



Form Version 2.0

Financial Results

Submitted by **GAMUDA** on **23/03/2005 05:38:34 PM**

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(Submitted)

(*) Indicates a mandatory field. Please fill in all the necessary information.

New Announcement

* Company name : **GAMUDA BERHAD**
* Stock name : **GAMUDA**
* Stock code : **5398**

Part A1 : QUARTERLY REPORT

* Quarterly report for the financial period ended : **31/01/2005** 15
* Quarter : **2 Qtr**
* Financial Year End : **31/07/2005** 15
* The figures : **Have not been audited**

Remarks:

c.c. **Securities Commission**

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

**Summary of Key Financial Information for the financial period ended
* 31/01/2005**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER * 31/01/2005 ¹⁶ [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/01/2004 ¹⁶ [dd/mm/yyyy] RM'000	CURRENT YEAR TO DATE * 31/01/2005 ¹⁶ [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/01/2004 ¹⁶ [dd/mm/yyyy] RM'000
1	Revenue	344,941	413,018	705,918	790,573
2	Profit/(loss) before tax	102,360	104,247	213,042	210,511
3	Profit/(loss) after tax and minority interest	69,120	73,456	139,140	140,188
4	Net profit/(loss) for the period	69,120	73,456	139,140	140,188
5	Basic earnings/(loss) per share (sen)	9.33	10.13	18.83	19.73
6	Dividend per share (sen)	7.00	7.00	7.00	7.00
		AS AT END OF CURRENT QUARTER*		AS AT PRECEDING FINANCIAL YEAR END	
7	Net tangible assets per share (RM)	2.6800		2.5800	
Remarks :					

Note: For full text of the above announcement, please access the Bursa Malaysia website at www.bursamalaysia.com

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31-Jan-05 RM'000	Comparative Quarter 31-Jan-04 RM'000	Current Year To Date 31-Jan-05 RM'000	Preceding Year Corresponding Period 31-Jan-04 RM'000
Revenue	344,941	413,018	705,918	790,573
Operating expenses	(272,472)	(339,646)	(552,960)	(641,898)
Other operating income	950	1,674	3,545	3,778
Profit from operations	73,419	75,046	156,503	152,453
Finance costs	(3,145)	(3,053)	(6,355)	(6,078)
Interest income	3,772	4,837	6,749	9,047
Share of results of associates and jointly controlled entities	28,314	27,417	56,145	55,089
Profit before taxation	102,360	104,247	213,042	210,511
Taxation	(29,366)	(29,007)	(61,772)	(60,120)
Profit after taxation	72,994	75,240	151,270	150,391
Minority interests	(3,874)	(1,784)	(12,130)	(10,203)
Net profit attributable to shareholders	69,120	73,456	139,140	140,188
Earnings per share				
Basic earnings per share (sen)	9.33	10.13	18.83	19.73
Fully diluted earnings per share (sen)	8.67	8.85	17.54	17.23

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 July 2004.

GAMUDA BERHAD (29579-T)
CONDENSED CONSOLIDATED BALANCE SHEETS

	As at 31.01.2005	As at 31.07.2004	
	RM'000	RM'000	
NON-CURRENT ASSETS			
Property, plant and equipment	107,816	115,368	
Associated companies	1,203,441	1,168,680	
Jointly controlled entities	18,908	14,370	
Other investments	3,217	3,217	
Goodwill arising on consolidation	19,711	20,128	
Concession rights	61,833	63,001	
Deferred tax assets	4,219	4,079	
	<u>1,419,145</u>	<u>1,388,843</u>	
CURRENT ASSETS			
Property development costs	551,450	550,492	<i>Restated (Note 1(c))</i>
Inventories	8,858	5,874	
Receivables	675,638	659,400	<i>Restated (Note 1(c))</i>
Amount due from customers for construction contracts	25,459	41,073	
Cash and bank balances	439,417	470,737	
	<u>1,700,822</u>	<u>1,727,576</u>	
CURRENT LIABILITIES			
Short term borrowings	20,526	56,192	
Payables	276,525	325,460	<i>Restated (Note 1(c))</i>
Amount due to customers for construction contracts	207,882	213,314	
Tax payable	9,350	7,006	
	<u>514,283</u>	<u>601,972</u>	
NET CURRENT ASSETS	<u>1,186,539</u>	<u>1,125,604</u>	
	<u>2,605,684</u>	<u>2,514,447</u>	
FINANCED BY:			
Share capital	744,640	736,788	
Reserves	1,336,030	1,249,339	
Shareholders' funds	<u>2,080,670</u>	<u>1,986,127</u>	
Minority interests	21,867	19,456	
	<u>2,102,537</u>	<u>2,005,583</u>	
Retirement benefit obligations	5,178	5,283	
Deferred tax liabilities	20,611	20,116	
Other long term liabilities	477,358	483,465	
	<u>2,605,684</u>	<u>2,514,447</u>	
Net Tangible Assets per share (RM)	2.68	2.58	

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 July 2004.

GAMUDA BERHAD (29579-T)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	<u>Non Distributable</u>			<u>Distributable</u>		Total
	Share capital	Share premium	Capital reserve	Foreign exchange reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Current Year To date</u>						
At 31 July 2004	736,788	235,236	75,817	201	938,085	1,986,127
Currency translation differences	-	-	-	23	-	23
Exercise of Employees' Share Option	7,820	22,349	-	-	-	30,169
Conversion of warrants	32	87	-	-	-	119
Net profit for the period	-	-	-	-	139,140	139,140
Dividends						
- Final dividend declared for the financial year ended 31 July 2004	-	-	-	-	(48,155)	(48,155)
- Special dividend declared for the financial year ended 31 July 2004	-	-	-	-	(26,753)	(26,753)
At 31 January 2005	744,640	257,672	75,817	224	1,002,317	2,080,670
<u>Preceding Year</u>						
<u>Corresponding Period</u>						
At 31 July 2003	683,447	83,882	75,704	109	738,846	1,581,988
Currency translation differences	-	-	-	82	-	82
Exercise of Employees' Share Option	7,042	20,887	-	-	-	27,929
Conversion of warrants	36,983	104,238	-	-	-	141,221
Net profit for the period	-	-	-	-	140,188	140,188
Dividends						
- Final dividend paid for the financial year ended 31 July 2003	-	-	-	-	(47,084)	(47,084)
At 31 January 2004	727,472	209,007	75,704	191	831,950	1,844,324

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2004.

GAMUDA BERHAD (29579-T)
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	6 months ended	
	31-Jan-05	31-Jan-04
	RM'000	RM'000
Operating activities		
Net profit before taxation	213,042	210,511
Adjustment for non-cash items/non-operating items	(46,226)	(61,419)
Operating profit before changes in working capital	<u>166,816</u>	<u>149,092</u>
<u>Changes in working capital</u>		
Net change in current assets	(54,251)	(163,378)
Net change in current liabilities	(84,686)	(165,240)
Cash generated from/(used in) operations	<u>27,879</u>	<u>(179,526)</u>
Tax paid	(43,550)	(49,928)
Others	(7,728)	(10,876)
Net cash used in operating activities	<u>(23,399)</u>	<u>(240,330)</u>
Investing activities		
Property, plant and equipment		
- purchases	(992)	(5,880)
- disposals	1,994	5,143
Dividend received from associated companies	24,082	4,369
Additional investment in associated companies	(24,962)	(21,305)
Interest received	6,748	10,722
Net cash generated from/(used in) investing activities	<u>6,870</u>	<u>(6,951)</u>
Financing activities		
Dividend paid	-	(47,084)
Proceeds from issuance of shares	30,288	169,150
Net (repayment)/drawdown of borrowings	(45,157)	103,512
Distribution of profit to minority partners of an unincorporated subsidiary	-	(13,919)
Net cash (used in)/ generated from financing activities	<u>(14,869)</u>	<u>211,659</u>
Net decrease in cash and cash equivalents	(31,398)	(35,622)
Effects of exchange rate changes	78	82
Cash and cash equivalents at beginning of period	<u>470,737</u>	<u>532,915</u>
Cash and cash equivalents at end of period	<u><u>439,417</u></u>	<u><u>497,375</u></u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2004.

Gamuda Berhad (Company No. 29579-T)
Quarterly Report On Consolidated Results
For The Financial Quarter Ended 31 January 2005

Notes To The Financial Statements

1. Basis of Preparation

- a) The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standards (formerly known as MASB Standards), FRS 134 - Interim Financial Reporting.
- b) The interim financial report should be read in conjunction with the audited financial statements of the group for the year ended 31 July 2004.
- c) The accounting policies and methods of computation adopted by the Group are consistent with those adopted in the preparation of the financial statements for the year ended 31 July 2004, except for the adoption of FRS 201, Property Development Activities.

The adoption of FRS 201 does not have any material effect on the financial results of the Group for the current or prior periods. The comparative amounts as at 31 July 2004, however, have been restated as follows:

	As previously stated	Reclassifications	Restated
	RM'000	RM'000	RM'000
Property development costs	557,788	(7,296)	550,492
Receivables	647,976	11,424	659,400
Payables	321,332	4,128	325,460

2. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2004 was not subject to any qualification.

3. Seasonal or Cyclical Factors

The business operations of the Group are not affected by any significant seasonal or cyclical factors.

4. Unusual Items

There are no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

5. Changes in Estimates

There are no changes in estimates of amounts reported previously that have any material effect in the current quarter under review.

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Notes To The Financial Statements

6. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period except for the issuance of 7,820,000 and 31,500 new ordinary shares of RM1 each, pursuant to the exercise of the Employees' Share Option Scheme and conversion of warrants respectively.

7. Segmental Reporting

Segment information is presented in respect of the Group's business segment.

	Engineering and Construction RM'000	Property Development RM'000	Water related and Expressway Concessions RM'000	Manufacturing Quarrying and Others RM'000	Inter- segment Elimination RM'000	Total RM'000
6 months period ended 31 January 2005						
Revenue						
External	452,575	160,076	25,241	68,026	-	705,918
Inter segment	-	-	-	51,018	(51,018)	-
	<u>452,575</u>	<u>160,076</u>	<u>25,241</u>	<u>119,044</u>	<u>(51,018)</u>	<u>705,918</u>
Segment results						
Segment results before amortisation	110,686	21,574	14,820	11,008	-	158,088
Amortisation of goodwill and concession rights	-	-	(1,494)	(91)	-	(1,585)
Profit from operations	<u>110,686</u>	<u>21,574</u>	<u>13,326</u>	<u>10,917</u>	-	<u>156,503</u>
Finance costs	(6,355)	-	-	-	-	(6,355)
Interest income	3,060	1,855	10	1,824	-	6,749
Share of results of associates and jointly controlled entities	<u>6,716</u>	<u>10,396</u>	<u>39,033</u>	-	-	<u>56,145</u>
Profit before taxation	114,107	33,825	52,369	12,741	-	213,042
Taxation						<u>(61,772)</u>
Profit after taxation						151,270
Minority interests						<u>(12,130)</u>
Net profit attributable to shareholders						<u>139,140</u>

Gamuda Berhad (Company No. 29579-T)
Quarterly Report On Consolidated Results
For The Financial Quarter Ended 31 January 2005

Notes To The Financial Statements

8. Dividends Paid

	6 months ended 31 January	
	2005	2004
	RM'000	RM'000
For the year ended 31 July 2004: Final dividend of 9.0 sen less 28% taxation and special dividend of 5.0 sen less 28% taxation (2003: Final dividend of 9.0 sen less 28% taxation)	<i>Note 1</i>	<u>47,084</u>

Note 1: Final dividend of 9.0 sen less 28% taxation and special dividend of 5.0 sen less 28% taxation for the year ended 31 July 2004 were paid on 2 February 2005.

9. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward without amendment from the previous annual report.

10. Material Events Subsequent to Balance Sheet Date

There are no material events subsequent to the end of the quarter under review.

11. Changes in Composition of the Group

The changes of the Group for the financial period ended 31 January 2005 is as follows:

On 2 November 2004, Harum Intisari Sdn Bhd ("HISB") a wholly-owned subsidiary of the Company, acquired 2 ordinary shares of RM1.00 each in the issued and paid-up capital of Bandar Botanic Resort Berhad ("BBRB", formerly known as Green Nature Standard Sdn Bhd) for a cash consideration of RM2.00. With the acquisition, BBRB will be a wholly-owned subsidiary of HISB and an indirect wholly-owned subsidiary of Gamuda. BBRB is presently dormant and its intended principal activity as proprietor and operator of a recreational clubhouse to be called the Botanic Club located in Klang, Selangor Darul Ehsan.

12. Changes in Contingent Liabilities or Contingent Assets

	<u>31 Jan 2005</u>	<u>31 July 2004</u>
	RM'000	RM'000
Performance and retention sum guarantees	<u>290,048</u>	<u>331,803</u>

The contingent liabilities mainly relate to advance payment guarantees and performance bonds for the construction projects undertaken by the Group.

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For The Financial Quarter Ended 31 January 2005

Notes To The Financial Statements

13. Review of Performance

For the current quarter under review, the Group recorded revenue and profit before tax of RM344.9 million and RM102.4 million respectively as compared to RM413.0 million and RM104.2 million respectively in the corresponding preceding quarter.

For the current year to date, the Group recorded revenue and profit before tax of RM705.9 million and RM213.0 million respectively as compared to RM790.6 million and RM210.5 million respectively in the corresponding preceding period. The core businesses of the Group have contributed positively to the Group's results.

14. Comparison with Immediate Preceding Quarter's Results

For the current quarter under review, the Group recorded profit before tax of RM102.4 million as compared to RM110.7 million in the immediate preceding quarter. The lower profit before tax is due to lower contribution from the construction division.

15. Current Year Prospects

Given the existing good order book, significant contributions from the property, water and expressway divisions and barring any unforeseen circumstances, the Group's performance is expected to continue to be favourable for the remaining periods of the current financial year.

16. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

17. Tax Expense

The taxation is derived as below:

	3 months ended		6 months ended	
	31 January		31 January	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Company and subsidiaries	20,488	23,377	44,046	47,689
Associated companies and jointly controlled entities	8,878	5,630	17,726	12,431
Total	29,366	29,007	61,772	60,120

The effective tax rate of the Group for the current quarter is higher than the statutory tax rate due to certain expenses which are not deductible for tax purposes.

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Quarterly Report On Consolidated Results
For The Financial Quarter Ended 31 January 2005

Notes To The Financial Statements

18. Profits/(Losses) on Sale of Unquoted Investments and/or Properties

There is no sale of investments and / or properties for the current financial period under review.

19. Quoted Securities

- a) There have been no dealings in quoted shares for the current quarter under review.
- b) The details of the investments in quoted shares as at 31 Jan 2005 are as follows:-

	RM'000
Total investments at cost	3,479
Total investments at book value	2,502
Total investments at market value	4,372

20. Status of Corporate Proposal Announced

- a) There are no corporate proposal announced but not completed at a date not earlier than 7 days from the date of issue of this report except as follows:-

The Company has entered into the following agreements :-

- i) a sale and purchase agreement dated 12th September 2002 with its wholly owned subsidiary, Reka Strategi Sdn Bhd (“RSSB”), for the disposal of its 80% equity interest in Gamuda Water Sdn Bhd (“G-Water”) comprising 1,600,000 ordinary shares of RM1.00 each (“G-Water Sale Shares”) to RSSB for a total consideration of RM120 million (“Proposed Disposal of G-Water”); and
- ii) a sale and purchase agreement dated 13th September 2002 with its 30% owned associated company, Syarikat Pengeluar Air Selangor Holdings Berhad (“ Splash Holdings”), for the disposal of its entire equity interest in RSSB comprising 2 ordinary shares of RM1.00 each (“RSSB Sale Shares”) to Splash Holdings for a total consideration of RM2.00 (“Proposed Disposal of RSSB”)

Upon completion of the disposal of the G-Water and RSSB (“proposed disposals”), G-Water and RSSB will cease to be subsidiaries of Gamuda. However, they will remain as associated companies of Gamuda via Splash Holdings.

Gamuda Berhad (Company No. 29579-T)
Quarterly Report On Consolidated Results
For The Financial Quarter Ended 31 January 2005

Notes To The Financial Statements

- b) The following are the status of utilisation of proceeds from the 3% Redeemable Unsecured Bonds 2000/2007 and Rights Issue Warrants proceeds as at end of the reporting period:

	<u>Proposed</u> RM'000	<u>Utilised</u> RM'000
<u>Details of activities:</u>		
Repayment of borrowings	115,000	115,000
Part payment for land acquisition (Bandar Botanic)	60,000	60,000
Working capital	70,700	70,700
Expenses of bonds issue	4,300	4,300
Investment in Splash Holdings (Holding Company of Syarikat Pengeluar Air Sungai Selangor Sdn Bhd)	150,000	120,000
Total	<u>400,000</u>	<u>370,000</u>

21. Group Borrowings and Debt Securities

The details of the Group's borrowings as at end of current quarter are as follows:

	Foreign Currency '000	RM Equivalent '000
<u>Short Term Borrowings</u>		
Revolving Credit Facility (Unsecured) - denominated in Taiwan Dollar ("TWD")	TWD 180,000	20,000
Finance Lease Payables (Secured) - current portion - denominated in Indian Rupee ("INR")	INR 6,027	<u>526</u>
		<u>20,526</u>
<u>Long Term Borrowings</u>		
Bonds (Nominal amount of 3% Redeemable Unsecured Bonds 2000/2007)	-	400,000
Term Loan (Secured)	-	<u>73,974</u>
		<u>473,974</u>
Total		<u>494,500</u>

22. Off Balance Sheet Financial Instruments

The Group has no off balance sheet financial instruments at a date not earlier than 7 days from the date of issue of this report.

**Gamuda Berhad (Company No. 29579-T)
Quarterly Report On Consolidated Results
For The Financial Quarter Ended 31 January 2005**

Notes To The Financial Statements

23. Changes in Material Litigation

There is no pending material litigation since the last annual balance sheet date to a date not earlier than 7 days from the date of issue of this report.

24. Dividend

(a) The Board of Directors has declared an interim dividend in respect of financial year ending 31 July 2005 as follows:

- i. Amount per share 7.00 sen less 28% taxation;
- ii. Previous corresponding period 7.00 sen less 28% taxation;
- iii. Date of dividend payment to be determined later;
- iv. In respect of deposited securities, entitlement to dividends to be determined on the basis of the record of depositors as at book closure date to be determined later.

(b) The total dividend per share for the current financial year is 7.00 sen less 28% taxation.

25. Earnings Per Share

	Current Quarter 31 Jan 2005	Current Year To Date 31 Jan 2005
Basic		
Net profit attributable to shareholders (RM'000)	69,120	139,140
Number of ordinary shares in issue as at 1 August 2004 ('000)	736,788	736,788
Effect of shares issued during the period ('000)	3,930	2,294
Weighted average number of ordinary shares in issue ('000)	740,718	739,082
Basic earnings per ordinary share (sen)	9.33	18.83
Diluted		
Net profit attributable to shareholders (RM'000)	69,120	139,140
Weighted average number of ordinary shares in issue ('000)	740,718	739,082
- Assumed shares issued from the exercise of ESOS ('000)	4,904	4,689
- Assumed shares issued from exercise of Warrants 1996/2006 ('000)	14,375	13,715
- Assumed shares issued from exercise of Warrants 2001/2007 ('000)	36,953	35,896
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share ('000)	796,950	793,382
Fully diluted earnings per ordinary share (sen)	8.67	17.54

Report Dated: 23 March 2005