

UEM BUILDERS BERHAD
(29354-H)
Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2008

THE FIGURES HAVE NOT BEEN AUDITED.

I. CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/03/2008	31/03/2007	31/03/2008	31/03/2007
	RM'000	RM'000	RM'000	RM'000
1. (a) Revenue	595,794	714,575	595,794	714,575
(b) Cost of sales	(526,327)	(638,983)	(526,327)	(638,983)
(c) Gross profit	69,467	75,592	69,467	75,592
(d) Other income	4,678	7,645	4,678	7,645
(e) Expenses	(21,135)	(17,739)	(21,135)	(17,739)
(f) Finance costs	(24,684)	(22,540)	(24,684)	(22,540)
(g) Share of results of associates	7,650	(13,318)	7,650	(13,318)
(h) Share of results of jointly controlled entities	2,380	-	2,380	-
(i) Profit before income tax	38,356	29,640	38,356	29,640
(j) Income tax	(9,117)	(12,516)	(9,117)	(12,516)
(k) Profit for the period	29,239	17,124	29,239	17,124
Attributable to:				
(l) Equity holders of the Company	29,175	17,029	29,175	17,029
(m) Minority interests	64	95	64	95
	29,239	17,124	29,239	17,124
2. Earnings per share attributable to equity holders of the Company:-				
(a) Basic (based on 2008: 963,869,000 [2007: 963,869,000] ordinary shares)	3.03 sen	1.77 sen	3.03 sen	1.77 sen
(b) Fully diluted	N/A	N/A	N/A	N/A

The condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

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II. CONDENSED CONSOLIDATED BALANCE SHEET

	Unaudited As at end of current quarter 31/03/2008 RM'000	Audited As at preceding year end 31/12/2007 RM'000
ASSETS		
1. Non-current assets		
Property, plant and equipment	90,332	94,898
Prepaid land lease payments	2,540	2,556
Bridge assets	933,053	881,831
Investment in associates	259,938	259,236
Investment in jointly controlled entities	59,021	76,134
Investment properties	112,765	112,780
Other investments	61,667	61,667
Deferred expenditure	5,979	6,323
Intangible assets	2,837	3,108
Goodwill	80,342	80,342
Deferred tax asset	3,729	3,729
Amount due from joint venture partners	40,615	31,048
Cash and bank balances	75,181	75,095
	1,727,999	1,688,747
2. Current assets		
Inventories	33,456	34,206
Trade receivables	1,553,131	1,465,260
Other receivables	231,837	217,389
Amount due from holding companies	81	109
Amount due from associates	2,934	2,542
Short term investments	10,951	10,951
Tax recoverable	22,643	10,567
Cash and bank balances	363,276	450,333
	2,218,309	2,191,357
Total assets	3,946,308	3,880,104

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II. CONDENSED CONSOLIDATED BALANCE SHEET (CONT'D)

	Unaudited As at end of current quarter 31/03/2008 RM'000	Audited As at preceding year end 31/12/2007 RM'000
EQUITY AND LIABILITIES		
3. Equity attributable to equity holders of the Company		
Share capital	963,869	963,869
Reserves	253,504	228,879
Accumulated losses	(472,892)	(502,067)
Shareholders' equity	744,481	690,681
4. Minority interests	4,971	4,907
Total equity	749,452	695,588
5. Non-current liabilities		
Provisions	277,200	277,200
Borrowings	1,004,077	1,096,812
Deferred tax liabilities	79,774	79,176
Amount due to holding companies	240,274	102,919
	1,601,325	1,556,107
6. Current liabilities		
Borrowings	885,252	815,804
Trade payables	676,932	718,897
Other payables	20,761	91,599
Amount due to associates	1,755	1,522
Tax payable	10,831	587
	1,595,531	1,628,409
Total liabilities	3,196,856	3,184,516
Total equity and liabilities	3,946,308	3,880,104
7. Net assets per share attributable to ordinary equity holders of the Company	RM0.77	RM0.72

The condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

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III. CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Unaudited Three Months to 31/03/2008	Unaudited Three months to 31/03/2007
	RM'000	RM'000
Cash flow from operating activities		
Cash receipts from customers	578,835	460,502
Cash payments to suppliers	(526,080)	(398,580)
Cash payments to employees and for expenses	(60,040)	(52,442)
Cash (used in)/generated from operations	(7,285)	9,480
Income taxes paid	(10,350)	(13,380)
Net cash used in operating activities	(17,635)	(3,900)
Cash flow from investing activities		
Purchase of property, plant and equipment	(3,696)	(2,951)
Proceeds from redemption of preference shares in jointly controlled entities	38,962	-
Additional investment in jointly controlled entities	(21,196)	-
Proceeds from disposal of investments	-	128
Proceeds from sale of property, plant and equipment	53	252
Interest income received	5,603	6,313
Bonds profit received	2,300	2,300
Bridge assets expenditure	(47,614)	(5,004)
Net cash (used in)/generated from investing activities	(25,588)	1,038
Cash flow from financing activities		
Proceeds from borrowings	55,091	68,618
Repayment of borrowings	(56,681)	(68,434)
Repayment of hire purchase creditors	(316)	(1,278)
Dividend paid to shareholders of the Company	-	(14,458)
Bank charges	(279)	(10)
Bonds expenditure paid	(20,320)	(24,985)
Interest paid	(8,135)	(9,663)
Net cash used in financing activities	(30,640)	(50,210)
Net decrease in cash and cash equivalents	(73,863)	(53,072)
Effects of foreign exchange rate changes	7,010	6,071
Cash and cash equivalents at beginning of financial period	107,015	153,729
Transfer from/(into):		
Deposit held in trust	(1,360)	23,867
Reserve account	1,274	2,709
Cash and cash equivalents as at end of financial period	(a) 40,076	133,304

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III. CONDENSED CONSOLIDATED CASH FLOW STATEMENT (CONT'D)

	Unaudited Three months to 31/03/2008 RM'000	Unaudited Three months to 31/03/2007 RM'000
(a) Cash and cash equivalents comprise the following amounts:		
Cash and bank balances	18,667	26,057
Deposits with licensed banks	344,609	451,949
Bank overdrafts	(323,200)	(344,702)
Cash and cash equivalents	40,076	133,304

The condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

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IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY

	← Attributable to equity holders of the Company →						Minority interests	Total Equity
	Share Capital	Share Premium	Exchange Fluctuation Reserves	Share Based Payment Reserves	Accumulated Losses	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
3 months to 31 March 2008 (Unaudited)								
Balance as at 1 January 2008	963,869	191,025	25,336	12,518	(502,067)	690,681	4,907	695,588
Currency translation differences, representing net income recognised directly in equity	-	-	24,625	-	-	24,625	-	24,625
Net profit for the period	-	-	-	-	29,175	29,175	64	29,239
Total recognised income and expense for the period	-	-	24,625	-	29,175	53,800	64	53,864
Balance as at 31 March 2008	963,869	191,025	49,961	12,518	(472,892)	744,481	4,971	749,452

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IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN TOTAL EQUITY (CONT'D)

← Attributable to equity holders of the Company →

	Share Capital	Share Premium	Exchange Fluctuation Reserves	Share Based Payment Reserves	Accumulated Losses	Total	Minority interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months to 31 March 2007 (Unaudited)								
Balance as at 1 January 2007	963,869	191,025	7,713	2,497	(659,445)	505,659	6,493	512,152
Currency translation differences, representing net income recognised directly in equity	-	-	795	-	-	795	-	795
Net profit for the period	-	-	-	-	17,029	17,029	95	17,124
Total recognised income and expense for the period	-	-	795	-	17,029	17,824	95	17,919
Balance as at 31 March 2007	963,869	191,025	8,508	2,497	(642,416)	523,483	6,588	530,071

The condensed Consolidated Statement of Changes in Total Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS

The notes to the condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2007.

1. Accounting policies and methods of computation

The quarterly consolidated financial statements have been prepared by applying accounting policies and methods of computation consistent with those used in the preparation of the most recent audited financial statements of the Group and are in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

2. Audit report in respect of the 2007 financial statements

The audit report on the Group's financial statements for the year ended 31 December 2007 was not qualified.

3. Seasonal or cyclical factors

The Group's operations are not subject to any significant seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period.

5. Material changes in estimates used

There were no changes in estimates of amounts reported in the prior financial years that have a material effect in the current period.

6. Debt and equity securities

The Group did not undertake any other issuance of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current period ended 31 March 2008.

7. Dividend

The Directors recommend a final tax-exempt dividend in respect of the year ended 31 December 2007 of 2.0 sen per share amounting to RM19,277,378 on 963,868,902 ordinary shares. The financial statements for the period do not reflect this proposed dividend. Such dividend, if approved by the shareholders in the forthcoming Annual General Meeting, will be accounted for in equity as an appropriation of retained earnings in the year ending 31 December 2008.

The Directors do not recommend any dividend for the current period ended 31 March 2008 (2007: Nil).

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8. **Segment information for the current period**

Segment information for the current period ended 31 March 2008 is as follows:

By business segment	Engineering & construction RM'000	Infrastructure maintenance RM'000	Toll concession RM'000	Investment holding RM'000	Eliminations RM'000	Group RM'000
Revenue						
External sales	460,199	97,638	37,957	-	-	595,794
Inter-segment sales	2,840	22,531	-	-	(25,371)	-
Total revenue	<u>463,039</u>	<u>120,169</u>	<u>37,957</u>	<u>-</u>	<u>(25,371)</u>	<u>595,794</u>
Results						
Segment results	24,392	7,136	25,920	(3,675)	(763)	53,010
Finance costs	(14,249)	(195)	(10,980)	(23)	763	(24,684)
Share of results of associates	234	-	-	7,416	-	7,650
Share of results of jointly controlled entities	2,380	-	-	-	-	2,380
Profit before income tax	<u>12,757</u>	<u>6,941</u>	<u>14,940</u>	<u>3,718</u>	<u>-</u>	<u>38,356</u>
Income tax	(2,974)	(1,805)	(4,532)	194	-	(9,117)
Profit for the period	<u>9,783</u>	<u>5,136</u>	<u>10,408</u>	<u>3,912</u>	<u>-</u>	<u>29,239</u>
Attributable to:						
Equity holders of the Company	9,734	5,121	10,408	3,912	-	29,175
Minority interests	49	15	-	-	-	64
	<u>9,783</u>	<u>5,136</u>	<u>10,408</u>	<u>3,912</u>	<u>-</u>	<u>29,239</u>

9. **Material events subsequent to the end of the current period**

In the opinion of the Directors, there are no items, transactions or events of a material and unusual nature, which have arisen since 31 March 2008 to the date of this announcement for which would substantially affect the financial results of the Group for the period ended 31 March 2008 that have not been reflected in the condensed financial statements.

10. **Changes in the composition of the Group**

There were no changes in the composition of the Group for the current period including business combinations, acquisitions or disposals of subsidiaries and long term investments, restructuring or discontinued operations except for the following:

- a) On 21 February 2008, UEM Builders incorporated a wholly-owned Singaporean subsidiary, namely, UEM Builders (Singapore) Pte Ltd ("UEMB Singapore") with an issued and paid-up share capital of SGD1.00 comprising 1 ordinary share.

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11. **Contingent liabilities**

There are no changes in the contingent liabilities as at the date of this announcement since the preceding year ended 31 December 2007 except as disclosed below:

(a)	Unaudited 31/03/2008	Audited 31/12/2007
<u>Description of contingent liabilities</u>	RM'000	RM'000
<u>Company</u>		
Corporate guarantees provided by the Company to secure credit and guarantee facilities of subsidiaries.	85,133	85,133
<u>Group</u>		
Bank guarantees provided for construction projects undertaken by subsidiaries.	635,351	613,231

- (b) In 2002, UEM-ESSAR Joint Venture ("JV") was awarded three Indian construction contract packages, namely NH4 Packages 2, 4 and 5 Tumkur Haveri Road Project by National Highway Authority of India ("NHAI"). The performance guarantees ("PG") in favour of NHAI required from UEM Group Berhad ("UEM") in respect of the said NH4 Packages 4 and 5 amounting to INR475 million (approximately RM41.3 million) were procured by UEM Construction Sdn Bhd (a wholly-owned subsidiary of the Company) on behalf of UEM. UEM is the intermediate holding company of the Company.

In December 2006, the JV terminated the works contract in respect of the said NH4 Packages 4 and 5. In January 2007, NHAI intimated to the JV of its intention to invoke the PG. The JV then commenced action in the Delhi High Court to prevent NHAI from invoking the PG until the conclusion of arbitration of claims that the JV has against NHAI.

The Delhi High Court on 28 September 2007 has rejected the JV's application for a stay order on the invocation of the PG. On 29 September 2007, the JV filed an appeal to the Delhi Appeal Court against the High Court's decision. The PG was encashed by NHAI on 1 October 2007 and NHAI collected a Demand Draft for the value of the PG. However, NHAI has not presented the Demand Draft for payment as the Delhi Court has requested NHAI not to precipitate the matter any further pending the outcome of the appeal. On 11 February 2008, the Delhi Appeal Court dismissed the appeal against the decision of the High Court and the matter now lies for appeal to the Supreme Court.

Claims against Essar Projects Limited ('Essar') in respect of the encashment of the PG will be made under the indemnity given by Essar to UEM.

- (c) UEM Group Berhad ("UEM") had appointed Qatar Meta Coat WLL ("QMC") to carry out certain works for a project in Qatar. QMC was subsequently terminated for non-performance on 12 April 2006. In 2006, QMC filed a claim in Qatar Court against UEM for QR39.8 million (RM36.2 million) which comprised QR8.2 million (RM7.5 million) for works omitted, liquidation of performance bond of QR1.6 million (RM1.5 million) and general damages of QR30 million (RM 27.3 million).

UEM has filed a counterclaim of QR30.4 million (RM27.7 million) for rectification works and other expenses against QMC. The Qatar Court then ordered that an independent engineering expert conduct a technical assessment of the parties' claims. The Court hearing on this case has been fixed on 22 October 2008. The risks and rewards of this project which has been completed, have been assumed by UEM Construction Sdn Bhd, a subsidiary of the Company, which was appointed as UEM's subcontractor.

No provision has been made in the financial statements as the Directors have been advised that UEM will be able to uphold its claims as well as resist the claims by QMC. In addition, a provision for foreseeable losses in respect of the project has been made in prior years.

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12. **Commitments for the purchase and acquisition of property, plant, equipment and additions to bridge assets**

There are no material commitments for the purchase and acquisition of property, plant, equipment and additions to bridge assets except as disclosed below:

	RM'000
Authorised and contracted for	470,789
Authorised but not contracted for	79,411
	550,200

13. **Income tax**

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/03/2008	31/03/2007	31/03/2008	31/03/2007
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation				
- Current taxation	8,835	11,463	8,835	11,463
- Over provision in respect of prior years	(316)	-	(316)	-
- Deferred taxation	598	1,053	598	1,053
	9,117	12,516	9,117	12,516

The effective income tax rate is lower than the Malaysian statutory tax rate principally due to share of net profit of foreign associate.

14. **Disposal of unquoted investments and properties**

There were no disposals of unquoted investments and properties in the current period.

15a) **Acquisitions and disposals of quoted securities**

There were no acquisition and disposals of quoted investment for the current period.

15b) **Investments in quoted securities**

Total investments in quoted securities other than securities in the existing subsidiaries and associates are as follows:-

	As at 31/03/2008
	RM'000
Total investments at cost	124
Total investments at carrying value/book value, net of accumulated impairment losses	12
Total investments at market value	12

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16a) **Status of corporate proposals announced but not completed as at the date of this announcement.**

There are no corporate proposals announced but not completed as at the date of this announcement except for the following:

- a) On 18 April 2008, two wholly-owned subsidiaries namely UEM (Mauritius) Co Ltd (“UEMM”) and UE Development India Pvt Ltd (“UEDI”) executed a Joint Venture Agreement (“JVA”) with Ansal Properties and Infrastructure Limited (“Ansal API”) to set up a joint venture company to be incorporated in India known as UEM Builders-ANSAL API Contracts Pvt Ltd. (“JV Co”).

The JV Co will have an authorised and an issued and paid-up share capital of INR10,000,000 (RM833,334) and INR5,000,000 (RM416,667) respectively upon fulfilment of the JVA.

- b) Further to the Supplemental Agreement to the Concession Agreement entered into by Penang Bridge Sdn Bhd (PBSB), a wholly-owned subsidiary of the Company, PBSB has on 3 April 2008 executed the Facility Agreement (“FA”) with the Government of Malaysia for a term loan facility of RM183.1 million. The loan will be utilized to part finance the additional works on the Penang Bridge. The loan tenure is 150 months from the first drawdown and interest is at a fixed rate of 6% per annum.

16b) **Utilisation of proceeds**

The status of the utilisation of proceeds raised from the corporate proposals of Sukuk Istisna is as follows:-

Purpose for which proceeds were raised	Amount raised	Amount utilised to-date	Remaining balance
	RM’000	RM’000	RM’000
Widening of Penang Bridge	334,495	192,816	141,679

- 16 c) In relation to the announcement made on 3 August 2007 and 26 November 2007 pertaining to the internal re-organisation of the Company, the Foreign Investment Committee (“FIC”) had agreed to the Company’s appeal for the waiver of the equity conditions imposed on Unipati Concrete Sdn Bhd and Preferred Resources Sdn Bhd as long as their respective shareholding structures are maintained.

Pursuant to the above, as at 14 April 2008, the transfer of the shares from the respective vendor subsidiaries directly to the Company has been completed in respect of the following 8 target subsidiaries:

<u>Name of Target Company</u>	<u>Date of Transfer</u>
Pati Sdn Bhd	1 April 2008
Soil Centralab Sdn Bhd	1 April 2008
Kuari Pati Sdn Bhd	7 April 2008
Pati Technologies Sdn Bhd	7 April 2008
Hoto Stainless Steel Industries Sdn Bhd	14 April 2008
Unipati Concrete Sdn Bhd	14 April 2008
Preferred Resources Sdn Bhd	14 April 2008
Matang Pagar Sdn Bhd	14 April 2008

The Company has decided to retain Finwares Sdn Bhd under UEM Construction Sdn Bhd as FIC has rejected the Company’s appeal to maintain the amount of the issued and paid up capital of Finwares Sdn Bhd.

The Company will advise on the transfers for the remaining 3 target companies namely Profitlite Holding Sdn Bhd, Pati Bukit Perak Sdn Bhd and Pati Pave Sdn Bhd in due course.

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17. **Borrowings and debt securities**

Details of Group borrowings and debt securities as at 31 March 2008 are as follows:

	Long term borrowings			Short term borrowings		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Debt securities - domestic</u>						
Penang Bridge Islamic Serial Bonds	460,000	-	460,000	80,000	-	80,000
Penang Bridge Islamic Serial Bonds repurchased and held as investment	(40,000)	-	(40,000)	-	-	-
Redeemable Zero Coupon Serial Sukuk Istisna	383,476	-	383,476	-	-	-
Murabahah Commercial Papers / Medium Term Notes (MUNIF)	-	200,000	200,000	-	100,000	100,000
<u>Other borrowings - domestic</u>						
Revolving Credit	-	-	-	-	111,000	111,000
Bankers' Acceptance	-	-	-	-	20,619	20,619
Bank Overdraft	-	-	-	-	63,718	63,718
Hire Purchase	-	601	601	-	1,150	1,150
<u>Other borrowings - foreign</u>						
Bank Overdraft						
- Qatar Riyal	-	-	-	-	249,077	249,077
- Indian Rupee	-	-	-	-	10,405	10,405
Term Loan						
- Indian Rupee	-	-	-	-	209,825	209,825
- Malaysian Ringgit	-	-	-	-	39,458	39,458
TOTAL	803,476	200,601	1,004,077	80,000	805,252	885,252

18. **Off Balance Sheet financial instruments**

There are no financial instruments with off-balance sheet risks as at the date of this announcement.

19. **Material litigation**

Since the preceding year ended 31 December 2007, there is no additional material litigation and no material changes to the material litigation previously disclosed.

20. **Comparison between the current quarter and the immediate preceding quarter**

The Group recorded a higher revenue of RM595.8 million in the current quarter compared to RM420.7 million in the immediate preceding quarter mainly due to better progress from major local projects in engineering and construction segment.

The Group recorded a lower profit before tax of RM38.4 million in the current quarter compared to RM98.7 million in the immediate preceding quarter. The higher profit before tax in the immediate preceding quarter was mainly due to a "one-off" gain arising from the dilution in equity holdings in a foreign associate company amounting to RM90.7 million. Excluding the "one-off" gain, the current quarter's profit before tax is higher by RM30 million due to better performance in the engineering and construction and toll concession divisions.

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21. **Review of performance for the current quarter and preceding year corresponding quarter**

Revenue for the current quarter of RM595.8 million was lower than preceding year corresponding quarter revenue of RM714.6 million. The lower revenue was mainly due to completion of certain domestic projects whilst other new projects are in the start up phase and revenue from these projects have not yet come on stream.

The Group recorded a profit before tax of RM38.4 million in the current quarter compared to RM29.6 million in the preceding year corresponding quarter. This is mainly due to a foreign associate's profit amounting to RM7.4 million for the current quarter as compared to a loss recorded in preceding year corresponding quarter amounting to RM13.0 million.

22. **Economic profit ("EP") statement**

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31/03/2008 RM'000	Preceding year corresponding quarter 31/03/2007 RM'000	Three months to 31/03/2008 RM'000	Three months to 31/03/2007 RM'000
<u>Net operating profit after tax ("NOPAT") computation:</u>				
Earning before interest and tax (EBIT *)	51,495	63,303	51,495	63,303
Adjusted tax	(13,389)	(17,092)	(13,389)	(17,092)
NOPAT	38,106	46,211	38,106	46,211
<u>Economic charge computation:</u>				
Average invested capital	1,780,088	1,540,765	1,780,088	1,540,765
Weighted average cost of capital per annum	7.7%	9.9%	7.7%	9.9%
Economic charge	34,267	38,134	34,267	38,134
Economic profit	3,839	8,077	3,839	8,077

*EBIT is arrived before finance cost, share of results in associates and joint ventures, and interest income.

The EP statement is as prescribed under the GLC Transformation program, and is disclosed on a voluntary basis. EP is a measure of value created by a business during a single period reflecting how much return a business makes over its cost of capital, that is, the difference between the Company's rate of return and cost of capital.

EP for the three months period ended 31 March 2008 reduced by RM4.2 million as compared to the same quarter last year mainly due to lower revenue recorded in the current quarter.

23. **Prospects**

The Group has announced a revenue growth target of 40% for the year 2008. For the three months period ended 31 March 2008, the Group has achieved 17% of the total revenue targeted. In addition, the Group achieved an annualised Return on Equity (ROE) of 16% for the quarter. This is in line towards achieving the full year ROE of 20% previously announced as headline KPI.

The Group's current order book in excess of RM3.3 billion under the engineering and construction division is expected to enhance the earnings prospects for the Group. The infrastructure maintenance and toll concession divisions will continue to contribute positively to the result of the Group for the year.



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24. **Profit forecast**

No commentary is made on any variance between actual profits from forecast profit, as it does not apply to the Group.

25. **Earnings per share**

	Earnings	No. of shares	EPS
	RM'000	'000	Sen
Profit attributable to equity holders of the Company	29,175	-	-
Weighted average number of shares in issue during the period	-	963,869	-
Basic earnings per share ("EPS")	-	-	3.03

The diluted earnings per share is not shown, as it is not applicable to the Group.

By Order of the Board

SHARIFAH SHAFIQA SALIM (LS: 0008928)
LIM WAI YEE (MAICSA: 7001963)

Kuala Lumpur
29 May 2008

Joint Secretaries