

## NOTES TO THE INTERIM FINANCIAL REPORT PURSUANT TO MASB 26

### 1. Basis of Preparation

The Interim Financial Report of the Group is unaudited and has been prepared in accordance with MASB 26, "Interim Financial Reporting". The Interim Financial Report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2002.

The same accounting policies, methods of computation and basis of consolidation adopted by the Group in this Interim Financial Report are consistent with those used in the preparation of the audited financial statements for the financial year ended 31 December 2002.

### 2. Auditors' Report

The auditors' report of the audited financial statements for the financial year ended 31 December 2002 was not subject to any qualification.

### 3. Seasonal or Cyclical Factors

The business operations of the Group are generally affected by the monsoon seasons and the major festive seasons namely Hari Raya Aidilfitri and Chinese New Year celebrations.

### 4. Unusual Items

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

### 5. Changes In Estimates of Amounts Reported Previously

There are no changes in estimates of amounts reported in prior interim periods of the current financial year or reported in prior financial years which may have a material effect in the current interim period.

### 6. Issuances and Repayments of Debt and Equity Securities

There were no issuances and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares by the Company for the financial period ended 31 March 2003.

### 7. Dividends Paid

There were no dividends declared and paid by the Company for the financial period ended 31 March 2003.

### 8. Segment Information

The analysis of the Group operations for the financial period ended 31 March 2003 is as follows:-

	REVENUE	PBT
<u>Business Segment</u>	RM'000	RM'000
Investment Holdings	0	(9,786)
Timber Complex	11,227	354
Overseas Trading	6,241	(271)
Kilndrying and chemical preservative treatment	8,466	3,180
Timber Mouldings	2,689	267
Paper packaging	2,571	(24)
Timber Export	29,753	1,388
Timber Import	24,034	473
Jetty services	156	(104)
Others	0	0
<b>Total</b>	<b>85,137</b>	<b>(4,523)</b>
Less: Elimination of inter company sales	(6,865)	
Elimination of inter company dividend		(714)
<b>Total</b>	<b>78,272</b>	<b>(5,237)</b>