

**KYM HOLDINGS BHD (Co. No. 84303-A)****CONSOLIDATED BALANCE SHEET (UNAUDITED)**

	<b>AS AT END OF CURRENT QUARTER 31/3/2000 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR END 30/09/99 RM'000</b>
1 Fixed Assets	77,868	79,767
2 Investment in Associated Companies	61,855	55,676
3 Long term Investments	102,630	101,347
4 Intangible Assets	5,384	5,400
5 Current Assets		
<i>Stocks</i>	14,756	17,484
<i>Trade Debtors</i>	28,587	32,154
<i>Short Term Investments</i>	-	-
<i>Cash</i>	2,506	1,766
<i>Others</i>	-	-
6 Current liabilities		
<i>Short term borrowings</i>	159,648	162,617
<i>Trade creditors</i>	11,356	10,218
<i>Other creditors</i>	76,734	68,088
<i>Provision for taxation</i>	197	266
<i>Others</i>	-	-
7 Net Current Assets or Current Liabilities	(202,086)	(189,785)
	<hr/> 45,651	<hr/> 52,405
8 Shareholders' Funds		
Share Capital	40,264	39,750
Reserves		
<i>Share Premium</i>	57,267	57,242
<i>Revaluation Reserve</i>	-	-
<i>Capital Reserve</i>	35	35
<i>Statutory Reserve</i>	-	-
<i>Retained Profit/(Loss)</i>	(59,179)	(50,671)
<i>Others</i>		
9 Minority Interests	73	81
10 Long Term Borrowings	6,900	5,531
11 Other Long Term Liabilities	291	437
	<hr/> 45,651	<hr/> 52,405
12 Net tangible assets per share (sen)	95	117

**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 1999.

**2. Exceptional items**

Nil

**3. Extraordinary items**

Nil

**4. Taxation**

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

**5. Pre-acquisition profits**

There is no pre-acquisition profits.

**6. Sale of investments and properties**

There is no sale of investments and properties.

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

a. Disposal of 195,000 quoted shares with sale proceeds of RM374,036 during the quarter.

b. There are no investments in quoted shares as at 31 March 2000.

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

Nil

**9. Status of corporate proposals**

The Securities Commission has, vide its letter dated 9 May 2000, approved the Company's 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 1 new ordinary share for every existing share held in the Company.

**10. Seasonal or cyclical factors**

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

**KYM HOLDINGS BHD. (Co. No.: 84303-A)****11. Capital issues and dealings in own shares**

Nil

**12. Group borrowings and debts securities as at 31 March 2000 :**

	Secured RM'000	Unsecured (working capital facilities) RM'000
Short Term Borrowings	100,000	59,648
Long Term Borrowings	6,900	
Total	106,900	59,648

**13. Contingent liabilities**

Nil

**14. Off balance sheet financial instruments**

Nil

**15. Material litigation**

Nil

**16. Segment information**

By industry segments:

	Turnover RM'000	Profit/(loss) before tax RM'000	Total assets employed RM'000
Packaging	42,515	(3,419)	92,711
Investment holding	386	(5,505)	162,378
Property development	33	(72)	33,151
	42,934	(8,996)	288,240
Group's share of associated company's profit		535	
	42,934	(8,461)	288,240

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

Not applicable

**18. Review of performance**

The group recorded a turnover of RM20.2 million and a consolidated loss of RM5.06 million for the quarter ended 31 March 2000. Turnover has decreased slightly compared to the previous quarter ended 31 December 1999 due to traditionally slower months in January and February 2000.

The group continues to be burdened with the interest costs associated with our existing borrowings. We have obtained the Securities Commission's approval, and will be implementing the 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 1 new ordinary for every existing share held in the company, to reduce our borrowings.

**19. Current year prospects**

We continue to face tough market conditions with the rising prices and shortage of paper feedstock in our corrugated carton manufacturing business. We have instituted costs cutting measures and streamline operations to improve productivity and profitability.

Further, we continue to rely on the capital raising exercise mentioned above together with potential income streams from our property division to substantially reduce our debt burden. In addition, the Board is continuously looking for profitable businesses to enhance the company's earnings base.

**20. Variance from profit forecasts and profit guarantee**

Not applicable

**21. Dividend**

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

By Order of the Board

CHEE MIN ER  
Secretary

Date: 31 May 2000