

SHL CONSOLIDATED BHD
CONDENSED CONSOLIDATED INCOME STATEMENTS
Financial Period Ended 31 December 2008

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		Increase / (Decrease)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD		
	31-12-08	31-12-07	31-12-08	31-12-07		
	RM'000	RM'000	RM'000	RM'000		
		A	B	A - B	%	
1. Revenue	77,494	20,017	215,701	129,993	85,708	66%
2. Cost of sales	(64,025)	(14,989)	(180,936)	(103,289)	77,647	75%
3. Gross Profit	13,469	5,028	34,765	26,704	8,061	30%
4. Other Income	826	47,733	3,806	49,656	(45,850)	-92%
5. Distribution Costs	(543)	(694)	(2,152)	(2,141)	11	1%
6. Administration Expenses	(3,298)	(3,364)	(8,957)	(10,327)	(1,370)	-13%
7. Profit from Operations	10,454	48,703	27,462	63,892	(36,430)	-57%
8. Finance Costs	351	(188)	(758)	(820)	(62)	-8%
9. Profit / (Loss) from Associate	-	(1)	(4)	(5)	(1)	-20%
10. Profit before Taxation	10,805	48,514	26,700	63,067	(36,367)	-58%
11. Taxation	(3,346)	(1,028)	(7,698)	(5,369)	2,329	43%
12. Profit for the Period	7,459	47,486	19,002	57,698	(38,696)	-67%
Attributable to:						
13. Equity holders of the parent	7,459	47,486	19,002	58,236	(39,234)	-67%
14. Minority Interests	-	-	-	(538)	(538)	-100%
	7,459	47,486	19,002	57,698	(38,696)	-67%
Earnings per share attributable to equity holders of the parent:						
15. Basic & Fully Diluted (Sen)	3.08	19.61	7.85	24.05	(16.20)	-67%

(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 31 December 2008

	As At 31-12-2008 RM'000	As At 31-03-2008 RM'000
ASSETS		
Non-current assets		
1. Property, plant and equipment	222,744	223,305
2. Investment in associate	1,271	1,275
3. Investment properties	44,893	47,173
4. Land held for property development	28,926	44,623
5. Intangible assets	15,580	16,283
6. Investments	125	124
7. Trust account	1,323	1,562
8. Deferred tax assets	4,468	3,273
9. Prepaid lease payments	1,090	1,098
	320,420	338,716
10. Current assets		
10.1 Property development costs	220,554	192,088
10.2 Inventories	65,555	93,236
10.3 Trade and other receivables	79,007	111,732
10.4 Current Tax Assets	2,796	3,998
10.5 Cash and deposits	37,495	23,695
	405,407	424,749
11. TOTAL ASSETS	725,827	763,465
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
12. Share capital	242,124	242,124
13. Reserves	272,775	264,523
14. Total equity	514,899	506,647
15. Non-current liabilities		
15.1 Borrowings	13,904	23,116
15.2 Deferred tax liabilities	16,193	16,193
15.3 Club establishment fund	18,171	18,081
	48,268	57,390
16. Current liabilities		
16.1 Trade and other payables	70,039	101,758
16.2 Borrowings	88,644	96,373
16.3 Taxation	3,977	1,297
	162,660	199,428
17. TOTAL LIABILITIES	210,928	256,818
18. TOTAL EQUITY AND LIABILITIES	725,827	763,465
19. Net assets per share (RM)	2.13	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 31 December 2008

	← Attributable to Equity Holders of the Parent →						Distributable Retained Profits	Total RM'000	Minority Interest RM'000	Total Equity RM'000
	← Non-distributable →					Capital Reserve RM'000				
	Share Capital RM'000	Share Premium RM'000	Revaluation Surplus RM'000	Merger Deficit RM'000						
1. 9 months ended 31 December 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	-	-	-	-	-	19,002	19,002	-	19,002	
1.4 Dividends	-	-	-	-	-	(10,750)	(10,750)	-	(10,750)	
At 31 December 2008	242,124	1,225	50,021	(130,464)	11,040	340,953	514,899	-	514,899	
2. 9 months ended 31 December 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	-	-	-	-	-	58,238	58,238	(540)	57,698	
2.5 Acquisition of minority interest	-	-	-	-	-	-	-	(86,767)	(86,767)	
2.6 Dividends	-	-	-	-	-	(10,605)	(10,605)	-	(10,605)	
At 31 December 2007	242,124	1,225	49,762	(130,464)	11,040	330,072	503,759	-	503,759	

(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 31 December 2008

	9 months ended 31-12-2008	9 months ended 31-12-2007
	RM'000	RM'000
1. Net cash inflow / (outflow) from operating activities	38,683	4,327
2. Net cash inflow / (outflow) from investing activities	3,934	(9,755)
3. Net cash inflow / (outflow) from financing activities	(28,673)	6,793
4. Net increase / (decrease) in cash and cash equivalents	13,944	1,365
5. Cash and cash equivalents at 1 April 2008 / 2007	23,519	22,845
6. Cash and cash equivalents at 31 December 2008 / 2007	37,463	24,210

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

	RM'000	RM'000
Cash and deposits	37,495	24,238
Bank overdrafts	(32)	(28)
	37,463	24,210

(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**
Dividend paid during the financial period ended 31 December 2008 amounted to RM10,750,293.
- 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 16 February 2009, 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.

	9 months ended 31 December			
	Revenue		Profit/(Loss) before Tax	
	2008	2007	2008	2007
	RM'000	RM'000	RM'000	RM'000
Investment & Services	10,838	10,342	(641)	(130)
Property Development	153,368	83,921	27,567	60,504
Construction	112,975	63,741	2,662	1,180
Trading	47,621	27,209	2,015	364
Manufacturing	7,448	3,944	451	283
Quarrying	9,208	13,348	519	474
	<u>341,458</u>	<u>202,505</u>	<u>32,573</u>	<u>62,675</u>
Inter-company	<u>(125,757)</u>	<u>(72,512)</u>	<u>(5,873)</u>	<u>392</u>
	<u>215,701</u>	<u>129,993</u>	<u>26,700</u>	<u>63,067</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 31 December 2008.

14. Capital commitments

No capital commitment was outstanding as at 31 December 2008.

15. Related party transactions

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

- Income from provision of management services for approximately RM0.77 million.
- Procurement of building materials for approximately RM8.46 million.
- Procurement of engineering consultancy services for approximately RM1.86 million.
- Rental of premises for approximately RM0.63 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 RM10.81 million for the current quarter under review. In comparison to the preceding year's corresponding period, this represents a decrease of 78%. The decrease in the Group's profit is mainly due to the recognition of negative goodwill resulted from the acquisition of 40% equity interest in SHL-M Sdn Bhd (formerly known as Sin Heap Lee Marubeni Sdn Bhd) from Marubeni Corporation of Japan during the preceding year's corresponding period by Sin Heap Lee Development Sdn Bhd, a wholly-owned subsidiary of SHL Consolidated Bhd. Following from the acquisition, SHL-M Sdn Bhd is now a wholly-owned subsidiary of Sin Heap Lee Development Sdn Bhd.

2. Variation of results against preceding quarter

The Group's profit before taxation for the current quarter increased by 51% compared to RM7.18 million achieved in the immediate preceding quarter. This is mainly due to the increase 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	
	31 December		31 December	
	2008	2007	2008	2007
	RM'000	RM'000	RM'000	RM'000
Current	2,825	1,037	7,992	5,208
Under / (Over) provision in prior period	247	(24)	901	(24)
Deferred	274	15	(1,195)	185
	<u>3,346</u>	<u>1,028</u>	<u>7,698</u>	<u>5,369</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) During the current quarter under review, the quoted securities of 4,000 unit shares in Saujana Consolidated Berhad has been delisted from the Official List of Bursa Malaysia Securities with effect from 9.00 a.m., Thursday, 13 November 2008.

8. Status of corporate proposals announced

There were no corporate proposals announced but not completed as at 23 February 2009.

9. Borrowings

The borrowings as at 31 December 2008 are as follows: -

	Secured	Unsecured	Total
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Short Term	601	88,043	88,644
Long Term	1,054	12,850	13,904
	<u>1,655</u>	<u>100,893</u>	<u>102,548</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 16 February 2009, 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 16 February 2009, 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 14th Annual General Meeting held on 25 September 2008 the declaration of a First and Final Dividend of 6% less 26% tax for the financial year ended 31 March 2008 (financial year ended 31 March 2007 : 6% less 27% tax). 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 2008 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 RM10,750,293 was paid on 31 October 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
23 February 2009