

WCT BERHAD
(Company Number : 66538-K)

INTERIM FINANCIAL REPORT ON CONSOLIDATED INCOME STATEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2010

(The figures have not been audited)

CONSOLIDATED INCOME STATEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER (3 months to 30.06.2010) RM'000	PRECEDING YEAR CORRESPONDING (3 months to 30.06.2009) RM'000	CURRENT YEAR TO DATE (6 months to 30.06.2010) RM'000	PRECEDING YEAR CORRESPONDING (6 months to 30.06.2009) RM'000
Revenue	513,565	1,177,957	913,685	2,146,910
Cost of sales	(437,815)	(1,069,701)	(769,020)	(1,963,820)
Gross profit	75,750	108,256	144,665	183,090
Other income	11,524	(4,551)	19,554	21,362
Other expenses	(4,691)	(9,386)	(6,491)	(14,388)
Administrative expenses	(15,740)	(15,067)	(30,539)	(31,137)
Finance costs	(11,902)	(12,736)	(23,552)	(27,424)
Share of (loss)/profit after tax of associates	(273)	4,024	2,152	8,345
	54,668	70,540	105,789	139,848
Income tax expense	(17,310)	2,185	(30,653)	1,341
Profit for the period	37,358	72,725	75,136	141,189
Attributable to:				
Equity holders of the parent	33,754	41,953	68,702	81,176
Minority interest	3,604	30,772	6,434	60,013
Profit for the period	37,358	72,725	75,136	141,189
Attributable to equity holders of the parent :				
Basic earnings per share (sen)	4.29	5.36	8.74	10.37
Fully diluted earnings per share (sen)	4.25	5.35	8.66	10.33

(The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

WCT BERHAD
(Company Number : 66538-K)

INTERIM FINANCIAL REPORT ON CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2010

(The figures have not been audited)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER (3 months to 30.06.2010) RM'000	PRECEDING YEAR CORRESPONDING (3 months to 30.06.2009) RM'000	CURRENT YEAR TO DATE (6 months to 30.06.2010) RM'000	PRECEDING YEAR CORRESPONDING (6 months to 30.06.2009) RM'000
Profit for the period	37,358	72,725	75,136	141,189
Other comprehensive income/(loss):				
Currency translation differences arising from consolidation	(4,474)	(7,285)	(43,956)	1,006
Other comprehensive income/(loss) for the period, net of tax	(4,474)	(7,285)	(43,956)	1,006
Total comprehensive income/(loss) for the period	32,884	65,440	31,180	142,195
Total comprehensive income/(loss) for the period attributable to :				
Equity holders of the parent	30,574	33,573	36,379	80,996
Minority interest	2,310	31,867	(5,199)	61,199
	32,884	65,440	31,180	142,195

(The consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

WCT BERHAD

(Company Number : 66538-K)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2010

	AS AT CURRENT QUARTER 30.06.2010	AS AT FINANCIAL YEAR ENDED 31.12.2009
	UNAUDITED	AUDITED AND NOT RESTATED (see note A2)
	RM'000	RM'000
ASSETS		
<u>Non-current assets</u>		
Property, plant and equipment	310,685	415,244
Land held for property development	180,679	187,277
Investment properties	544,685	425,761
Investment in associates	176,070	181,113
Other investments	9,804	9,804
Trade receivables	1 455,730	404,544
Other receivables	1 271,982	282,373
Deferred tax assets	11,619	19,181
	<u>1,961,254</u>	<u>1,925,297</u>
<u>Current assets</u>		
Property development costs	222,735	230,014
Inventories	106,189	113,709
Trade receivables	875,075	1,206,971
Other receivables	299,108	283,444
Due from related parties	4,452	5,515
Cash and cash equivalents	795,932	713,534
	<u>2,303,491</u>	<u>2,553,187</u>
TOTAL ASSETS	<u>4,264,745</u>	<u>4,478,484</u>
EQUITY AND LIABILITIES		
<u>Equity attributable to equity</u>		
<u>holders of the parent</u>		
Share capital	391,565	388,856
Irredeemable Convertible Preference Shares ("ICPS")	2,274	3,718
Share premium	373,253	369,256
Reserves	469,384	492,134
	<u>1,236,476</u>	<u>1,253,964</u>
Minority interests	227,813	233,012
Total equity	<u>1,464,289</u>	<u>1,486,976</u>

WCT BERHAD

(Company Number : 66538-K)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2010 (Cont'd)

	AS AT END OF CURRENT QUARTER 30.06.2010	AS AT PRECEDING FINANCIAL YEAR ENDED 31.12.2009
	UNAUDITED	AUDITED AND NOT RESTATED (see note A2)
	RM'000	RM'000
EQUITY AND LIABILITIES (Cont'd)		
<u>Long-term liabilities</u>		
Trade payables	2 84,594	104,756
Other payables	2 263,981	278,391
Borrowings	539,912	791,689
Deferred tax liabilities	15,088	9,122
	<u>903,575</u>	<u>1,183,958</u>
<u>Current liabilities</u>		
Trade payables	1,037,486	1,318,176
Other payables	253,314	281,874
Due to related parties	-	263
Borrowings	595,665	206,707
Tax payable	10,416	530
	<u>1,896,881</u>	<u>1,807,550</u>
Total Liabilities	<u>2,800,456</u>	<u>2,991,508</u>
TOTAL EQUITY AND LIABILITIES	<u>4,264,745</u>	<u>4,478,484</u>
Net asset per share (RM)	1.58	1.61

(1) Included receivables of RM271 million in respect of the Nominated Sub-contractors of the Nad Al Sheba Racecourse project.

(2) Included payables of RM271 million in respect of the Nominated Sub-contractors of the Nad Al Sheba Racecourse project.

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS ENDED 30 JUNE 2010

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		
<i>Preceding year corresponding period</i>													
At 1 January 2009	385,749	5,685	367,916	34,690	587	6,944	2,846	5,677	6,518	2,616	368,987	169,045	1,357,260
Profit for the period	-	-	-	-	-	(259)	-	-	-	-	81,176	60,013	141,189
Other comprehensive income/(loss)	-	-	-	-	-	-	-	-	79	-	-	1,186	1,006
Total comprehensive income for the period	385,749	5,685	367,916	34,690	587	6,685	2,846	5,677	6,597	2,616	450,163	230,244	1,499,455
Arising from share options exercised	459	-	332	-	-	-	-	-	-	-	-	-	791
Arising from conversion of ICPS	525	(525)	-	-	-	-	-	-	-	-	-	-	-
Arising from conversion of warrants	2	-	11	(1)	-	-	-	-	-	-	-	-	12
Revaluation increase of freehold land and building	-	-	-	-	(16)	-	-	-	2,508	-	-	2,507	5,015
Transfer to within reserve	-	-	-	-	-	-	-	-	-	-	16	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	1,418	-	-	-	-	-
Transfer within reserve for ESOS exercised	-	-	147	-	-	-	-	(147)	-	-	-	-	-
At 30 June 2009	386,735	5,160	368,406	34,689	571	6,685	2,846	6,948	9,105	2,616	450,179	232,751	1,506,691
<i>Current year to date</i>													
At 1 January 2010	388,856	3,718	369,256	34,689	535	(25,238)	2,846	8,117	6,440	2,616	462,129	233,012	1,486,976
- as previously stated	-	-	-	-	-	-	-	-	-	-	(32,457)	-	(32,457)
- effect of adopting FRS 139	-	-	-	-	-	-	-	-	-	-	429,672	-	1,454,519
At 1 January 2010, as restated	388,856	3,718	369,256	34,689	535	(25,238)	2,846	8,117	6,440	2,616	462,129	233,012	1,486,976
Profit for the period	-	-	-	-	-	(32,323)	-	-	-	-	68,702	6,434	75,136
Other comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	-	-	(11,633)	(43,956)
Total comprehensive income/(loss) for the period	388,856	3,718	369,256	34,689	535	(57,561)	2,846	8,117	6,440	2,616	498,374	227,813	1,485,699
Arising from share options exercised	1,265	-	2,802	-	-	-	-	-	-	-	-	-	4,067
Arising from conversion of ICPS	1,444	(1,444)	-	-	-	-	-	-	-	-	-	-	-
Transfer to within reserve	-	-	-	-	24	-	-	-	-	-	(24)	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	3,887	-	-	-	-	3,887
Transfer within reserve for ESOS exercised	-	-	1,195	-	-	-	-	(1,195)	-	-	(29,364)	-	(29,364)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
At 30 June 2010	391,565	2,274	373,253	34,689	559	(57,361)	2,846	10,809	6,440	2,616	468,286	227,813	1,464,289

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)

WCT BERHAD
(Company Number : 66538-K)

CONSOLIDATED CASH FLOW STATEMENT FOR THE 6 MONTHS ENDED 30 JUNE 2010

	UNAUDITED CUMULATIVE PERIOD CURRENT YEAR TO DATE 30.06.2010 RM'000	CUMULATIVE PERIOD PRECEDING YEAR CORRESPONDING 30.06.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	105,789	139,848
Adjustments for:-		
Non-cash items	65,026	47,807
Non-operating items - financing	18,117	22,306
Non-operating items - investing	(8)	(6,369)
Operating profit before working capital changes	<u>188,924</u>	<u>203,592</u>
Net changes in current assets	166,150	(507,921)
Net changes in current liabilities	(307,582)	155,583
Cash flows generated from/(used in) operations	<u>47,492</u>	<u>(148,746)</u>
Interest paid *	(22,214)	(26,630)
Interest received	5,435	5,119
Taxation paid	(1,351)	2,014
Net cash generated from/(used in) operating activities	<u>29,362</u>	<u>(168,243)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(2,862)	(7,805)
Withdrawal from redemption and FSRA accounts	(16,151)	880
Net cash used in investing activities	<u>(19,013)</u>	<u>(6,925)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	4,067	803
Dividend paid	(29,364)	-
Bank borrowings	107,703	(8,240)
Net cash generated from/(used in) financing activities	<u>82,406</u>	<u>(7,437)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	92,755	(182,605)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	697,748	694,971
Foreign exchange differences	(33,601)	(5,861)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD **	<u>756,902</u>	<u>506,505</u>

* Included in interest paid is interest capitalised amounting to RM2,793,487.

** Cash & cash equivalents excludes cash and bank held under Redemption Account amounting to RM1,207,700 and fixed deposits held under Finance Service Reserve Account amounting to RM18,792,414.

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.)