

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

QUARTERLY REPORT

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

	Note	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR ENDED
		30/09/03 RM'000	30/09/02 RM'000	30/09/03 RM'000	30/09/02 RM'000
Revenue		45,406	35,874	120,467	91,262
Cost of Sales		(38,493)	(29,604)	(100,211)	(70,649)
Gross profit		6,913	6,270	20,256	20,613
Other Operating income		565	1,996	1,245	3,033
Administrative expenses excluding finance cost		(3,147)	(2,954)	(8,743)	(8,149)
Profit/(loss) from Operations		4,331	5,312	12,758	15,497
Finance cost		(24)	(30)	(93)	(82)
Shares of results of associate		-	(2)	-	(2)
Profit/(loss) before income tax, minority interests		4,307	5,280	12,665	15,413

Taxation	(1,279)	(1,946)	(3,926)	(4,588)
Profit/(loss) after income tax before deducting minority interests	3,028	3,334	8,739	10,825
Minority interests	(155)	22	(299)	(148)
Net profit/(loss) for the period attributable to members of the company	2,873	3,356	8,440	10,677
Earnings per share on above after deducting any provision for preference dividends, if any :-				
Basic(based on 68,000,000 ordinary shares)(sen)	4.23	4.94	12.41	15.70
Fully diluted (based on 68,000,000 ordinary shares)(sen)	4.23	4.94	12.41	15.70

(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 SEPTEMBER 2003

	AS AT END OF CURRENT QUARTER ENDED 30/09/03 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31/12/02 RM'000
Note		

Property, Plant & Equipment	A9	26,017	26,494
Intangible Assets		2,071	2,760
Investment in Associated Companies		-	796
Long Term Investment		25,653	24,724
Investment Properties		26,123	23,487
Current Assets			
Inventories		1,185	1,555
Debtors		60,777	89,855
Short term investments		6,748	5,987
Cash and Cash Equivalents		43,124	34,364
		<u>111,834</u>	<u>131,761</u>
Current Liabilities			
Creditors		43,924	64,514
Short term borrowings		1,030	3,310
Provision for taxation		234	1,228
Dividends payables		-	-
		<u>45,188</u>	<u>69,052</u>
Net Current Assets		66,646	62,709
		<u>146,510</u>	<u>140,970</u>
Share Capital		68,000	68,000
Reserves		72,517	67,994 <i>Restated (Note A1)</i>
Shareholders' Fund		<u>140,517</u>	<u>135,994</u>
Minority Interests		649	350
Long Term Borrowings		594	367
Other deferred liabilities		4,750	4,259 <i>Restated (Note A1)</i>

	<u>146,510</u>	<u>140,970</u>
Net tangible assets per share (RM)	<u>2.04</u>	<u>1.96</u>

(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 SEPTEMBER 2003***

	2003 Period ended 30-Sep RM'000	2002 Period ended 30-Sep RM'000
Net profit after tax	8,440	10,677
Adjustments for non-cash flow :-		
Non-cash items	4,970	6,332
Non-operating items	(402)	(2,216)
	<u>13,008</u>	<u>14,793</u>
Operating profit before changes in working capital	13,008	14,793
Changes in working capital :		
Net Change in current assets	29,622	(1,244)
Net Change in current liabilities	(18,790)	(15,915)
Net changes in working capital	<u>10,832</u>	<u>(17,159)</u>
Tax paid	(4,777)	(8,777)
Net cash flows from operating activities	<u>19,063</u>	<u>(11,143)</u>

Investing Activities

Equity Investments	(234)	941
Other Investments	(2,944)	2,209
	<u>(3,178)</u>	<u>3,150</u>

Financing Activities

Dividend paid	(3,917)	(2,448)
Bank borrowings	(3,208)	(853)
	<u>(7,125)</u>	<u>(3,301)</u>

Net Change in Cash & Cash Equivalents	8,760	(11,294)
Cash & Cash Equivalents at beginning of year	34,364	54,178
Cash & Cash Equivalents at end of year	<u>43,124</u>	<u>42,884</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 SEPTEMBER 2003

Share Capital	Reserve attributable to Capital	Revaluation Reserve	Retained Profits	Total
RM'000	RM'000	RM'000	RM'000	RM'000

9 months period to 30 September 2003

Previously reported as at 01.01.2003	#####	(13,159)	8,272	73,678	136,791
Prior year adjustments (Note A1)				(797)	(797)
As restated	#####	(13,159)	8,272	72,881	135,994
Net profit for the period				8,440	8,440
Dividends payable				(3,917)	(3,917)
Balance as at 30.09.2003	#####	(13,159)	8,272	77,404	140,517

9 months period to 30 September 2002

Balance as at 01.01.2001	#####	(13,159)	8,261	61,069	124,171
Revaluation surplus from property, plant & equipment and investment properties	-	-	(67)	67	-
Net profit for the period	-	-	-	10,677	10,677
Dividends payable	-	-	-	(2,448)	(2,448)
Balance as at 30.09.2002	#####	(13,159)	8,194	69,365	132,400

(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 Decemeber 2002 have been restated as follows :-

	AS previously restated RM'000	Effect of changes in policy RM'000	As restated RM'000
Deferred Tax	3,462	797	4,259
Retained profit	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 paid 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 September 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	104,589	8,319	112,908	8,763
Investments	2,682	5,792	8,474	8,118
Quarrying & trading	13,196	877	14,073	2,479
	120,467	14,988	135,455	19,360
Consolidation adjustments		(14,988)	(14,988)	(6,602)
	120,467	-	120,467	12,758
Finance cost				(93)
Share of associates results				-
				12,665

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 9.0 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.