

LOH & LOH Corporation Berhad (389765 V)
(Incorporated in Malaysia)

QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2003**

	Note	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR ENDED
		30/06/03 RM'000	30/06/02 RM'000	30/06/03 RM'000	30/06/02 RM'000
Revenue		40,005	31,343	75,061	55,388
Cost of Sales		(33,189)	(24,479)	(61,718)	(41,917)
Gross profit		6,816	6,864	13,343	13,471
Other Operating income		352	757	680	1,037
Administrative expenses excluding finance cost		(2,900)	(2,254)	(5,596)	(5,114)
Profit/(loss) from Operations		4,268	5,367	8,427	9,394
Finance cost		(32)	(29)	(69)	(52)
Shares of results of associate		-	-	-	-
Profit/(loss) before income tax, minority interests		4,236	5,338	8,358	9,342

Taxation	(1,240)	(1,437)	(2,647)	(2,642)
Profit/(loss) after income tax before deducting minority interests	2,996	3,901	5,711	6,700
Minority interests	(112)	(67)	(144)	(170)
Net profit/(loss) for the period attributable to members of the company	2,884	3,834	5,567	6,530
Earnings per share on above after deducting any provision for preference dividends, if any :-				
Basic(based on 68,000,000 ordinary shares)(sen)	4.24	5.64	8.19	9.60
Fully diluted (based on 68,000,000 ordinary shares)(sen)	4.24	5.64	8.19	9.60

(THE CONDENSED CONSOLIDATED INCOME STATEMENTS SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2002)

***UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2003***

Note AS AT END
OF CURRENT
QUARTER
ENDED
31/03/03

		RM'000
Property, Plant & Equipment	A9	26,245
Intangible Assets		2,301
Investment in Associated Companies		-
Long Term Investment		25,690
Investment Properties		25,918
Current Assets		
Inventories		1,258
Debtors		72,295
Short term investments		6,381
Cash and Cash Equivalents		39,490
		<u>119,424</u>
Current Liabilities		
Creditors		50,783
Short term borrowings		840
Provision for taxation		963
Dividends payables		3,917
		<u>56,503</u>
Net Current Assets		62,921
		<u>143,075</u>
Share Capital		68,000
Reserves		69,644 <i>Restated (Note A1)</i>
Shareholders' Fund		<u>137,644</u>
Minority Interests		494

Long Term Borrowings	511
Other deferred liabilities	4,426 <i>Restated (Note A1)</i>

143,075

Net tangible assets per share (RM)	1.99
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(THE CONDENSED CONSOLIDATED BALANCE SHEETS SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2002)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2003

	2003 Period ended 30-Jun RM'000	2002 Period ended 30-Jun RM'000
Net profit after tax	5,567	N/R
Adjustments for non-cash flow :-		
Non-cash items	3,530	N/R
Non-operating items	(194)	N/R
	<hr/>	<hr/>
Operating profit before changes in working capital	8,903	N/R
Changes in working capital :		
Net Change in current assets	15,440	N/R
Net Change in current liabilities	(10,055)	N/R
	<hr/>	<hr/>
Net changes in working capital	5,385	N/R

Tax paid	(2,846)	N/R	
Net cash flows from operating activities	<u>11,442</u>	<u>N/R</u>	
Investing Activities			
Equity Investments	(234)	N/R	
Other Investments	(2,979)		-
	<u>(3,213)</u>	<u>N/R</u>	
Financing Activities			
Dividend paid	-		-
Bank borrowings	(3,103)	N/R	
	<u>(3,103)</u>	<u>N/R</u>	
Net Change in Cash & Cash Equivalents	5,126		-
Cash & Cash Equivalents at beginning of year	34,364		-
Cash & Cash Equivalents at end of year	<u>39,490</u>	<u>N/R</u>	

(THE CONDENSED CONSOLIDATED CASH FLOW STATEMENTS SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2002)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT

FOR THE YEAR ENDED 30 JUNE 2003

	Share Capit:	Reserve attributable to Capital	Revaluation Reserve	Retained Profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
6 months period to 30 June 2003					
Previously reported as at 01.01.2003	68,000	(13,159)	8,272	73,678	136,791
Prior year adjustments (Note A1)				(797)	(797)
As restated	68,000	(13,159)	8,272	72,881	135,994
Net profit for the period				5,567	5,567
Dividends payable				(3,917)	(3,917)
	68,000	(13,159)	8,272	74,531	137,644

6 months period to 30 June 2002

Balance as at 01.01.2001	N/R	N/R	N/R	N/R	N/R
Revaluation surplus from property, plant & equipment and investment properties	N/R	N/R	N/R	N/R	N/R
Net profit for the period	N/R	N/R	N/R	N/R	N/R

Dividends payable	N/R	N/R	N/R	N/R	N/R
Balance as at 30.06.2002	N/R	N/R	N/R	N/R	N/R

(THE CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2002)

N/R : Not required (The quarterly report for the preceding year's results were previously not required to be announced)

***MASB 26 Interim Financial Reporting - Paragraph 16
Selected Explanatory Notes***

A1 Accounting policies

The interim financial report of the Group has been prepared in accordance with MASB 26 Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of Kuala Lumpur Stock Exchange.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent annual audited financial statements.

The new applicable approved accounting standard adopted in this interim financial report are as follows:-

MASB 25: Income Taxes

Under MASB 25, deferred tax liabilities are recognised for all taxable temporary differences. Previously, deferred tax liabilities were recognised for timing differences except when there is reasonable evidence that such timing differences will not reverse in the foreseeable future. Therefore, the adoption of MASB 26 gives rise to the changes in accounting policy and prior year adjustments.

The changes in accounting policy have been applied retrospectively and comparative amount as at 31 December 2002 have been restated as follows :-

	AS previously restated		Effect of changes in policy	As restated
	RM'000	RM'000	RM'000	RM'000
Deferred Taxation	3,462	797		4,259
Retained profits	73,678	(797)		72,881

A2 Audit qualification

The audit report of the Group's annual financial statements for the year ended 31 December 2002 was not subject to any qualification

A3 Seasonal or Cyclical Factors

The business operations of the Group for the interim period were not affected by seasonal and cyclical factors.

A4 Material items affecting interim financial statements

There were no material items affecting assets, liabilities, equity, net income, or cash flows of the Group during the quarter and financial year to date.

A5 Changes in estimates

There are no material changes in estimates of amounts reported in prior interim period of the current financial year nor changes in estimates of amounts reported in prior financial years.

A6 Changes in Share Capital

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period.

A7 Dividends paid

The Company did not pay any dividend during the quarter and financial year to date.

A8 Segment Reporting

The segment revenue and segment results for the financial period ended 30 June 2003 :

Analysis by business segments

<i>Segments</i>	<i>Revenue</i>			<i>Results RM'000</i>
	<i>External RM'000</i>	<i>Internal RM'000</i>	<i>Total RM'000</i>	
Constructions	65,641	-	65,641	6,301
Investments	1,433	5,678	7,111	7,139
Quarrying & trading	7,987	1,855	9,842	1,296
	75,061	7,533	82,594	14,736
Consolidation adjustments		(7,533)	(7,533)	(6,309)

	75,061	-	75,061	8,427
Finance cost				(69)
Share of associates results				-
				8,358

A9 Valuation of Property, Plant and Equipment

There were no changes to the valuation of property, plant & equipment from the previous annual financial statements.

A10 Material Subsequent Events

There were no material events subsequent to the end of the current period which have significant impact on the results of the Group.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the interim period.

A12 Changes in Contingent Liabilities and Contingent Assets

The changes in contingent liabilities since 31 December 2002 are as follows :

- a) In ordinary course of business, the Group has given guarantee of RM 1.0 million in respect of performance for projects undertaken in the current financial period.
- b) The Group has also given guarantee of RM 8.7 million for projects tendered in the current financial period.
- c) The Group has given guarantee of RM 7.8 million in respect of advance payment bond for the projects undertaken in the current financial period.