

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED INCOME STATEMENTS
Financial Period Ended 30 September 2005

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-09-05	30-09-04	30-09-05	30-09-04
	RM'000	RM'000	RM'000	RM'000
1. Revenue	64,752	68,982	112,674	140,805
2. Profit from Operations	6,291	17,545	20,007	32,802
3. Finance Costs	(259)	(166)	(636)	(389)
4. Profit / (Loss) from Associate	-	-	2	(1)
5. Profit before Taxation	6,032	17,379	19,373	32,412
6. Taxation	(1,919)	(4,982)	(5,641)	(9,334)
7. Profit after Taxation	4,113	12,397	13,732	23,078
8. Minority Interests	(82)	(124)	279	(259)
9. Pre-acquisition profit	-	-	-	-
10 Net Profit for the Period	4,031	12,273	14,011	22,819
11 Earnings per share				
- Basic (Sen)	1.66	5.07	5.79	9.42
- 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 2005)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 30 September 2005

	As At 30-09-2005	As At 31-03-2005
	RM'000	RM'000
1. Property, plant and equipment	240,791	242,003
2. Investment in associate	1,290	1,289
3. Investment properties	47,144	68,735
4. Land held for property development	84,332	81,226
5. Intangible assets	22,675	22,220
6. Investments	153	152
7. Trust account	1,445	1,269
8. Deferred tax assets	4,315	4,693
9. Current assets		
9.1 Property development costs	178,918	151,972
9.2 Inventories	26,127	26,794
9.3 Trade and other receivables	90,141	67,820
9.4 Current Tax Assets	2,639	2,856
9.5 Cash and deposits	39,089	48,627
	336,914	298,069
10. Current liabilities		
10.1 Trade and other payables	70,794	60,994
10.2 Borrowings	43,403	48,992
10.3 Taxation	1,825	2,595
	116,022	112,581
11. Net current assets	220,892	185,488
	623,037	607,075
<i>Represented by :</i>		
12. Share capital	242,124	242,124
13. Reserves	207,108	192,845
14. Shareholders' equity	449,232	434,969
15. Minority interests	92,193	92,472
16. Long term liabilities		
16.1 Borrowings	35,977	33,173
16.2 Deferred tax liabilities	27,739	28,652
16.3 Club establishment fund	17,896	17,809
	623,037	607,075
17. Net tangible assets per share (RM)	1.76	1.70

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 March 2005)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the six months ended 30 September 2005

	Non-Distributable	Distributable	Total
	RM'000	RM'000	RM'000
1. 6 months ended 30-9-2005			
1.1 At 1 April 2005	196,573	238,396	434,969
1.2 Prior Year Adjustment(s)	-	-	-
As restated	196,573	238,396	434,969
1.3 Transfer within reserves on realisation upon disposal of assets	(14,192)	14,444	252
1.4 Net profit for the period	-	14,011	14,011
1.5 Revaluation surplus/(deficits)	-	-	-
1.6 Dividends	-	-	-
At 30 September 2005	182,381	266,851	449,232
2. 6 months ended 30-9-2004			
2.1 At 1 April 2004	195,730	203,609	399,339
2.2 Prior Year Adjustment	-	67	67
2.3 Net profit for the period	-	22,819	22,819
2.4 Dividends	-	-	-
At 30 September 2004	195,730	226,495	422,225

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2005)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the six months ended 30 September 2005

	6 months ended 30-9-2005 RM'000	6 months ended 30-9-2004 RM'000
1. Net cash inflow / (outflow) from operating activities	(5,508)	25,026
2. Net cash inflow / (outflow) from investing activities	(1,104)	(11,182)
3. Net cash inflow / (outflow) from financing activities	(3,315)	2,085
4. Net increase / (decrease) in cash and cash equivalents	(9,927)	15,929
5. Cash and cash equivalents at 1 April 2005 / 2004	48,080	53,256
6. Cash and cash equivalents at 30 September 2005 / 2004	38,153	69,185

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2005)

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 FRS 134, 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 2005.

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 2005.

2. Audit report for the preceding annual financial statements

The audit report for the financial statements for the year ended 31 March 2005 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

There was no dividend paid during the financial period ended 30 September 2005.

8. Valuations of property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the previous annual financial statements.

9. Material events subsequent to the balance sheet date

There were no material events subsequent to the end of current quarter to [22 November 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.

	6 months ended 30 September			
	Revenue		Profit/(Loss) before Tax	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Investment & Corporate Services	30,254	5,520	1,685	(722)
Property Development	69,134	90,901	13,757	29,534
Construction	42,072	56,759	1,342	4,017
Trading	11,954	20,595	204	210
Manufacturing	6,284	3,963	329	(11)
Quarrying	18,916	28,166	769	557
	<u>178,614</u>	<u>205,904</u>	<u>18,086</u>	<u>33,585</u>
Inter-company	<u>(65,940)</u>	<u>(65,099)</u>	<u>1,287</u>	<u>(1,173)</u>
	<u><u>112,674</u></u>	<u><u>140,805</u></u>	<u><u>19,373</u></u>	<u><u>32,412</u></u>

11. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations for the current quarter.

12. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at [30 September 2005](#).

13. Capital commitments

No capital commitment was outstanding as at [30 September 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 [RM5.99 million](#).
- Procurement of building materials for approximately [RM1.76 million](#).
- Procurement of engineering consultancy services for approximately [RM0.77 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 **RM6.0 million** for the current quarter under review and **RM19.4 million** for the six months period ended 30 September 2005. In comparison to the preceding year's corresponding period, this represents a decrease of **65% and 40% respectively**. This is mainly attributable to lower contribution from the construction and property development sector as there were no new launches in the current quarter under review.

2. Variation of results against preceding quarter

The Group's profit before taxation for the current quarter **decreased by 55%** compared to **RM13.3 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. Current year prospects

Barring any unforeseen circumstances, the Board of Directors is positive that the Group's performance for the current 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 30 September		Year-to-date ended 30 September	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Current	<u>1,819</u>	<u>5,188</u>	<u>5,797</u>	<u>9,700</u>
Under / (Over) provision in prior period	126	-	126	-
Deferred	<u>(26)</u>	<u>(206)</u>	<u>(282)</u>	<u>(366)</u>
	<u><u>1,919</u></u>	<u><u>4,982</u></u>	<u><u>5,641</u></u>	<u><u>9,334</u></u>

The Group's effective tax rate for the current quarter approximates the statutory tax rate.

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 [30 September 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 [22 November 2005](#).

9. Borrowings

The borrowings as at [30 September 2005](#) are as follows: -

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short Term	228	43,175	43,403
Long Term	22,989	12,988	35,977
	<u>23,217</u>	<u>56,163</u>	<u>79,380</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 [22 November 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 [22 November 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 11th Annual General Meeting held on 27 September 2005 the declaration of a First and Final Dividend of 7% comprising 5% less 28% tax and 2% tax exempt (financial year ended 31 March 2004 : 5% less 28% tax) for the financial year ended 31 March 2005. 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 18 October 2005 in respect of ordinary transfers; and shares bought on Bursa Malaysia Securities Berhad ("BMSB") on a cum entitlement basis according to the Rules of the BMSB. The aforesaid dividend amounting to RM13,558,929 was paid on 28 October 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
29 November 2005