

**WCT BERHAD (FORMERLY KNOWN AS WCT ENGINEERING BERHAD)**

(Company Number : 66538-K)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

( The figures have not been audited )

**CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2008**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER (3 months to 30.09.2008) RM'000	PRECEDING YEAR CORRESPONDING (3 months to 30.09.2007) RM'000	CURRENT YEAR TO DATE (9 months to 30.09.2008) RM'000	PRECEDING YEAR CORRESPONDING (9 months to 30.09.2007) RM'000
Revenue	741,407	630,843	2,603,901	1,949,882
Cost of sales	(694,734)	(554,903)	(2,380,909)	(1,722,884)
<b>Gross profit</b>	<b>46,673</b>	<b>75,940</b>	<b>222,992</b>	<b>226,998</b>
Other income	15,143	13,350	46,932	31,597
Other expenses	(2,445)	(1,026)	(4,123)	(3,930)
Administrative expenses	(9,888)	(11,785)	(45,386)	(39,561)
Finance costs	(11,650)	(6,988)	(31,668)	(19,328)
Share of profit after tax of associates	4,584	1,127	14,177	5,692
	42,417	70,618	202,924	201,468
Income tax expense	314	(7,565)	(18,862)	(39,809)
<b>Profit for the period</b>	<b>42,731</b>	<b>63,053</b>	<b>184,062</b>	<b>161,659</b>
Attributable to:				
Equity holders of the parent	34,052	38,947	134,475	99,921
Minority interest	8,679	24,106	49,587	61,738
	42,731	63,053	184,062	161,659
Attributable to equity holders of the parent :				
Basic earnings per share (sen)	4.35	5.78 *	17.40	16.15 *
Fully diluted earnings per share (sen)	4.21	5.69 *	16.82	15.72 *

(The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

\* Computed based on the number of share capital which were adjusted for :-

- (i) the proportionate change in the number as if the bonus shares were issued on 1 January 2007; and
- (ii) the subdivision of the number as if the share split was completed on 1 January 2007

**WCT BERHAD (FORMERLY KNOWN AS WCT ENGINEERING BERHAD)**

(Company Number : 66538-K)

**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2008**

	UNAUDITED AS AT END OF CURRENT QUARTER 30.09.2008 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 RM'000
<b>ASSETS</b>		
<b><u>Non-current assets</u></b>		
Property, plant and equipment	359,873	321,733
Land held for property development	182,460	156,241
Investment properties	408,867	403,554
Investment in associates	155,676	140,999
Other investments	13,098	15,498
Deferred tax assets	87	7,542
	<hr/> 1,120,061 <hr/>	<hr/> 1,045,567 <hr/>
<b><u>Current assets</u></b>		
Property development costs	281,624	258,655
Inventories	89,189	93,602
Trade receivables	1,244,538	1,177,888
Other receivables	493,129	156,210
Due from related parties	43,082	41,701
Deposits, cash and bank balances	637,452	710,617
	<hr/> 2,789,014 <hr/>	<hr/> 2,438,673 <hr/>
<b>TOTAL ASSETS</b>	<hr/> 3,909,075 <hr/>	<hr/> 3,484,240 <hr/>

**WCT BERHAD (FORMERLY KNOWN AS WCT ENGINEERING BERHAD)**

(Company Number : 66538-K)

**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2008 (Cont'd)**

	UNAUDITED AS AT END OF CURRENT QUARTER 30.09.2008 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2007 RM'000
<b>EQUITY AND LIABILITIES</b>		
<b><u>Equity attributable to equity holders of the parent</u></b>		
Share capital	385,587	338,966
Irredeemable Convertible Preference Shares ("ICPS")	5,814	16,567
Share premium	367,874	140,942
Reserves	419,561	392,327
	<u>1,178,836</u>	<u>888,802</u>
<b>Minority interests</b>	<u>191,048</u>	<u>279,030</u>
<b>Total equity</b>	<u>1,369,884</u>	<u>1,167,832</u>
<b><u>Long-term liabilities</u></b>		
Borrowings	839,592	357,330
Deferred tax liabilities	4,234	5,442
	<u>843,826</u>	<u>362,772</u>
<b><u>Current liabilities</u></b>		
Trade payables	928,604	914,764
Other payables	460,042	410,819
Due to related parties	33,701	30,294
Borrowings	262,276	585,467
Tax payable	10,742	12,292
	<u>1,695,365</u>	<u>1,953,636</u>
<b>Total Liabilities</b>	<u>2,539,191</u>	<u>2,316,408</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>3,909,075</u>	<u>3,484,240</u>
Net asset per share (RM)	1.53	2.62

(The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

**WCT BERHAD (FORMERLY KNOWN AS WCT ENGINEERING BERHAD)**

(Company Number : 66538-K)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2008**

Note	Share capital RM'000	Preference Shares RM'000	Share premium RM'000	Warrant reserve RM'000	Other reserve RM'000	Attributable to Equity Holders of the Parent						Total RM'000	Minority interest RM'000	Total equity RM'000
						Non-Distributable			Distributable					
						Exchange reserve RM'000	Capital reserve RM'000	Equity compensation reserve RM'000	Revaluation reserve RM'000	General reserve RM'000	Retained profit RM'000			
<b>Preceding year corresponding period</b>														
At 1 January 2007	214,250	-	32,848	-	1,454	(15,394)	1,400	1,295	861	1,493	354,864	593,071	163,102	756,173
Currency translation differences	-	-	-	-	-	(9,374)	-	-	-	(1)	-	(9,375)	(2,406)	(11,781)
Net income/(expense) recognised directly in equity	-	-	-	-	-	(9,374)	-	-	-	(1)	-	(9,375)	(2,406)	(11,781)
Profit for the period	-	-	-	-	-	-	-	-	-	-	99,921	99,921	61,738	161,659
Total recognised income and expense for the period	-	-	-	-	-	(9,374)	-	-	-	(1)	99,921	90,546	59,332	149,878
Arising from share options exercised	13,771	-	27,346	-	-	-	-	-	-	-	-	41,117	-	41,117
Arising from bonus issue	75,699	-	(25,000)	-	-	-	-	-	-	-	(50,699)	-	-	-
Issue of Irredeemable Convertible Preference Shares ("ICPS")	-	50,466	100,932	-	-	-	-	-	-	-	-	151,398	-	151,398
Arising from conversion of ICPS	5,542	(5,542)	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to within reserve	-	-	-	-	(657)	-	-	-	-	-	657	-	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	2,064	-	-	-	2,064	-	2,064
Share options granted under ESOS of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	224	224
Transfer within reserve for ESOS exercised	-	-	2,497	-	-	-	-	(2,497)	-	-	-	-	-	-
Amount transferred to capital reserve on bonus issue of a subsidiary	-	-	-	-	-	-	1,446	-	-	-	-	1,446	-	1,446
Arising from dilution of subsidiaries	-	-	-	-	-	-	-	-	-	-	11,068	11,068	19,476	30,544
Dividends	-	-	-	-	-	-	-	-	-	-	(16,578)	(16,578)	(3,706)	(20,284)
At 30 September 2007	309,262	44,924	138,623	-	797	(24,768)	2,846	862	861	1,492	399,233	874,132	238,428	1,112,560
<b>Current year to date</b>														
At 1 January 2008	338,966	16,567	140,942	-	750	(27,156)	2,846	1,365	861	2,616	411,045	888,802	279,030	1,167,832
Currency translation differences	-	-	-	-	-	12,879	-	-	-	-	-	12,879	4,888	17,767
Net income/(expense) recognised directly in equity	-	-	-	-	-	12,879	-	-	-	-	-	12,879	4,888	17,767
Profit for the period	-	-	-	-	-	-	-	-	-	-	134,475	134,475	49,587	184,062
Total recognised income and expense for the period	-	-	-	-	-	12,879	-	-	-	-	134,475	147,354	54,475	201,829
Arising from share options exercised	4,201	-	5,993	-	-	-	-	-	-	-	-	10,194	-	10,194
Arising from conversion of ICPS	10,753	(10,753)	-	-	-	-	-	-	-	-	-	-	-	-
Arising from conversion of warrants	254	-	1,398	(127)	-	-	-	-	-	-	-	1,525	-	1,525
Arising from issuance of the warrants	-	-	-	34,817	-	-	-	-	-	-	-	34,817	-	34,817
Arising from voluntary take-over offer	31,413	-	217,971	-	-	-	-	-	-	-	(101,307)	148,077	-	148,077
Arising from acquisition of new subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	13,721	13,721
Acquisition of minority interest	-	-	-	-	-	-	-	-	-	-	-	-	(156,178)	(156,178)
Transfer to within reserve	-	-	-	-	(154)	-	-	-	-	-	154	-	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	3,223	-	-	-	3,223	-	3,223
Transfer within reserve for ESOS exercised	-	-	1,570	-	-	-	-	(1,570)	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	(55,156)	(55,156)	-	(55,156)
At 30 September 2008	385,587	5,814	367,874	34,690	596	(14,277)	2,846	3,018	861	2,616	389,211	1,178,836	191,048	1,369,884

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)

**WCT BERHAD (FORMERLY KNOWN AS WCT ENGINEERING BERHAD)**

(Company Number : 66538-K)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2008**

	UNAUDITED CUMULATIVE PERIOD CURRENT YEAR TO DATE 30.09.2008 RM'000	CUMULATIVE PERIOD PRECEDING YEAR CORRESPONDING 30.09.2007 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	202,924	201,468
Adjustments for:-		
Non-cash items	60,940	45,187
Non-operating items - financing	6,722	5,992
Non-operating items - investing	(13,807)	(8,328)
Operating profit before working capital changes	<u>256,779</u>	<u>244,319</u>
Net changes in current assets	(446,389)	(480,820)
Net changes in current liabilities	79,069	205,475
Cash flows used in operations	<u>(110,541)</u>	<u>(31,026)</u>
Interest paid *	(37,225)	(31,696)
Interest received	24,946	13,336
Taxation paid	(24,597)	(31,369)
Net cash used in operating activities	<u>(147,417)</u>	<u>(80,755)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of shares	-	30,316
Exercised of call options on CRDS A	(58,284)	-
Acquisition of subsidiaries, net of cash	740	-
Refund of deposit on shares application monies	5,113	-
Property, plant and equipment	(72,383)	(73,691)
Withdrawal from escrow, redemption and FSRA accounts	108,991	1,602
Net cash used in investing activities	<u>(15,823)</u>	<u>(41,773)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceed from issuance of shares	11,719	42,169
Proceed from issuance of ICPS	-	151,397
Proceed from issuance of warrants	34,972	-
Proceed from issuance of Sukuk	267,153	-
Dividend paid	(55,156)	(20,284)
Incidental cost of issuance of warrants and Sukuk	(726)	-
Bank borrowings	(30,657)	77,063
Net cash generated from financing activities	<u>227,305</u>	<u>250,345</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD</b>	<b>64,065</b>	<b>127,817</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>552,929</b>	<b>395,969</b>
Foreign exchange differences	1,777	8,265
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD *</b>	<b><u>618,771</u></b>	<b><u>532,051</u></b>

\* Included in interest paid is interest capitalised amounting to RM10,494,557.

\*\* Cash &amp; cash equivalents excludes fixed deposits and cash and bank held under Residual Sales and Redemption Account amounting to RM90,712 and fixed deposits held under Finance Service Reserve Account amounting to RM3,322,500.

**(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.)**