

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31ST DECEMBER 2004

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE 4TH QUARTER ENDED 31 DECEMBER 2004

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR QUARTER (3 month period) RM'000	PRECEDING YEAR CORRESPONDING (3 month period) RM'000	CURRENT YEAR TODATE (12 month period to 31.12.2004) RM'000	PRECEDING YEAR CORRESPONDING (12 month period to 31.12.2003) RM'000
Revenue	213,027	193,192	796,309	910,110
Operating expenses	(194,552)	(195,082)	(690,523)	(846,369)
Other operating income	4,692	9,219	19,933	22,432
Profit from operations	23,167	7,329	125,719	86,173
Finance cost	(379)	(2,926)	(10,022)	(10,450)
Goodwill written off	-	-	(27,000)	-
Gain from Offer for Sales	3,731	-	3,731	-
Loss from Share Swap	(7,804)	-	(7,804)	-
Share of results in associates	1,455	15,970	10,067	28,406
Share of results in a jointly controlled entity	91	460	(161)	460
Share of results in an unincorporated joint venture	(11,786)	-	(27,558)	-
Profit before taxation	8,475	20,833	66,972	104,589
Taxation	(10,232)	(7,272)	(39,967)	(29,485)
Profit after taxation	(1,757)	13,561	27,005	75,104
Minority interest	(1,717)	2,184	(1,878)	440
Net profit for the period	(3,474)	15,745	25,127	75,544
Earnings per share (sen)	(2.86)	14.27	21.18	72.52
Fully diluted earnings per share (sen)	(2.48)	11.74	18.11	58.07

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2003).

WCT ENGINEERING BERHAD
(Company Number : 66538-K)

CONDENSED CONSOLIDATED BALANCE SHEET

	UNAUDITED AS AT END OF CURRENT QUARTER 31.12.2004 RM'000	AUDITED AS AT PRECEDING FINANCIAL PERIOD ENDED 31.12.2003 RM'000
Land held for development	152,685	204,543
Property, plant and equipment	41,409	34,769
Investment properties	52,463	52,513
Investment in associated companies	67,888	109,621
Investment in a jointly controlled entity	327	333
Investment in unquoted shares	13,862	13,708
Sinking funds	81,398	51,999
Deferred tax assets	6,418	6,516
Negative goodwill	(7,076)	-
	409,374	474,002
<u>Current assets</u>		
Development properties	144,434	98,219
Inventories	17,823	12,020
Trade receivables	291,328	257,725
Other receivables	92,740	49,689
Amount due from associated companies	72,350	33,933
Amount due from a jointly controlled entity	29,767	12,938
Deposits, cash and bank balances	300,122	174,969
	948,564	639,493
<u>Current liabilities</u>		
Trade payables	312,869	324,180
Other payables	78,864	49,028
Amount due to an associate company	28,549	20,353
Provision for taxation	13,227	17,425
Short term borrowings	105,691	95,293
Share application money	16,864	-
	556,064	506,279
Net current assets	392,500	133,214
	801,874	607,216
Financed by :		
Share capital	121,331	112,232
Reserves	307,709	276,690
Shareholders' equity	429,040	388,922
Minority interest	81,782	224
Other payables	23,067	46,134
5% redeemable unsecured bonds	120,000	120,000
CRDS	63,696	-
Borrowings	75,955	49,321
Deferred taxation	8,334	2,615
	801,874	607,216

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2003).

WCT ENGINEERING BERHAD

(Company Number : 66538-K)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE 12 MONTHS PERIOD ENDED 31 DECEMBER 2004

	UNAUDITED CUMULATIVE QUARTER CURRENT YEAR TODATE RM'000	CUMULATIVE QUARTER PRECEDING YEAR CORRESPONDING RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	66,972	83,756
Adjustments for:-		
Non-cash items	9,451	13,334
Non-operating items - financing	1,668	3,579
Non-operating items - investing	20,959	(14,739)
Operating profit before working capital changes	<u>99,050</u>	<u>85,930</u>
Net changes in current assets	(30,340)	(50,817)
Net changes in current liabilities	(18,888)	47,895
Cash flows generated from operations	<u>49,822</u>	<u>83,008</u>
Interest paid	(12,892)	(13,605)
Interest received	8,353	3,945
Taxation paid	(47,793)	(13,808)
Net cash (used in)/generated from operating activities	<u>(2,510)</u>	<u>59,540</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments in		
- associated companies	-	(31,360)
- jointly controlled entity	(150)	-
- unquoted shares	(154)	(8,238)
Acquisition of subsidiary net of cash acquired	31,552	-
Other investments	100,276	260
Net cash generated from/ (used in) investing activities	<u>131,524</u>	<u>(39,338)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of shares	21,134	55,028
Sinking funds	(29,398)	(23,245)
Bank borrowings	2,567	7,243
Payment of incidental costs to issue of bonds and shares	-	(531)
Dividends paid	(12,891)	(5,323)
Coupon payment on bonds	(6,106)	(2,992)
Net cash (used in)/generated from financing activities	<u>(24,694)</u>	<u>30,180</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	104,320	50,382
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	144,918	65,386
Foreign exchange differences	143	260
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>249,381</u>	<u>116,028</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2003).

WCT ENGINEERING BERHAD

(Company Number : 66538-K)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 12 MONTHS PERIOD ENDED 31 DECEMBER 2004

	Share capital	Non-Distributable			Distributable		Total
		Share premium	Revaluation reserve	Exchange reserve	Capital reserve	General reserve	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year to date							
At 1 January 2004	112,232	40,702	3,765	70	1,400	314	230,439
Incidental cost incurred in relation to bonds, warrants and share issue	-	(10)	-	-	-	-	(10)
Currency translation differences	-	-	-	89	-	-	89
Net gains and losses not recognised in the income statement	-	(10)	-	89	-	-	79
Transfer to within reserve	-	-	(2,050)	-	-	-	2,050
Arising from fair value adjustment on additional investment in subsidiary	-	-	6,659	-	-	-	6,659
Arising from warrants options exercised	8,815	11,017	-	-	-	-	19,832
Arising from share options exercised	284	1,028	-	-	-	-	1,312
Transfer within reserve	-	-	-	-	-	-	-
Profit after taxation	-	-	-	-	-	25,127	25,127
Dividends	-	-	-	-	-	(12,891)	(12,891)
At 31 December 2004	121,331	52,737	8,374	159	1,400	314	244,725
Preceding year corresponding period							
At 1 January 2003	96,008	1,005	2,769	12	1,400	314	167,285
Incidental cost incurred in relation to bonds, warrants and share issue	-	(557)	-	-	-	-	(557)
Currency translation differences	-	-	-	58	-	-	58
Net gains and losses not recognised in the income statement	-	(557)	-	58	-	-	(499)
Revaluation surplus	-	-	1,194	-	-	-	1,194
Transfer to deferred tax	-	-	(198)	-	-	-	(198)
Private placement shares exercised	9,600	31,584	-	-	-	-	41,184
Warrants options exercised	6,460	8,076	-	-	-	-	14,536
Share option exercised	164	594	-	-	-	-	758
Profit after taxation	-	-	-	-	-	74,516	74,516
Dividends	-	-	-	-	-	(11,362)	(11,362)
At 31 December 2003	112,232	40,702	3,765	70	1,400	314	230,439

(The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2003).