



Form Version 2.0

## Financial Results

Submitted by **GAMUDA** on 27/09/2004 05:57:57 PM

Reference No **GG-040927-55671**

**(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 : **31/07/2004**  16  
\* Quarter : **4 Qtr**  
\* Financial Year End : **31/07/2004**  16  
\* 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  
\* 31/07/2004**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER * 31/07/2004  [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2003  [dd/mm/yyyy] RM'000	CURRENT YEAR TO DATE * 31/07/2004  [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2003  [dd/mm/yyyy] RM'000
1	Revenue	467,034	466,454	1,719,032	1,442,069
2	Profit/(loss) before tax	111,387	105,782	435,556	406,002
3	Profit/(loss) after tax and minority interest	67,825	53,505	283,336	241,773
4	Net profit/(loss) for the period	67,825	53,505	283,336	241,773
5	Basic earnings/(loss) per share (sen)	9.22	7.87	39.25	35.74
6	Dividend per share (sen)	14.00	9.00	21.00	16.00
		<b>AS AT END OF CURRENT QUARTER*</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
7	Net tangible assets per share (RM)	2.5800		2.1900	
Remarks :					

Note: For full text of the above announcement, please access the Bursa Malaysia website at [www.bursamalaysia.com](http://www.bursamalaysia.com)

**GAMUDA BERHAD (29579-T)**

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31-Jul-04 RM'000	Comparative Quarter 31-Jul-03 RM'000	Current Year To Date 31-Jul-04 RM'000	Preceding Year Corresponding Period 31-Jul-03 RM'000
Revenue	467,034	466,454	1,719,032	1,442,069
Operating expenses	(385,846)	(386,527)	(1,406,590)	(1,134,726)
Other operating income	6,063	24,232	12,703	27,590
<b>Profit from operations</b>	<b>87,251</b>	<b>104,159</b>	<b>325,145</b>	<b>334,933</b>
Finance costs	(3,119)	(3,049)	(12,403)	(12,025)
Interest income	4,103	4,026	18,410	15,628
Share of results of associates and jointly controlled entities	23,152	27,077	104,404	93,897
Impairment of goodwill in an associated company	-	(26,431)	-	(26,431)
<b>Profit before taxation</b>	<b>111,387</b>	<b>105,782</b>	<b>435,556</b>	<b>406,002</b>
Taxation	(35,609)	(49,133)	(132,649)	(138,607)
<b>Profit after taxation</b>	<b>75,778</b>	<b>56,649</b>	<b>302,907</b>	<b>267,395</b>
Minority interests	(7,953)	(3,144)	(19,571)	(25,622)
<b>Net profit attributable to shareholders</b>	<b>67,825</b>	<b>53,505</b>	<b>283,336</b>	<b>241,773</b>
Earnings per share				
Basic earnings per share (sen)	9.22	7.87	39.25	35.74
Fully diluted earnings per share (sen)	8.46	6.89	34.96	31.64

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 July 2003.

**GAMUDA BERHAD (29579-T)**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**

	As at 31.07.2004 RM'000	As at 31.07.2003 RM'000
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	115,368	138,515
Associated companies	1,168,680	1,030,580
Jointly controlled entities	14,370	-
Other investments	3,217	3,176
Goodwill arising on consolidation	20,128	20,963
Concession rights	63,001	65,334
Deferred tax assets	4,079	708
	1,388,843	1,259,276
<b>CURRENT ASSETS</b>		
Development properties	557,788	400,302
Inventories	5,874	4,467
Receivables	647,976	506,917
Amount due from customers for construction contracts	41,073	47,114
Cash and bank balances	470,737	532,915
	1,723,448	1,491,715
<b>CURRENT LIABILITIES</b>		
Short term borrowings	56,192	27,294
Payables	341,416	413,171
Amount due to customers for construction contracts	193,230	217,895
Taxation	7,006	10,714
Dividend payable		
	597,844	669,074
<b>NET CURRENT ASSETS</b>	1,125,604	822,641
	2,514,447	2,081,917
<b>FINANCED BY:</b>		
Share capital	736,788	683,447
Reserves	1,249,339	898,541
Shareholders' funds	1,986,127	1,581,988
Minority interests	19,456	30,031
	2,005,583	1,612,019
Provision for liabilities	-	3,662
Deferred tax liabilities	20,116	22,119
Other long term liabilities	488,748	444,117
	2,514,447	2,081,917
Net Tangible Assets per share (RM)	2.58	2.19

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 July 2003.

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

	<i>Non Distributable</i>			<i>Distributable</i>		<b>Total</b>
	<b>Share capital</b>	<b>Share premium</b>	<b>Capital reserve</b>	<b>Foreign exchange reserve</b>	<b>Retained profits</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Current Year To date</u></b>						
<b>At 31 July 2003</b>	683,447	83,882	75,704	109	738,846	1,581,988
Currency translation differences	-	-	-	92	-	92
Share of capital reserve in an associated company			113			113
Exercise of Employees' Share Option	11,774	34,508	-	-	-	46,282
Conversion of warrants	41,567	116,846	-	-	-	158,413
Net profit for the period	-	-	-	-	283,336	283,336
Dividends						
- final dividend paid for the financial year ended 31 July 2003	-	-	-	-	(47,084)	(47,084)
- Interim dividend paid for the financial year ended 31 July 2004	-	-	-	-	(37,013)	(37,013)
<b>At 31 July 2004</b>	<b>736,788</b>	<b>235,236</b>	<b>75,817</b>	<b>201</b>	<b>938,085</b>	<b>1,986,127</b>
<b><u>Preceding Year</u></b>						
<b><u>Corresponding Period</u></b>						
<b>At 31 July 2002 as previously stated</b>	672,839	54,799	-	-	728,974	1,456,612
Prior year adjustments	-	-	75,210	-	(173,424)	(98,214)
<b>At 31 July 2002 as restated</b>	<b>672,839</b>	<b>54,799</b>	<b>75,210</b>	<b>-</b>	<b>555,550</b>	<b>1,358,398</b>
Currency translation differences				109		109
Share of capital reserve in an associated company			494			494
Exercise of Employees' Share Option	8,151	22,324	-	-	-	30,475
Conversion of warrants	2,457	6,759	-	-	-	9,216
Net profit for the period	-	-	-	-	241,773	241,773
Dividends						
- final dividend paid for the financial year ended 31 July 2002	-	-	-	-	(24,340)	(24,340)
- Interim dividend paid for the financial year ended 31 July 2003	-	-	-	-	(34,137)	(34,137)
<b>At 31 July 2003</b>	<b>683,447</b>	<b>83,882</b>	<b>75,704</b>	<b>109</b>	<b>738,846</b>	<b>1,581,988</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2003.

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

	<b>31-Jul-04 RM'000</b>	<b>31-Jul-03 RM'000</b>
<b>Operating activities</b>		
Net profit before taxation	435,556	406,002
Adjustment for non-cash items/non-operating items	(61,683)	(23,174)
Operating profit before changes in working capital	373,873	382,828
<u>Changes in working capital</u>		
Net change in current assets	(234,599)	49,152
Net change in current liabilities	(119,814)	(138,728)
Cash generated from operations	19,460	293,252
Tax paid	(118,214)	(96,202)
Others	(3,616)	11,744
Net cash (used in) / generated from operating activities	(102,370)	208,794
<b>Investing activities</b>		
Property, plant and equipment		
- purchases	(4,598)	(24,771)
- disposals	10,721	3,462
Additional investment in associated companies	(94,364)	(92,815)
Additional investment in subsidiary company	-	(150)
(Subscription of rights issue)/Proceeds from other investment	(41)	507
Interest received	7,013	15,628
Proceeds from a minority shareholder for issuance of shares in a subsidiary	13,002	7,279
Net cash used in investing activities	(68,267)	(90,860)
<b>Financing activities</b>		
Dividend paid	(84,097)	(58,477)
Proceeds from issuance of shares	204,695	39,691
Net drawdown of borrowings	73,041	13,839
Distribution of profit to minority partners of an unincorporated subsidiary	(85,307)	(52,859)
Net cash generated from / (used in) financing activities	108,332	(57,806)
Net (decrease)/ increase in cash and cash equivalents	(62,305)	60,128
Effects of exchange rate changes	127	109
Cash and cash equivalents at beginning of period	532,915	472,678
Cash and cash equivalents at end of period	470,737	532,915

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2003.

**Gamuda Berhad (Company No. 29579-T)**  
**Quarterly Report On Consolidated Results**  
**For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**1. Basis of Preparation**

- a) The interim financial report is unaudited and has been prepared in accordance with Malaysian Accounting Standards Board (“MASB”) No.26, 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 2003.
- 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 2003, except for the adoption of MASB 28, Discontinuing Operations and MASB 29, Employee Benefits.

The adoption of MASB 28 and MASB 29 does not have any material effect on the financial results of the Group for the current or prior periods.

**2. Audit Report of Preceding Annual Financial Statements**

The audit report of the Group’s annual financial statements for the year ended 31 July 2003 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.

**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 11,774,000 and 41,567,000 new ordinary shares of RM1 each, pursuant to the exercise of the Employees’ Share Option Scheme and conversion of warrants respectively.

**Gamuda Berhad (Company No. 29579-T)**  
**Quarterly Report On Consolidated Results**  
**For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

**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
<b>12 months period ended 31 July 2004</b>						
<b>Revenue</b>						
External	966,654	533,944	19,690	198,744	-	1,719,032
Inter segment	67,059	-	-	84,848	(151,907)	-
	<u>1,033,713</u>	<u>533,944</u>	<u>19,690</u>	<u>283,592</u>	<u>(151,907)</u>	<u>1,719,032</u>
<b>Segment results</b>						
Segment results before amortisation	210,491	81,240	12,093	24,489	-	328,313
Amortisation of goodwill and concession rights	-	-	(2,987)	(181)	-	(3,168)
Profit from operations	<u>210,491</u>	<u>81,240</u>	<u>9,106</u>	<u>24,308</u>	<u>-</u>	<u>325,145</u>
Finance costs						(12,403)
Interest income						18,410
Share of results of associates and jointly controlled entities	17,093	18,536	68,775	-		<u>104,404</u>
Profit before taxation						435,556
Taxation						<u>(132,649)</u>
Profit after taxation						302,907
Minority interests						<u>(19,571)</u>
Net profit attributable to shareholders						<u>283,336</u>

**8. Dividends Paid**

	<b>12 months ended 31 July</b>	
	<b>2004 RM'000</b>	<b>2003 RM'000</b>
<u>Interim Dividend</u>		
For the year ended 31 July 2004: 7.0 sen less 28% (2003: 7 sen less 28% tax)	<u>37,013</u>	<u>34,137</u>
<u>Final Dividend</u>		
For the year ended 31 July 2003: 9.0 sen less 28% (2002: 5 sen less 28% tax)	<u>47,084</u>	<u>24,340</u>

**9. Valuation of Property, Plant and Equipment**

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

**Gamuda Berhad (Company No. 29579-T)  
Quarterly Report On Consolidated Results  
For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**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 in the composition of the Group for the financial period ended 31 July 2004 are as follows:

On 6 October 2003, Valencia Development Sdn. Bhd., a 98.8% owned subsidiary of the Company, acquired 2 ordinary shares of RM1.00 each in the issued and paid-up capital of Valencia Township Sdn. Bhd. ("VTSB", formerly known as Tower Symbol Sdn Bhd) for a cash consideration of RM2.00. VTSB is used as a vehicle for the operation of a club and golf course, and management of the township known as Valencia in Sungai Buloh, Kuala Lumpur.

**12. Changes in Contingent Liabilities or Contingent Assets**

	<u>31 July 2004</u> RM'000	<u>31 July 2003</u> RM'000
Performance and retention sum guarantees	331,803	355,835

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

**13. Review of Performance**

For the current quarter under review, the Group recorded revenue and profit before tax of RM467 million and RM111 million respectively as compared to RM466 million and RM106 million respectively in the corresponding preceding quarter.

For the current year to date, the Group recorded revenue and profit before tax of RM1,719 million and RM436 million respectively as compared to RM1,442 million and RM406 million respectively in the corresponding preceding period. The favourable result is due to better performance from the core businesses of the Group.

The profit before tax registered for the current quarter under review and the current year to date are after deducting RM12 million, being the Group's share of associates' write-off and provision arising from the termination of FASTRAK and EXPRESS TAG electronic toll collection ("ETC") system on 30 June 2004, following the directive issued by the Government of Malaysia to introduce a common ETC system.

**14. Comparison with Immediate Preceding Quarter's Results**

For the current quarter under review, the Group recorded profit before tax of RM111 million as compared to RM114 million in the immediate preceding quarter. The lower profit before tax is attributable to the write-off and provision arising from the termination of the ETC system as mentioned in Note 13 above.

**Gamuda Berhad (Company No. 29579-T)  
Quarterly Report On Consolidated Results  
For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**15. Prospect for the Next Financial Year**

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 in the next 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 31 July		12 months ended 31 July	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Company and subsidiaries	26,235	38,671	102,221	107,680
Associated companies and jointly controlled entities	9,374	10,462	30,428	30,927
<b>Total</b>	<b>35,609</b>	<b>49,133</b>	<b>132,649</b>	<b>138,607</b>

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.

**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) The Group has subscribed for a rights issue of quoted shares of RM41,000 during the current quarter under review.
- b) The details of the investments in quoted shares as at 31 July 2004 are as follows:-

	<b>RM'000</b>
Total investments at cost	3,479
Total investments at book value	2,502
Total investments at market value	<u>3,822</u>

**Gamuda Berhad (Company No. 29579-T)  
Quarterly Report On Consolidated Results  
For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**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 12<sup>th</sup> 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 13<sup>th</sup> 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.

- 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:

	<b><u>Proposed</u></b> <b>RM’000</b>	<b><u>Utilised</u></b> <b>RM’000</b>
<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>

**Gamuda Berhad (Company No. 29579-T)  
Quarterly Report On Consolidated Results  
For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**21. Group Borrowings and Debt Securities**

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

	<b>Foreign Currency '000</b>	<b>RM Equivalent '000</b>
<u>Short Term Borrowings</u>		
Revolving Credit Facility (Unsecured) - denominated in Taiwan Dollar ("TWD")	TWD 470,000	52,222
Finance Lease Payables (Secured) - current portion - denominated in Indian Rupee ("INR")	INR 48,385	3,970
		<u>56,192</u>
<u>Long Term Borrowings</u>		
Bonds (Nominal amount of 3% Redeemable Unsecured Bonds 2000/2007)	-	400,000
Term Loan (Secured)	-	83,271
Finance Lease Payables (Secured) - non current portion - denominated in Indian Rupee ("INR")	INR 2,366	194
		<u>483,465</u>
Total		<u>539,657</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.

**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.

**Gamuda Berhad (Company No. 29579-T)  
Quarterly Report On Consolidated Results  
For The Financial Quarter Ended 31 July 2004**

**Notes To The Financial Statements**

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**24. Dividends**

For the current financial period to date, an interim dividend of 7.0 sen per ordinary share less 28% income tax has been declared and paid on 30 April 2004.

For the preceding corresponding period, an interim dividend of 7.0 sen per ordinary share less 28% income tax has been declared and paid on 30 April 2003.

Subject to the shareholders' approval at the forthcoming Annual General Meeting, a final dividend and a special dividend in respect of the financial year ended 31 July 2004 have been recommended as follows:-

- i) A final dividend of 9.00 sen per share less 28% taxation and a special dividend of 5.00 sen per share less 28% taxation;
- ii) Previous corresponding period of 9.00 sen less 28% taxation;
- iii) Estimated date payable is February 2005; and
- 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.

The total dividend per share for the current financial year is 21.00 sen less 28% taxation.

**25. Earnings Per Share**

	<b>Current Quarter 31 July 2004</b>	<b>Current Year To Date 31 July 2004</b>
<b>Basic</b>		
Net profit attributable to shareholders (RM'000)	67,825	283,336
Number of ordinary shares in issue as at 1 August 2003 ('000)	683,447	683,447
Effect of shares issued during the period ('000)	52,580	38,485
Weighted average number of ordinary shares in issue ('000)	736,027	721,932
Basic earnings per ordinary share (sen)	9.22	39.25
<b>Diluted</b>		
Net profit attributable to shareholders (RM'000)	67,825	283,336
Weighted average number of ordinary shares in issue ('000)	736,027	721,932
- Assumed shares issued from the exercise of ESOS ('000)	9,381	13,761
- Assumed shares issued from exercise of Warrants 1996/2006 ('000)	16,307	23,387
- Assumed shares issued from exercise of Warrants 2001/2007 ('000)	40,054	51,382
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share ('000)	801,769	810,462
Fully diluted earnings per ordinary share (sen)	8.46	34.96

**Report Dated: 27 September 2004**