

CONSOLIDATED BALANCE SHEET (UNAUDITED)

	AS AT END OF CURRENT QUARTER 31/12/2001 RM'000	AS AT PRECEDING FINANCIAL YEAR END 30/09/2001 RM'000
1 Property, Plant and Equipment	97,351	98,925
2 Investment Property	-	-
3 Investment in Associated Companies	58,733	59,449
4 Long Term Investments	69,251	65,767
5 Goodwill on Consolidation	5,335	5,335
6 Intangible Assets	-	-
7 Other Long Term Assets	-	-
8 Current Assets		
<i>Development Properties</i>	1,097	1,097
<i>Stocks</i>	11,485	11,267
<i>Trade Debtors</i>	20,729	21,125
<i>Other Debtors</i>	2,783	2,427
<i>Cash</i>	2,250	1,843
9 Current Liabilities		
<i>Short Term Borrowings</i>	31,671	29,892
<i>Trade Creditors</i>	6,749	7,044
<i>Other Creditors</i>	73,919	74,953
<i>Provision for Taxation</i>	194	212
10 Net Current Assets or Current Liabilities	(74,189)	(74,342)
	<u>156,481</u>	<u>155,134</u>
11 Shareholders' Funds		
Share Capital	40,940	40,940
Reserves		
<i>Share Premium</i>	57,270	57,270
<i>Capital Reserve</i>	35	35
<i>Retained Profit/(Loss)</i>	(74,760)	(72,412)
<i>Others</i>	-	-
12 Minority Interests	8	7
13 Long Term Borrowings	132,395	128,701
14 Other Long Term Liabilities	-	-
15 Deferred Taxation	593	593
	<u>156,481</u>	<u>155,134</u>
16 Net tangible assets per share (sen)	44	50

NOTES

1. **Accounting policies**

The accounting policies and method of computation used in the preparation of the quarterly financial statements are consistent with that of the annual financial statements ended 30 September 2001 and comply with the approved accounting standards in Malaysia released after 30 September 2001.

2. **Exceptional items**

Nil

3. **Extraordinary items**

Nil

4. **Taxation**

The tax figure does not contain any element of deferred tax.

5. **Sale of investments and properties**

Nil

6. **Particulars of purchase or disposal of quoted securities**

a. There is no purchase or disposal of quoted securities during the quarter.

b. Investments in quoted securities as at 31 December 2001:

	RM'000
At cost	65,033
At carrying value/book value, and (after provision for diminution in value)	65,033
At market value	9,264

7. **Changes in group/capital structure**

Nil

8. **Status of corporate proposals**

a. The Company has obtained all relevant approvals from the Securities Commission ("SC") and the Company's shareholders for its proposed rights issue of up to 46,401,967 new ordinary shares of RM1.00 each at an issue price of RM1.00 per share on the basis of one (1) new ordinary share for every existing share held in the Company ('Proposed Rights Issue').

b. The SC has vide its letter dated 28 May 2001 approved the Company's application to extend the completion of the Proposed Rights Issue to 9 February 2002. The Company is currently awaiting the SC's response to the Company's application to extend the completion of the Proposed Rights Issue to 31 December 2002.

c. The SC has vide its letter of 28 June 2000 approved the Company's proposed Private Placement of up to 4,219,000 new ordinary shares of RM1.00 each at an issue price to be determined based on a discount of not more than 10% on the five (5) day weighted average market price at a date nearer to the implementation date.

- d. The SC has vide its letter of 15 June 2001 approved the extension of time pursuant to the completion of the Proposed Private Placement to 27 June 2002.

9. **Capital issues and dealings in own shares**

Nil

10. **Group borrowings and debts securities as at 31 December 2001:**

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term Borrowings	-	31,671	31,671
Long Term Borrowings	131,498	897	132,395
Total	131,498	32,568	164,066

The Company has negotiated with its principal bankers, Overseas Union Bank Bhd and RHB Sakura Merchant Bankers Bhd to convert the existing secured banking facilities into 2-year term loan. The term loans are repayable by way of a bullet payment within 24 months commencing January 2002.

11. **Contingent liabilities**

Nil

12. **Off balance sheet financial instruments**

Nil

13. **Material litigation**

Nil

14. **Segment information**

By industry segments:

	Turnover		Profit/(loss) before tax		Total assets employed RM'000
	Current Qtr RM'000	YTD RM'000	Current Qtr RM'000	YTD RM'000	
Packaging	17,737	17,737	590	590	74,425
Investment holding	-	-	(1,560)	(1,560)	16,658
Property development	341	341	(234)	(234)	147,999
Others	370	370	(483)	(483)	29,928
	18,448	18,448	(1,687)	(1,687)	269,010
Group's share of associated company's profit	-	-	(591)	(591)	-
	18,448	18,448	(2,278)	(2,278)	269,010

15. **Material changes in the quarterly results compared to the results of the preceding quarter**

The Group's turnover decreased by RM3.5 million compared to the preceding quarter, therefore leading to a reduced profit before tax. The decrease in turnover is mainly due to decreased sales in our packaging division.

16. Review of performance

The group recorded a turnover RM18.45 million, compared to RM21.91 million in the preceding quarter ended 30 September 2001 representing a decrease of 16% mainly due to the decrease in sales in our packaging division as a result of lower sales due to a weaker economic environment, especially in the Electronics & Electrical sector.

Group operating profit before interest, depreciation and taxation was RM2.15 million in the current quarter. This compares favorably with the RM367k in the preceding quarter ended 30 September 2001, which included year end adjustments for stocks, doubtful debts and development project losses in the preceding quarter.

17. Subsequent Events

Nil.

18. Seasonal or cyclical factors

The performance of the Group has not been affected by seasonal or cyclical factors

19. Current year prospects

The group's operating environment continues to be highly competitive.

The group is continuing its efforts in reviewing and consolidating its operations and divesting non-core businesses.

20. Variance from profit forecasts and profit guarantee

Not applicable.

21. Dividend

The Board of Directors does not propose the payment of any dividend.

22. Status of E-Commerce Business

On 28 June 2001, KYM 2000 Sdn Bhd (formerly known as Digital Essence Sdn Bhd), a wholly owned subsidiary of the Company has entered into a Joint Venture Agreement ("JVA") with 3ntity to establish a joint venture company ("JVCo") to facilitate electronic commerce transactions between business-to-business, business-to-consumer and consumer-to-consumer.

The JVCo is expected to commence operations closer to finalisation of terms with any prospective customers.

By Order of the Board

CHEE MIN ER
Secretary

Date: 28 February 2002