

SEE HUP CONSOLIDATED BERHAD

**(Company no. 391077-V)
(Incorporated in Malaysia)
(and its subsidiaries)**

NOTES TO INTERIM FINANCIAL REPORT - 30 JUNE 2007

1 Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with FRS 134²⁰⁰⁴ : Interim Financial Reporting and the additional disclosure requirements as set out in Part A of Appendix 9B of the Revised Listing Requirements.

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 2007.

2 Qualification of audit report of the preceding annual financial statements

There were no qualifications on the audit report of the financial statements for the year ended 31 March 2007.

3 Seasonal or cyclical factors

The Group's performance in the current quarter and current year to date was not affected by any seasonal or cyclical factors.

4 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flow during the quarter and current year to date.

5 Changes in estimates

There were no material changes in the estimates used for the preparation of this interim financial report.

6 Debts and equity securities

There were no issuance, cancellations, repurchase, resale and repayments of debt and equity securities for the current year to date.

7 Dividend paid

No dividend was paid since the end of the previous financial year.

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8 Segmental information

Segmental information is presented in respect of the Group's business segment.

	Transportation and logistics services RM'000	Trading RM'000	Others RM'000	Total RM'000
Revenue	24,991	8,383	115	33,489
Inter-segment elimination	-	-	-	-
	<u>24,991</u>	<u>8,383</u>	<u>115</u>	<u>33,489</u>
Profit/(Loss) before taxation	1,877	(23)	151	2,005
Share of profit of associates	66	-	-	66
	<u>1,943</u>	<u>(23)</u>	<u>151</u>	<u>2,071</u>

9 Property, plant and equipment

The property, plant and equipment are stated at cost/valuation less accumulated depreciation and accumulated impairment losses, if any.

There were no material write-down in property, plant and equipment during the quarter under review.

The valuation of property, plant and equipment has been brought forward without any amendments from the previous annual financial statements.

10 Events subsequent to balance sheet date

There were no material events subsequent to balance sheet date.

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.

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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

Group revenue has increased by 44% from RM23.2 million in the preceding corresponding quarter to RM33.5 million in the current quarter ending 30 June 2007. The increase in revenue is significantly contributed from its trading activities, haulage, bulk cargo handling, warehousing and forwarding services business segments. Arising from the higher revenue achieved, the Group is able to report a favourable RM2.1 million profit before tax compared to RM261,000 in 2006 corresponding quarter.

15 Results against preceding quarter

The current quarter's reported revenue of RM33.5 million has resulted in a net profit of RM1.5 million as compared to the preceding quarter revenue of RM26.9 million and RM629,000 respectively. The favourable results has enabled to Group to report positive basic earnings per share of 2.37 sen compared to negative 1.23 sen in the preceding quarter.

16 Prospects for the remaining quarters

Barring any unforeseen circumstances, the overall financial performance of the Group is expected to improve.

17 Profit forecast

Not applicable as no profit forecast was published.

18 Tax expense

	Current Year Quarter 30-Jun-07 RM'000	Preceding Year Corresponding Quarter 30-Jun-06 RM'000	Current Year To date 30-Jun-07 RM'000	Preceding Year To date 30-Jun-06 RM'000
Current tax expense				
- Current period	565	200	565	200
- Prior years	-	-	-	-
	565	200	565	200
Deferred taxation				
- Current period	-	-	-	-
- Prior years	-	-	-	-
	565	200	565	200

The tax expense was mainly in respect of the results of certain profit-making subsidiaries.

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19 Unquoted investments and properties

There were no disposal of unquoted investments and properties during the quarter under review.

20 Quoted investments

	Current Year Quarter RM'000	Current Year To date RM'000
Total purchases	-	-
Total cost of disposal	10	-
Total profit on disposal	10	10
Investment in quoted securities as at 30 June 2007		
		As at 30-Jun-07 RM'000
Total investment at cost		991
Total investment at net book value		991
Total investment at market value		1,059

21 Status of corporate proposals announced

There were no corporate proposals announced during the quarter ended 30 June 2007.

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22 Group borrowings and debts securities

	30-Jun-07 RM'000
Current	
- Secured	3,827
- Unsecured	23,024
	<u>26,851</u>
Non-current	
- Secured	1,422
- Unsecured	1,727
	<u>3,149</u>

The above borrowings are denominated in Ringgit Malaysia.

23 Off balance sheet financial instruments

The Group did not have financial instruments with off balance sheet risk as at 24 August 2007 (the latest practicable date which is not earlier than 7 days from the date of this quarterly report).

24 Changes in material litigation

The Group was not engaged in any material litigation as at 24 August 2007 (the latest practicable date which is not earlier than 7 days from the date of this quarterly report).

25 Earnings per share

The earnings per share are calculated by dividing the profit or loss attributable to ordinary equity holders of the parent by the weighted average numbers of shares in issue during the period as follows:

	<u>Weighted Average No. of Shares</u>	
	<u>Current Year Quarter 30-Jun-07 '000</u>	<u>Current Year To date 30-Jun-07 '000</u>
For computing basic earnings per share	40,118	40,118
No. of shares under ESOS deemed to have been issued for no consideration	95	95
For computing diluted earnings per share	<u>40,213</u>	<u>40,213</u>

BY ORDER OF THE BOARD

Lam Voon Kean
Company Secretary

Dated this 29th day of August 2007