

Company name : WAH SEONG CORPORATION BERHAD (Company No. 495846-A)

Stock name : WASEONG

Financial Period Ended: 31 December 2007

Quarter : 4

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007

CONDENSED CONSOLIDATED INCOME STATEMENTS

These figures have not been audited.

PARTICULARS	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT	PRECEDING YEAR	CURRENT	RESTATED
	QUARTER ENDED	CORRESPONDING	PERIOD	PRECEDING
	31/12/2007	QUARTER ENDED	TO DATE ENDED	PERIOD TO DATE ENDED
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
	RM'000	RM'000	RM'000	RM'000
Revenue	508,996	462,532	1,955,345	1,624,495
Cost of Sales	(433,088)	(370,278)	(1,632,202)	(1,311,899)
Gross Profit	75,908	92,254	323,143	312,596
Other operating income	28,630	4,618	46,932	14,786
Administrative expenses	(56,191)	(45,042)	(178,358)	(136,372)
Selling and marketing expenses	(8,440)	(7,921)	(35,983)	(60,966)
Other operating expenses	(5,646)	(2,418)	(6,628)	(5,514)
Impairment of goodwill and other assets	(985)	-	(985)	(29,429)
Finance costs	(6,462)	(6,925)	(26,021)	(25,727)
Gain /(Loss) on disposal of investments	-	-	24	(24)
Share of results of associates & jointly controlled entities	(8,944)	(788)	(5,983)	2,006
Profit before taxation	17,870	33,778	116,141	71,356
Income tax expense	4,281	(3,339)	(18,473)	(21,168)
Profit for the period	22,151	30,439	97,668	50,188
Attributable To:				
- Equity holders of the Company	25,715	24,364	85,919	37,414
- Minority Interest	(3,564)	6,075	11,749	12,774
	22,151	30,439	97,668	50,188
Earnings per share				
- Basic earnings per share (sen)	4.1	3.9	13.6	6.0
- Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2006)

Note: The comparative earnings per share has been restated to take into account the effect of inclusion of the mandatorily convertible instrument, ICULS, and the increase in number of shares as a result of bonus issues which was allotted on 27 February 2008.

In accordance with FRS 133, any increase in ordinary or potential ordinary shares as a result of a bonus issue which occurred after the balance sheet date but before the financial statements are authorised for issue, requires that the basic and diluted earnings per share be presented based on the new number of shares.

In the absence of this retrospective calculation, the earnings per share based on the weighted average number of ordinary shares in issue and adjusted for the treasury shares and potential ordinary shares to be allotted on the ICULS, would have been shown as follows:

Earnings per share				
- Basic earnings per share (sen)	4.9	4.7	16.4	7.2
- Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

Company name : WAH SEONG CORPORATION BERHAD (Company No. 495846-A)

Stock name : WASEONG

Financial Period Ended: 31 December 2007

Quarter : 4

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007

CONDENSED CONSOLIDATED BALANCE SHEETS

These figures have not been audited

PARTICULARS	AS AT END OF	AS AT END OF
	CURRENT QUARTER ENDED 31/12/2007 RM'000	PRECEDING FINANCIAL YEAR ENDED 31/12/2006 RM'000 Restated
ASSETS		
Non-Current assets		
Property, plant and equipment	331,716	337,989
Prepaid lease payments	32,368	39,205
Investment property	4,655	3,390
Investment in associated company	21,592	25,614
Investment in jointly controlled entities	34,660	35,269
Goodwill on consolidation	113,595	121,857
Intangible assets	6,004	4,067
Other investments	1,770	2,767
Deferred tax assets	7,463	5,895
	<u>553,823</u>	<u>576,053</u>
Current assets		
- Inventories	186,616	226,837
- Trade debtors	428,595	365,789
- Gross amount due from customers	60,074	32,421
- Other debtors, deposits and prepayments	140,627	72,226
- Tax recoverable	10,145	9,198
- Amount owing by associated companies	39,153	2,927
- Amount owing by jointly controlled entities	6,280	1,608
- Fixed deposit with licensed banks	27,730	19,122
- Cash and bank balances	89,491	69,622
	<u>988,711</u>	<u>799,750</u>
Non current assets held for sale	24,401	10,828
TOTAL ASSETS	<u>1,566,935</u>	<u>1,386,631</u>
EQUITY AND LIABILITIES		
Share capital	214,618	197,780
Treasury shares	(3,847)	(842)
Reserves		
- Share premium	79,417	58,002
- Exchange translation reserves	(12,504)	(6,633)
- Capital reserve	85	65
- Share option reserve	980	297
- Retained profit	193,270	122,538
Equity attributable to equity holders of the Company	<u>472,019</u>	<u>371,207</u>
Minority interests	132,188	122,679
Total equity	<u>604,207</u>	<u>493,886</u>
Non-current liabilities		
Irredeemable Convertible Unsecured Loan Stock ("ICULS")	54,040	64,061
Long term borrowings	168,373	191,797
Other long term liabilities	2,901	19,911
Deferred tax liabilities	10,921	11,925
	<u>236,235</u>	<u>287,694</u>
Current liabilities		
- Gross amount due to customers	113,930	79,227
- Trade payables	176,093	123,782
- Other creditors and accruals	167,331	158,205
- Amount owing to associated companies	20	445
- Amount owing to jointly controlled entity	443	13,955
- Bank borrowings	248,145	209,575
- Provision for taxation	20,531	19,862
	<u>726,493</u>	<u>605,051</u>
Total Liabilities	962,728	892,745
TOTAL EQUITY AND LIABILITIES	<u>1,566,935</u>	<u>1,386,631</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2006)

Company name : WAH SEONG CORPORATION BERHAD (Company No. 495846-A)
 Stock name : WASEONG
 Financial Period Ended: 31 December 2007
 Quarter : 4
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

These figures have not been audited

	← Attributable to equity holders of the Company →						Total RM'000	Minority Interests RM'000	Total Equity RM'000	
	Share capital RM'000	Treasury Shares RM'000	Share premium RM'000	Exchange translation reserves RM'000	Share option reserves RM'000	Capital reserve RM'000				Retained profit RM'000
Balance as at 1 January 2006 (Audited)	189,775	-	47,477	409	-	38	97,898	335,597	152,694	488,291
Reclassification	-	-	-	-	-	-	-	-	(28,248)	(28,248)
Balance as at 1 January 2006 (Restated)	189,775	-	47,477	409	-	38	97,898	335,597	124,446	460,043
Issuance of share capital										
- conversion of ICULS	4,648	-	-	-	-	-	-	4,648	-	4,648
- exercise of ESOS	3,357	-	10,544	-	-	-	-	13,901	-	13,901
- other issue of shares	-	-	-	-	-	-	-	-	-	-
- share issue expenses	-	-	(19)	-	-	-	-	(19)	-	(19)
Shares buy back (including transaction costs)	-	(842)	-	-	-	-	-	(842)	-	(842)
Exchange translation differences	-	-	-	(7,042)	-	-	-	(7,042)	(480)	(7,522)
Gain on deemed disposal of interest in subsidiary company	-	-	-	-	-	27	-	27	-	27
Effect of acquisition in subsidiary	-	-	-	-	-	-	-	-	192	192
Income and expense recognised directly to equity	-	-	-	(7,042)	-	27	-	(7,015)	(288)	(7,303)
Acquisition of shares from minority shareholders	-	-	-	-	-	-	-	-	(7,931)	(7,931)
Goodwill reversal arising from realisation of profit guarantee given by vendors of subsidiary companies acquired in previous year	-	-	-	-	-	-	-	-	8,905	8,905
Issue of shares to minority interests	-	-	-	-	-	-	-	-	14,365	14,365
Share options granted and vested under ESOS	-	-	-	-	297	-	-	297	-	297
Net profit for the period	-	-	-	-	-	-	37,414	37,414	12,774	50,188
Total recognised income and expenses for the period	-	-	-	(7,042)	297	27	37,414	30,696	27,825	58,521
Dividends	-	-	-	-	-	-	(12,774)	(12,774)	(29,592)	(42,366)
Balance as at 31 December 2006 (Restated)	197,780	(842)	58,002	(6,633)	297	65	122,538	371,207	122,679	493,886

Company name : WAH SEONG CORPORATION BERHAD (Company No. 495846-A)
 Stock name : WASEONG
 Financial Period Ended: 31 December 2007
 Quarter : 4
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

These figures have not been audited

	Attributable to equity holders of the Company						Retained profit	Total	Minority Interests	Total Equity
	Share capital	Treasury Shares	Share premium	Exchange translation reserves	Share option reserves	Capital reserve				
Balance as at 1 January 2007 (Restated)	197,780	(842)	58,002	(6,633)	297	65	122,538	371,207	122,679	493,886
Issuance of share capital										
- conversion of ICULS	10,020	-	-	-	-	-	-	10,020	-	10,020
- pursuant to ESOS	6,818	-	21,415	-	-	-	-	28,233	-	28,233
Share buy back (including transaction costs)	-	(3,005)	-	-	-	-	-	(3,005)	-	(3,005)
Exchange translation differences	-	-	-	(5,871)	-	-	-	(5,871)	1,326	(4,545)
Realisation of reserve	-	-	-	-	-	20	-	20	(181)	(161)
Disposal of a subsidiary company	-	-	-	-	-	-	-	-	(17)	(17)
Acquisition of additional shares in existing subsidiary companies	-	-	-	-	-	-	-	-	(14)	(14)
Income and expense recognised directly to equity	-	-	-	(5,871)	-	20	-	(5,851)	1,114	(4,737)
Goodwill reversal arising from realisation of profit guarantee given by vendors of subsidiary companies acquired in previous year	-	-	-	-	-	-	-	-	(117)	(117)
Cancellation of Redeemable Preference Shares	-	-	-	-	-	-	1,792	1,792	-	1,792
Issue of shares to minority interests	-	-	-	-	-	-	-	-	362	362
Share options granted and vested under ESOS	-	-	-	-	683	-	-	683	-	683
Net profit for the period	-	-	-	-	-	-	85,919	85,919	11,749	97,668
Total recognised income and expenses for the period	-	-	-	(5,871)	683	20	87,711	82,543	13,108	95,651
Dividends	-	-	-	-	-	-	(16,979)	(16,979)	(3,599)	(20,578)
Balance as at 31 December 2007	214,618	(3,847)	79,417	(12,504)	980	85	193,270	472,019	132,188	604,207

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2006)

Company name : WAH SEONG CORPORATION BERHAD (Company No. 495846-A)

Stock name : WASEONG

Financial Period Ended: 31 December 2007

Quarter : 4

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007

CONDENSED CONSOLIDATED CASH FLOW STATEMENT	CURRENT PERIOD TO DATE ENDED 31/12/2007 RM'000	RESTATED PRECEDING CORRESPONDING PERIOD TO DATE ENDED 31/12/2006 RM'000
These figures have not been audited		
Cash Flow From Operating Activities		
Profit before taxation	116,141	71,356
Adjustment for :-		
Non cash items	61,663	58,815
Non-operating items	21,347	37,604
Operating Profit Before Working Capital Changes	199,151	167,775
Net changes in current assets	(161,242)	(93,252)
Net changes in current liabilities	90,419	549
Cash generated from operations	128,328	75,072
Interest received	3,614	2,833
Interest paid	(26,021)	(26,024)
Taxation paid (net)	(19,423)	(15,663)
Net Cash Flow Generated from Operating Activities	86,498	36,218
Cash Flow From Investing Activities		
Purchase of property, plant and equipment	(73,429)	(91,141)
Payment of mining development expenditure	-	(112)
Proceeds from disposal of property, plant and equipment	20,621	7,231
Deposits received from disposal of property	3,700	-
Proceeds from disposal of a subsidiary company	60	-
Proceeds from disposal of an associated company	-	258
Proceeds from disposal of jointly controlled entity	35	11
Proceeds from disposal of quoted investments	1,872	666
Purchase of quoted and unquoted investments	(1,179)	(165)
Dividend received	1,549	191
Purchase of new subsidiaries and business	-	(369)
Purchase of associated company & Jointly controlled entities	(1,516)	(40)
Payment of patents	(2,792)	-
Purchase of additional shares in existing subsidiary companies	(851)	(1,524)
Balance consideration paid to vendor upon achievement of profit guarantee	(451)	-
Instalment payment for subsidiaries acquired in the previous years	(17,632)	-
Repayment from / (Advances) to associated companies / jointly controlled entities	(5,449)	997
Withdrawal of fixed deposits	86	1,028
Net Cash Flow Used In Investing Activities	(75,376)	(82,924)
Cash Flow From Financing Activities		
Proceeds from issue of shares pursuant to ESOS	28,233	13,901
Payment of share issue expenses	-	(12)
Purchase of treasury shares	(3,005)	(655)
Proceeds from issue of shares to minority shareholders of subsidiary companies	362	550
Net proceeds from borrowings	20,976	25,756
Dividends paid to shareholders of the company	(16,979)	(12,774)
Dividends paid to minority interest of subsidiary companies	(3,599)	(4,142)
Advances from associated companies	-	15
Net Cash Flow From Financing Activities	25,988	22,639
Net Increase / (Decrease) in Cash and Cash Equivalents	37,110	(24,067)
Currency Translation Differences	(2,599)	(5,892)
Cash and Cash Equivalents at Beginning of The Period	77,349	107,308
Cash and Cash Equivalents at End of The Period	111,860	77,349
Cash and Cash equivalents at the end of the financial period comprise the following:		
Cash and Bank Balances	89,491	69,622
Fixed deposit with licensed bank (net of deposit pledged for banking facilities)	23,974	15,280
Bank overdraft	(1,605)	(7,553)
	111,860	77,349

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2006)