



Unaudited condensed consolidated income statements
For the third quarter ended 30 September 2004

	3 months ended		9 months ended	
	<-----30 September----->		<-----30 September----->	
	2004	Pro forma	2004	Pro forma
	RM'000	2003	RM'000	2003
		RM'000	RM'000	RM'000
		(restated)		(restated)
Revenue	25,966	43,044	81,279	101,640
Operating profit	3,874	13,828	13,622	24,027
Interest expense	(618)	(360)	(1,815)	(798)
Interest income	401	298	1,191	1,054
Share of profit of associates	0	7	(20)	27
Profit before taxation	3,657	13,773	12,978	24,310
Taxation	(1,092)	(4,238)	(3,894)	(7,293)
Profit after taxation	2,565	9,535	9,084	17,017
Less: Minority interests	163	(859)	(5)	(672)
Net profit for the period	2,728	8,676	9,079	16,345
Basic earnings per ordinary share (sen)	0.80	2.54	2.65	4.78

The condensed consolidated income statement should be read in conjunction with audited annual financial report for the year ended 31 December 2003



Unaudited condensed consolidated balance sheet
At 30 September 2004

	30 September 2004 RM'000	Audited 31 December 2003 RM'000
Property, plant and equipment	17,433	17,988
Investments in associates	-	157
Land held for development	1,077	950
Other investments	228	228
Goodwill arising on consolidation	8,049	8,814
Deferred tax assets	8,476	8,613
Deferred acquisition cost	10,507	8,543
Joint venture cost	27,399	23,856
Trade receivables	9,196	22,624
Pre-need funeral contract receivables	18,734	19,676
	101,099	111,449
Current assets		
Inventory and development expenditure	131,524	118,399
Trade and other receivables	68,861	66,389
Pre-need funeral contract receivables	17,256	11,628
Short term investments	6,847	450
Tax recoverable	2,349	2,727
Cash and bank balances	8,627	10,920
	235,464	210,513
Current liabilities		
Trade and other payables	53,670	56,964
Short term borrowings	6,885	27,498
Hire purchase and lease creditors	295	540
Dividends payable	-	3,695
Provision for taxation	-	2,814
	60,850	91,511
Net current assets	174,614	119,002
	275,713	230,451
Financed by:		
Capital and reserves		
Share capital	85,523	70,000
Reserves		
Capital redemption reserve	1,582	-
Share premium	-	21,603
Revaluation reserve	7,842	10,601
Exchange reserves	(242)	(121)
Retained profit	59,600	54,216
Treasury shares	-	(7,257)
	154,305	149,042
Minority shareholders' interests	4,373	4,352
Long term and deferred liabilities		
Term loan	35,000	-
Hire purchase and lease creditors	555	758
Deferred taxation	1,883	1,905
Deferred pre-need funeral contract revenue	79,597	74,394
	117,035	77,057
	275,713	230,451
Net tangible assets per share (RM)	0.43	2.05

The condensed consolidated balance sheet should be read in conjunction with audited annual financial report for the year ended 31 December 2003

NV Multi Corporation Berhad
(Company No: 204888-D)



Unaudited condensed consolidated statement of changes in equity
For the nine months ended 30 September 2004

	Non- distributable RM'000	Distributable Retained Profits RM'000	Total RM'000
Balance at 1 January 2003			
- as previously reported	102,204	35,929	138,133
- Reclassification*	(7,257)	7,257	-
- prior years adjustment	-	(10,339)	(10,339)
- as restated	94,947	32,847	127,794
Currency translation differences arising in the year	(121)	-	(121)
Transfer arising from additional investment in a subsidiary company	-	2,776	2,776
Net profit for the year	-	22,288	22,288
Dividends	-	(3,695)	(3,695)
At 31 December 2003	94,826	54,216	149,042
Currency translation differences arising in the period	(121)	-	(121)
Net profit for the period	-	9,079	9,079
Dividends	-	(3,695)	(3,695)
At 30 September 2004	94,705	59,600	154,305

* Reclassification of treasury shares from distributable reserves to non-distributable reserves.

The condensed consolidated statement of changes in equity should be read in conjunction with audited annual financial report for the year ended 31 December 2003



Unaudited condensed consolidated cash flow statement
For the nine months ended 30 September 2004

	30/09/2004	Pro forma
	RM'000	30/09/2003
		RM'000
		(restated)
Net profit before tax	12,978	24,310
Adjustment for non-cash flow items	4,111	3,457
Operating profit before changes in working capital	17,089	27,767
Changes in working capital		
Net change in current and non-current assets	(12,352)	(22,690)
Net change in current and non-current liabilities	1,910	(114)
Cash generated from operations	6,647	4,963
Income taxes paid	(6,354)	(9,422)
Net cash flows generated from /(used in) operating activities	293	(4,459)
Investing Activities		
Purchase of property, plant and equipment	(2,322)	(4,817)
Acquisition of additional interest in a subsidiary company	-	(6,500)
Interest income	1,191	7
Proceeds from disposal of property, plant and equipment	330	19
Net cash used in investing activities	(801)	(11,291)
Financing Activities		
Net borrowings	14,220	22,236
Interest paid	(1,815)	(798)
Dividends paid	(7,390)	-
Dividends paid to minority shareholder	-	(2,350)
Net cash generated from financing activities	5,015	19,088
Net increase in cash and cash equivalents	4,507	3,338
Effect of exchange rate changes	(121)	-
Cash and cash equivalents at 1 January	10,892	6,606
Cash and cash equivalents at 30 September	15,278	9,944

The condensed consolidated cash flow statement should be read in conjunction with audited annual financial report for the year ended 31 December 2003



Notes to the interim financial report

Part A- Disclosure Requirements as per MASB 26

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Accounting Standards Board (“MASB”) 26, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2003. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2003.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the year ended 31 December 2003.

The cost of construction of Nirvana Memorial Center was reclassified from building under progress in Property, Plant and Equipment to joint venture cost during the year. This joint venture cost will be amortized over the lease period of 25 years.

A2. Qualified financial statements

The auditors’ report on the financial statements for the year ended 31 December 2003 was not qualified.

A3. Seasonal or cyclical factors

The target market of the Group is the Chinese population. Therefore, the Group’s business operations are generally affected in the first quarter of the year as the Chinese celebrate Chinese New Year in the 1st quarter of each calendar year.

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A4. Nature and amount of 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 for the current quarter and financial period to-date.

A5. Nature and amount of changes in estimates

There were no changes in estimates that have a material effect in the current quarter.

A6. Issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as Treasury shares and resale of treasury shares

The Company has purchased 1,582,000 ordinary shares from the open market in year 2002 which are being held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965. The 1,582,000 ordinary shares were subsequently cancelled on 14 April 2004.

Except for the corporate proposals disclosed in Note B8, there is no other issuance and repayment of debt and equity securities.

A7. Dividend paid

The first interim dividend of 7.5 sen less 28% income tax for the financial year ended 31 December 2003 was paid on 15 January 2004.

The second interim dividend of 7.5 sen less 28% income tax for the financial year ended 31 December 2003 was paid on 5 May 2004.

A8. Valuation of property, plant and equipment

The valuation of property has been brought forward without amendment from the previous annual audited financial statements for the financial year ended 31 December 2003.

A9. Changes in composition of the Group

The Company has on 18 July 2004 disposed of its entire 30% equity interest or equivalent to 30,000 ordinary shares of RM1.00 each in Minda Cemerlang Sdn Bhd ("Minda") for a

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consideration of RM140,406 at no gain nor loss. Upon completion of the said disposal, Minda ceased to be an associate company of NV Multi.

There was no other material change in the composition of the Group for the current financial quarter that will materially affect the financial results and state of affairs of the Group.

A10. Subsequent events

On 18 October 2004, Nirvana Memorial Park (Penang) Sdn Bhd, a wholly-owned subsidiary company, entered into a Joint Venture Agreement with HLS Development Sdn Bhd to jointly develop parcels of land held under Mukim 8, Daerah Seberang Perai Selatan, Penang and Mukim Permatang Pasir, District Bandar Bahru, Kedah, measuring approximately 57.08 acres into a non-Muslim cemetery.

Other than as disclosed in the above, there has not arisen any material event subsequent to the end of 30 September 2004.

A11. Capital commitments

Capital commitments not provided for in the financial statements as at 30 September 2004 are as follows:

	RM'000
Property, plant and equipment:	
- Authorized and contracted for	<u>2,476</u>
Investment	
- Authorised and contracted for	<u>3,200</u>

A12. Contingent liabilities or contingent assets

- (a) There is a guarantee of RM1.95 million as at 30 September 2004 for end-financing facilities granted to purchasers of the Group, for which no loss is expected.

The above contingent liability is not secured against any of the Group's assets.

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- (b) There are two legal suits amounting to RM616,590 and RM2,006,195 respectively, against two subsidiary companies, which the solicitors are of the view that the claims are unfounded and in any event grossly inflated.

Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B1. Comparison with Preceding Quarter

The Group registered a turnover of RM26.0 million and a pre-tax profit of RM3.7 million in the current quarter as compared to RM29.4 million and RM5.9 million in the preceding quarter, a decrease of RM3.4 million or 11.6% and RM2.2 million or 37.3% respectively. The decrease was mainly due to lower contribution from land sales by branches. Though higher sales of pre-need funeral service package of RM5.4 million is recorded in the current quarter, this pre-need funeral service revenue is deferred until the funeral products and services are delivered in future.

B2. Review of Performance

Turnover reduced from RM43.0 million in the preceding year corresponding quarter ended 30 September 2003 to RM26.0 million for the current quarter ended 30 September 2004 mainly due to lower contribution from land sales. Accordingly, pre-tax profit reduced from RM13.8 million in the preceding year corresponding quarter ended 30 September 2003 to RM3.7 million for the current quarter ended 30 September 2004. The lower profit was also affected by the higher advertising and promotion expenses incurred for the opening ceremony of the new Nirvana Memorial Center and the higher operating cost of the said memorial center.

In the opinion of the Directors, there has not arisen any item, transaction or event of a material and unusual nature from the date of the current financial period ended 30 September 2004 to the date of this announcement which, is likely to substantially affect the results of the operations of the Group for the period ended 30 September 2004.

B3. Variance of Actual Profit from Forecast Profit and Shortfall in the Profit Guarantee

There was no profit forecast or profit guarantee given for the financial period ended 30 September 2004.

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B4. Prospects

The Group will continue to focus on cash sales to strengthen cash flow, and to rationalize its operations to achieve cost saving. Aggressive promotion and marketing campaign will be carried out by the Group to sustain its performance in next quarter.

B5. Taxation

Taxation charged for the current financial period ended 30 September 2004 was as follows: -

	9 months ended 30.09.2004 RM'000	9 months ended 30.09.2003 RM'000
Malaysian taxation	3,916	7,293
Under provision of taxation in respect of priors years	-	-
Transferred from deferred taxation	(22)	-
Total	3,894	7,293

B6. Sale of Investments and/or Properties

There was no sale of investments or properties for the current period ended 30 September 2004 except as disclosed in Note A9 above.

B7. Quoted Securities

There was no purchase or disposal of quoted securities in the current quarter and financial year to date.

B8. Status of Corporate Proposals

The following approved proposals were completed and the entire ordinary shares was listed in June 2004:

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- (i) Bonus issue of 17,104,500 new ordinary shares of RM1.00 each on the basis of one (1) new ordinary share of RM1.00 each for every four (4) existing ordinary shares of RM1.00 each held.
 - (ii) Sub-division of one (1) existing ordinary share of RM1.00 each into four (4) ordinary shares of RM0.25 each.
 - (iii) Amendments to the Memorandum and Articles of Association to accommodate the sub-division of shares.
- (b) The Proposed Share Buy-Back was approved by the shareholders of the Company at the Annual General Meeting of the Company held on 28 June 2004.

B9. Group Borrowings as at 30 September 2004

All borrowings are unsecured: -

	RM'000
Revolving Credit	6,885
Medium Term Notes	35,000
Hire Purchase and Lease Creditors:-	
Payable within next 1 year	295
Payable after 1 year	555
Total	850

B10. Financial Instruments

Other than disclosed in Note A12 (a) above, there are no financial instruments with off balance sheet risk that the Group is aware of as at the date of this announcement.

B11. Pending material litigation

Save as disclosed in Note A12 (b) above, there is no other pending litigation as at the date of this announcement.

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B12. Dividend

No dividend has been proposed for the current quarter under review.

B13. Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the number of ordinary shares in issue during the period.

	9 months ended 30.09.2004 RM'000	9 months ended 30.09.2003 RM'000
Basic earnings per share		
Net profit for the period (RM'000)	9,079	16,345
Number of ordinary shares in issue ('000)	342,090	342,090
Basic earnings per share (sen)	2.65	4.78

B14. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 29 November 2004.