

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED BALANCE SHEET
FOR QUARTER ENDED 30 APRIL 2004

	As at end of current quarter 30.04.2004 RM'000	As at preceding year end 31.01.2004 RM'000
Property, plant and equipment	73,211	74,327
Land held for development	165,954	163,829
Intangible assets	3,612	3,612
Investment in associate	13,890	13,314
Investment in quoted shares	2	2
	<u>256,669</u>	<u>255,084</u>
Current assets		
Inventories	11,045	11,731
Trade and other receivables	19,616	19,351
Tax recoverable	276	272
Cash and cash equivalent	2,238	2,508
	<u>33,175</u>	<u>33,862</u>
Current liabilities		
Short term borrowings	19,211	19,283
Trade and other payables	65,799	65,917
Taxation	8	8
	<u>85,018</u>	<u>85,208</u>
Net current liabilities	<u>(51,843)</u>	<u>(51,346)</u>
	<u>204,826</u>	<u>203,738</u>
Financed By:		
Capital and reserves		
Share Capital	81,135	81,135
Reserves	63,320	63,320
Accumulated losses	(125,155)	(123,110)
Shareholders' fund	19,300	21,345
Minority shareholders' interests	17,290	17,271
Borrowings	150,956	147,842
Deferred taxation	17,280	17,280
	<u>204,826</u>	<u>203,738</u>
Net tangible assets per share (sen)	<u>19</u>	<u>22</u>

The Condensed Consolidated Balance Sheets (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2004

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR QUARTER ENDED 30 APRIL 2004

	2005		2004	
	Current quarter ended 30.04.2004	Comparable 3-months cumulative for current financial year to date ending 31.01.2005	Comparable current quarter ended 30.04.2003	Comparable 3-months cumulative for current financial year to date ended 31.01.2004
	RM'000	RM'000	RM'000	RM'000
Revenue	18,992	18,992	15,012	15,012
Other Operating Income	126	126	340	340
Operating expenses	(20,352)	(20,352)	(17,024)	(17,024)
Loss from operations	(1,234)	(1,234)	(1,672)	(1,672)
Finance costs	(1,322)	(1,322)	(1,261)	(1,261)
Investing Results	879	879	(387)	(387)
Loss before taxation	(1,677)	(1,677)	(3,320)	(3,320)
Taxation	(350)	(350)	(281)	(281)
Loss after taxation	(2,027)	(2,027)	(3,601)	(3,601)
Minority interests	(18)	(18)	55	55
Net loss for the period	(2,045)	(2,045)	(3,546)	(3,546)
EPS - Basic	(2.52)	(2.52)	(8.66)	(8.66)
- Diluted	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 2004

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR QUARTER ENDED 30 APRIL 2004

	As at quarter ended 30 April, 2004 RM'000	As at quarter ended 30 April, 2003 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,677)	(3,320)
Adjustments for:		
Non-cash items	1,329	1,247
Non-operating items	451	1,839
Operating profit before working capital changes	104	(234)
Net change in current assets	422	4,285
Net change in current liabilities	(117)	(2,883)
Cash generated from operations	409	1,168
Income tax paid	-	(55)
Interest paid	(584)	(323)
Net cash generated from operating activities	(175)	790
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(136)	(6,149)
Proceeds from disposal of property, plant and equipment	-	4
Interest received	13	7
Proceeds from insurance claims	-	319
Net cash generated from/(used in) investing activities	(123)	(5,819)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase	(77)	(457)
Net advance of bill payables	584	-
Repayment of term loan	(621)	(226)
Drawdown of term loan	127	7,355
(Advance to)/Repayment by associate	(47)	13
Net cash generated (used in)/generated financing activities	(34)	6,685
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(333)	1,656
CASH AND CASH EQUIVALENTS AT 01 FEBRUARY, 2004 / 01 FEBRUARY, 2003	1,904	1,701
CASH AND CASH EQUIVALENTS AT 30 APRIL, 2004 / 30 APRIL, 2003	1,571	3,357
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	995	2,719
Fixed deposits with licensed banks	1,243	944
Bank overdraft	(667)	(306)
	1,571	3,357

The Condensed Consolidated Cash Flow Statement (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2004

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR QUARTER ENDED 30 APRIL 2004

	<i>Share capital RM'000</i>	<i>Share premium RM'000</i>	<i>Revaluation reserve RM'000</i>	<i>Accumulated losses RM'000</i>	<i>Total RM'000</i>
<u>Quarter ended</u> <u>30-April-2004</u>					
As at 01.02.2004	81,135	35,803	27,517	(123,110)	21,345
Net loss for the period	-	-	-	(2,045)	(2,045)
Balance as at 30.04.2004	81,135	35,803	27,517	(125,155)	19,300
<u>Quarter ended</u> <u>30-April-2003</u>					
As at 01.02.2003	40,940	57,270	27,697	(72,625)	53,282
Net loss for the period	-	-	-	(3,546)	(3,546)
Balance as at 30.04.2003	40,940	57,270	27,697	(76,171)	49,736

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 2004

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT

Notes:

A1 Accounting Policies

This interim financial report is unaudited and has been prepared in compliance with MASB 26 – Interim Financial Reporting.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2004.

The accounting policies and method of computation 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 2004.

A2 Status of Audit Qualifications

The audited financial statements of the Group for year ended 31 January 2004 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 that are unusual because of their nature, size or incidence for the current quarter under review.

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 2004.

	Gross Revenue RM'000	Profit/(Loss) before tax RM'000	Segment assets RM'000	Segment liabilities RM'000
Manufacturing	19,312	(1,379)	96,722	60,384
Investment holding	-	(1,075)	243,876	283,058
Property development	724	167	184,674	163,019
Others	609	(268)	27,535	36,492
Elimination	(1,653)	-	(262,963)	(272,409)
	18,992	(2,555)	289,844	270,544
Group's share of associated company's profit	-	878	-	-
	18,992	(1,677)	289,844	270,544

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 has not been reflected in the financial statement for the quarter.

A11 Changes in Composition of the Group

On 17 May 2004, Harta Makmur Sdn Bhd, a 54% owned subsidiary of KYM has acquired 2 ordinary shares of RM1 each representing the entire issued and paid-up capital of a shelf company, Irama Utusan Sdn Bhd, for a total cash consideration of RM2 only.

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 2004.

A13 Capital Commitments

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

Additional information required by the Listing Requirements of Bursa Malaysia Securities Berhad

B1 Taxation

The taxation of the Group for the financial period under review is as follows:-

	Current Quarter ended 30.04.2004 RM'000	Cumulative Year to-date ended 30.04.2004 RM'000
- Tax for current year	-	-
- Share of taxation in associate	350	350
	350	350

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 Quoted Investments

a) Purchases and disposal of quoted securities

During the financial period under review, there is no acquisition or disposal on quoted securities.

b) Investment in quoted securities as at 30 April 2004

	RM'000
At cost	65,035
Carrying Value/Book Value	13,928
Market Value	6,610

B4 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.

B5 Borrowing and debt securities

	As at 30.04.2004 RM'000
Short term	
Secured	19,211
Unsecured	-
	19,211
Long term	
Secured	150,794
Unsecured	162
	150,956

The above borrowings are denominated in Ringgit Malaysia.

B6 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.

B7 Changes in Material Litigation

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

B8 Material Changes in the Profit/Loss before Taxation for the Period compared with the preceding quarter

The Group recorded a loss before taxation of RM1.677 million for the current quarter under review, compared to a loss before taxation of RM46.309 million for the preceding quarter. The loss before taxation for the preceding quarter was mainly due to the provision for diminution in value of investment in an associated company of RM42 million as required under MASB 23 – Impairment of Assets.

B9 Current year prospects

The operations of the Packaging Division are expected to improve alongside the forecasted growth in the Malaysian economy. Nevertheless we will need to cope with intense competition and tight margins in our marketplace and we are focusing our efforts on increasing market share through better productivity and cost control processes.

We are also commencing with the development of Teluk Rubiah in July 2004.

The most immediate project is the Phase 1 of our Tasik Suria project at Teluk Rubiah, a 230 unit mixed residential development.

Going forward, we expect the Property Division to contribute positively to the Group performance.

Besides that, KYM is in the final stage of negotiating with its principal bankers to restructure its existing term loans.

B10 Profit forecast

There was no published forecast/profit guarantee.

B11 Dividend

The Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 30 April 2004.

B12 Gain/(Loss) per share

	Current Quarter ended 30.04.2004	Cumulative Year to- date ended 30.04.2004
(a) <u>Basic Gain/(Loss) per share</u>		
Net Gain/(Loss) attributed to ordinary shareholders (RM'000)	(2,045)	(2,045)
Weighted average number of ordinary shares in issue ('000)	81,135	81,135
Basic Gain/(Loss) per shares (sen)	(2.52)	(2.52)
(b) <u>Diluted Gain/(Loss) per share</u>		
Net Gain/(Loss) attributed to ordinary shareholders (RM'000)	(2,045)	(2,045)
Weighted average number of ordinary shares in issue ('000)	81,135	81,135
Adjustment for options ('000)	1,068	1,068
Weighted average number of ordinary shares for diluted Gain/(Loss) per share ('000)	82,203	82,203
Diluted Gain/(Loss) per share (sen)	N/A	N/A

By Order of the Board

CHEE MIN ER
Company Secretary

Kuala Lumpur
23 June 2004

c.c. Securities Commission