



SEREMBAN ENGINEERING BERHAD ("SEB")
(Company No.45332X)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	3 months ended		6 months ended	
	30.06.2010	30.06.2009	30.06.2010	30.06.2009
	RM	RM	RM	RM
Revenue	9,880,240	17,970,383	16,232,191	36,001,604
Cost of Sales	(7,610,258)	(13,738,979)	(13,042,497)	(27,239,369)
Gross Profit	<u>2,269,982</u>	<u>4,231,404</u>	<u>3,189,694</u>	<u>8,762,235</u>
Other Income	73,000	49,267	184,442	102,013
Administrative Expenses	(1,256,358)	(1,206,693)	(2,441,875)	(2,457,117)
Other Operating Expenses	(16,177)	(9,930)	(19,125)	(32,745)
Finance Costs	(124,765)	(155,974)	(229,539)	(357,864)
Profit before tax	<u>945,682</u>	<u>2,908,074</u>	<u>683,597</u>	<u>6,016,522</u>
Income tax expense	(195,475)	(704,958)	(196,137)	(1,493,033)
Profit for the period	<u>750,207</u>	<u>2,203,116</u>	<u>487,460</u>	<u>4,523,489</u>
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>750,207</u>	<u>2,203,116</u>	<u>487,460</u>	<u>4,523,489</u>
Profit attributable to:				
Owners of the parent	761,174	2,177,175	495,103	4,456,674
Non-Controlling Interest	(10,967)	25,941	(7,643)	66,815
	<u>750,207</u>	<u>2,203,116</u>	<u>487,460</u>	<u>4,523,489</u>
Earnings per share - (in sen)				
Basic earnings per share	1.06	3.05	0.75	6.77

The Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 31 December 2009 with the accompanying explanatory notes attached to the financial statements



SEREMBAN ENGINEERING BERHAD ("SEB")
(Company No. 45332X)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010

	Unaudited as at 30.06.2010 RM	Audited as at 31.12.2009 RM
ASSETS		
Non-current assets		
Property, plant and equipment	26,377,961	26,221,076
Investment properties	97,000	97,000
Investment in jointly controlled entity	14,028	14,028
	<u>26,488,989</u>	<u>26,332,104</u>
Current assets		
Inventories	12,618,812	5,325,130
Trade and other receivables	16,341,790	23,084,693
Amount due from contract customer	2,260,194	3,170,319
Deposit, cash and bank balances	21,087,289	11,663,047
	<u>52,308,085</u>	<u>43,243,189</u>
TOTAL ASSETS	<u>78,797,074</u>	<u>69,575,293</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000,000	1,000,000
Share premium	5,177,275	-
Reserves	8,126,631	42,167,529
Equity attributable to owners of the parent	<u>53,303,906</u>	<u>43,167,529</u>
Non-controlling interest	508,792	516,435
Total equity	<u>53,812,698</u>	<u>43,683,964</u>
Non-current liabilities		
Long term borrowings	2,901,570	3,032,870
Hire purchase payables	280,225	108,238
Deferred tax liabilities	2,274,919	2,249,511
	<u>5,456,714</u>	<u>5,390,619</u>
Current liabilities		
Trade and other payables	11,376,911	12,200,612
Bank borrowings	7,859,132	7,365,979
Hire purchase payables	120,186	84,431
Tax liability	171,433	849,688
	<u>19,527,662</u>	<u>20,500,710</u>
TOTAL LIABILITIES	<u>24,984,376</u>	<u>25,891,329</u>
TOTAL EQUITY AND LIABILITIES	<u>78,797,074</u>	<u>69,575,293</u>
Net Asset per share attributable to owners of the parent (RM)	0.67	43.17

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SEREMBAN ENGINEERING BERHAD ("SEB")
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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	6 months ended 30/06/2010 RM	6 months ended 30/06/2009 RM
Cash flows from operating activities		
Profit before tax	683,597	6,016,522
Adjustments for:		
Depreciation of property, plant and equipment	629,723	554,544
Write-back of allowance for doubtful debt	(1,500)	-
(Gain) on disposal of PPE	(20,459)	-
Property, plant & equipment written off	2,698	179
Interest expenses	208,749	333,535
Interest income	(70,083)	(49,364)
Operating profit before changes in working capital	1,432,725	6,855,416
Changes in working capital:		
Inventories	(7,293,682)	4,942,836
Trade and other receivables	6,499,283	(12,373,854)
Trade and other payables	(823,701)	(651,585)
Amount due from contract customers	910,125	1,995,361
Cash generated from operating activities	724,750	768,174
Tax paid	(1,135,027)	(854,780)
Interest paid	(208,749)	(333,535)
Interest received	70,083	49,364
Net cash used in operating activities	(548,943)	(370,777)
Cash flows from investing activities		
Purchase of property, plant and equipment	(554,868)	(902,210)
Proceeds from disposal of PPE	52,020	-
Investment in jointly controlled entity	-	(17,900)
Net cash used in investing activities	(502,848)	(920,110)
Cash flows from financing activities		
Net (increase) in fixed deposit pledged	(11,119)	(10,393)
Drawdown from term loans	697,000	806,615
Dividend paid	(5,500,000)	-
Listing expenses paid	(1,266,362)	-
Repayment to hire-purchase payables	(58,258)	(170,520)
Repayment of term loans	(1,697,212)	(456,667)
Net movement in trade bills	1,281,000	(3,509,000)
Proceeds from public issue	16,938,800	-
Net cash from / (used in) financing activities	10,383,849	(3,339,965)
Net increase / (decrease) in cash and cash equivalents	9,332,058	(4,630,852)
Cash and cash equivalents at beginning of financial period	10,228,683	9,629,184
Cash and cash equivalents at end of financial period	19,560,741	4,998,332
Cash and cash equivalents at end of period comprise:		
Cash & bank balances	5,947,128	6,118,276
Deposits with licensed banks	15,140,161	-
	21,087,289	6,118,276
Less : Fixed deposits not readily available for use	(1,140,161)	(1,119,944)
	19,947,128	4,998,332
Bank overdraft- unsecured	(386,387)	-
	19,560,741	4,998,332

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SEREMBAN ENGINEERING BERHAD ("SEB")
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CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	Attributable to Equity Holders of the Parent				Total	Non- controlling Interests	Total Equity
	Share Capital	Share Premium	Non-distributable Revaluation reserve	Distributable Retained Profit			
	RM	RM	RM	RM	RM	RM	RM
At 1 January 2009	1,000,000	-	1,126,511	28,342,093	30,468,604	269,137	30,737,741
Total comprehensive income for the period	-	-	-	4,456,674	4,456,674	66,815	4,523,489
At 30 June 2009	1,000,000	-	1,126,511	32,798,767	34,925,278	335,952	35,261,230
At 1 January 2010	1,000,000	-	4,820,483	37,347,045	43,167,528	516,435	43,683,963
Issue of bonus shares	29,036,000	-	(1,027,000)	(28,009,000)	-	-	-
Issue of ordinary shares	9,964,000	6,974,800	-	-	16,938,800	-	16,938,800
Listing expenses	-	(1,797,525)	-	-	(1,797,525)	-	(1,797,525)
Dividend paid	-	-	-	(5,500,000)	(5,500,000)	-	(5,500,000)
Total comprehensive income for the period	-	-	-	495,103	495,103	(7,643)	487,460
At 30 June 2010	40,000,000	5,177,275	3,793,483	4,333,148	53,303,906	508,792	53,812,698