



QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2007**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR ENDED
	30/09/07 RM'000	30/09/06 RM'000	30/09/07 RM'000	30/09/06 RM'000
Revenue	70.106	44.774	203.082	118.438
Cost of Sales	(59.271)	(38.202)	(176.559)	(101.782)
Gross profit	10.835	6.572	26.523	16.656
Other Operating income	449	113	1.836	795
Administrative expenses excluding finance cost	(4.566)	(3.949)	(13.432)	(10.605)
Finance cost	(32)	(28)	(99)	(73)
Reserve on consolidation	-	3.745	-	3.745
Profit/(loss) before income tax	6.686	6.453	14.828	10.518
Taxation	(2.233)	(761)	(4.676)	(1.805)
Profit/(loss) for the period from continuing operations	4.453	5.692	10.152	8.713
Attributable to :				
Equity holders of the parent	4.537	5.634	10.236	8.722
Minority interests	(84)	58	(84)	(9)
	4.453	5.692	10.152	8.713
Earnings per share attributable to equity holders of the parent :				
Basic(based on 68,000,000 ordinary shares)(sen)	6,67	8,29	15,05	12,83
Fully diluted (based on 68,000,000 ordinary shares)(sen)	6,67	8,29	15,05	12,83

(THE CONDENSED CONSOLIDATED INCOME STATEMENT SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2006)



**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2007**

	AS AT END OF CURRENT QUARTER ENDED 30/09/07 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/06 RM'000
ASSETS		
Non-current assets		
Property, Plant & Equipment	34.194	38.133
Investment Properties	23.594	23.594
Intangible Assets	4.986	5.336
Property Development expenditure	62.847	21.422
Long Term Investment	1.300	1.305
Deferred Tax assets	176	212
	<u>127.097</u>	<u>90.002</u>
Current Assets		
Inventories	761	732
Debtors	81.320	91.234
Short term investments	13.467	13.238
Cash and Cash Equivalents	54.775	57.506
	<u>150.323</u>	<u>162.710</u>
TOTAL ASSETS	<u>277.420</u>	<u>252.712</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	68.000	68.000
Reserves	100.348	94.083
	<u>168.348</u>	<u>162.083</u>
Shareholders' funds		
Minority Interests	2.039	2.072
Total equity	<u>170.387</u>	<u>164.155</u>
Non-current liabilities		
Long Term Borrowings	395	990
Other deferred liabilities	4.622	4.708
Total non-current liabilities	<u>5.017</u>	<u>5.698</u>
Current Liabilities		
Creditors	99.537	82.420
Short term borrowings	-	-
Provision for taxation	2.460	439
Dividends payables	19	-
Total current liabilities	<u>102.016</u>	<u>82.859</u>
Total liabilities	<u>107.033</u>	<u>88.557</u>
TOTAL EQUITY AND LIABILITIES	<u>277.420</u>	<u>252.712</u>
Net assets per share (RM)	<u>2,51</u>	<u>2,41</u>

*(THE CONDENSED CONSOLIDATED BALANCE SHEET SHOULD BE READ IN
CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR
ENDED 31 DECEMBER 2006)*

**LOH & LOH Corporation Berhad** (389765 V)*(Incorporated in Malaysia)***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2007**

	Attributable to Equity Holders of the Parent				Minority	Total
	Share Capital	Revaluation Reserve	Retained Profits	Total	interest	
	RM'000	RM'000	RM'000	RM'000	RM'000	
Period ending 30 September 2007						
Balance as at 01.01.2007	68.000	3.330	90.753	162.083	2.072	164.155
Dilution of interest in WASB (WET Air Sdn Bhd)	-	-	-	-	84	84
Net profit for the period	-	-	10.236	10.236	(117)	10.119
Dividends payable	-	-	(3.971)	(3.971)	-	(3.971)
Balance as at 30.09.2007	<u>68.000</u>	<u>3.330</u>	<u>97.018</u>	<u>168.348</u>	<u>2.039</u>	<u>170.387</u>
Period ending 30 September 2006						
Balance as at 01.01.2006	68.000	8.629	75.601	152.230	641	152.871
Dilution of shareholdings in WASB (WET Air Sdn Bhd)	-	-	-	-	132	132
Reserve on consolidation credited to income statement	-	-	4.163	4.163	-	4.163
Net profit for the period	-	-	4.559	4.559	(9)	4.550
MI arising from acquisition of companies during the year	-	-	-	-	1.301	1.301
Dividends paid	-	-	(3.917)	(3.917)	-	(3.917)
	<u>68.000</u>	<u>8.629</u>	<u>80.406</u>	<u>157.035</u>	<u>2.065</u>	<u>159.100</u>

(THE CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2006)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2007**

	2007 Period ended 30-Sept RM'000	2006 Period ended 30-Sept RM'000
Net profit after tax	10.236	8.722
Adjustments for non-cash flow :-		
Non-cash items	5.518	(1.681)
Non-operating items	(577)	(914)
Operating profit before changes in working capital	15.177	6.127
Changes in working capital :		
Net Change in current assets	35.373	5.648
Net Change in current liabilities	(6.625)	(1.843)
Net changes in working capital	28.748	3.805
Tax paid	(2.486)	(935)
Net cash flows from operating activities	41.439	8.997
Investing Activities		
Equity Investments	1.098	6.487
Other Investments	(39.795)	(8.888)
	(38.697)	(2.401)
Financing Activities		
Dividend paid	(3.971)	(3.917)
Bank borrowings	(1.502)	(1.131)
	(5.473)	(5.048)
Net Change in Cash & Cash Equivalents	(2.731)	1.548
Cash & Cash Equivalents at beginning of the year	57.506	28.078
Cash & Cash Equivalents at end of the period	54.775	29.626

***(THE CONDENSED CONSOLIDATED CASH FLOW STATEMENT SHOULD BE
READ IN CONJUNCTION WITH THE ANNUAL FINANCIAL REPORT FOR THE
YEAR ENDED 31 DECEMBER 2006)***



Interim Financial Reporting for the second quarter ended 30 September 2007

A1 Basis of preparation

The interim financial report of the Group is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard (FRS) 134 issued by the Malaysian Accounting Standards Board and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB"). It should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2006. 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 audited financial statements for the financial year ended 31 December 2006 except that the Group has adopted the new/revised standards mandatory for the financial period beginning on or after 1 January 2007, which are as follows:

FRS 117 Leases

This standard requires the classification of leasehold land as prepaid lease payment, ie the up-front payment represents prepaid lease payment with the long term portion disclosed as Leasehold land (non-current asset) and the short term portion included in Receivables (current asset) on the face of the balance sheet. There is no impact on the income statement and the balance sheet as the Group only incurred yearly lease payment.

FRS 124 Related Party Disclosures

This standard affects the identification of related parties, and results in additional related party disclosures presented in the financial statements.

As at the date of this report, the Group has not applied the new standard, FRS 139 Financial Instruments: Recognition and Measurement, which has been issued by the Malaysian Accounting Standards Board, but is not yet effective as the Malaysian Accounting Standards Board has deferred the effective date of FRS 139 from 1 January 2007 to a date to be announced. It is expected that there will be no material impact on the Consolidated Income Statement when the Group applies FRS 139.

A2 Audit qualification

The audit report of the Group's annual audited financial statements for the year ended 31 December 2006 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

Dividends paid in the current interim period was as follows:

	9 months ended 30 September 2007		9 months ended 30 September 2006	
	Gross dividend per share	Amount of dividend net of 27% tax	Gross dividend per share	Amount of dividend net of 28% tax
	Sen	RM'000	Sen	RM'000
Final dividend approved by shareholders in respect of the year ended 31 December 2006 paid on 20 July 2007	8	3.971		
Final dividend approved by shareholders in respect of the year ended 31 December 2005 paid on 21 July 2006			8	3.917



Interim Financial Reporting for the second quarter ended 30 September 2007

A8 Segment Reporting

The segment revenue and segment results for the financial period ended 30 June 2007 :

Analysis by business segments

Segments	Revenue			Results RM'000
	External RM'001	Internal RM'000	Total RM'000	
Construction	188.472	16.193	204.665	13.420
Investments	1.965	5.804	7.769	7.659
Quarrying & trading	12.645	7.442	20.087	(307)
	203.082	29.439	232.521	20.772
Consolidation adjustments	-	(29.439)	(29.439)	(5.845)
	203.082	-	203.082	14.927
Finance cost				(99)
				14.828

A9 Valuation of Property, Plant and Equipment

The valuation of land and buildings have been brought forward, without amendment, from the most recent audited financial statements for the year ended 31 December 2006. The carrying value is based on a valuation carried out in 2006 by independent qualified valuers less depreciation.

A10 Material Events

Turf-Tech Sdn Bhd ("TTSB"), a wholly owned subsidiary of Loh & Loh Development Sdn Bhd ("LLDSB") which in turn is a wholly-owned subsidiary of Loh & Loh Corporation Berhad ("LLCB"), had on 2 April 2007 entered into a Sale & Purchase Agreement with Perbadanan Nasional Berhad for the acquisition of a piece of freehold agricultural land held under PT No 34728 HS(D) 27473 Mukim Batu, District of Gombak, State of Selangor for a total cash purchase consideration of RM35.3 million. The transaction was completed on 2 July 2007.

A11 Changes in the Composition of the Group

- (i) On 5 January 2007, Loh & Loh Constructions Sdn Bhd ("LLCSB"), a wholly owned subsidiary company of LLCB disposed fifty ("50") ordinary shares of RM1.00 each of Gold Bridge-Loh & Loh Sdn Bhd ("GBLL"), an associate company of LLCSB, to Encik Iskandar Bin Haji Sheikh Fadzir, representing 50% of the issued and paid up share capital of GBLL for a cash consideration of RM50.00 and pursuant thereto, GBLL is no longer an associate of LLCSB.
- (ii) On 15 February 2007, LLCSB, a wholly owned subsidiary company of LLCB disposed two hundred thousand ("200,000") ordinary shares of RM1.00 each of Turf Tech Sdn Bhd ("TTSB") representing 100% of the issued and paid up share capital of TTSB to LLDSB, a wholly owned subsidiary of LLCB, for a cash consideration of RM376,686.15 and pursuant thereto, TTSB has become a wholly owned subsidiary company of LLDSB.
- (iii) On 3 September 2007, WET Air Sdn Bhd ("WASB"), a subsidiary of Water Engineering Technology Sdn Bhd ("WET"), issued additional eighty thousand ("80,000") ordinary shares of RM1.00 each in WASB to WET (27,500 ordinary shares) and Air Pollution Control Engineering ("APCE") (52,500 ordinary shares) in compliance and pursuant to the Joint Venture Agreement dated 22 June 2004. The additional 80,000 ordinary shares were issued at par of RM1.00 each. With the additional issuance of 80,000 ordinary shares, WET effectively control 65% of the issued and paid-up capital of WASB of 350,000 ordinary shares.

A12 Changes in Contingent Liabilities and Contingent Assets

The changes in contingent liabilities since 31 December 2006 are as follows :

In the ordinary course of business, the Group has given guarantees to banks as security for bank guarantee facilities as follows:-

Performance of projects undertaken	RM	1,331,123
Projects tendered	RM	146,600



Explanatory notes

B1 Review of Performance of the Company and its Principal Subsidiaries

For the financial period ended 30 September 2007, the Group recorded a revenue of RM 203.08 million and profit before taxation of RM 14.83 million as compared to a revenue of RM 118.44 million and profit before taxation of RM 10.52 million for the financial period ended 30 September 2006. The revenue and profit before taxation for the financial period ended 30 September 2007 increased as compared to the preceding year corresponding period due to a higher level of construction activities from the existing jobs secured in year 2006.

B2 Material changes in the Quarterly Results compared to the results of the Preceding Quarter

The Group's revenue for the third quarter of 2007 decreased to RM 70.11 million as compared to revenue of RM 77.69 million in the preceding quarter due to lower revenue from construction activities. However, the profit before taxation for the third quarter of 2007 increased to RM6.69 million as compared to profit before taxation of RM5.10 million in the preceding quarter due to savings from certain projects.

B3 Prospects

Despite the challenges of intense competition and rising material costs facing the construction sector, the Board is optimistic that the results for 2007 will be better than 2006 based on the existing order book.

B4 Variance of Actual Profit from Forecast Profit and Profit Guarantee

This is not applicable to the Group.

B5 Taxation

	Current Year Quarter	Cumulative Current Year To Date
	30/09/07 RM'000	30/09/07 RM'000
Current year	2,242	4,615
Under/(over) provision of tax	-	-
Deferred taxation	(9)	61
Total tax expense	<u>2,233</u>	<u>4,676</u>



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Explanatory notes

B5 The explanation on the variance between the statutory tax rate and effective tax rate are as follows:

	Current Year Quarter 30/09/07 %	Cumulative Current Year To date 30/09/07 %
Statutory tax rate	27.00	27.00
Expenses not deductible for tax purposes	8.10	6.86
Non-taxable income	(1.70)	(2.33)
Overprovision of tax in prior year	-	-
Average effective tax rate	<u>33.40</u>	<u>31.53</u>

B6 Profit/loss on sale of Unquoted Investment and/ or Properties

On 5 January 2007, the Group disposed of 50 ordinary shares of RM1 each of Gold Bridge-Loh & Loh Sdn Bhd for a cash consideration of RM50. There was no profit and no loss from the above disposal.

B7 Quoted Securities

(a) The total purchases and disposals of quoted securities for the current quarter and financial year to date and profit/(loss) arising there from are as follows:

	Current Year Quarter RM'000	Cumulative Current Year To Date RM'000
Total purchases	1,396	4,397
Total disposals	1,781	6,339
Total profit/(loss) on disposals	605	1,108

(b) Total investments in quoted shares as at 30 September 2007 are as follows :-

	RM'000
Total investments at cost	4,891
Provision for diminution in value	(550)
Total investments at carrying value/book value	<u>4,341</u>
Total investments at market value	<u>5,212</u>

B8 Corporate Proposals

There were no corporate proposals announced for the current financial period under review.



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Explanatory notes

B9 Group Borrowings and Debt Securities

Other than hire purchase commitments, the Group has no borrowings, in Ringgit Malaysia, as at 30 September 2007.

B10 Off Balance Sheet Financial Instruments

The Group had the following outstanding foreign exchange forward contract to hedge foreign currency purchases as at 22 November 2007:-

Type of Currency	Amount	Ringgit Equivalent	Maturity date
SEK	5,468,000	2,712,128	28 Feb 2008

B11 Changes in Material Litigation

There were no changes in material litigation since the previous reported quarter.

B12 Dividend

The Board of Directors does not recommend the payment of an interim dividend for the financial quarter ended 30 September 2007.

B13 Earnings per share

The basic and diluted earnings per share is calculated based on: -

- the Group net profit for the reporting period attributable to ordinary shareholders of RM 10.24 million; and
- the weighted average number of ordinary shares outstanding during the reporting period of 68.00 million shares of RM1.00 each

BY ORDER OF THE BOARD
GWEE OOI TENG
COMPANY SECRETARY
MAICSA 0794701
Kuala Lumpur
Date: 29 November 2007



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

Explanatory notes

Refer

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