

CONSOLIDATED BALANCE SHEET (UNAUDITED)

	AS AT END OF CURRENT QUARTER 31/03/2001 RM'000	AS AT PRECEDING FINANCIAL YEAR END 30/09/2000 RM'000
1 Fixed Assets	96,915	105,597
2 Investment in Associated Companies	60,042	60,563
3 Long term Investments	71,344	66,659
4 Intangible Assets	5,335	5,335
5 Current Assets		
<i>Stocks</i>	15,673	17,855
<i>Trade Debtors</i>	28,648	31,078
<i>Other Debtors</i>	6,906	6,451
<i>Cash</i>	5,342	5,888
6 Current liabilities		
<i>Short term borrowings</i>	102,030	109,208
<i>Trade creditors</i>	10,729	9,391
<i>Other creditors</i>	86,216	85,311
<i>Provision for taxation</i>	182	322
<i>Others</i>	-	-
7 Net Current Assets or Current Liabilities	(142,588)	(142,960)
	<u>91,048</u>	<u>95,194</u>
8 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>	(64,119)	(61,854)
<i>Others</i>	-	-
9 Minority Interests	18	15
10 Long Term Borrowings	56,305	58,191
11 Other Long Term Liabilities	599	597
	<u>91,048</u>	<u>95,194</u>
12 Net tangible assets per share (sen)	70	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. **Pre-acquisition profits**

There is no pre-acquisition profits.

6. **Sale of investments and properties**

Our subsidiary in Penang ceased operations in the last financial year. The factory land and building has been sold for RM6 million. The net profit arising from the discontinuance of our Penang operations is RM191,000.

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

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

b. There is no disposal of quoted securities during the quarter.

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

Nil

9. Status of corporate proposals

- a. As at 30 November 2000 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 30 October 2000 approved the Company's application to extend the completion of the Proposed Rights Issue to 9 May 2001. The Company has made an application to the SC to further extend the completion of the Proposed Rights Issue and is awaiting the SC's response.
- 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 4 January 2001 approved the extension of time pursuant to the completion of the Proposed Private Placement to 28 June 2001.

10. Seasonal or cyclical factors

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

11. Capital issues and dealings in own shares

Nil

12. Group borrowings and debts securities as at 31 March 2001:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short Term Borrowings	55,000	47,030	102,030
Long Term Borrowings	55,000	1,305	56,305
Total	110,000	48,335	158,335

13. Contingent liabilities

Nil

14. Off balance sheet financial instruments

Nil

15. Material litigation

Nil

16. 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	20,609	42,459	194	1,332	84,448
Investment holding	-	2,064	(1,644)	(2,279)	89,908
Property development	558	1,093	(985)	(1,082)	115,849
	<u>21,167</u>	<u>45,616</u>	<u>(2,435)</u>	<u>(2,029)</u>	<u>290,205</u>
Group's share of associated company's profit	-	-	(295)	(357)	-
	<u>21,167</u>	<u>45,616</u>	<u>(2,730)</u>	<u>(2,386)</u>	<u>290,205</u>

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

There were no material changes in the quarterly results compared to the results of the preceding quarter.

18. Review of performance

The group recorded a turnover RM21.17 million, compared to RM20.18 million in the preceding year corresponding quarter. This represented an increase of 5% due to increased sales in our paper packaging business.

Group operating profit before interest, depreciation and taxation was RM1.82 million in the current quarter, compared to RM0.92 million in the preceding year's corresponding quarter.

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 17 August 2000, KYM 2000 Sdn Bhd (formerly known as Digital Essence Sdn Bhd), a wholly owned subsidiary of the Company announced the signing of an MOU with 3ntity.com Sdn Bhd to establish an e-procurement portal.

To date, the parties are finalising the terms of a Joint Venture Agreement to implement the above-mentioned MOU.

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 May 2001