

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		Increase / (Decrease)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD		
	30-09-08	30-09-07	30-09-08	30-09-07		
	RM'000	RM'000	RM'000	RM'000		
		A	B	A - B		%
1. Revenue	60,569	72,167	138,207	109,976	28,231	26%
2. Cost of sales	(51,718)	(58,240)	(116,911)	(88,300)	28,611	32%
3. Gross Profit	8,851	13,927	21,296	21,676	(380)	-2%
4. Other Income	2,401	1,004	2,980	1,923	1,057	55%
5. Distribution Costs	(518)	(866)	(1,609)	(1,447)	162	11%
6. Administration Expenses	(2,992)	(4,281)	(5,659)	(6,963)	(1,304)	-19%
7. Profit from Operations	7,742	9,784	17,008	15,189	1,819	12%
8. Finance Costs	(559)	(300)	(1,109)	(632)	477	75%
9. Profit / (Loss) from Associate	(4)	(4)	(4)	(4)	-	-
10. Profit before Taxation	7,179	9,480	15,895	14,553	1,342	9%
11. Taxation	(1,623)	(2,759)	(4,352)	(4,341)	11	0%
12. Profit for the Period	5,556	6,721	11,543	10,212	1,331	13%
Attributable to:						
13. Equity holders of the parent	5,556	7,211	11,543	10,750	793	7%
14. Minority Interests	-	(490)	-	(538)	(538)	-100%
	5,556	6,721	11,543	10,212	1,331	13%
Earnings per share attributable to equity holders of the parent:						
15. Basic & Fully Diluted (Sen)	2.29	2.98	4.77	4.44	0.33	7%

(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 September 2008

	As At 30-09-2008 RM'000	As At 31-03-2008 RM'000
ASSETS		
Non-current assets		
1. Property, plant and equipment	222,005	223,305
2. Investment in associate	1,271	1,275
3. Investment properties	44,884	47,173
4. Land held for property development	28,924	44,623
5. Intangible assets	15,814	16,283
6. Investments	125	124
7. Trust account	1,281	1,562
8. Deferred tax assets	4,742	3,273
9. Prepaid lease payments	1,099	1,098
	320,145	338,716
10. Current assets		
10.1 Property development costs	226,702	192,088
10.2 Inventories	69,915	93,236
10.3 Trade and other receivables	80,138	111,732
10.4 Current Tax Assets	2,533	3,998
10.5 Cash and deposits	40,991	23,695
	420,279	424,749
11. TOTAL ASSETS	740,424	763,465
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
12. Share capital	242,124	242,124
13. Reserves	276,066	264,523
Total equity	518,190	506,647
14. Non-current liabilities		
14.1 Borrowings	15,919	23,116
14.2 Deferred tax liabilities	16,193	16,193
14.3 Club establishment fund	18,171	18,081
	50,283	57,390
15. Current liabilities		
15.1 Trade and other payables	82,843	101,758
15.2 Borrowings	86,116	96,373
15.3 Taxation	2,992	1,297
	171,951	199,428
16. TOTAL LIABILITIES	222,234	256,818
17. TOTAL EQUITY AND LIABILITIES	740,424	763,465
18. Net assets per share (RM)	2.14	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 September 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. 6 months ended 30 September 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	-	-	-	-	-	11,543	11,543	-	11,543
At 30 September 2008	242,124	1,225	50,021	(130,464)	11,040	344,244	518,190	-	518,190
2. 6 months ended 30 September 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	-	-	-	-	-	10,750	10,750	(538)	10,212
At 30 September 2007	242,124	1,225	49,762	(130,464)	11,040	293,189	466,876	86,769	553,645

(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 September 2008

	6 months ended 30-09-2008 RM'000	6 months ended 30-09-2007 RM'000
1. Net cash inflow / (outflow) from operating activities	30,197	(844)
2. Net cash inflow / (outflow) from investing activities	4,446	(965)
3. Net cash inflow / (outflow) from financing activities	(17,202)	1,804
4. Net increase / (decrease) in cash and cash equivalents	17,441	(5)
5. Cash and cash equivalents at 1 April 2008 / 2007	23,519	22,845
6. Cash and cash equivalents at 30 September 2008 / 2007	40,960	22,840

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

	RM'000	RM'000
Cash and deposits	40,991	22,868
Bank overdrafts	(31)	(28)
	40,960	22,840

(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.
- 4. 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.
- 5. Exceptional items**
There were no exceptional items during the current periods under review
- 6. 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.
- 7. 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.
- 8. Dividends paid**
There was no dividend paid during the financial period ended 30 September 2008.
- 9. Valuations of property, plant and equipment**
The valuations of land and buildings have been brought forward, without amendment from the previous annual financial statements.
- 10. Material events subsequent to the balance sheet date**
There were no material events subsequent to the end of current quarter to 17 November 2008, the latest practicable date that is not earlier than 7 days from the date of issue of this quarterly report.

11. Segment information

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

	6 months ended 30 September			
	Revenue		Profit/(Loss) before Tax	
	2008	2007	2008	2007
	RM'000	RM'000	RM'000	RM'000
Investment & Services	7,341	6,856	24	(149)
Property Development	92,710	80,209	17,781	14,506
Construction	75,910	38,850	2,274	(60)
Trading	35,985	16,553	1,952	275
Manufacturing	5,439	2,416	(460)	(885)
Quarrying	5,972	9,484	289	278
	<u>223,357</u>	<u>154,368</u>	<u>21,860</u>	<u>13,965</u>
Inter-company	<u>(85,150)</u>	<u>(44,392)</u>	<u>(5,965)</u>	<u>588</u>
	<u>138,207</u>	<u>109,976</u>	<u>15,895</u>	<u>14,553</u>

12. 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

13. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at 30 September 2008.

14. Capital commitments

No capital commitment was outstanding as at 30 September 2008.

15. 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 RM0.49 million.
- b) Procurement of building materials for approximately RM6.08 million.
- c) Procurement of engineering consultancy services for approximately RM0.53 million.
- d) Rental of premises for approximately RM0.44 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 RM7.18 million for the current quarter under review. In comparison to the preceding year's corresponding period, this represents a decrease of 24%. The decrease in the Group's profit is mainly due to lower billings to house buyers.

2. Variation of results against preceding quarter

The Group's profit before taxation for the current quarter decreased by 18% compared to RM8.72 million achieved in the immediate preceding quarter. This is mainly due to the decrease in operating profit from the property development sector.

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		Year-to-date ended	
	30 September		30 September	
	2008	2007	2008	2007
	RM'000	RM'000	RM'000	RM'000
Current	2,468	2,851	5,167	4,171
Under / (Over) provision in prior period	654	-	654	-
Deferred	(1,499)	(92)	(1,469)	170
	<u>1,623</u>	<u>2,759</u>	<u>4,352</u>	<u>4,341</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 September 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 17 November 2008.

9. Borrowings

The borrowings as at 30 September 2008 are as follows: -

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short Term	418	85,698	86,116
Long Term	136	15,783	15,919
	<u>554</u>	<u>101,481</u>	<u>102,035</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 17 November 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 17 November 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 second quarter ended 30 September 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
24 November 2008