

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



Unaudited condensed consolidated income statements
For the financial period ended 31 March 2005

	3 months ended		3 months ended	
	----- 31 March -----		<----- 31 March ----->	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Revenue	28,848	25,924	28,848	25,924
Operating profit	4,237	3,415	4,237	3,415
Interest expense	(580)	(466)	(580)	(466)
Interest income	202	451	202	451
Share of profit of associates	-	16	-	16
Profit before taxation	3,859	3,416	3,859	3,416
Taxation	(1,228)	(1,050)	(1,228)	(1,050)
Profit after taxation	2,631	2,366	2,631	2,366
Less: Minority interests	(100)	(159)	(100)	(159)
Net profit for the period	2,531	2,207	2,531	2,207
Basic earnings per ordinary share (sen)	0.74	0.65	0.74	0.65

The condensed consolidated income statement should be read in conjunction with the audited annual financial report for the financial year ended 31 December 2004



Unaudited condensed consolidated balance sheet
As At 31 March 2005

	31 March 2005 RM'000	Audited 31 December 2004 RM'000
Property, plant and equipment	47,037	46,614
Land held for development	1,020	1,020
Other investments	228	228
Goodwill arising on consolidation	7,524	7,783
Deferred tax assets	11,690	11,342
Deferred acquisition cost	13,085	11,691
Trade receivables	8,722	13,134
Pre-need funeral contract receivables	21,815	22,551
	111,121	114,363
Current Assets		
Inventory and development expenditure	142,166	138,389
Trade and other receivables	67,794	57,111
Pre-need funeral contract receivables	8,063	11,055
Short term investments	9,848	8,348
Tax recoverable	1,750	2,225
Cash and bank balances	7,964	8,548
	237,585	225,676
Current Liabilities		
Trade and other payables	59,965	53,288
Short term borrowings	6,885	6,885
Hire purchase payable	379	463
Dividends payable	4,926	4,926
Provision for taxation	2,934	2,424
	75,089	67,986
Net Current Assets	162,496	157,690
	273,617	272,053
Financed by:		
Capital and Reserves		
Share capital	85,523	85,523
Reserves		
Capital redemption reserve	1,582	1,582
Revaluation reserve	7,842	7,842
Exchange reserves	(51)	-
Retained profit	57,355	54,824
	152,251	149,771
Minority Shareholders' Interests	4,260	4,200
Long Term and Deferred Liabilities		
Medium term notes	35,000	35,000
Hire purchase payables	570	632
Deferred tax liabilities	3,033	3,033
Deferred pre-need funeral contract revenue	78,503	79,417
	117,106	118,082
	273,617	272,053
Net tangible assets per share (RM)	0.42	0.42

The condensed consolidated balance sheet should be read in conjunction with the audited annual financial report for the financial year ended 31 December 2004.

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



**Unaudited condensed consolidated statement of changes in equity
For the financial period ended 31 March 2005**

	Non- distributable RM'000	Distributable Retained Profits RM'000	Total RM'000
Balance at 1 January 2004	94,826	54,216	149,042
Currency translation differences arising in the year	121	(250)	(129)
Net profit for the year	-	9,479	9,479
Dividends	-	(8,621)	(8,621)
At 31 December 2004	94,947	54,824	149,771
Currency translation differences arising in the period	(51)	-	(51)
Net profit for the period	-	2,531	2,531
At 31 March 2005	94,896	57,355	152,251

The condensed consolidated statement of changes in equity should be read in conjunction with the audited annual financial report for the year ended 31 December 2004.

NV Multi Corporation Berhad

(Company No: 204888-D)

**Unaudited condensed consolidated cash flow statement**
For the financial period ended 31 March 2005

	31/03/2005	31/03/2004
	RM'000	RM'000
Net profit before tax	3,859	3,416
Adjustment for non-cash flow items	1,685	1,074
Operating profit before changes in working capital	5,544	4,490
Changes in working capital		
Net change in current and non-current assets	(7,802)	4,999
Net change in current and non-current liabilities	5,763	(13,991)
Cash generated from/(used in) operations	3,505	(4,502)
Income taxes paid	(1,491)	(3,177)
Income taxes refund	928	-
Net cash flows generated from/(used in) operating activities	2,942	(7,679)
Investing Activities		
Purchase of property, plant and equipment	(1,502)	(3,187)
Interest income	202	451
Proceeds from disposal of property, plant and equipment	-	250
Net cash used in investing activities	(1,300)	(2,486)
Financing Activities		
Net (repayment)/borrowings	(146)	17,136
Interest paid	(580)	(466)
Dividends paid	-	(3,695)
Net cash (used in)/generated from financing activities	(726)	12,975
Net increase in cash and cash equivalents	916	2,810
Effect of exchange rate changes	-	(50)
Cash and cash equivalents at 1 January	16,840	10,892
Cash and cash equivalents at 31 March	17,756	13,652

The condensed consolidated cash flow statement should be read in conjunction with the audited annual financial report for the year ended 31 December 2004



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 2004. 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 2004.

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 2004.

A2. Qualified financial statements

The auditors’ report on the financial statements for the year ended 31 December 2004 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.

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 during the financial period ended 31 March 2005.

NV MULTI CORPORATION BERHAD

(Company No: 204888-D)



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

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period ended 31 March 2005.

A7. Dividend paid

The first interim dividend of 2.0 sen less 28% income tax for the financial year ended 31 December 2004 was paid on 18 April 2005.

A8. Segmental reporting

The Group operates in a single industry in the business of bereavement care and predominantly in Malaysia. Accordingly, the financial information by industry and geographical segments of the Group's operation are not presented.

A9. 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 2004.

A10. Changes in composition of the Group

There was no material change in the composition of the Group for the current financial quarter ended 31 March 2005 that will materially affect the financial results and state of affairs of the Group.

NV MULTI CORPORATION BERHAD

(Company No: 204888-D)



A11. Material subsequent events

On 20 May 2005, the Company announced on the termination of the agreement entered by Nirvana Memorial Park Sdn Bhd (“NIR”), a wholly-owned subsidiary of the Company with Virtue Corporation Sdn Bhd (478917-A) for the appointment of NIR as the Corporate Manager to manage, develop, market and finance the cemetery development over a portion of the land held under Grant 20046 for Lot 33572, Mukim Ulu Kinta, District of Kinta, Perak, which was owned by Popular Growth Sdn Bhd.

Other than as mentioned above, there was no other subsequent event that would materially affect the results for the financial period ended 31 March 2005.

A12. Capital Commitments

Capital commitments not provided for in the financial statements as at 31 March 2005 are as follows:-

	RM'000
Property, plant and equipment:-	
- Authorised and contracted for	<u>345</u>

A13. Contingent liabilities or contingent assets

- (a) There is a guarantee of RM1.61 million as at 31 March 2005 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.

- (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 RM28.85 million and a pre-tax profit of RM3.86 million in the current quarter as compared to RM28.16 million and RM3.21 million in the preceding quarter. The turnover and the pre-tax profit have increased marginally by RM0.69 million and RM0.65 million respectively compared to the preceding quarter.



B2. Review of performance

The turnover is analysed as follows:

	3 months ended 31.03.2005 RM'000	3 months ended 31.03.2004 RM'000
Funeral Service Packages (“FSP”)	3,999	3,242
Other bereavement care products and services	25,111	22,888
	<hr/> 29,110	<hr/> 26,130
Add: Previous years’ pre-need FSP sales exercised and recognised in current year	1,238	945
Less: Deferment of current year’s pre-need FSP sales	(1,500)	(1,151)
	<hr/> 28,848	<hr/> 25,924

The Group recorded an increase in turnover for the current financial period from RM25.92 million in the preceding financial year corresponding quarter ended 31 March 2004 to RM28.85 million for the current financial period ended 31 March 2005 which was mainly due to the higher sales registered for both FSP and other bereavement care products and services.

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 31 March 2005 to the date of this announcement which, is likely to substantially affect the results of the operations of the Group for the financial period ended 31 March 2005.

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 31 March 2005.

B4. Prospects

As 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, barring any unforeseen circumstances, the Group expects a better performance in next quarter.

NV MULTI CORPORATION BERHAD

(Company No: 204888-D)



B5. Taxation

Taxation charged for the current financial period ended 31 March 2005 was as follows:-

	3 months ended 31.03.2005 RM'000	3 months ended 31.03.2004 RM'000
Malaysian taxation	1,576	1,058
Transferred from deferred taxation	(348)	(8)
Total	1,228	1,050

The effective tax rate for the financial period to date is higher than the statutory rate of tax applicable mainly due to certain expenses which are not deductible for tax purposes and no group tax relief for loss making subsidiaries.

B6. Sale of investments and/or properties

There was no sale of investments or properties for the current financial period ended 31 March 2005.

B7. Quoted securities

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

B8. Status of corporate proposals

There was no corporate proposal announced or pending completion as at the date of this announcement.

NV MULTI CORPORATION BERHAD

(Company No: 204888-D)



B9. Group borrowings as at 31 December 2004

All borrowings are unsecured: -

	RM'000
Revolving Credit	6,885
Medium Term Notes	35,000
Hire Purchase Payables:-	
Payable within next 1 year	379
Payable after 1 year	570
Total	949

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.

B12. Dividend

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

NV MULTI CORPORATION BERHAD

(Company No: 204888-D)



B13. 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 financial period as follows:-

	3 months ended 31.03.2005 RM'000	3 months ended 31.03.2004 RM'000
Net profit for the period (RM'000)	2,531	2,207
Number of ordinary shares in issue ('000)	342,090	342,090
Basic earnings per share (sen)	0.74	0.65

B14. Net tangible assets per share

The net tangible assets per share are calculated by dividing the total net tangible assets against the total number of shares in issue during the financial period as follows:-

	As at 31.03.2005	As at 31.12.2004
Total net tangible assets (RM'000)	144,727	141,988
Number of ordinary shares in issue ('000)	342,090	342,090
Par value per ordinary share (RM)	0.25	0.25
Net tangible assets per share (RM)	0.42	0.42

B15. 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 30 May 2005.