



Form Version 2.0

Financial Results

Submitted by **GAMUDA** on 20/12/2005 05:07:59 PM

Reference No **GG-051219-42784**

(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 : **31/10/2005** 15
* Quarter : **1 Qtr**
* Financial Year End : **31/07/2006** 15
* The figures : **Have not been audited**

Remarks:

c.c. Securities Commission

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

2. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2005 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 3,360,000 and 80,000 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 October 2005

Notes To The Financial Statements

7. Segmental Reporting

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

	Engineering and Construction	Property Development	Water related and Expressway Concessions	Manufacturing, Quarrying and Others	Inter- segment Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months period ended 31 October 2005						
Revenue						
External	172,112	72,801	7,185	41,569	-	293,667
Inter segment	1,273	-	-	30,915	(32,188)	-
	<u>173,385</u>	<u>72,801</u>	<u>7,185</u>	<u>72,484</u>	<u>(32,188)</u>	<u>293,667</u>
Segment results						
Segment results before amortisation	23,177	5,994	4,086	6,203	-	39,460
Amortisation of goodwill and concession rights	-	-	(747)	(45)	-	(792)
Profit from operations	<u>23,177</u>	<u>5,994</u>	<u>3,339</u>	<u>6,158</u>	-	<u>38,668</u>
Finance costs	(3,286)	-	-	-	-	(3,286)
Interest income	1,743	1,053	14	339	-	3,149
Share of results of associates and jointly controlled entities	<u>3,003</u>	<u>7,427</u>	<u>23,432</u>	-	-	<u>33,862</u>
Profit before taxation	<u>24,637</u>	<u>14,474</u>	<u>26,785</u>	<u>6,497</u>	-	<u>72,393</u>
Taxation						(21,890)
Profit after taxation						<u>50,503</u>
Minority interests						(3,905)
Net profit attributable to shareholders						<u>46,598</u>

8. Valuation of Property, Plant and Equipment

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

9. Material Events Subsequent to Balance Sheet Date

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

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

Notes To The Financial Statements

10. Changes in Contingent Liabilities or Contingent Assets

	<u>31 Oct 2005</u> RM'000	<u>31 Jul 2005</u> RM'000
Performance and retention sum guarantees	521,818	487,184

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

11. Review of Performance

For the current quarter under review, the Group recorded revenue and profit before tax of RM293.7 million and RM72.4 million respectively as compared to RM361.0 million and RM110.7 million respectively in the corresponding preceding quarter. The decrease in revenue and profit before tax is primarily due to the completion of construction works for stage 2 of Bukit Badong Water Treatment Plant and the slow down in the property division.

12. Comparison with Immediate Preceding Quarter's Results

For the current quarter under review, the Group recorded profit before tax of RM72.4 million as compared to RM79.9 million in the immediate preceding quarter. The decrease in profit before tax is primarily due to the lower work progress from the construction division and the slow down in the property division.

13. Current Year Prospects

With the commencement of the construction of the Dukhan Highway and the New Doha International Airport projects in the State of Qatar and the ongoing projects including the Stormwater Management and Road Tunnel Project and the Mass Rapid Transit Project in Taiwan, the construction division is expected to contribute positively to the Group's performance.

The outlook for the property division remains challenging for the current financial year with the ongoing property developments in Kota Kemuning, Valencia and Bandar Botanic representing the bulk of the activities of the division.

The water and expressway divisions with their recurring income base are expected to continue to contribute positively to the Group's performance.

14. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

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

Notes To The Financial Statements

15. Tax Expense

The taxation is derived as below:

	3 months ended	
	31 October	
	2005	2004
	RM'000	RM'000
Company and subsidiaries	10,826	23,558
Associated companies and jointly controlled entities	11,064	8,848
Total	21,890	32,406

16. 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.

17. Quoted Securities

- a) The group has disposed quoted shares with sales proceed of RM4,018,000 which resulted in profit on sale of investment amounting to RM2,110,000 in the current quarter.
- b) The details of the investments in quoted shares as at 31 Oct 2005 are as follows:-

	RM'000
Total investments at cost	593
Total investments at book value	593
Total investments at market value	722

18. Status of Corporate Proposal Announced

- a) There is no corporate proposal announced but not completed at a date not earlier than 7 days from the issue of this report.
- 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>	<u>Utilised</u>
	RM'000	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	100,700	100,700
Expenses of bonds issue	4,300	4,300
Investment in Splash Holdings (Holding Company of Syarikat Pengeluar Air Sungai Selangor Sdn Bhd)	120,000	120,000
Total	400,000	400,000

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

Notes To The Financial Statements

The proceeds from the 3% Redeemable Unsecured Bonds 2000/2007 and Rights Issue Warrants had been fully utilised in the current quarter.

19. 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 365,000	40,556
- denominated in US Dollar ("USD")	USD 4,600	17,480
		<u>58,036</u>
<u>Long Term Borrowings</u>		
Bonds (Nominal amount of 3% Redeemable Unsecured Bonds 2000/2007)		400,000
Medium Term Notes (Bandar Botanic)		<u>200,000</u>
		600,000
Total		<u>658,036</u>

20. 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.

21. 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.

22. Dividend

No dividend has been proposed or paid for the current quarter under review.

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

Notes To The Financial Statements

23. Earnings Per Share

	Current Quarter 31 October 2005	Current Year To Date 31 October 2005
Basic		
Net profit attributable to shareholders (RM'000)	46,598	46,598
Number of ordinary shares in issue as at 1 August 2005 ('000)	749,572	749,572
Effect of shares issued during the period ('000)	2,179	2,179
Weighted average number of ordinary shares in issue ('000)	751,751	751,751
Basic earnings per ordinary share (sen)	6.20	6.20
Diluted		
Net profit attributable to shareholders (RM'000)	46,598	46,598
Weighted average number of ordinary shares in issue ('000)	751,751	751,751
- Assumed shares issued from the exercise of ESOS ('000)	1,506	1,506
- Assumed shares issued from exercise of Warrants 1996/2006 ('000)	1,688	1,688
- Assumed shares issued from exercise of Warrants 2001/2007 ('000)	16,648	16,648
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share ('000)	771,593	771,593
Fully diluted earnings per ordinary share (sen)	6.04	6.04

Report Dated: 20 December 2005

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31-Oct-05 RM'000	Comparative Quarter 31-Oct-04 RM'000	Current Year To Date 31-Oct-05 RM'000	Preceding Year Corresponding Period 31-Oct-04 RM'000
Revenue	293,667	360,977	293,667	360,977
Operating expenses	(258,385)	(280,488)	(258,385)	(280,488)
Other operating income	3,386	2,595	3,386	2,595
Profit from operations	38,668	83,084	38,668	83,084
Finance costs	(3,286)	(3,210)	(3,286)	(3,210)
Interest income	3,149	2,977	3,149	2,977
Share of results of associates and jointly controlled entities	33,862	27,831	33,862	27,831
Profit before taxation	72,393	110,682	72,393	110,682
Taxation	(21,890)	(32,406)	(21,890)	(32,406)
Profit after taxation	50,503	78,276	50,503	78,276
Minority interests	(3,905)	(8,256)	(3,905)	(8,256)
Net profit attributable to shareholders	46,598	70,020	46,598	70,020
Earnings per share				
Basic earnings per share (sen)	6.20	9.49	6.20	9.49
Fully diluted earnings per share (sen)	6.04	8.85	6.04	8.85

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 July 2005.

GAMUDA BERHAD (29579-T)
CONDENSED CONSOLIDATED BALANCE SHEETS

	As at 31.10.2005	As at 31.07.2005
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	107,503	108,364
Land held for property development	430,061	422,575
Associated companies	1,263,831	1,266,913
Jointly controlled entities	25,343	23,095
Other investments	1,326	3,234
Goodwill arising on consolidation	19,084	19,293
Concession rights	60,083	60,668
Deferred tax assets	11,096	11,315
Receivables	29,293	29,293
	<u>1,947,620</u>	<u>1,944,750</u>
CURRENT ASSETS		
Property development costs	61,725	93,630
Inventories	56,558	32,954
Receivables	640,117	655,346
Amount due from customers for construction contracts	41,371	20,437
Tax recoverable	36,033	34,605
Cash and bank balances	580,416	497,893
	<u>1,416,220</u>	<u>1,334,865</u>
CURRENT LIABILITIES		
Short term borrowings	58,036	152,518
Payables	220,961	279,738
Amount due to customers for construction contracts	142,783	152,257
Tax payable	17,045	22,187
	<u>438,825</u>	<u>606,700</u>
NET CURRENT ASSETS	<u>977,395</u>	<u>728,165</u>
	<u>2,925,015</u>	<u>2,672,915</u>
FINANCED BY:		
Share capital	753,012	749,572
Reserves	1,485,816	1,429,290
Shareholders' funds	<u>2,238,828</u>	<u>2,178,862</u>
Minority interests	60,250	68,345
	<u>2,299,078</u>	<u>2,247,207</u>
Retirement benefit obligations	5,976	5,983
Deferred tax liabilities	19,961	19,725
Other long term liabilities	600,000	400,000
	<u>2,925,015</u>	<u>2,672,915</u>
Net Tangible Assets per share (RM)	2.87	2.80

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 July 2005.

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

	<i>Non Distributable</i>			<i>Distributable</i>		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 2005	749,572	272,319	75,817	(626)	1,081,780	2,178,862
Currency translation differences	-	-	-	9	-	9
Exercise of Employees' Share Option	3,360	9,699	-	-	-	13,059
Conversion of warrants	80	220	-	-	-	300
Net profit for the period	-	-	-	-	46,598	46,598
At 31 October 2005	753,012	282,238	75,817	(617)	1,128,378	2,238,828
<u>Preceding Year</u>						
<u>Corresponding Period</u>						
At 31 July 2004						
As previously restated	736,788	235,236	75,817	201	938,085	1,986,127
Prior year adjustment	-	-	-	-	(9,424)	(9,424)
At 31 July 2004 (restated)	736,788	235,236	75,817	201	928,661	1,976,703
Currency translation differences	-	-	-	2	-	2
Exercise of Employees' Share Option	1,036	2,835	-	-	-	3,871
Conversion of warrants	32	86	-	-	-	118
Net profit for the period	-	-	-	-	70,020	70,020
At 31 October 2004	737,856	238,157	75,817	203	998,681	2,050,714

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2005.

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

	3 months ended	
	31-Oct-05	31-Oct-04
	RM'000	RM'000
Operating activities		
Net profit before taxation	72,393	110,682
Adjustment for non-cash items/non-operating items	(33,310)	(21,085)
Operating profit before changes in working capital	<u>39,083</u>	<u>89,597</u>
<u>Changes in working capital</u>		
Net change in current assets	(15,544)	(43,753)
Net change in current liabilities	(56,211)	(34,448)
Cash (used in) / generated from operations	<u>(32,672)</u>	<u>11,396</u>
Tax paid	(18,113)	(23,558)
Others	(3,332)	(4,584)
Net cash used in operating activities	<u>(54,117)</u>	<u>(16,746)</u>
Investing activities		
Property, plant and equipment		
- purchases	(1,108)	(835)
- disposals	102	975
Dividend received from associated companies	60,110	17,400
Additional investment in associated companies	(36,477)	(24,961)
Proceeds from disposal of other investments	4,018	-
Interest received	3,149	2,977
Net cash generated from / (used in) investing activities	<u>29,794</u>	<u>(4,444)</u>
Financing activities		
Proceeds from issuance of shares	13,359	3,989
Net drawdown of borrowings	105,518	(8,646)
Distribution of profit to minority partners of an unincorporated subsidiary	(12,000)	(9,094)
Net cash generated from / (used in) financing activities	<u>106,877</u>	<u>(13,751)</u>
Net increase / (decrease) in cash and cash equivalents	82,554	(34,941)
Effects of exchange rate changes	(31)	55
Cash and cash equivalents at beginning of period	<u>497,893</u>	<u>470,737</u>
Cash and cash equivalents at end of period	<u><u>580,416</u></u>	<u><u>435,851</u></u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2005.

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

**Summary of Key Financial Information for the financial period ended
* 31/10/2005**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER * 31/10/2005 ¹⁵ [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2004 ¹⁵ [dd/mm/yyyy] RM'000	CURRENT YEAR TO DATE * 31/10/2005 ¹⁵ [dd/mm/yyyy] RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2004 ¹⁵ [dd/mm/yyyy] RM'000
1	Revenue	293,667	360,977	293,667	360,977
2	Profit/(loss) before tax	72,393	110,682	72,393	110,682
3	Profit/(loss) after tax and minority interest	46,598	70,020	46,598	70,020
4	Net profit/(loss) for the period	46,598	70,020	46,598	70,020
5	Basic earnings/(loss) per share (sen)	6.20	9.49	6.20	9.49
6	Dividend per share (sen)	0.00	0.00	0.00	0.00
		AS AT END OF CURRENT QUARTER*		AS AT PRECEDING FINANCIAL YEAR END	
7	Net tangible assets per share (RM)	2.8700		2.8000	
Remarks :					

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