

FOR IMMEDIATE RELEASE



Form Version 2.0

## Financial Result Announcement

Reference No AH-010730-38984

30 JUL 2001

Submitting Merchant Bank (if applicable) :  
 Submitting Secretarial Firm Name (if applicable) :  
 \* Company name : AMTEL HOLDINGS BERHAD  
 \* Stock name : AMTEL  
 \* Stock code : 7031  
 \* Contact person : CHIA MOH MUI  
 \* Designation : GROUP SECRETARY

\* Financial Year End : 11/30/2001  15

\* Quarter :  1 Qtr  2 Qtr  3 Qtr  4 Qtr  Other

Quarterly report on consolidated results for the financial period ended  
 \* 05/31/2001  16

\* The figures  have been audited  have not been audited

## CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	05/31/2001 <input checked="" type="checkbox"/> 16	05/31/2000 <input checked="" type="checkbox"/> 16	05/31/2001 <input checked="" type="checkbox"/> 12	05/31/2000 <input checked="" type="checkbox"/> 15
	(dd/mm/yyyy) RM'000	(dd/mm/yyyy) RM'000	(dd/mm/yyyy) RM'000	(dd/mm/yyyy) RM'000
1 (a) Revenue	35,749	65,137	65,237	139,347
(b) Investment income		100		509
(c) Other income	207	171	298	304
2 (a) Profit/(loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	1,384	787	12,088	1,489
(b) Finance Cost	393	500	795	1,181
(c) Depreciation and amortisation	8	575	625	1,117
(d) Exceptional items				

(e)	Profit/(loss) before income tax, minority interests and extraordinary items	1,007	-436	665	-809
(f)	Share of profits and losses of associated companies	-377	605	-498	1,084
(g)	Profit/(loss) before income tax, minority interests and extraordinary items after share of profit and losses of associated companies	630	167	167	275
(h)	Income tax	-140	-305	-488	-1,266
(i)	Profit/(loss) after income tax before deducting minority interests	490	-638	99	-991
(ii)	Minority interests	285	791	562	1,991
(j)	Pre-acquisition profit/(loss), if applicable				
(k)	Net Profit/(loss) from ordinary activities attributable to members of the company	205	153	-463	1,000
(l)	Extraordinary items				
(m)	Minority interests				
(n)	Extraordinary items attributable to members of the company				
(o)	Net profit/ (loss) attributable to members of the company	205	153	-463	1,000
3	Earnings per share based on 2(m) above after deducting any provision for preference dividends, if any				
(a)	Basic (based on ordinary shares - sen)	0.65	0.49	1.47	3.18
(b)	Fully diluted (based on ordinary shares - sen)				
4	(a) Dividend per share (sen)				
	(b) Dividend Description				

		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR- END
5)	Net tangible assets per share (RM)	1.0449	1.0583

Remark :

**Please attach the full Financial Result Announcement here :**

Kindly note that only attachment prepared using Microsoft Word and Microsoft Excel are to be attached.



Q2-FY2001(PL&BS



Q2-FY2001(NOTES

30 JULY 2001

**Amtel Holdings Berhad**  
(409449-A)

**Quarterly report on consolidated results for the second quarter ended 31 May 2001**  
The figures have not been audited

CONSOLIDATED INCOME STATEMENT		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31/5/01 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/5/00 RM'000	CURRENT YEAR TO DATE 31/5/01 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/5/00 RM'000
1.(a)	Revenue	35,749	65,137	65,237	135,347
(b)	Investment income	-	100	-	549
(c)	Other income	207	171	298	304
2.(a)	Profit/(loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	1,394	737	2,088	1,489
(b)	Finance Cost	-393	-600	-795	-1,181
(c)	Depreciation and Amortisation	6	-575	-628	-1,117
(d)	Exceptional items	-	-	-	-
(e)	Profit/(loss) before income tax, minority interests and extraordinary items	1,007	-438	665	-809
(f)	Share of profits and losses of associated companies	-377	605	-98	1,084
(g)	Profit/(loss) before income tax, minority interests and extraordinary items	630	167	567	275
(h)	Income Tax	-140	-805	-458	-1,266
(i)	(i) Profit/(loss) after income tax before deducting minority interests	490	-638	99	-991
	(ii) Minority interests	-283	791	-562	1,991
(j)	Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k)	Net profit/(loss) from ordinary activities attributable to members of the company	205	153	-463	1,000
(l)	(i) Extraordinary items	-	-	-	-
	(ii) Less minority interests	-	-	-	-
	(iii) Extraordinary items attributable to members of the company	-	-	-	-
(m)	Net profit/(loss) attributable to members of the company	205	153	-463	1,000
3.(a)	Earnings per share based on 2(m) above after deducting any provision for preference dividends if any :				
	(i) Basic (based on 31.4 million ordinary shares - sen)	0.65	0.49	-1.47	3.18
	(ii) Fully diluted (based on ordinary shares - sen)				

## Amtel Holdings Berhad

(409449-A)

### Announcement Of Unaudited Consolidated Financial Results Second Quarter Ended 31 May 2001

#### CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 31/05/01 RM'000	AS AT PRECEDING FINANCIAL YEAR END 30/11/2000 RM'000
1 Property, Plant and Equipment	21,728	22,270
2 Investment Property	-	-
3 Investment in Associated Companies	7,108	7,184
4 Long Term Investments	916	924
5 Goodwill on Consolidation	38	49
6 Intangible Assets	-	-
7 Other Long Term Assets	-	-
	<u>29,788</u>	<u>30,427</u>
8 Current Assets		
Inventories	9,659	19,612
Trade Receivables	27,363	29,501
Short Term Investments	-	-
Cash	8,843	15,848
Others (Other Debtors, Deposits and Prepayment)	8,501	10,869
	<u>54,366</u>	<u>75,830</u>
9 Current Liabilities		
Trade Payables	22,300	44,249
Other Payables (Other Creditors & Accruals)	11,212	7,188
Short Term Borrowings	16,554	20,462
Provision for Taxation	1,285	1,589
Proposed Dividend	-	-
Others (HP Creditor)	701	407
	<u>52,052</u>	<u>73,895</u>
10 Net Current Assets or Current Liabilities	<u>2,334</u>	<u>1,935</u>
11 Shareholders' Funds		
Share Capital	31,400	31,400
Reserves	-	-
Share Premium	14,811	14,811
Revaluation Reserve	-	-
Capital Reserve	636	644
Statutory Reserve	-	-
Retained Profit	-14,820	-14,358
Others	821	720
	<u>32,848</u>	<u>33,217</u>
12 Minority Interests	-920	-1,482
13 Long Term Borrowings	-	-
14 Other Long Term Liabilities	-	433
15 Deferred Taxation	194	194
	<u>32,122</u>	<u>32,362</u>
12 Net tangible assets per share (RM)	1.04	1.06

**Amtel Holdings Berhad**  
(409449-A)

**NOTES :**

**1. Accounting Policies**

The accounting policies and methods of computation followed in this quarterly report are the same as compared with the audited financial statement for the year ended 30 November 2000.

**2. Exceptional Item**

There was no exceptional item for the quarter ended 31 May 2001.

**3. Extraordinary Item**

There was no extraordinary item for the quarter ended 31 May 2001.

**4. Taxation**

Taxation includes:	Current Quarter RM'000	Cummulative Current Year RM'000
Tax provision	(244)	(489)
Transfer from deferred tax	-	-
	<u>(244)</u>	<u>(489)</u>
Taxation in respect of prior year	-	-
	<u>(244)</u>	<u>(489)</u>
Associated company tax	104	21
	<u>(140)</u>	<u>(468)</u>

**5. Investment Income and Profit on Sale of Investments and/or Properties**

There was no sale of unquoted investments and/or properties included for the current quarter and financial year to date.

**Amtel Holdings Berhad**  
(409449-A)

**6. Quoted Securities**

(a) Summary of dealings in quoted securities.

	Current Quarter RM	Cummulative Current Year RM
Total Purchases	-	-
Total Disposals	-	-
Total Profit/(Loss) on disposal	-	-

(b) Investments in quoted shares:

	RM
Total investments at cost	2,065,639
Total investments at carrying value/book value @ 31/05/2001 (after provision for diminution in value)	763,939
Total investments at market value as at 31/05/2001	745,461

**7. Changes in the composition of the Group**

There was no change in the composition of the Group for the quarter under review.

**8. Status of Corporate Proposals**

a) Profit Guarantee and Stakeholders Agreement ("PGSA")

On 22 April 2000, the auditors have determined that the profit to be compensated by the Guarantors for the financial year 1999 to be RM3,997,757. To-date the Company has received a total of RM2,034,120 from the Guarantors.

For the financial year 2000, the auditors have determined that the compensation amount to be RM1,750,750.

b) Private Placement

Please refer to paragraph 17.

## Amtel Holdings Berhad

(409449-A)

### 9. Changes In Share Capital

There is 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 year to date.

### 10. Group Borrowings

Total Group's short-term borrowings as at 31 May 2001 amounted to RM16,553,995 (all denominated in Ringgit Malaysia) out of which RM8,500,000 is the revolving credit facility secured by a first fixed charge over a subsidiary company's freehold land. The Group has no long-term borrowings.

### 11. Commitments and Contingent Liabilities

The Group does not have any commitments and contingent liabilities as at 21 July 2001 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

### 12. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off-balance sheet risk as at 21 July 2001 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

### 13. Material Litigation

Amscope Corporation Sdn Bhd ("Amscope"), a sixty percent subsidiary held under Amtel Resources Sdn Bhd, a wholly owned subsidiary of Amtel, has on 14 December 1999 commenced legal action against the partners of Ros Construction & Trading namely Md. Eusope bin Ibrahim, Zulkarnain bin Md. Eusope and Rokiah bte. Ab. Rahman (the "Defendants") in the High Court of Shah Alam (Suit No. MT1-22-911-1999) for the recovery of a sum amounting to RM826,615.23 for sub-contracting works done on behalf of Ros Construction & Trading.

The defendants had on 16 February 2000 in their defence, counterclaimed a sum amounting to RM1,098,000. On 15 March 2000, the solicitors for Amscope submitted a Reply and Defence on Counterclaimed refuting the amount. The Defendants' solicitors have re-filed their application to withdraw themselves from acting for the Defendants. A date for Summons for Direction will be fixed by the Shah Alam High Court.



## Amтел Holdings Berhad

(409449-A)

### 14. Segmental Reporting

	Turnover (RM'000)	Profit/(Loss) Before Taxation (RM'000)	Total Assets Employed (RM'000)
Investment holdings	352	(558)	22,184
Infrastructure & Projects	8,162	(32)	17,091
Manufacturing & Services	2,469	(329)	12,376
Trading & Distribution	56,254	1,584	32,523
Associated companies	—	(98)	—
	<u>65,237</u>	<u>567</u>	<u>84,174</u>

15. **Explanatory comments on any material changes in the profit before tax for the quarter reported on as compared with the immediate preceding quarter.**  
 For the quarter under review, the Group recorded profit before tax of RM630,000 compare to loss before tax of RM63,000 in the first quarter. Main contributor to the Group's profit comes from trading & distribution activities.

### 16. Review Of Performance

The Group's performance for the first six months of the financial year has improved recording a profit before tax of RM567,000 on the back of RM65.237 million turnover. The improved performance is the result of new business strategy and cost savings exercise implemented since the end of FY 2000.

### 17. Subsequent Event

On 26 June 2001 the Company announced to the KLSE that it will not proceed with the implementation of the Proposed Private Placement which expires on 26 June 2001 due to weak market conditions and the unfavourable share price.

### 18. Explanatory comments about the seasonal or cyclical factors

The Group's current operations are not materially affected by any seasonal or cyclical factors.

### Amtel Holdings Berhad

(409449-A)

**19. Prospects for the current financial year**

The overall economic condition is expected to remain sluggish. The Group, however, will continue to place emphasis on cost savings measures and concurrently improve on its core activities. The Board, as such, expects the Group's prospects to be satisfactory.

**20. Explanatory Notes For Variances of Actual Profit From Forecast Profit**  
Not applicable.

**21. Dividend**

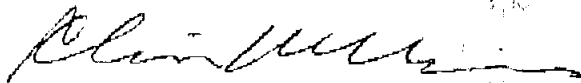
The directors do not recommend any payment of dividend for the period under review.

**22. Provision of Financial Assistance**

The Company, via its wholly owned subsidiary company which is engaged in licensed money lending activity, granted RM3.0 million loan in early 2000 to an associated company for working capital purpose. The amount outstanding as at 31 May 2001 is RM2,732,430.

**AMTEL HOLDINGS BERHAD**

By Order of the Board



**CHIA MOH MUI**  
Company Secretary