

KYM HOLDINGS BHD (Co. No. 84303-A)
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED BALANCE SHEET
FOR QUARTER ENDED 31 JANUARY 2005

	As at end of current quarter 31.01.2005 RM'000	As at preceding year end 31.01.2004 RM'000
Property, plant and equipment	71,670	74,327
Land held for development	171,382	163,829
Intangible assets	3,612	3,612
Investment in associate	-	13,314
Investment in quoted shares	7,639	2
	254,303	255,084
Current assets		
Development properties	1,128	-
Inventories	9,411	11,731
Trade and other receivables	20,430	19,351
Tax recoverable	146	272
Cash and cash equivalent	1,260	2,508
	32,375	33,862
Current liabilities		
Short term borrowings	21,200	19,037
Trade and other payables	64,532	66,163
Taxation	25	8
	85,757	85,208
Net current liabilities	(53,382)	(51,346)
	200,921	203,738
Financed By:		
Capital and reserves		
Share Capital	81,135	81,135
Reserves	63,056	63,320
Accumulated losses	(129,063)	(123,110)
Shareholders' fund	15,128	21,345
Minority shareholders' interests	16,245	17,271
Borrowings	152,152	147,842
Deferred taxation	17,396	17,280
	200,921	203,738
Net tangible assets per share (sen)	14	22

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 31 JANUARY 2005

	2005		2004	
	Current quarter ended 31.01.2005	12-month cumulative for current financial year to date ended 31.01.2005	Comparable current quarter ended 31.01.2004	Comparable 12-month cumulative for preceding financial year to date ended 31.01.2004
	RM'000	RM'000	RM'000	RM'000
Revenue	19,167	78,853	16,964	67,465
Other Operating Income	5,658	5,916	327	959
Operating expenses	(23,066)	(86,736)	(18,254)	(73,276)
Profit/ (Loss) from operations	1,759	(1,967)	(963)	(4,852)
Finance costs	(2,954)	(7,218)	(2,890)	(6,848)
Investing Results	2	3,150	(456)	(231)
Provision for diminution in value of investment in a associated company	-	-	(42,000)	(42,000)
Loss before taxation	(1,193)	(6,035)	(46,309)	(53,931)
Taxation	(164)	(1,208)	330	(292)
Loss after taxation	(1,357)	(7,243)	(45,979)	(54,223)
Minority interests	827	1,026	655	898
Net loss for the period	(530)	(6,217)	(45,324)	(53,325)
EPS - Basic (sen)	(0.65)	(7.66)	(107.05)	(125.95)
- Diluted (sen)	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 31 JANUARY 2005

	12-month ended 31 January, 2005 RM'000	12-month ended 31 January, 2004 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(6,035)	(53,931)
Adjustments for:		
Non-cash items	5,141	47,731
Non-operating items	1,829	6,142
Operating profit before working capital changes	935	(58)
Net change in current assets	1,443	81
Net change in current liabilities	2,641	(5,568)
Cash generated from operations	5,019	(5,545)
Income tax (paid) / refund	96	(662)
Interest paid	(6,629)	(11,919)
Net cash generated from operating activities	(1,514)	(18,126)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,247)	(7,985)
Proceeds from disposal of property, plant and equipment	24	97
Interest received	124	182
Investment in Quoted Shares	(6)	(2)
Proceeds from insurance claims	-	-
Proceeds from disposal of investment in associate	4,381	-
Land & Development expenditure	(320)	2,273
Development expenditure incurred	(1,128)	-
Net cash generated from/(used in) investing activities	1,828	(5,435)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of Rights Shares	-	20,098
Repayment of hire purchase	(274)	(770)
Net advance of bill payables	1,061	5,914
Repayment of term loan	(2,662)	(7,163)
Drawdown of term loan	534	7,050
Rights shares expenses paid	-	(1,370)
Advance to associate	-	(8)
Repayment by a related party	-	13
Net cash generated (used in)/generated financing activities	(1,341)	23,764
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,027)	203
CASH AND CASH EQUIVALENTS AT 01 FEBRUARY, 2004 / 01 FEBRUARY, 2003	1,904	1,701
CASH AND CASH EQUIVALENTS AT 31 JANUARY, 2005 / 31 JANUARY, 2004	877	1,904
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	611	1,418
Fixed deposits with licensed banks	649	1,090
	1,260	2,508
Bank overdraft	(383)	(604)
	877	1,904

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 31 JANUARY 2005

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Accumulated losses RM'000	Total RM'000
Quarter ended 31-January-2005					
As at 01.02.2004	81,135	35,803	27,517	(123,110)	21,345
Realisation on revaluation reserve			(264)	264	-
Loss attributable to shareholders	-	-	-	(6,217)	(6,217)
Balance as at 31.01.2005	81,135	35,803	27,253	(129,063)	15,128
Quarter ended 31-January-2004					
As at 01.02.2003	40,940	57,270	27,697	(69,785)	56,122
Rights issue	40,195	(20,097)	-	-	20,098
Rights issue expenses	-	(1,370)	-	-	(1,370)
Deferred taxation on revaluation surplus	-	-	(180)	-	(180)
Loss attributable to shareholders	-	-	-	(53,325)	(53,325)
Balance as at 31.01.2004	81,135	35,803	27,517	(123,110)	21,345

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

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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 during the financial quarter ended 31st January 2005, except for the following items:-

	RM'000
Loss on disposal of investment in associate	(3,250)
Waiver of debts from creditor	<u>5,280</u>
	<u>2,030</u>

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 12 months ended 31 January 2005

	Gross Revenue RM'000	Profit/(Loss) before tax RM'000	Segment assets RM'000	Segment liabilities RM'000
Manufacturing	81,422	(4,487)	93,265	60,039
Investment holding	-	(13,513)	226,237	282,159
Property development	1,394	(4,352)	191,369	171,108
Others	2,776	(2,395)	21,885	31,040
Elimination	(6,739)	15,562	(246,078)	(272,796)
	78,853	(9,185)	286,678	271,550
Group's share of associated company's profit	-	3,150	-	-
	78,853	(6,035)	286,678	271,550

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

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 2004.

A13 Capital Commitments

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

Additional information required by the Bursa Securities' Listing Requirements**B1 Taxation**

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

	Current Quarter ended 31.01.2005 RM'000	Cumulative Year to-date ended 31.01.2005 RM'000
- Tax for current year	204	204
- Reversal of deferred tax arising from realisation of revaluation reserve	(41)	(41)
	163	163
- Share of taxation in associate	1	1,045
	164	1,208

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) The particular of the disposal of quoted investments during the quarter is as below:

	<u>RM'000</u>
Sales consideration	4,381
Less:	
Carrying value for the Sale Shares after share of post acquisition losses as at 31 January 2004	(7,631)
Loss on Disposal	<u>3,250</u>

b) Investment in quoted securities as at 31 January 2005

	<u>RM'000</u>
At cost	11,516
Carrying Value/Book Value	7,631
Market Value	8,001

B4 Status of corporate proposals announced

On 30 March 2005, the Company announced that it proposes to seek a general mandate from its shareholders for recurrent related party transactions of a revenue or trading nature which are necessary for the day-to-day operations of KYM Group entered or to be entered into by KYM and its subsidiaries with the related parties pursuant to Paragraph 10.09 of the Listing Requirements of Bursa Securities at an Extraordinary General Meeting to be convened.

B5 Borrowing and debt securities

	As at 31.01.2005 RM'000
Short term	
Secured	21,200
Unsecured	-
	<hr/> 21,200 <hr/>
Long term	
Secured	152,077
Unsecured	75
	<hr/> 152,152 <hr/>

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 is no pending material litigation.

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

The Group turnover was RM19.13 million as compared to RM20.75 million in the preceding quarter.

The Group loss before taxation was RM1.193 million for the current quarter under review, compared to a loss before taxation of RM1.187 million for the preceding quarter.

B9 Current year prospects

The Packaging Division is continuing its efforts to reduce costs and increase productivity to meet the challenges of a highly competitive industry. Besides, the Carton Division has invested in a new printing machine to modernize and improve on the printing capabilities and also move into the higher end markets.

The development of Phase 1 of the Tasik Suria project at Teluk Rubiah, a 228 unit mixed residential development is on going and we are still finalizing the sale of certain parcels of land to potential buyers for other developments.

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

B10 Profit forecast

There is 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 31 January 2005.

B12 Gain/(Loss) per share

	Current Quarter ended 31.01.2005	Cumulative Year to- date ended 31.01.2005
(a) <u>Basic Gain/(Loss) per share</u>		
Net Gain/(Loss) attributed to ordinary shareholders (RM'000)	(530)	(6,217)
Weighted average number of ordinary shares in issue ('000)	81,135	81,135
Basic Gain/(Loss) per shares (sen)	(0.65)	(7.66)
(b) <u>Diluted Gain/(Loss) per share</u>		
Net Gain/(Loss) attributed to ordinary shareholders (RM'000)	(530)	(6,217)
Weighted average number of ordinary shares in issue ('000)	81,135	81,135
Adjustment for options ('000)	908	908
Weighted average number of ordinary shares for diluted Gain/(Loss) per share ('000)	82,043	82,043
Diluted Gain/(Loss) per share (sen)	N/A	N/A

By Order of the Board

CHEE MIN ER
Company Secretary

Kuala Lumpur
31 March 2005

c.c. Securities Commission