



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

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2011

	3 months/ Financial period ended		9 months/ Financial period ended	
	30.09.2011	30.09.2010	30.09.2011	30.09.2010
	RM	RM	RM	RM
Revenue	19,241,086	11,678,319	54,406,126	27,910,510
Cost of Sales	(16,292,862)	(10,432,601)	(47,177,874)	(23,475,098)
Gross Profit	<u>2,948,224</u>	<u>1,245,718</u>	<u>7,228,252</u>	<u>4,435,412</u>
Other Income	270,041	147,436	827,451	331,878
Administrative Expenses	(1,371,805)	(1,095,332)	(4,148,194)	(3,537,207)
Other Operating Expenses	(23,442)	(51,348)	(132,378)	(70,473)
Finance Costs	(214,670)	(129,172)	(696,937)	(358,711)
Share of profit of jointly controlled entities	-	(9,333)	(1,445)	(9,333)
Profit before tax	<u>1,608,348</u>	<u>107,969</u>	<u>3,076,748</u>	<u>791,566</u>
Income tax expense	(333,311)	(29,698)	(650,787)	(225,835)
Profit for the year	<u>1,275,038</u>	<u>78,271</u>	<u>2,425,961</u>	<u>565,731</u>
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>1,275,038</u>	<u>78,271</u>	<u>2,425,961</u>	<u>565,731</u>
Profit attributable to:				
Owners of the parent	1,349,726	66,589	2,479,749	561,691
Non-Controlling Interest	(74,687)	11,682	(53,788)	4,040
	<u>1,275,038</u>	<u>78,271</u>	<u>2,425,961</u>	<u>565,731</u>
Earnings per share - (in sen)				
Basic earnings per share	1.69	0.08	3.10	0.80

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 30 SEPTEMBER 2011

	Unaudited as at 30.09.2011 RM	Audited as at 31.12.2010 RM
ASSETS		
Non-current assets		
Property, plant and equipment	34,170,244	29,352,047
Investment properties	97,000	97,000
Investment in jointly controlled entity	(35,797)	1,445
	<u>34,231,446</u>	<u>29,450,492</u>
Current assets		
Inventories	18,075,987	14,661,667
Trade and other receivables	23,604,278	29,019,017
Amount due from contract customer	2,768,785	2,814,777
Deposit, cash and bank balances	22,140,885	16,929,382
	<u>66,589,934</u>	<u>63,424,843</u>
TOTAL ASSETS	<u>100,821,382</u>	<u>92,875,335</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	40,000,000	40,000,000
Treasury Shares	(22,048)	-
Share premium	5,583,931	5,583,931
Reserves	12,257,715	10,589,540
Equity attributable to owners of the parent	57,819,598	56,173,471
Non-controlling interest	921,937	575,725
Total equity	<u>58,741,535</u>	<u>56,749,196</u>
Non-current liabilities		
Bank borrowings	6,066,260	4,022,712
Hire purchases and lease payables	300,229	227,289
Deferred tax liabilities	2,471,186	2,476,407
	<u>8,837,674</u>	<u>6,726,408</u>
Current liabilities		
Trade and other payables	18,221,765	16,698,909
Bank borrowings	14,871,067	12,592,392
Hire purchases and lease payables	135,809	108,430
Tax liability	13,531	-
	<u>33,242,173</u>	<u>29,399,731</u>
TOTAL LIABILITIES	42,079,847	36,126,139
TOTAL EQUITY AND LIABILITIES	<u>100,821,382</u>	<u>92,875,335</u>
Net Asset per share attributable to owners of the parent (RM)	0.72	0.70

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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 SEPTEMBER 2011

	9 months ended 30/09/2011 RM	9 months ended 30/09/2010 RM
Cash flows from operating activities		
Profit before tax	3,076,748	791,566
Adjustments for:		
Depreciation of property, plant and equipment	1,090,675	934,754
Write-back of allowance for doubtful debt	(3,000)	(1,500)
(Gain) on disposal of PPE	(149,996)	(28,458)
Loss on disposal of PPE	3,534	-
Property, plant & equipment written off	36,069	2,698
Bad debts written off	-	-
Amortisation of prepaid lease payment	-	-
Interest expenses	654,392	321,161
Interest income	(227,070)	(172,910)
Share of loss of jointly controlled entities	1,445	9,332
Operating profit before changes in working capital	4,482,797	1,856,646
Changes in working capital:		
Inventories	(3,414,320)	(11,097,527)
Trade and other receivables	5,591,314	6,990,612
Trade and other payables	1,522,856	3,728,239
Amount due from contract customers	179,951	554,135
Cash generated from operating activities	8,228,640	2,032,105
Tax paid	(816,053)	(2,124,283)
Interest paid	(654,392)	(321,161)
Interest received	227,070	172,910
Net cash from / (used in) operating activities	6,985,266	(240,429)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,069,480)	(1,157,025)
Proceeds from disposal of PPE	391,001	64,140
Investment in jointly controlled entity	24,223	(1)
Proceeds from Issuance of shares to minority shareholders in subsidiary coy	400,000	-
Net cash used in investing activities	(2,254,256)	(1,092,886)
Cash flows from financing activities		
Net (increase) in fixed deposit pledged	(20,742)	(17,496)
Drawdown from term loans	-	697,000
Drawdown from hire-purchase payable	59,000	-
Dividend paid	(800,000)	(5,500,000)
Listing expenses paid	-	(1,266,362)
Repayment to hire-purchase payables	(98,682)	(90,381)
Repayment of term loans	(505,204)	(1,802,004)
Net movement in trade bills	1,676,000	2,299,000
Proceeds from public issue	-	16,938,800
Purchase of treasury shares	(22,048)	-
Net cash from / (used in) financing activities	288,324	11,258,557
Net increase / (decrease) in cash and cash equivalents	5,019,334	9,925,242
Cash and cash equivalents at beginning of financial year	15,587,752	10,228,682
Cash and cash equivalents at end of financial period	20,607,087	20,153,924
Cash and cash equivalents at end of year comprise:		
Cash & bank balances	11,281,559	5,848,439
Deposits with licensed banks	10,859,326	15,687,475
	22,140,885	21,535,914
Less : Fixed deposits not readily available for use	(1,173,723)	(1,146,537)
	20,967,162	20,389,377
Bank overdraft- unsecured	(360,075)	(235,453)
	20,607,087	20,153,924

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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 SEPTEMBER 2011

	Attributable to Equity Holders of the Parent					Total	Non- controlling Interests	Total Equity
	Share Capital	Non-distributable			Distributable			
		Share Premium	Treasury Shares	Revaluation reserve	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
Dividend paid	-	-	-	-	(800,000)	(800,000)	-	(800,000)
Arising from subscription of shares in subsidiary company	-	-	-	-	-	-	400,000	400,000
Total comprehensive income for the period	-	-	-	-	2,468,175	2,468,175	(53,788)	2,414,387
Share buy back	-	-	(22,048)	-	-	(22,048)	-	(22,048)
As at 30 SEPTEMBER 2011	40,000,000	5,583,931	(22,048)	3,793,484	8,464,231	57,819,598	921,937	58,741,535
At 1 January 2010	1,000,000	-	-	4,820,484	37,347,045	43,167,529	516,435	43,683,964
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	-	-	-	-	561,691	561,691	4,040	565,731
At 30 SEPTEMBER 2010	40,000,000	5,177,275	-	3,793,484	4,399,736	53,370,496	520,476	53,890,972