

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

NOTES TO INTERIM FINANCIAL REPORT - 31 DECEMBER 2005

11 Changes in composition of the Group

There were no changes in the composition of the Group during the quarter under review.

12 Changes in contingent liabilities/contingent assets

There were no contingent liabilities/assets during the quarter under review.

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 loss before taxation of RM128,000 and profit before taxation of RM146,000 for the current quarter and current year to date respectively as compared to loss before taxation of RM261,000 and profit before taxation of RM3,125,000 for the preceding year corresponding quarter and preceding year to date respectively. The lower profit was mainly due to higher operating costs attributable to high fuel costs and other maintenance costs in the inland transportation and related logistics services business segment.

15 Results against preceding quarter

The Group recorded revenue of RM22 million and loss before taxation of RM128,000 in the current quarter as compared to revenue of RM21.8 million and profit before taxation of RM560,000 in the preceding quarter. The loss for this quarter was mainly due to high operating costs especially fuel costs and other motor vehicle fleet 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.