

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED INCOME STATEMENTS
Financial Period Ended 30 June 2008

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		Increase / (Decrease)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD		
	30-06-08	30-06-07	30-06-08	30-06-07		
	RM'000	RM'000	RM'000	RM'000		
		A	B	A - B	%	
1. Revenue	77,638	37,809	77,638	37,809	39,829	105%
2. Cost of sales	(65,193)	(30,060)	(65,193)	(30,060)	35,133	117%
3. Gross Profit	12,445	7,749	12,445	7,749	4,696	61%
4. Other Income	579	919	579	919	(340)	-37%
5. Distribution Costs	(1,091)	(581)	(1,091)	(581)	510	88%
6. Administration Expenses	(2,667)	(2,682)	(2,667)	(2,682)	(15)	-1%
7. Profit from Operations	9,266	5,405	9,266	5,405	3,861	71%
8. Finance Costs	(550)	(332)	(550)	(332)	218	66%
9. Profit / (Loss) from Associate	-	-	-	-	-	-
10. Profit before Taxation	8,716	5,073	8,716	5,073	3,643	72%
11. Taxation	(2,729)	(1,582)	(2,729)	(1,582)	1,147	73%
12. Profit for the Period	5,987	3,491	5,987	3,491	2,496	71%
Attributable to:						
13. Equity holders of the parent	5,987	3,539	5,987	3,539	2,448	69%
14. Minority Interests	-	(48)	-	(48)	(48)	-100%
	5,987	3,491	5,987	3,491	2,496	71%
Earnings per share attributable to equity holders of the parent:						
15. Basic & Fully Diluted (Sen)	2.47	1.46	2.47	1.46	1.01	69%

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2008)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED BALANCE SHEET
As at 30 June 2008

	As At 30-06-2008 RM'000	As At 31-03-2008 RM'000
ASSETS		
Non-current assets		
1. Property, plant and equipment	222,613	223,305
2. Investment in associate	1,275	1,275
3. Investment properties	47,173	47,173
4. Land held for property development	44,751	44,623
5. Intangible assets	16,046	16,283
6. Investments	124	124
7. Trust account	1,166	1,562
8. Deferred tax assets	3,243	3,273
9. Prepaid lease payments	1,117	1,098
	337,508	338,716
10. Current assets		
10.1 Property development costs	204,583	192,088
10.2 Inventories	73,109	93,236
10.3 Trade and other receivables	103,123	111,732
10.4 Current Tax Assets	3,188	3,998
10.5 Cash and deposits	40,284	23,695
	424,287	424,749
11. TOTAL ASSETS	761,795	763,465
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
12. Share capital	242,124	242,124
13. Reserves	270,510	264,523
Total equity	512,634	506,647
14. Non-current liabilities		
14.1 Borrowings	22,895	23,116
14.2 Deferred tax liabilities	16,193	16,193
14.3 Club establishment fund	18,168	18,081
	57,256	57,390
15. Current liabilities		
15.1 Trade and other payables	98,205	101,758
15.2 Borrowings	91,578	96,373
15.3 Taxation	2,122	1,297
	191,905	199,428
16. TOTAL LIABILITIES	249,161	256,818
17. TOTAL EQUITY AND LIABILITIES	761,795	763,465
18. Net assets per share (RM)	2.12	2.09

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 March 2008)

SHL CONSOLIDATED BHD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the financial period ended 30 June 2008

	← Attributable to Equity Holders of the Parent →					Distributable Retained Profits	Total	Minority Interest	Total Equity
	← Non-distributable →								
	Share Capital	Share Premium	Revaluation Surplus	Merger Deficit	Capital Reserve				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
1. 3 months ended 30 June 2008									
1.1 At 1 April 2008	242,124	1,225	50,021	(130,464)	11,040	332,701	506,647	-	506,647
1.2 Prior Year Adjustment(s)	-	-	-	-	-	-	-	-	-
As restated	242,124	1,225	50,021	(130,464)	11,040	332,701	506,647	-	506,647
1.3 Net profit for the period	-	-	-	-	-	5,987	5,987	-	5,987
At 30 June 2008	242,124	1,225	50,021	(130,464)	11,040	338,688	512,634	-	512,634
2. 3 months ended 30 June 2007									
2.1 At 1 April 2007	242,124	1,225	49,762	(130,464)	11,040	282,439	456,126	87,307	543,433
2.2 Prior Year Adjustment(s)	-	-	-	-	-	-	-	-	-
As restated	242,124	1,225	49,762	(130,464)	11,040	282,439	456,126	87,307	543,433
2.3 Effect of change in tax rates on opening deferred tax	-	-	-	-	-	-	-	-	-
2.4 Net profit for the period	-	-	-	-	-	3,539	3,539	(48)	3,491
At 30 June 2007	242,124	1,225	49,762	(130,464)	11,040	285,978	459,665	87,259	546,924

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2008)

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the financial period ended 30 June 2008

	3 months ended 30-06-2008	3 months ended 30-06-2007
	RM'000	RM'000
1. Net cash inflow / (outflow) from operating activities	21,259	(355)
2. Net cash inflow / (outflow) from investing activities	268	(737)
3. Net cash inflow / (outflow) from financing activities	(5,264)	6,880
4. Net increase / (decrease) in cash and cash equivalents	16,263	5,788
5. Cash and cash equivalents at 1 April 2008 / 2007	23,518	22,845
6. Cash and cash equivalents at 30 June 2008 / 2007	39,781	28,633

Cash and cash equivalents at the end of the financial period comprise the following:

	RM'000	RM'000
Cash and deposits	40,284	28,660
Bank overdrafts	(503)	(27)
	39,781	28,633

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 March 2008)

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 Financial Reporting Standard 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 2008.

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 2008.

2. Changes in Accounting Policies

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the audited financial statements for the year ended 31 March 2008.

On 1 April 2008, the Group adopted the following Financial Reporting Standards (“FRSs”) and Amendment to FRS and Interpretations which were effective for annual periods beginning on or after 1 July 2007:

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
Amendment to FRS 121	The Effects of Changes in Foreign Exchange Rates- Net Investment in a Foreign Operation
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC Interpretation 2	Members' Shares in Co-operative Entities and Similar Instruments
IC Interpretation 5	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6	Liabilities Arising from Participation in a Specific Market- Waste Electrical and Electronical Equipment
IC Interpretation 7	Applying the Restatement Approach under FRS 129 ²⁰⁰⁴ Financial Reporting in Hyperinflationary Economies
IC Interpretation 8	Scope of FRS 2

The adoption of the above FRSs, Amendment to FRS and Interpretations did not result in significant changes in accounting policies of the Group.

- 3. Audit report for the preceding annual financial statements**
The audit report for the financial statements for the year ended [31 March 2008](#) was not qualified.
- 2. 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.
- 3. Exceptional items**
There were no exceptional items during the current periods under review
- 4. 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.
- 5. 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.
- 6. Dividends paid**
There was no dividend paid during the financial period ended [31 March 2008](#).
- 7. Valuations of property, plant and equipment**
The valuations of land and buildings have been brought forward, without amendment from the previous annual financial statements.
- 8. Material events subsequent to the balance sheet date**
There were no material events subsequent to the end of current quarter to [19 August 2008](#), the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

9. Segment information

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

	3 months ended 30 June					
	Revenue			Profit/(Loss) before Tax		
	2008		2007	2008		2007
	RM'000		RM'000	RM'000		RM'000
Investment & Services	3,736		3,439	117		175
Property Development	55,111		23,786	10,763		4,463
Construction	37,493		16,600	1,037		(324)
Trading	18,489		7,519	144		128
Manufacturing	2,828		1,261	(81)		(412)
Quarrying	2,072		4,705	52		73
	119,729		57,310	12,032		4,103
Inter-company	(42,091)		(19,501)	(3,316)		970
	77,638		37,809	8,716		5,073

10. Changes in the composition of the Group

There were no other 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 financial quarter under review

11. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at [31 March 2008](#).

12. Capital commitments

No capital commitment was outstanding as at [31 March 2008](#).

13. Related party transactions

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

- a) Income from provision of management services for approximately [RM0.24](#) million.
- b) Rental of premises for approximately [RM0.23](#) 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 **RM8.72 million** for the current quarter under review. In comparison to the preceding year's corresponding period, this represents **an increase of 72%**. The increase in the Group's profit is mainly due to good take up rates in our Alam Budiman and Palm Walk projects during the current **quarter** under review.

2. Variation of results against preceding quarter

The Group's profit before taxation for the current quarter **decreased by 9%** compared to **RM9.57 million** achieved in the immediate preceding quarter. **This is mainly due to the decrease in operating profit from the property development sector.**

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		
	30 June			30 June		
	2008		2007	2008		2007
	RM'000		RM'000	RM'000		RM'000
Current	2,699		1,320	2,699		1,320
Under / (Over) provision in prior period	-		-	-		-
Deferred	30		262	30		262
	<u>2,729</u>		<u>1,582</u>	<u>2,729</u>		<u>1,582</u>

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 June 2008](#): -

	RM'000
(i) At cost	7
(ii) At book value	7
(iii) At market value	4

8. Status of corporate proposals announced

There were no corporate proposals announced but not completed as at [19 August 2008](#).

9. Borrowings

The borrowings as at [30 June 2008](#) are as follows: -

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short Term	478	91,100	91,578
Long Term	167	22,728	22,895
	<u>645</u>	<u>113,828</u>	<u>114,473</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 [19 August 2008](#), 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 [19 August 2008](#), the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

12. Dividend

No dividend was declared for the first quarter ended [30 June 2008](#).

13. Earnings per share (Basic and fully diluted)

Earnings per share of the Group is calculated by dividing profit for the period attributable to ordinary equity holders of SHL Consolidated Bhd by the number of ordinary shares in issue during the said financial period.

For and on behalf of the Board
SHL CONSOLIDATED BHD.

Dato' Yap Teiong Choon
Executive Director
26 August 2008