

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010****Unaudited Condensed Consolidated Statement of Comprehensive Income**

		2010	2009	2010	2009
		Current	Comparative	9 months	9 months
		quarter ended	quarter ended	period ended	period ended
		30 September	30 September	30 September	30 September
Note		(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>Continuing Operations</b>					
Revenue	4	10,245	12,437	31,040	35,546
Cost of sales		<u>(8,439)</u>	<u>(10,876)</u>	<u>(26,106)</u>	<u>(32,122)</u>
<b>Gross profit</b>		<b>1,806</b>	<b>1,561</b>	<b>4,934</b>	<b>3,424</b>
Other income		17	23	66	53
Administrative expenses		(1,061)	(910)	(3,305)	(3,236)
Selling and marketing expenses		(544)	(544)	(1,385)	(1,518)
		<u>218</u>	<u>130</u>	<u>310</u>	<u>(1,277)</u>
<b>Operating profit/ (loss)</b>		<b>218</b>	<b>130</b>	<b>310</b>	<b>(1,277)</b>
Finance costs		(374)	(463)	(905)	(1,464)
Share of loss of an associate	10	-	-	-	-
<b>Loss before tax</b>		<b>(156)</b>	<b>(333)</b>	<b>(595)</b>	<b>(2,741)</b>
Income tax expense	20	-	-	-	-
<b>Loss for the period attributable to owners of the Company</b>		<b>(156)</b>	<b>(333)</b>	<b>(595)</b>	<b>(2,741)</b>
<b>Other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<u>(156)</u>	<u>(333)</u>	<u>(595)</u>	<u>(2,741)</u>
<b>Total comprehensive loss for the period attributable to owners of the Company</b>		<b>(156)</b>	<b>(333)</b>	<b>(595)</b>	<b>(2,741)</b>
<b>Loss per share attributable to equity holders of the Company:</b>					
Basic, for loss for the period (sen)	28	<u>(0.21)</u>	<u>(0.45)</u>	<u>(0.81)</u>	<u>(3.73)</u>
Diluted, for loss for the period (sen)	28	<u>(0.21)</u>	<u>(0.45)</u>	<u>(0.81)</u>	<u>(3.73)</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010****Unaudited Condensed Consolidated Statement of Financial Position**

		As At 30 September 2010 (Unaudited) (RM'000)	As At 31 December 2009 (Audited) (RM'000)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	9	34,993	36,065
Prepaid land lease payments		15,411	14,396
Investment in an associate	10	2,988	2,988
		<b>53,392</b>	<b>53,449</b>
<b>Current assets</b>			
Inventories		13,002	11,887
Trade receivables		8,748	9,001
Other receivables		664	625
Cash & bank balances		5,191	2,660
		<b>27,605</b>	<b>24,173</b>
<b>TOTAL ASSETS</b>		<b>80,997</b>	<b>77,622</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		73,578	73,578
Share premium		5,097	5,097
Accumulated losses		(29,377)	(28,782)
Revaluation reserve		3,685	3,685
<b>Total equity</b>		<b>52,983</b>	<b>53,578</b>
<b>Non-current liabilities</b>			
Borrowings	24	13,098	5,644
Deferred taxation		610	610
Land premium payable		1,175	419
		<b>14,883</b>	<b>6,673</b>
<b>Current liabilities</b>			
Borrowings	24	3,217	1,275
Trade payables		6,079	10,458
Other payables		3,835	5,638
Provision for taxation		-	-
		<b>13,131</b>	<b>17,371</b>
<b>Total liabilities</b>		<b>28,014</b>	<b>24,044</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>80,997</b>	<b>77,622</b>
<b>Net assets per share (RM)</b>		<b>0.72</b>	<b>0.73</b>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**

**Unaudited Condensed Consolidated Statements of Changes in Equity**

← Attributable to owners of the Company →

	<b>Share capital</b>	<b>Share premium</b>	<b>Non-distributable Revaluation reserve</b>	<b>Accumulated losses</b>	<b>Total</b>
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>At 1 January 2009</b>	73,578	5,097	3,685	(25,241)	57,119
Total comprehensive loss for the period	-	-	-	(2,741)	(2,741)
<b>At 30 September 2009</b>	<u>73,578</u>	<u>5,097</u>	<u>3,685</u>	<u>(27,982)</u>	<u>54,378</u>
<b>At 1 January 2010</b>	73,578	5,097	3,685	(28,782)	53,578
Effect arising from adoption of FRS 139	-	-	-	-	-
<b>At 1 January 2010, as restated</b>	<u>73,578</u>	<u>5,097</u>	<u>3,685</u>	<u>(28,782)</u>	<u>53,578</u>
Total comprehensive loss for the period	-	-	-	(595)	(595)
<b>At 30 September 2010</b>	<u>73,578</u>	<u>5,097</u>	<u>3,685</u>	<u>(29,377)</u>	<u>52,983</u>

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010****Unaudited Condensed Consolidated Statement of Cash Flows**

	<b>9 Months period ended 30 September 2010 RM'000</b>	<b>9 Months period ended 30 September 2009 RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before tax	(595)	(2,741)
Adjustment for:		
Non-cash items/non-operating items	3,869	4,312
Operating profit before working capital changes	<u>3,274</u>	<u>1,571</u>
(Increase)/ decrease in assets	(915)	197
(Decrease)/ increase in liabilities	(5,427)	4,103
Cash (used in)/ generated from operations	<u>(3,068)</u>	<u>5,871</u>
Taxation paid, net of refund	(9)	(14)
Others	(901)	(1,558)
Net cash (used in)/ generated from operating activities	<u>(3,978)</u>	<u>4,299</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(163)	(91)
Investment in an associate	-	-
Additions to prepaid land lease	(1,345)	-
Proceeds from disposal of property, plant & equipment	145	7
Net cash used in investing activities	<u>(1,363)</u>	<u>(84)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	10,000	-
Repayment of borrowings	(2,066)	(4,275)
Fixed deposits pledged to a bank	(30)	(30)
Net cash generated from /(used in) financing activities	<u>7,904</u>	<u>(4,305)</u>
<b>Net increase /(decrease) in cash and cash equivalents</b>	<b>2,563</b>	<b>(90)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,365</b>	<b>1,516</b>
<b>Cash and cash equivalents at the end of the period</b>	<b><u>4,928</u></b>	<b><u>1,426</u></b>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	5,191	1,824
Bank overdraft (included within short term borrowings in Note 24)	(78)	(246)
Less: Fixed deposit pledged	<u>(185)</u>	<u>(152)</u>
	<u>4,928</u>	<u>1,426</u>

**The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2009.**