

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE QUARTER ENDED 30<sup>th</sup> SEPTEMBER, 2004**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/09/04 (RM'000)	30/09/03 (RM'000)	30/09/04 (RM'000)	30/09/03 (RM'000)
Revenue	86,919	97,605	284,933	303,622
Other operating expenses	(84,945)	(93,028)	(273,761)	(289,274)
Other operating income	499	695	2,395	2,579
Profit from operations before one-time charge	2,473	5,272	13,567	16,927
One-time charge related to closure of production lines / profit on gain of disposal of fixed assets arising from the disposal of production lines	1,060	-	(1,081)	-
Profit from operations	3,533	5,272	12,486	16,927
Finance costs	0	0	0	(7)
Share of profit and losses of associated companies	(77)	(17)	166	(440)
Income from other investments and finance	657	443	1,774	1,055
Profit before tax	4,113	5,698	14,426	17,535
Taxation	(851)	(1,263)	(3,738)	(3,878)
Profit after tax	3,262	4,435	10,688	13,657
Minority interest	(3)	(3)	(5)	(10)
Net profit for the period	3,259	4,432	10,683	13,647
Earnings per share (sen)	2.5	3.5	8.3	10.7

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2003.

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET  
AS OF 30<sup>th</sup> SEPTEMBER, 2004**

	<b>Unaudited As At End Of Current Quarter  30/09/2004 (RM'000)</b>	<b>Audited As At Preceding Financial Year End  31/12/2003 (RM'000)</b>
Property, plant and equipment	135,253	143,639
Investment in associated companies	4,021	3,856
Long term investments	345	131
Goodwill on consolidation	22,134	23,115
<b>Current assets</b>		
Inventories	44,984	54,032
Trade receivables	61,309	71,115
Amount owing by associated companies	62	284
Amount owing by ultimate holding company	0	0
Amount owing by immediate holding company	22,206	24,889
Amount owing by other related company	1,295	2,075
Other receivables, deposits and prepayments	10,706	12,780
Cash and bank balances	89,943	68,319
<b>Total current assets</b>	<b>230,505</b>	<b>233,494</b>
<b>Current liabilities</b>		
Trade payables	31,724	45,052
Other payables and accrued expenses	35,166	31,435
Amount owing to ultimate holding company	5,157	3,770
Amount owing to other related company	0	50
Provision for taxation	0	264
<b>Total current liabilities</b>	<b>72,047</b>	<b>80,571</b>
<b>Net current assets</b>	<b>158,458</b>	<b>152,923</b>
<b>Long-term and deferred liabilities</b>		
Provision for retirement benefits	5,167	4,865
Deferred tax liabilities	364	364
	5,531	5,229
Minority interest	225	220
<b>Net Assets</b>	<b>314,455</b>	<b>318,215</b>
Represented by:		
Issued capital	128,096	128,096
Reserves	186,359	190,119
Shareholders' equity	314,455	318,215
<b>Net tangible assets per share (RM)</b>	<b>2.28</b>	<b>2.30</b>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2003.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30<sup>th</sup> SEPTEMBER, 2004**

9 months quarter ended 30 September 2003	Issued capital (RM'000)	Share Premium (RM'000)	Non-distributable Reserves		Distributable Reserves		Total (RM'000)
			Capital Reserves (RM'000)	Foreign Exchange Reserves (RM'000)	General Reserves (RM'000)	Unappropriated Profit (RM'000)	
Balance as at 1st January, 2003	128,096	59,897	1	119	10,000	113,958	312,071
Currency translation differences	-	-	-	166	-	-	166
Net profit for the year	-	-	-	-	-	13,647	13,647
Dividends	-	-	-	-	-	(12,937)	(12,937)
Balance as at 30th September 2003	<u>128,096</u>	<u>59,897</u>	<u>1</u>	<u>285</u>	<u>10,000</u>	<u>114,668</u>	<u>312,947</u>
<b>9 months quarter ended 30 September 2004</b>							
Balance as at 1st January, 2004	128,096	59,897	1	1,101	10,000	119,120	318,215
Currency translation differences	-	-	-	262	-	-	262
Net profit for the year	-	-	-	-	-	10,683	10,683
Dividends	-	-	-	-	-	(14,705)	(14,705)
Balance as at 30th September 2004	<u>128,096</u>	<u>59,897</u>	<u>1</u>	<u>1,363</u>	<u>10,000</u>	<u>115,098</u>	<u>314,455</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2003.



**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE QUARTER ENDED 30<sup>th</sup> SEPTEMBER, 2004**

	<b>9 months ended 30/9/2004 (RM'000)</b>	<b>9 months Ended 30/9/2003 (RM'000)</b>
Cash flows from/(used in) operating activities		
Profit before tax	14,426	17,535
Adjustment for non-cash flow items	14,699	14,875
Operating profit before working capital changes	29,125	32,410
Net change in current assets	18,836	(8,589)
Net change in current liabilities	(8,693)	8,022
Cash generated from operations	39,268	31,843
Other operating activities	(3,165)	(44)
Net cash from operating activities	36,103	31,799
Cash flows from/(used in) investing activities	39	(3,101)
Cash flows used in financing activities	(14,518)	(8,593)
Net increase in cash and cash equivalents	21,624	20,105
Cash and cash equivalents at beginning of year	68,319	38,935
Cash and cash equivalents at end of period	89,943	59,040

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December, 2003.

**Notes**
**1. Accounting Policies**

The interim financial statements have been prepared in accordance with MASB 26 Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The same accounting policies and methods of computation are followed in this interim financial statements as compared with the annual financial Statements for the year ended 31st December, 2003.

**2. Disclosure of Preceding Year Unqualified Audit Report**

The preceding year audit report for the year ended 31st December, 2003 was unqualified.

**3. Cyclicity of Operations**

The operations are normally influenced by higher demand during festive periods.

**4. Unusual items**

There are no unusual items affecting assets, liabilities, equity, net income, or cash flows.

**5. Quarterly Estimations**

There are no material changes in the estimation methods used in this interim reporting quarter which will have a material effect.

**6. Debt and Equity Securities**

There are no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the financial year to date.

**7. Dividends Paid**

An interim dividend of 5%, tax exempt for the current financial year amounting to RM6.4m was paid on 1st September 2004.

**8. Segmental Reporting**

The segment information for the Group are as follows:

	Current Year Quarter 30/09/04 RM'000	Preceding Year Corresponding Quarter 30/09/03 RM'000	Current Year To Date 30/09/04 RM'000	Preceding Year Corresponding Period 30/09/03 RM'000
<b>Segment Revenue</b>				
Malaysia	67,550	73,244	233,917	237,766
Singapore	15,996	17,090	40,682	44,847
Others	3,373	7,271	10,334	21,009
Total	<u>86,919</u>	<u>97,605</u>	<u>284,933</u>	<u>303,622</u>
<b>Segment Results</b>				
Malaysia	1,019	2,834	10,111	11,984
Singapore	1,350	1,012	2,676	2,201
Others	431	1,753	1,761	3,723
Total segment results	<u>2,800</u>	<u>5,599</u>	<u>14,548</u>	<u>17,908</u>
Unallocated expenses	(327)	(327)	(981)	(981)
Income /(Expenses) related to closure of production lines	1,060	-	(1,081)	-
Operating profit	<u>3,533</u>	<u>5,272</u>	<u>12,486</u>	<u>16,927</u>

**9. Valuations of Property, Plant and Equipment**

There are no amendments to the valuations of property, plant and equipment brought forward.

**10. Subsequent Events**

There are no material events subsequent to the end of the interim period that would substantially affect the interim financial statements.

**11. Changes in the Composition of the Group**

There are no changes in the composition of the Group for the current financial year to date.

**12. Contingent Liabilities**

There are no changes in the contingent liabilities since the last annual balance sheet date.

**13. Performance of the Group**

The Group achieved sales for the quarter of RM87 million as compared to RM98 million recorded in the preceding year corresponding quarter. Lower sales are mainly due to closure of the Sweetened Condensed Milk Operation and discontinuation of the Pepsi Agency and lower export sales. The Company has undertaken measures to improve sales and revenue through investment in brand building and new product launching.

Operating profit before gain on disposal of fixed assets for the quarter, is RM2.5 million as compared to the preceding quarter operating profit of RM5.3 million. The lower profit was due to reduction in sales and higher investment in brand building and new product launches.

**14. Material Change in Profit Before Tax As Compared to the Immediate Preceding Quarter**

The Group's pre-tax profit of RM4.1m is lower than the immediate preceding quarter profit of RM4.6m due to the same reasons as mentioned above.

**15. Prospects of the Group**

In anticipation of the Group revenue and profits to be lower for this year, the Group has undertaken measures to streamline operations, focus on brand building and increasing sales and penetrating new channels.

**16. Variance from Profit Forecast**

The explanatory notes on the variance of actual profit from forecast profit and shortfall in the profit guarantee are not applicable.

**17. Taxation**

The taxation figures are as follows:

	<b>Current Quarter (RM'000)</b>	<b>YTD (RM'000)</b>
Current estimated tax payable	851	3,738
	=====	=====

The year to date effective tax rate of the Group is 26% as compared to the statutory tax rate of 28% whereas for the quarter under review, the effective tax rate is 21%. The lower effective tax rate is due to utilization of reinvestment allowances.

**18. Gains on Sale of Properties**

There are no gains on sales of properties for the financial year to date.

**19. Quoted Securities**

During the period, the company purchased some quoted securities totaling RM214, 000.

The investment in quoted shares as at end of the reporting period is as follows:

	(RM'000)
At cost	465
At carrying value/book value	345
At market value	329

**20. Corporate Proposals**

There are no corporate proposals announced but not completed as at date of this report.

**21. Group Borrowings**

There are no borrowings as at the end of the reporting period.

**22. Financial Instruments**

There are no off balance sheet financial instruments as at the date of the quarterly report.

**23. Material Litigations**

There are no further developments to matters previously disclosed in the Annual Report for the year 2003.

**24. Dividend**

a) no dividend has been declared for the quarter under review.

b) the total dividend declared from the current financial year is 5 sen per share ( tax exempt ).

**25. Earnings Per Share**

	<b>Current Year Quarter 30/09/2004</b>	<b>Preceding Year Corresponding Quarter 30/09/2003</b>	<b>Current Year To Date 30/09/2004</b>	<b>Preceding Year Corresponding Period 30/09/2003</b>
Net profit attributable to ordinary shareholders (RM'000)	3,259	4,432	10,683	13,647
Weighted average number of ordinary shares in issue (units)	128,096	128,096	128,096	128,096
Basic earnings per share (sen)	2.5	3.5	8.3	10.7

**By Order of the Board**

**TEU YEONG WEI**  
**MIA 9577**  
**28<sup>th</sup> October 2004**  
**Petaling Jaya**