

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

QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 31 DECEMBER 2003**

	Note	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR ENDED
		31/12/03 RM'000	31/12/02 RM'000	31/12/03 RM'000	31/12/02 RM'000
Revenue		46,520	53,976	166,987	145,238
Cost of Sales		(38,038)	(41,843)	(138,249)	(112,492)
Gross profit		8,482	12,133	28,738	32,746
Other Operating income		284	6,815	1,529	9,848
Administrative expenses excluding finance cost		(3,971)	(12,571)	(12,714)	(20,720)
Profit/(loss) from Operations		4,795	6,377	17,553	21,874
Finance cost		(23)	(45)	(116)	(127)
Shares of results of associate		-	59	-	57
Profit/(loss) before income tax, minority interests		4,772	6,391	17,437	21,804
Taxation		(1,712)	(2,549)	(5,638)	(7,137)

Profit/(loss) after income tax before deducting minority interests	3,060	3,842	11,799	14,667
Minority interests	42	471	(257)	323
Net profit/(loss) for the period attributable to members of the company	3,102	4,313	11,542	14,990
Earnings per share on above after deducting any provision for preference dividends, if any :-				
Basic(based on 68,000,000 ordinary shares)(sen)	4.56	6.34	16.97	22.04
Fully diluted (based on 68,000,000 ordinary shares)(sen)	4.56	6.34	16.97	22.04

(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 31 DECEMBER 2003***

	Note	AS AT END OF CURRENT QUARTER ENDED 30/09/03 RM'000	(AUDITED) AS AT PRECEDING FINANCIAL YEAR END 31/12/02 RM'000
Property, Plant & Equipment	A9	#####	26,494

Intangible Assets	1,841	2,760
Investment in Associated Companies	-	796
Long Term Investment	#####	24,724
Investment Properties	#####	23,487
Current Assets		
Inventories	1,309	1,555
Debtors	#####	89,855
Short term investments	6,914	5,987
Cash and Cash Equivalents	#####	34,364
	<u>#####</u>	<u>131,761</u>
Current Liabilities		
Creditors	#####	64,514
Short term borrowings	-	3,310
Provision for taxation	186	1,228
Dividends payables	-	-
	<u>#####</u>	<u>69,052</u>
Net Current Assets	#####	62,709
	<u>#####</u>	<u>140,970</u>
Share Capital	#####	68,000
Reserves	#####	68,791
Shareholders' Fund	<u>#####</u>	<u>136,791</u>
Minority Interests	522	350
Long Term Borrowings	447	367
Other deferred liabilities	3,450	3,462
	<u>#####</u>	<u>140,970</u>

Net tangible assets per share (RM)	<u>2.10</u>	<u>1.97</u>
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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 31 DECEMBER 2003***

	2003 Period end 31-Dec RM'000	2002 Period ended 31-Dec RM'000
Net profit after tax	#####	14,990
Adjustments for non-cash flow :-		
Non-cash items	6,480	8,966
Non-operating items	(2,996)	(2,740)
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Operating profit before changes in working capital	#####	21,216
Changes in working capital :		
Net Change in current assets	#####	(14,537)
Net Change in current liabilities	#####	(14,843)
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Net changes in working capital	#####	(29,380)
Tax paid	(6,942)	(9,786)
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Net cash flows from operating activities	#####	(17,950)
	<hr/>	
Investing Activities		

Equity Investments	3,206	1,937
Other Investments	(1,552)	(3,424)
	<u>1,654</u>	<u>(1,487)</u>
Financing Activities		
Dividend paid	(3,917)	(2,448)
Bank borrowings	(4,526)	2,071
	<u>(8,443)</u>	<u>(377)</u>
Net Change in Cash & Cash Equivalents	#####	(19,814)
Cash & Cash Equivalents at beginning of year	#####	54,178
Cash & Cash Equivalents at end of year	<u>#####</u>	<u>34,364</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 31 DECEMBER 2003

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

Year ended 31 December 2003

Balance as at 01.01.2003	68,000	#####		8,272	73,678	136,791
Deferred tax on revaluation reserves	-	-		369	-	369
Net profit for the period					11,542	11,542
Dividends payable					(3,917)	(3,917)
Balance as at 31.12.2003	68,000	#####	-	8,641	81,303	144,785

Year ended 31 December 2002

Balance as at 01.01.2002	68,000	#####		8,261	61,069	124,171
Revaluation surplus from property, plant equipment and investment properties	-	-		(67)	67	-
Revaluation adjustment due to waiver of cost of investment property	-	-		78		78
Net profit for the period	-	-		-	14,990	14,990
Dividends payable	-	-		-	(2,448)	(2,448)
Balance as at 31.12.2002	68,000	#####		8,272	73,678	136,791

(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 taxation are recognised for all temporary differences. Previously, deferred taxation 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 25 gives rise to the changes in accounting policy.

The adoption of MASB 25 by the Group does not give rise to material temporary differences that resulted in prior year adjustments.

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

Dividends paid in the current financial year was as follows:

	Year ended 31 December 2003		Year ended 31 December 2002	
	Gross dividend per share	Amount of dividend net of 28% tax RM'000	Gross dividend per share	Amount of dividend net of 28% tax RM'000
	Sen		Sen	
Final dividend approved by shareholder in respect of the year ended 31 December 2002, paid on 28 July 2003	8	3,917	5	2,448

A8 Segment Reporting

The segment revenue and segment results for the financial period ended 31 December 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	148,422	14,933	163,355	13,289
Investments	4,869	5,930	10,799	8,600
Quarrying & trading	13,696	2,700	16,396	2,486
	166,987	23,563	190,550	24,375
Consolidation adjustments		(23,563)	(23,563)	(6,822)
	166,987	-	166,987	17,553
Finance cost				(116)

17,437

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 1.2 million in respect of performance for projects undertaken in the current financial period.
- b) The Group has also given guarantee of RM 8.2 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.