

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED INCOME STATEMENTS
Financial Period Ended 31 March 2005

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31-03-05	31-03-04	31-03-05	31-03-04
	RM'000	RM'000	RM'000	RM'000
1. Revenue	33,317	52,240	245,461	161,068
2. Profit from Operations	15,672	18,893	66,644	27,291
3. Finance Costs	(1,321)	(394)	(1,837)	(1,763)
4. Profit / (Loss) from Associate	(1)	-	(4)	(3)
5. Profit before Taxation	14,350	18,499	64,803	25,525
6. Taxation	(3,458)	(1,622)	(18,126)	(3,671)
7. Profit after Taxation	10,892	16,877	46,677	21,854
8. Minority Interests	71	107	(527)	(655)
9. Pre-acquisition profit	-	383	-	383
10. Net Profit for the Period	10,963	17,367	46,150	21,582
11. Earnings per share				
- Basic (Sen)	4.53	7.17	19.06	8.91
- Fully Diluted (Sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2004)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 31 March 2005

	As At 31-3-2005	As At 31-03-2004
	RM'000	RM'000
1. Property, plant and equipment	237,582	273,930
2. Investment in associate	1,288	1,292
3. Investment properties	72,016	69,845
4. Land held for property development	83,862	4,466
5. Intangible assets	23,190	23,403
6. Investments	153	152
7. Trust account	1,269	1,101
8. Deferred tax assets	4,896	4,435
9. Current assets		
9.1 Property development costs	148,943	121,333
9.2 Inventories	26,439	41,706
9.3 Trade and other receivables	57,695	65,584
9.4 Current Tax Assets	2,779	2,943
9.5 Cash and deposits	54,856	54,563
	290,712	286,129
10. Current liabilities		
10.1 Trade and other payables	54,418	53,772
10.2 Borrowings	45,126	52,549
10.3 Taxation	2,623	20
	102,167	106,341
11. Net current assets	188,545	179,788
	612,801	558,412
<i>Represented by :</i>		
12. Share capital	242,124	242,124
13. Reserves	194,710	157,215
14. Shareholders' equity	436,834	399,339
15. Minority interests	92,177	92,313
16. Long term liabilities		
16.1 Borrowings	37,057	25,349
16.2 Deferred tax liabilities	28,924	23,651
16.3 Club establishment fund	17,809	17,760
	612,801	558,412
17. Net tangible assets per share (RM)	1.71	1.55

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 March 2004)

SHL CONSOLIDATED BHD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the twelve months ended 31 March 2005

	Non-Distributable RM'000	Distributable Retained Profits RM'000	Total RM'000
1. 12 months ended 31-3-2005			
1.1 At 1 April 2004	195,730	203,609	399,339
1.2 Prior Year Adjustment(s) As restated	-	(2,061)	(2,061)
	195,730	201,548	397,278
1.3 Transfer within reserves on realisation upon disposal of assets	(213)	213	-
1.4 Net profit for the period	-	46,150	46,150
1.5 Revaluation surplus/(deficits)	2,122	-	2,122
1.6 Dividends	-	(8,716)	(8,716)
	197,639	239,195	436,834
At 31 March 2005			
2. 12 months ended 31-3-2004			
2.1 At 1 April 2003	206,929	196,040	402,969
2.2 Net profit for the period	(12,426)	21,582	9,156
2.3 Prior Year Adjustment	-	(5,714)	(5,714)
2.4 Dividends	-	(8,716)	(8,716)
	194,503	203,192	397,695
At 31 March 2004			

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2004)

SHL CONSOLIDATED BHD

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the twelve months ended 31 March 2005

	12 months ended 31-3-2005 RM'000	12 months ended 31-3-2004 RM'000
1. Net cash inflow / (outflow) from operating activities	33,677	(14,911)
2. Net cash inflow / (outflow) from investing activities	(27,489)	(8,448)
3. Net cash inflow / (outflow) from financing activities	(5,136)	22,837
4. Net increase / (decrease) in cash and cash equivalents	1,052	(522)
5. Cash and cash equivalents at 1 April 2004 / 2003	53,256	53,778
6. Cash and cash equivalents at 31 March 2005 / 2004	54,308	53,256

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2004)

SHL CONSOLIDATED BHD

Notes to the interim financial report

1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with MASB 26, Interim Financial Reporting.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2004.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 March 2004.

2. Audit report for the preceding annual financial statements

The audit report for the financial statements for the year ended 31 March 2004 was not qualified.

3. Seasonal or cyclical factors

The business operations of the Group are generally affected by the prevailing market condition of the Malaysian property development and construction sectors that have historically shown long term cyclical trend.

4. Exceptional items

There were no exceptional item during the current periods under review.

5. Changes in estimates

There were no changes in the nature and amount of estimates reported in prior interim periods of the current financial year or in estimates reported in prior financial year that have a material effect in the current periods under review.

6. Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current financial year-to-date.

7. Dividends paid

Dividend paid during the financial year ended [31 March 2005](#) amounted to RM8,716,454.

8. Valuations of property, plant and equipment

The Group's land and buildings have been revalued to reflect fair values by an independent professional valuer during the financial year ended 31 March 2005.

9. Material events subsequent to the balance sheet date

There were no material events subsequent to the end of current quarter to [24 May 2005](#), the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

10. Segment information

Segment information is presented in respect of the Group's business segments.

	12 months ended 31 March			
	Revenue		Profit/(Loss) before Tax	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Investment & Corporate Services	35,992	35,285	23,714	22,403
Property Development	174,597	67,668	55,380	16,706
Construction	113,302	65,968	8,013	3,142
Trading	32,599	37,738	430	9,576
Manufacturing	19,819	8,113	2,649	1,261
Quarrying	47,487	47,449	1,243	1,330
	423,796	262,221	91,429	54,418
Inter-company transactions	(178,335)	(101,153)	(26,626)	(28,893)
	<u>245,461</u>	<u>161,068</u>	<u>64,803</u>	<u>25,525</u>

11. Changes in the composition of the Group

There were no changes in the composition of the Group during the financial year ended 31 March 2005 save for the acquisition of an additional 50,000 ordinary shares in SHL Corporate Services Sdn Bhd (SHLCS) (formerly known as AEC Education Services Sdn Bhd), resulting in SHLCS becoming a wholly-owned subsidiary of SHL Consolidated Bhd. SHLCS ceased its operation on 17 July 2004.

12. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at 31 March 2005.

13. Capital commitments

No capital commitment was outstanding as at 31 March 2005.

14. Related party transactions

The significant related party transactions for the current financial year-to-date under review are as follows: -

- Income from construction works amounting to approximately RM17.75 million.
- Procurement of engineering services for approximately RM2.80 million.
- Procurement of building materials for approximately RM4.79 million.

SHL CONSOLIDATED BHD

Additional information required by the Listing Requirements of Bursa Malaysia Securities Berhad (BMSB)

1. Review of performance

The Group recorded a profit before taxation of **RM14.3 million** for the current quarter under review and **RM64.8 million** for the financial year to date. In comparison to the preceding year's corresponding period, this represents **a decline of 22.6% and an increase of 153.8%** respectively. The markedly improved performance for the financial year under review is mainly attributable to the good response to our landed properties at Bandar Sungai Long.

2. Variation of results against preceding quarter

The Group's profit before taxation for the current quarter **decreased by 21.0%** compared to **RM18.0 million** achieved in the immediate preceding quarter. This is mainly due to the decrease in operating profit from the property development and construction sectors.

3. Next year prospects

Barring any unforeseen circumstances, the Board of Directors is positive that the Group's performance for the next financial year will be satisfactory.

4. Profit forecast or profit guarantee

Not applicable as no profit forecast or profit guarantee was published.

5. Tax expense

	Current quarter ended		Year-to-date ended	
	31 March		31 March	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Current	2,947	1,729	18,176	3,290
Under / (Over) provision in prior period	10	6	89	99
Deferred	501	(113)	(139)	282
	<u>3,458</u>	<u>1,622</u>	<u>18,126</u>	<u>3,671</u>

The Group's effective tax rate for the current quarter is lower than the statutory tax rate due to certain non-taxable income.

6. Unquoted investments and/or properties

There was no sale of unquoted investments and/or any other properties for the current quarter and financial year-to-date other than the normal sale of land and houses as housing developers.

7. Quoted investments

- a) There were no purchases or disposals of quoted securities for the current quarter and financial year-to-date.
- b) Investments in quoted securities as at [31 March 2005](#): -

	RM'000
(i) At cost	11
(ii) At book value	11
(iii) At market value	3

8. Status of corporate proposals announced

There were no corporate proposals announced but not completed as at [24 May 2005](#).

9. Borrowings

The borrowings as at [31 March 2005](#) are as follows: -

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term	229	44,897	45,126
Long Term	11,657	25,400	37,057
	<u>11,886</u>	<u>70,297</u>	<u>82,183</u>

The above borrowings are denominated in Ringgit Malaysia.

10. Off balance sheet financial instruments

The Group did not enter into any contracts involving off balance sheet financial instruments as at [24 May 2005](#), the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

11. Material litigation

The Group is not engaged in any material litigation as at [24 May 2005](#), the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

12. Dividend

The Company's shareholders had approved at its Tenth Annual General Meeting held on 22 September 2004 the declaration of a First and Final Dividend of 5 sen per share less 28% tax (financial year ended 31 March 2003 : 5 sen per share less 28% tax) for the financial year ended 31 March 2004. A depositor is qualified for entitlement to the said dividend only in respect of shares transferred into the Depositor's Securities Account before 4.00 p.m. on 15 October 2004 in respect of ordinary transfers; and shares bought on Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the Rules of BMSB. The aforesaid dividend amounting to RM8,716,454 was paid on 31 October 2004.

Subject to the approval by shareholders at the forthcoming Annual General Meeting, the Board of Directors recommend a First and Final Dividend of 7 sen comprising 5 sen per share less 28% tax and 2 sen per share tax exempt in respect of the financial year ended 31 March 2005.

13. Earnings per share

a) Basic earnings per share

Basic earnings per share of the Group is calculated by dividing the net profit for the financial period by the number of ordinary shares in issue during the said financial period.

b) Diluted earnings per share

Not applicable.

For and on behalf of the Board
SHL Consolidated Bhd

Dato' Yap Teiong Choon
Executive Director

31 May 2005