



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

CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 31 MARCH 2011

	3 months/ Financial period ended	
	31.03.2011	31.03.2010
	RM	RM
Revenue	16,488,853	6,351,951
Cost of Sales	(14,843,476)	(5,432,238)
Gross Profit	<u>1,645,377</u>	<u>919,713</u>
Other Income	161,648	111,442
Administrative Expenses	(1,368,692)	(1,185,517)
Other Operating Expenses	(40,731)	(2,948)
Finance Costs	(246,394)	(104,775)
Share of profit of jointly controlled entities	(1,445)	-
Profit before tax	<u>149,762</u>	<u>(262,085)</u>
Income tax expense	(12,701)	(662)
Profit for the year	<u>137,061</u>	<u>(262,747)</u>
Other comprehensive income	-	-
Total comprehensive income for the year	<u>137,061</u>	<u>(262,747)</u>
Profit attributable to:		
Owners of the parent	124,449	(266,071)
Non-Controlling Interest	12,612	3,324
	<u>137,061</u>	<u>(262,747)</u>
Earnings per share - (in sen)		
Basic earnings per share	0.16	(0.44)

*The Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 31 December 2010 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 31 MARCH 2011**

	<b>Unaudited as at 31.03.2011 RM</b>	<b>Audited as at 31.12.2010 RM</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	33,229,490	29,352,047
Investment properties	97,000	97,000
Investment in jointly controlled entity	-	1,445
	33,326,489	29,450,492
<b>Current assets</b>		
Inventories	14,652,807	14,661,667
Trade and other receivables	26,962,577	29,019,017
Amount due from contract customer	1,621,250	2,664,077
Amount due from related company	434,750	150,700
Deposit, cash and bank balances	19,153,190	16,929,382
	62,824,574	63,424,843
<b>TOTAL ASSETS</b>	<b>96,151,065</b>	<b>92,875,335</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	40,000,000	40,000,000
Share premium	5,583,931	5,583,931
Reserves	10,713,988	10,589,540
<b>Equity attributable to owners of the parent</b>	56,297,919	56,173,471
<b>Non-controlling interest</b>	588,337	575,725
<b>Total equity</b>	56,886,257	56,749,196
<b>Non-current liabilities</b>		
Bank borrowings	3,859,853	4,022,712
Hire purchases and lease payables	244,850	227,289
Deferred tax liabilities	2,485,957	2,476,407
	6,590,660	6,726,408
<b>Current liabilities</b>		
Trade and other payables	15,804,289	16,698,909
Bank borrowings	16,751,745	12,592,392
Hire purchases and lease payables	118,114	108,430
Tax liability	-	-
	32,674,149	29,399,731
<b>TOTAL LIABILITIES</b>	39,264,809	36,126,139
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>96,151,065</b>	<b>92,875,335</b>
<b>Net Asset per share attributable to owners of the parent (RM)</b>	<b>0.70</b>	<b>0.70</b>

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

CONDENSED INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE FIRST QUARTER ENDED 31 MARCH 2011

	3 months ended 31/03/2011 RM	3 months ended 31/03/2010 RM
<b>Cash flows from operating activities</b>		
Profit before tax	149,768	(262,085)
Adjustments for:		
Depreciation of property, plant and equipment	345,079	317,299
Write-back of allowance for doubtful debt	(3,000)	(1,500)
(Gain) on disposal of PPE	(799)	(20,459)
Property, plant & equipment written off	3,534	94
Amortisation of prepaid lease payment	-	4,890
Interest expenses	224,724	101,268
Interest income	(79,337)	(21,179)
Share of loss of jointly controlled entities	1,445	-
Operating profit before changes in working capital	641,414	118,328
Changes in working capital:		
Inventories	8,860	(3,458,933)
Trade and other receivables	2,414,138	7,461,240
Trade and other payables	(894,620)	(2,651,239)
Amount due from contract customers	1,042,827	-
Cash generated from operating activities	2,928,570	1,469,396
Tax paid	(219,455)	(639,778)
Interest paid	(224,724)	(101,268)
Interest received	79,337	21,179
<b>Net cash from / (used in) operating activities</b>	<b>2,563,728</b>	<b>749,529</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,381,459)	(126,671)
Proceeds from disposal of PPE	17,801	52,000
<b>Net cash used in investing activities</b>	<b>(4,363,658)</b>	<b>(74,671)</b>
<b>Cash flows from financing activities</b>		
Net (increase) in fixed deposit pledged	(6,266)	(5,574)
Drawdown from term loans	-	697,000
Drawdown from hire-purchase payable	59,000	-
Dividend paid	-	(5,500,000)
Listing expenses paid	-	(191,147)
Repayment to hire-purchase payables	(31,756)	(26,580)
Repayment of term loans	(162,347)	(283,594)
Net movement in trade bills	4,080,000	683,000
<b>Net cash from / (used in) financing activities</b>	<b>3,938,632</b>	<b>(4,626,895)</b>
Net increase / (decrease) in cash and cash equivalents	2,138,702	(3,952,037)
Cash and cash equivalents at beginning of financial year	15,587,752	10,228,683
Cash and cash equivalents at end of financial year	<b>17,726,455</b>	<b>6,276,646</b>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash & bank balances	6,999,961	6,548,400
Deposits with licensed banks	12,153,230	1,134,615
	19,153,190	7,683,015
Less : Fixed deposits not readily available for use	(1,159,247)	(1,134,615)
	17,993,944	6,548,400
Bank overdraft- unsecured	(267,489)	(271,754)
	<b>17,726,455</b>	<b>6,276,646</b>

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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 FIRST QUARTER ENDED 31 MARCH 2011

	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 2011	40,000,000	5,583,931	3,793,484	6,796,056	56,173,471	575,725	56,749,196
Total comprehensive income for the year	-	-	-	124,449	124,449	12,612	137,061
At 31 March 2011	<u>40,000,000</u>	<u>5,583,931</u>	<u>3,793,484</u>	<u>6,920,505</u>	<u>56,297,920</u>	<u>588,337</u>	<u>56,886,257</u>
At 1 January 2010	1,000,000	-	4,820,484	37,347,045	43,167,529	516,435	43,683,964
Issue of bonus share	29,036,000	-	(1,027,000)	(28,009,000)	-	-	-
Dividend paid	-	-	-	(5,500,000)	(5,500,000)	-	(5,500,000)
Total comprehensive income for the year	-	-	-	(266,071)	(266,071)	3,324	(262,747)
At 31 March 2010	<u>30,036,000</u>	<u>-</u>	<u>3,793,484</u>	<u>3,571,974</u>	<u>37,401,458</u>	<u>519,759</u>	<u>37,921,217</u>