

CONSOLIDATED BALANCE SHEET (UNAUDITED)

	AS AT END OF CURRENT QUARTER 30/6/2001 RM'000	AS AT PRECEDING FINANCIAL YEAR END 30/09/2000 RM'000
1 Fixed Assets	95,539	105,597
2 Investment in Property	6,736	6,736
3 Investment in Associated Companies	59,250	60,563
4 Long term Investments	66,789	59,923
5 Goodwill on Consolidation	5,335	5,335
6 Intangible Assets	-	-
7 Other Long Term Assets	-	-
8 Current Assets		
<i>Stocks</i>	13,020	17,855
<i>Trade Debtors</i>	24,897	31,078
<i>Other Debtors</i>	6,947	6,451
<i>Cash</i>	4,456	5,888
9 Current liabilities		
<i>Short term borrowings</i>	95,618	109,208
<i>Trade creditors</i>	9,047	9,391
<i>Other creditors</i>	89,450	85,311
<i>Provision for taxation</i>	92	322
10 Net Current Assets or Current Liabilities	(144,887)	(142,960)
	<hr/> 88,762	<hr/> 95,194
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>	(66,429)	(61,854)
<i>Others</i>		
12 Minority Interests	17	15
13 Long Term Borrowings	56,330	58,191
14 Other Long Term Liabilities	-	-
15 Deferred Taxation	599	597
	<hr/> 88,762	<hr/> 95,194
16 Net tangible assets per share (sen)	65	76

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 2000.

2. Exceptional items

Nil

3. Extraordinary items

Nil

4. Taxation

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

5. Sale of unquoted investment and properties

There is no sale of unquoted investment and properties during the quarter.

6. Particulars of purchase and disposal of quoted securities

- a. There is no purchase or disposal of quoted securities during the quarter.
- b. Investments in quoted securities as at 30 June 2001:

	RM'000
At cost	65,033
At carrying value/book value, and (after provision for diminution in value)	65,033
At market value	6,904

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.
- 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 30 June 2001:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term Borrowings	55,000	40,618	95,618
Long Term Borrowings	55,000	1,330	56,330
Total	110,000	41,948	151,948

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
	Current Qtr	YTD	Current Qtr	YTD	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Packaging	19,872	62,331	252	1,584	81,967
Investment holding	-	2,064	(1,215)	(2,279)	89,908
Property development	600	1,693	(290)	(1,372)	111,094
	20,472	66,088	(1,253)	(3,282)	282,969
Group's share of associated company's profit	-	-	(846)	(1,203)	-
	20,472	66,088	(2,099)	(4,485)	282,969

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

Nil.

16. Review of performance

The group recorded a turnover RM20.47 million, compared to RM23.10 million in the preceding year's corresponding quarter due to a decrease in sales in our packaging division.

Group operating profit before interest, depreciation and taxation was RM2.26 million in the current quarter, compared to RM2.84 million in the preceding year's corresponding quarter.

17. Subsequent Events

- a. KYM Industries (BP) Sdn Bhd, a 95% owned subsidiary sold its entire shareholding in Hillside Avenue Sdn Bhd, its wholly owned subsidiary, for a total consideration of RM918,000.
- b. KYM Industries (BP) Sdn Bhd has ceased operations as at 1 July 2001. Its current business will be continued by KYM Industries (Johor) Sdn Bhd, a wholly owned subsidiary of KYM Holdings Bhd.

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, especially with the slower economic growth forecasts for 2001.

The group is continuing its efforts in consolidating its operations and divesting non-core landed properties.

20. 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 entered into a Joint Venture Agreement ("JVA") with 3nity 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 its prospective customers.

21. Variance from profit forecasts and profit guarantee

There is no material variance from the Group's profit forecast.

22. Dividend

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

By Order of the Board

CHEE MIN ER

Secretary

Date: 30 August 2001