

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2011****Unaudited Condensed Consolidated Statement of Comprehensive Income**

		3 months ended 30 June 2011 (RM'000)	3 months ended 30 June 2010 (RM'000)	6 months ended 30 June 2011 (RM'000)	6 months ended 30 June 2010 (RM'000)
<b>Continuing Operations</b>					
Revenue	4	10,572	10,421	22,120	20,795
Cost of sales		<u>(8,528)</u>	<u>(9,025)</u>	<u>(16,925)</u>	<u>(17,667)</u>
<b>Gross profit</b>		<b>2,044</b>	<b>1,396</b>	<b>5,195</b>	<b>3,128</b>
Other (expenses)/ income		(78)	20	(9)	49
Administrative expenses		(1,302)	(1,153)	(2,418)	(2,244)
Selling and marketing expenses		(599)	(429)	(1,180)	(840)
		<u>65</u>	<u>(166)</u>	<u>1,588</u>	<u>93</u>
<b>Operating profit/ (loss)</b>		<b>65</b>	<b>(166)</b>	<b>1,588</b>	<b>93</b>
Finance costs		(272)	(322)	(548)	(532)
Share of loss of an associate	10	-	-	-	-
<b>(Loss)/ Profit before tax</b>		<b>(207)</b>	<b>(488)</b>	<b>1,040</b>	<b>(439)</b>
Income tax expense	20	(76)	-	(76)	-
<b>(Loss)/ Profit for the period attributable to owners of the Company</b>		<b>(283)</b>	<b>(488)</b>	<b>964</b>	<b>(439)</b>
<b>Other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive (loss)/ profit for the period attributable to owners of the Company</b>		<b>(283)</b>	<b>(488)</b>	<b>964</b>	<b>(439)</b>
<b>(Loss)/ profit per share attributable to equity holders of the Company:</b>					
Basic, for (loss)/ profit for the period (sen)	29	<u>(0.38)</u>	<u>(0.66)</u>	<u>1.31</u>	<u>(0.60)</u>
Diluted, for (loss)/ profit for the period (sen)	29	<u>(0.38)</u>	<u>(0.66)</u>	<u>1.31</u>	<u>(0.60)</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 2010.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2011****Unaudited Condensed Consolidated Statement of Financial Position**

		As At 30 June 2011 (Unaudited) (RM'000)	As At 31 December 2010 (Audited) (RM'000)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	9	32,950	34,582
Prepaid land lease payments		15,058	15,290
Investment in an associate	10	2,986	2,986
		<b>50,994</b>	<b>52,858</b>
<b>Current assets</b>			
Inventories		13,099	13,041
Trade receivables		15,280	13,046
Other receivables		466	534
Income tax recoverable		107	95
Cash & bank balances		2,924	5,459
		<b>31,876</b>	<b>32,175</b>
<b>TOTAL ASSETS</b>		<b>82,870</b>	<b>85,033</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		73,583	73,583
Share premium		5,097	5,097
Accumulated losses		(26,993)	(27,957)
Revaluation reserve		3,685	3,685
<b>Total equity</b>		<b>55,372</b>	<b>54,408</b>
<b>Non-current liabilities</b>			
Borrowings	25	10,844	12,604
Deferred taxation		610	610
Land premium payable		971	971
		<b>12,425</b>	<b>14,185</b>
<b>Current liabilities</b>			
Borrowings	25	3,460	3,253
Trade payables		7,866	7,420
Other payables		3,469	5,182
Other current liabilities		157	497
Income tax payable		121	88
		<b>15,073</b>	<b>16,440</b>
<b>Total liabilities</b>		<b>27,498</b>	<b>30,625</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>82,870</b>	<b>85,033</b>
<b>Net assets per share (RM)</b>		<b>0.75</b>	<b>0.74</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 2010.

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

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

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

←————— Attributable to owners of the Company —————→

	Share capital	Share premium	Non-distributable Revaluation reserve	Accumulated losses	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
At 1 January 2010	73,578	5,097	3,685	(28,782)	53,578
Effect arising from adoption of FRS 139	-	-	-	-	-
At 1 January 2010, as restated	73,578	5,097	3,685	(28,782)	53,578
Total comprehensive loss for the period	-	-	-	(439)	(439)
At 30 June 2010	<u>73,578</u>	<u>5,097</u>	<u>3,685</u>	<u>(29,221)</u>	<u>53,139</u>
At 1 January 2011	73,583	5,097	3,685	(27,957)	54,408
Total comprehensive profit for the period	-	-	-	964	964
At 30 June 2011	<u>73,583</u>	<u>5,097</u>	<u>3,685</u>	<u>(26,993)</u>	<u>55,372</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 2010.**

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2011****Unaudited Condensed Consolidated Statement of Cash Flows**

	<b>6 Months ended 30 June 2011 RM'000</b>	<b>6 Months ended 30 June 2010 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit/ (loss) before tax	1,040	(439)
Adjustment for:		
Non-cash items/non-operating items	2,731	2,543
Operating profit before working capital changes	<u>3,771</u>	<u>2,104</u>
Increase in assets	(2,518)	(308)
Decrease in liabilities	(1,607)	(4,993)
Cash used in operations	<u>(354)</u>	<u>(3,197)</u>
Taxation paid, net of refund	(56)	(15)
Others	(473)	(527)
Net cash used in operating activities	<u>(883)</u>	<u>(3,739)</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(110)	(24)
Investment in an associate	-	-
Additions to prepaid land lease	-	-
Proceeds from disposal of property, plant & equipment	-	123
Net cash (used in)/ from investing activities	<u>(110)</u>	<u>99</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	10,000
Repayment of borrowings	(1,646)	(1,294)
Net cash (used in)/ from financing activities	<u>(1,646)</u>	<u>8,706</u>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(2,639)</b>	<b>5,066</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b><u>5,459</u></b>	<b><u>2,520</u></b>
<b>Cash and cash equivalents at the end of the period</b>	<b><u>2,820</u></b>	<b><u>7,586</u></b>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	2,924	7,628
Bank overdraft (included within short term borrowings in Note 25)	(104)	(42)
	<u>2,820</u>	<u>7,586</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 2010.