

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 APRIL 2008

	As at 30.04.2008 RM'000	As at 31.01.2008 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	58,332	59,200
Prepaid lease payment	7,990	8,022
Investment property	3,500	3,500
Land held for property development	185,251	185,251
Intangible asset	4,667	4,667
Other investment	6	6
	259,746	260,646
Current assets		
Property development costs	1,659	1,659
Inventories	8,735	6,560
Trade receivables	11,989	14,513
Other receivables	1,507	1,521
Tax recoverable	71	69
Cash and bank balances	664	1,842
	24,625	26,164
TOTAL ASSETS	284,371	286,810
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	81,135	81,135
Share Premium	35,803	35,803
Other reserves	31,306	31,306
Retained earnings	(114,392)	(111,109)
	33,852	37,135
Minority interest	9,926	11,205
Total Equity	43,778	48,340
Non-current liabilities		
Borrowings	183,523	11,308
Deferred tax liabilities	18,166	18,166
	201,689	29,474
Current liabilities		
Borrowings	19,395	189,230
Trade payables	7,402	8,201
Other payables	12,107	11,565
	38,904	208,996
Total liabilities	240,593	238,470
TOTAL EQUITY AND LIABILITIES	284,371	286,810
Net assets per share attributable to ordinary equity holders of the parent (sen)	42	46

The Condensed Consolidated Balance Sheets (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2008

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE-MONTH PERIOD ENDED 30 APRIL 2008

	2008		2007	
	Current quarter ended 30.04.2008	3-month cumulative for current financial year to date ended 30.04.2008	Comparable current quarter ended 30.04.2007	Comparable 3-month cumulative for preceding financial year to date ended 30.04.2007
	RM'000	RM'000	RM'000	RM'000
Revenue	12,909	12,909	18,428	18,428
Other income	138	138	4,144	4,144
Operating expenses	(13,586)	(13,586)	(18,186)	(18,186)
Finance costs	(4,023)	(4,023)	(640)	(640)
Profit/ (Loss) before tax	(4,562)	(4,562)	3,746	3,746
Income tax expense	-	-	-	-
Profit/ (Loss) for the period	(4,562)	(4,562)	3,746	3,746
Attributable to:				
Equity holders of the parent	(3,283)	(3,283)	3,762	3,762
Minority interest	(1,279)	(1,279)	(16)	(16)
	(4,562)	(4,562)	3,746	3,746
Earnings per share attributable to equity holders of the parent (sen):				
Basic, for profit/ (loss) for the period	(4.05)	(4.05)	4.64	4.64
Diluted, for profit/ (loss) for the period	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statements (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2008

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 30 APRIL 2008

	3-month ended 30 April, 2008 RM'000	3-month ended 30 April, 2007 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (Loss) before taxation	(4,562)	3,746
Adjustments for:		
Non-cash items	1,047	1,177
Non-operating items	3,391	(3,461)
Operating profit/ (loss) before working capital changes	(124)	1,462
Net change in current assets	364	(1,680)
Net change in current liabilities	(256)	2,042
Cash generated from operations	(16)	1,824
Income tax (paid) / refund	(2)	(7)
Interest paid	(612)	(572)
Net cash generated from/ (used in) operating activities	(630)	1,245
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(262)	(217)
Proceeds from disposal of property, plant and equipment	134	12
Interest received	-	1
Net cash outflow on disposal of subsidiaries companies	-	-
Land & Development expenditure	-	(54)
Net cash generated from/(used in) investing activities	(128)	(258)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase	(195)	(169)
Net advance of bill payables	(2,098)	(646)
Repayment of term loan	(651)	(601)
Drawdown of term loan	2,000	-
Net cash generated from/(used in) financing activities	(944)	(1,416)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,702)	(429)
CASH AND CASH EQUIVALENTS AT 01 FEBRUARY, 2008 / 01 FEBRUARY, 2007	1,500	1,029
CASH AND CASH EQUIVALENTS AT 30 APRIL, 2008 / 30 APRIL, 2007	(202)	600
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	546	746
Fixed deposits with licensed banks	118	351
	664	1,097
Bank overdraft	(866)	(497)
	(202)	600

The Condensed Consolidated Cash Flow Statement (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2008

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 30 APRIL 2008

	Attributable to Equity Holders of the Parents					Minority Interest	Total Equity
	Share Capital <i>RM'000</i>	Share Premium <i>RM'000</i>	Other Reserves <i>RM'000</i>	Retained Earnings <i>RM'000</i>	Total <i>RM'000</i>		
At 1 February 2007	81,135	35,803	31,794	(103,707)	45,025	14,381	59,406
Loss for the period	-	-	-	(277)	(277)	(16)	(293)
Effect on partial disposal of subsidiary's shares	-	-	(261)	4,039	3,778	(3,778)	-
At 30 April 2007	81,135	35,803	31,533	(99,945)	48,526	10,587	59,113
At 1 February 2008	81,135	35,803	31,306	(111,109)	37,135	11,205	48,340
Loss for the period	-	-	-	(3,283)	(3,283)	(1,279)	(4,562)
At 30 April 2008	81,135	35,803	31,306	(114,392)	33,852	9,926	43,778

The Condensed Consolidated Statements of Changes in Equity (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2008

KYM HOLDINGS BHD (Co. No. 84303-A)

INTERIM FINANCIAL REPORT

Notes:

A1 Accounting Policies

The interim financial statements are unaudited and have been prepared in accordance with FRS 134: Interim Financial Reporting (formerly known as MASB 26) and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2008.

The accounting policies and method of computations used in the preparation of the interim financial statements are consistent with those adopted in the annual financial statements for the year ended 31 January 2008.

A2 Status of Audit Qualifications

The audited financial statements of the Group for year ended 31 January 2008 were not subject to any audit qualification.

A3 Seasonal or cyclical factors

The Group's operations have not been materially affected by seasonal or cyclical factors.

A4 Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial quarter ended 30th April 2008.

A5 Material Changes in Estimates

There were no material changes in estimates used in the preparation of the financial statements in the current financial quarter as compared with the previous financial quarters or previous financial year.

A6 Issuance, cancellation, repurchases, resale and repayments of debts and equity securities

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

A7 Dividend Paid

There was no dividend paid during the current quarter under review.

A8 Segmental Reporting (Analysis by business segments)

Segmental analysis of the results for 3 months ended 30 April 2008

	Gross Revenue RM'000	Profit/(Loss) before tax RM'000	Segment assets RM'000	Segment liabilities RM'000
Manufacturing	13,003	(516)	90,063	55,048
Investment holding	-	(1,034)	243,449	227,753
Property development	84,	(2,527)	201,425	169,196
Others	573	(425)	23,295	31,814
Elimination	(751)	(60)	(273,932)	(261,384)
	<u>12,909</u>	<u>(4,562)</u>	<u>284,300</u>	<u>222,427</u>
Unallocated Assets			71	-
Unallocated Liabilities			-	18,166
			<u>284,371</u>	<u>240,593</u>

A9 Valuations of Property, Plant and Equipment

The valuations of land and buildings have been brought forward without any amendments from the previous annual report.

A10 Material Subsequent Events

There were no material events subsequent to the end of current quarter under review that was not been reflected in the financial statement for the quarter.

A11 Changes in Composition of the Group

There were no changes in the composition of the Group.

A12 Changes in Contingent Liabilities And Contingent Assets

There were no changes in the contingent liabilities or contingent assets since the last financial year ended 31 January 2008.

A13 Capital Commitments

There was no capital commitment not provided for in the financial statement for the quarter.

Additional information required by the BMSB's Listing Requirements

B1 Taxation

There was no taxation provided for in the financial statement for the quarter.

B2 Profit/(Loss) on sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties during the quarter.

B3 Status of corporate proposals announced

All the previous corporate proposals announced have either been completed or lapsed during the previous quarter and there were no new corporate proposals announced during the quarter under review.

B4 Borrowing and debt securities

	As at 30.04.2008 RM'000
Short term	
Secured	19,395
Unsecured	-
	<hr/> 19,395 <hr/>
Long term	
Secured	183,523
Unsecured	-
	<hr/> 183,523 <hr/>

The above borrowings are denominated in Ringgit Malaysia.

B5 Off balance sheet financial instrument

During the financial year to date, the Group did not enter into any contracts involving off balance sheet financial instrument.

B6 Changes in Material Litigation

As at the date of the report, there is no pending material litigation.

B7 Material Changes in the Profit/Loss before Taxation for the Period compared with the preceding quarter

The Group turnover was RM12.909 million as compared to RM16.510 million in the preceding quarter due to a decrease in sales in Carton Division.

The Group loss before taxation was RM4.562 million for the current quarter review, compared to a loss before taxation of RM12.970 million for the preceding quarter.

B8 Current year prospects

The Board expects manufacturing subsidiaries to perform better in the coming quarters. The Bags Division should continue to show positive results and in the meantime the Carton Division is going through a rationalization exercise to improve profitability.

The group has received the Letter of Offer dated 25 April 2008 stating the full terms and conditions of Loan Restructuring from the lenders. The directors believe that this will put the Group on a better financial footing.

B9 Profit forecast

There is no published forecast/profit guarantee.

B10 Dividend

The Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 30 April 2008.

B11 Earnings per share attributable to equity holders of the parent

	Current Quarter ended 30.04.2008	Cumulative Year to- date ended 30.04.2008
(a) <u>Basic earnings per share</u>		
(Loss)/ Profit attributed to ordinary equity holders of the parent (RM'000)	(3,283)	(3,283)
Weighted average number of ordinary shares in issue ('000)	81,135	81,135
Basic Earnings per share for (loss)/ profit for the period (sen)	(4.05)	(4.05)

(b) Diluted earnings per share

Not applicable as there was no dilutive potential ordinary shares at the end of the current quarter and cumulative year to date ended 30 April 2008.

By Order of the Board

CHEE MIN ER
Company Secretary

Kuala Lumpur
30 June 2008

c.c. SECURITIES COMMISSION