits/(loss) of associated company			26,107				26,107
Income taxes							(8,011)
Profit for the period							<u><u>48,085</u></u>

(b) Secondary reporting format – geographical segment

The operations of the Group are substantially carried out in Malaysia except for SDB Australia Pty Ltd and SDB Hotels Pty Ltd which are incorporated in Australia and SDB Asia Pte Ltd and SDB UK Pte Ltd which is incorporated in Singapore.

A9. Valuation of property, plant and equipment

In line with the Group's adoption of fair value method in relation to its investment properties, the Group's property, land and buildings were revalued by Rahim & Co Chartered Surveyors Sdn Bhd ("Rahim & Co") – for properties in Malaysia and Bernard Valuers & Real Estate Consultants Pte Ltd ("Bernard Valuer") – for properties in Singapore, both are registered independent professional valuer as at 31 March 2013 on an open market basis for existing use.

The resulting net surplus of RM7.18 million has been recognised directly to the income statement.

A10. Material Events Subsequent to the End of the Period

There are no material events subsequent to 31 March 2013 up to the date of this announcement that has not been reflected in the financial statements as at 31 March 2013.

A11. Effects of Changes in the Composition of the Group

There are no changes in the composition of the Group for the financial period to-date.

A12. Changes in Contingent Liabilities and Contingent Assets

The Group does not have any contingent liabilities and contingent assets as at the last annual balance sheet date up to the current financial period to-date.

Part B - Selected Explanatory Notes pursuant to Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements

B1. Review of Performance of the Company and its Principal Subsidiaries

For the 12 months ended 31 March 2013, the Group achieved a lower turnover of RM278.84 million but a higher net profit of RM48.09 million compared to RM354.45 million and RM45.71 million respectively in the corresponding period to-date last year. The lower turnover was mainly attributable to completion of 20Trees West project and Five Stones project. The higher net profit was mainly due to work progress achieved in Gilstead Two, OKIO and Village (these projects are developed by 50% jointly controlled entity), Singapore, and utilization of tax losses brought forward and development cost savings achieved.

The revaluation of the Group's Investment Properties had resulted net surplus of RM7.18 million compared to RM5.42 million in the corresponding last year.

B2. Material Changes in Profit Before Tax of the Current Quarter compared to the Preceding Quarter

For the quarter ended 31 March 2013, the Group registered a higher profit before tax of RM19.70 million compared to RM11.92 million recorded in its immediate preceding quarter ended 31 December 2012. The higher profit was mainly due to better work progress achieved in projects developed by our jointly controlled entities and the increase in fair value of the Group's Investment Properties amounting to RM7.18 million.

B3. Prospects for the Current/Future Financial Year

The outlook for coming year is expected to remain challenging from uncertainties arising from the European debt crisis. However, with unbilled sales of approximately RM781 million in hand, the Group expects the next financial year performance to be satisfactory.

B4. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee
Not Applicable.

B5. Taxation

Tax charge comprises the following:-

	Current quarter 31/03/2013 RM'000	Financial period to-date 31/03/2013 RM'000
- current taxation	2,023	8,303
- associated companies	0	0
- deferred taxation	0	0
- under/(over) provision in prior years		
- Current	(293)	(293)
- Deferred	0	0
	<u>1,731</u>	<u>8,011</u>

For the current quarter, the Group's taxation was lower compared to the statutory rate mainly due to utilization of tax loss brought forward.

B6. Status of Corporate Proposal

- (a) Since the last balance sheet date, there were no corporate proposals announced.
 (b) Status of utilization of proceeds raised from any corporate proposal – Not Applicable.

B7. Group Borrowings and Debts Securities

Total Group borrowings as at 31 March 2013 are as follows:-

	RM'000
Long Term Bank Borrowing	
<i>Secured:</i>	
Revolving Credit	70,000
Term Loan	324,748
Repayments due within the next 12 months	0
Sub-Total	<u>394,748</u>
<i>Unsecured:</i>	
Revolving Credit	37,750
Term Loan	0
Repayments due within the next 12 months	(6,500)
Sub-Total	<u>31,250</u>
Short Term Bank Borrowing	
<i>Secured:</i>	
Revolving Credit	82,994
Term Loan	0
Current portion of long term borrowing	0
Sub-Total	<u>82,994</u>
<i>Unsecured:</i>	
Revolving Credit	65,000
Term Loan	0
Current portion of long term borrowing	6,500
Sub-Total	<u>71,500</u>
Total	<u>580,492</u>

There were no borrowings or debt securities denominated in foreign currencies except for the following:

	SGD'000	equivalent RM'000
Borrowings denominated in foreign currency	33,900	84,448

B8. Material Litigation

There were no significant changes in material litigation since the last annual balance sheet date.

B9. Dividend

The Board has recommended a final dividend of 3.0 sen per share (FY2012: 3.0 sen) less 25% tax amounting to RM9,587,874 (FY2012: RM9,587,874) in respect of the financial year ended 31 March 2013 which will be proposed for shareholders' approval at the forthcoming Annual General Meeting.

B10. Realised and Unrealised Profits and Losses

The retained profits of the Group as at 31 March 2013 and 31 March 2012 are analysed as follows:

	31/03/2013 RM'000	31/03/2012 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	174,612	164,512
- Unrealised	189,009	187,196
	363,621	351,708
Total share of retained profits from jointly controlled entities:		
- Realised	25,442	(664)
- Unrealised	(1,387)	(1,387)
	24,055	(2,051)
	387,676	349,657
Less: Consolidation adjustment	(6,075)	(6,552)
Total Group retained profits	381,601	343,105

B11. Earnings Per Share

Basic earnings per share is calculated by dividing the Group's net profit for the period by the weighted average number of ordinary shares in issue during the period, disclosed as follows:-

	Current quarter ended 31/03/2013	Comparative quarter ended 31/03/2012	Current 12 months ended 31/03/2013	Corresponding 12 months ended 31/03/2012
(i) Net profit for the period (RM'000)	17,973	15,695	48,085	45,714
(ii) Weighted average number of ordinary shares in issue ('000)	426,127	426,127	426,127	426,127
Basic earnings per share (sen)	4.22	3.68	11.28	10.73

The company does not have any dilutive potential ordinary shares outstanding as at 31 March 2013. Accordingly, no diluted earnings per share is presented.

B12. Profit for the Period

	Current quarter ended 31.03.2013 RM'000	Comparative quarter ended 31.03.2012 RM'000	Current 12 months ended 31.03.2013 RM'000	Corresponding 12 months ended 31.03.2012 RM'000
Profit for the period is arrived at after crediting:				
Interest Income	21	1,220	430	1,390
Other Income	10,003	4,456	13,567	10,134
Foreign Exchange Gain	(379)	4	4,055	349
Gain on disposal of quoted investment	3,142	(11)	3,216	81
and after charging:				
Interest expense	5,858	5,398	22,991	20,310
Depreciation	1,129	1,472	4,527	4,173
Provision for/write off of receivables	0	0	0	0
Provision for/write off of inventories	0	0	0	0
Foreign Exchange Loss	0	0	0	0