

SKB SHUTTERS CORPORATION BERHAD
(Company No. 430362 -U)
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

**NOTES TO THE QUARTERLY REPORT
FOR THE FOURTH QUARTER ENDED 30 JUNE 2002**

7 Changes in the composition of the Group

There were no changes in the composition of the Group for the financial periods under review other than the incorporation of a new subsidiary, SKB Storage Industries Sdn Bhd.

8 Status of corporate proposals

The proposed revision to the IPO proceeds of approximately RM9.8 million for the lease of a piece of leasehold industrial land to erect a factory and office building for a total cash consideration of approximately RM9.2 million has been approved in the Extraordinary General Meeting held on 28 March 2002.

9 Issuance of equity or debts securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the financial periods under review.

10 Group Borrowings and Debt Securities

	As at end of 30-Jun-02 RM'000	As at end of 30-Jun-01 RM'000
Current		
Secured		
Hire purchase obligations	425	389
Term loan	416	-
	841	389
Unsecured		
Bank overdrafts	4,233	3,910
Bankers' acceptances	5,417	4,946
Revolving credit	2,000	-
	11,650	8,856
	12,491	9,245
Non Current - Secured		
Hire purchase obligations	624	526
Term loan	2,084	-
	2,708	526
	2,708	526

11 Contingent liabilities

The Group has contingent liability in respect of a counterclaim amounting to RM0.4 million as at 22 August 2002 (the latest practicable date which is not earlier than 7 days from the date of issuance of this quarterly report).

12 Off balance sheet financial instruments

The Group did not have any financial instruments with off balance sheet risk as at 22 August 2002 (the latest practicable date which is not earlier than 7 days from the date of issuance of this quarterly report).

13 Material pending litigation

The Group was not engaged in any material litigation as at 22 August 2002 (the latest practicable date which is not earlier than 7 days from the date of issuance of this quarterly report).

14 Segmental reporting

There is no segmental reporting as the Group's activities are principally engaged in manufacturing and sale of roller shutters, racking system and related steel products and its operations are carried out in Malaysia.