

SEE HUP CONSOLIDATED BERHAD
(Company no. 391077-V)
(Incorporated in Malaysia)
(and its subsidiaries)

NOTES TO INTERIM FINANCIAL REPORT - 30 JUNE 2005

13 Capital commitments

There were no capital commitments during the quarter under review.

14 Review of performance of current quarter and current year to date

The Group recorded a loss before taxation of RM286,000 for the current quarter as compared to profit before taxation of RM1.7 million for the preceding corresponding quarter. The increase in fuel and maintenance costs had mainly contributed to higher operating costs which together with the increase in financing costs for capital expenditure and working capital led to the Group's loss for the current quarter.

The gain on disposal of quoted investments had also contributed to the profit recorded in the preceding corresponding quarter.

15 Results against preceding quarter

The Group recorded revenue of RM20.3 million and loss before taxation of RM286,000 in the current quarter as compared to revenue of RM18.7 million and profit before taxation of RM26,000 in the preceding quarter. The loss recorded was mainly due to higher operating costs attributable to increase in fuel costs and other maintenance costs.

16 Current year prospects

Barring any unforeseen circumstances, the overall financial performance of the Group is expected to be satisfactory in the remaining quarters.

17 Profit forecast

Not applicable as no profit forecast was published.