

CNI HOLDINGS BERHAD

(Company No. : 181758-A)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2005**

	Individual		Cumulative	
	Current Year Quarter 31-Mar-05 (Unaudited) RM	Preceding Year Quarter 31/03/2004* (Unaudited) RM	Current Year To Date 31-Mar-05 (Unaudited) RM	Preceding Year To Date 31-Mar-04 (Unaudited) RM
Revenue	69,644,112	N/A	69,644,112	N/A
Operating profit	16,379,414	N/A	16,379,413	N/A
Financing costs	(232,033)	N/A	(232,033)	N/A
Interest income	279,344	N/A	279,344	N/A
Share of profit of associate	-	N/A	0	N/A
Profit before taxation	16,426,724	N/A	16,426,723	N/A
Tax Expense	(4,576,603)	N/A	(4,576,603)	N/A
Profit after taxation	11,850,121	N/A	11,850,121	N/A
Minority interests	-	N/A	0	N/A
Net Profit for the period	11,850,121	N/A	11,850,121	N/A
Net Earnings per share(sen)#	1.98	N/A	1.98	N/A

* No comparative figures are available as it is the first quarterly report prepared by the Company to Bursa Malaysia Securities Berhad in compliance with the listing requirement.

Net Earning per share is calculated based on profit after taxation and minority interests divided by the number of shares of RM0.10 each assumed in issue after the share split and bonus issue (assuming the share split and bonus issue were completed on 1 January 2005). The actual date of the share split and the bonus issue is 1 June 2005 and 2 June 2005 respectively.

The notes set out on pages 5 to 11 form an integral part of, and should be read in conjunction with, this interim financial report

**CONDENSED CONSOLIDATED BALANCE SHEETS
FOR THE FIRST QUARTER ENDED 31 MARCH 2005**

	As at end of Current Year Quarter 31-Mar-05 (Unaudited)	As at preceeding Financial Year Ended 31/03/2004*
	RM	RM
NON CURRENT ASSET		
PROPERTY, PLANT AND EQUIPMENT	60,114,715	N/A
INVESTMENT PROPERTIES	8,363,927	N/A
CAPITAL WORK IN PROGRESS	2,364,380	N/A
GOODWILL ARISING FROM CONSOLIDATION	123,008	N/A
TAX ASSET	1,555,199	N/A
	<u>72,521,229</u>	<u>N/A</u>
CURRENT ASSETS		
INVENTORIES & GOODS IN TRANSIT	26,756,830	N/A
TRADE & OTHER RECEIVABLES, DEPOSIT & PREPAYM]	18,040,719	N/A
TAX RECOVERABLE	47,743	N/A
CASH AND CASH EQUIVALENT	43,623,741	N/A
	<u>88,469,033</u>	<u>N/A</u>
LESS : CURRENT LIABILITIES		
TRADE PAYABLES & OTHER PAYABLES & ACCRUAL	25,314,958	N/A
DIVIDEND PAYABLES	42,332,112	N/A
PROVISION FOR TAXATION	2,721,088	N/A
PROVISION & CONT. LIABILITIES	224,457	N/A
	<u>70,592,615</u>	<u>N/A</u>
NET CURRENT ASSETS / (LIABILITIES)	<u>17,876,418</u>	<u>N/A</u>
	<u><u>90,397,647</u></u>	<u><u>N/A</u></u>
CAPITAL AND RESERVES		
ORDINARY SHARE CAPITAL	2,697,000	N/A
RESERVES	73,755,173	N/A
FOREIGN CURRENCY TRANSLATION	(128,021)	N/A
SHAREHOLDERS' EQUITY	<u>76,324,152</u>	<u>N/A</u>
NON CURRENT LIABILITIES		
REFUNDABLE DEPOSIT	4,603,627	N/A
HIRE PURCHASE - DUE AFTER 1 YEAR	195,218	N/A
PROVISION FOR RETIREMENT BENEFIT	9,274,651	N/A
	<u>90,397,647</u>	<u>N/A</u>
Net Tangible Assets	76,201,144	N/A
Net Tangible Assets per share (RM)**	0.13	N/A

* No comparative figures are available as it is the first quarterly report prepared by the Company to Bursa Malaysia Securities Berhad in compliance with the listing requirement.

** Net Tangible Assets per share is calculated based on Net Tangible Assets divided by the number of shares of RM0.10 each assumed in issue after the share split and bonus issue (assuming the share split and bonus issue were completed on 1 January 2005). The actual date of the share split and the bonus issue is 1 June 2005 and 2 June 2005 respectively.

The notes set out on pages 5 to 11 form an integral part of, and should be read in conjunction with, this interim financial report

CNI HOLDINGS BERHAD**(Company No. : 181758-A)****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31-Mar-05**

		SHARE CAPITAL RM	SHARE PREMIUM RM	CAPITAL RESERVE RM	RESERVE ON CONSOLIDATION RM	TRANSLATION RESERVE RM	RETAINED PROFITS RM	TOTAL RM
GROUP								
As at	1-Jan-05	2,697,000	5,705,300	22,099,670	693,674	(75,010)	33,406,416	64,527,050
Foreign exchange translation difference						(53,019)		(53,019)
Net profit for the period							11,850,121	11,850,121
Interim dividends								-
As at	31-Mar-05	<u>2,697,000</u>	<u>5,705,300</u>	<u>22,099,670</u>	<u>693,674</u>	<u>(128,029)</u>	<u>45,256,537</u>	<u>76,324,152</u>

The notes set out on pages 5 to 11 form an integral part of, and should be read in conjunction with, this interim financial report

CNI HOLDINGS BERHAD (Company No.: 181758-A)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2005**

	Unaudited RM
Cash flow from operating activities	
Profit before taxation	16,426,723
Adjustment for:	
Depreciation	1,027,939
Interest income	(279,344)
Retirement benefits expenses	286,450
Gain on sale of property, plant and equipment	(36,465)
Provision for staff benefit	62,785
Provision for patent, research & development fee	173,816
Provision for director fee	42,000
Property, plant and equipment written off	3,433
Operating profit before working capital changes	<u>17,707,337</u>
Changes in working capital	
Decrease in inventories	7,176,373
Increase in receivables	(5,007,269)
Decrease in payables	(4,420,847)
Cash generated from operations	<u>15,455,594</u>
Staff benefit paid	(319,439)
Research & development fee paid	(193,908)
Director fee & incentive & profit sharing paid	(170,931)
Interest income	279,344
Interest paid	(2,745)
Tax paid	(3,842,229)
Net cash generated from operating activities	<u>11,205,686</u>
Cash flows from investing activities	
Proceeds from disposal of property, plant and equipment	181,200
Purchase of property, plant and equipment	(4,249,900)
<i>Net cash outflow from investing activities</i>	(4,068,700)
Net increase in cash and cash equivalent	7,136,986
Cash and cash equivalent at beginning of the period	35,985,121
Effect of foreign exchange rate changes on cash balances	(26,964)
Cash and cash equivalent at end of the period	<u><u>43,095,143</u></u>
Cash and cash equivalent included in the condensed consolidated cash flow statement comprise the following:	
Cash at bank and in hand	4,013,429
Cash deposits with licensed banks	39,610,312
	<u>43,623,741</u>
Less: Fixed deposits under lien	(528,598)
Cash and cash equivalents	<u><u>43,095,143</u></u>

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statement for the year ended 31 December 2004