

RAPID SYNERGY BERHAD  
(Company No. 325935-U)  
(Incorporated in Malaysia under the Companies Act, 1965)

QUARTERLY REPORT

Quarterly report on consolidated results for the third quarter ended 30/09/2001.  
The figures have not been audited.

CONSOLIDATED INCOME STATEMENT

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 30/09/2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2000 RM'000	CURRENT YEAR TO DATE 30/09/2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2000 RM'000
1	(a) Revenue	4,372	6,454	13,827	16,494
	(b) Investment income	151	80	499	80
	(c) Other income	538	342	950	961
2	(a) Profit/(Loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	1,102	657	3,299	2,007
	(b) Finance cost	76	5	24	11
	(c) Depreciation and amortisation	415	369	1,290	1,126
	(d) Exceptional items	-	-254	-	-254
	(e) Profit/(Loss) before income tax, minority interests and extraordinary items	611	537	1,985	1,124
	(f) Share in the results of associated companies	-	60	-	660
	(g) Profit/(loss) before income tax, minority interests and extraordinary items	611	597	1,985	1,784
	(h) Income Tax	15	67	75	82
	(i) (i) Profit/(loss) after taxation before deducting minority interests	596	530	1,910	1,702
	(ii) Less minority interests	-	-	-	-
	(j) Net Profit/(loss) after ordinary activities attributable to members of the company	596	530	1,910	1,702
	(k) (i) Extraordinary item	-	-	-	-
	(ii) Less minority interests	-	-	-	-
	(iii) Extraordinary items attributable to members of the company	-	-	-	-
	(l) Net Profit/(Loss) attributable to members of the company	596	530	1,910	1,702
3	(a) Earnings per share based on 2(j) above after deducting any provision for preference dividends, if any:-				
	(i) Basic (based on 19,999,000 ordinary shares)(sen)	3.0	2.7	9.6	8.5
	(ii) Fully diluted (based on 19,999,000 ordinary shares)(sen)	3.0	2.7	9.6	8.5

CONSOLIDATED BALANCE SHEET

	UNAUDITED AS AT END OF CURRENT QUARTER 30/09/2001 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2000 RM'000
1 Property, plant and equipment	26,001	19,210
2 Investment property	2,763	2,763
3 Investment in associated companies	-	-
4 Long Term Investment	2,400	2,400
5 Goodwill on consolidation	-	-
6 Intangible assets	-	-
7 Other long term assets	-	-
8 Current Assets		
Inventories	2,967	3,701
Trade Debtors	5,014	5,529
Short Term Investments, at market value	12,739	12,240
Short Term Deposits with Licensed Banks	8,247	11,840
Cash	670	485
Other Debtors, Deposits & Prepayment	4,692	536
	<u>34,329</u>	<u>34,331</u>
9 Current Liabilities		
Short Term Borrowings	208	436
Trade Creditors	992	1,861
Other Creditors	9,528	3,180
Provision for Taxation	38	-
Proposed Dividend	-	-
	<u>10,766</u>	<u>5,477</u>
10 Net Current Assets /(Current Liabilities)	23,563	28,854
	<u>54,727</u>	<u>53,227</u>
11 Shareholders' Funds		
Share Capital	19,999	19,999
Reserves		
Share Premium	1,541	1,541
Revaluation Reserve	-	-
Capital Reserve	809	809
Statutory Reserve	-	-
Retained Profit	31,897	30,397
Others	-	-
	<u>54,246</u>	<u>52,746</u>
12 Minority Interests	-	-
13 Long Term Borrowings	-	-
14 Other Long Term Liabilities	-	-
15 Deferred Taxation	481	481
	<u>54,727</u>	<u>53,227</u>
16 Net tangible assets per share (RM)	2.71	2.64

NOTES

1. Accounting Policies

The current quarter's financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the 2000 Annual Report and the accounting policies comply with approved accounting standard of the Malaysian Accounting Standard Board.

2. Exceptional Items

There were no exceptional items for the current financial year to date.

3. Extraordinary Items

There were no extraordinary items for the current financial year to date.

4. Tax Expense as at 30/09/2001

	RM'000
Current period	15
Year to date	75

The tax expense is in relation to interest income classified in Other income for the current quarter and current financial year to date.

Potential deferred tax benefit not taken in the financial statements under the liability method are in respect of:

	RM'000
Unutilised tax losses	-8,820
Other timing differences	-4,193
	<u>-13,013</u>

5. Sale of Unquoted Investment and/or Properties

There were no sale of unquoted investment and/or properties for the current financial year to date.

6. Purchase or Disposal of Quoted Securities as at 30/09/2001

a. There were no purchase or disposal of quoted securities for the current financial year to date.

b. Quoted short term investment (unit trusts in bonds and money market)

	RM'000
At cost	<u>12,013</u>
At book value and market value	<u>12,739</u>

7. Changes in the Composition of the Group

The Company acquired 100% of Archmill Sdn Bhd on 17 May 2001, a company with a paid-up capital of RM2. On 4 August 2001, Rapid Metal & Plastic Products (M) Sdn Bhd (RMPP), a wholly owned subsidiary of Rapid Synergy Bhd entered into an agreement to sell its machines, equipment and accessories as well as its plastic injection moulding business.

8. Status of Corporate Proposal

On 13 June 2001, Rapid Construction and Management Sdn Bhd (RCM) (previously known as Precision Mold Sdn Bhd), a wholly owned subsidiary of Rapid Synergy Berhad, entered into an agreement with Monumental Properties Sdn Bhd (MPSB) for the appointment of RCM as the turnkey contractor to develop a piece of land in Wilayah Persekutuan in respect of a privatisation agreement to be entered into between Datuk Bandar Kuala Lumpur (DBKL) and MPSB. On 10 September 2001 RCM agreed to provide a further extension of 3 months to allow MPSB to complete its privatisation agreement with DBKL.

9. Issuances and Repayment of Debt and Equity Securities

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 year to date.

10. Group Borrowings as at 30/09/2001

	RM'000
Unsecured	
Bank overdrafts	<u>208</u>

11. Contingent Liability

No change in contingent liability since the last annual balance sheet date until 2 November 2001.

12. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at 2 November 2001.

13. Material Litigation

There are no pending material litigations as at 2 November 2001.

14. Segment Information as at 30/09/2001

	Revenue	Profit/(Loss)	Assets employed
	RM'000	before tax RM'000	RM'000
Business segment			
Manufacturing	13,827	1,465	31,128
Investment holding	-	600	26,808
Property development	-	-80	7,559
	<u>13,827</u>	<u>1,985</u>	<u>65,495</u>

Segmental reporting on geographical location has not been prepared as the Group's operations are principally carried out in Malaysia.

15. Material Changes in the Quarter's Profit Before Tax as compared to the immediate Preceding Quarter.

The sale of RMPP's plastic injection moulding business and its machines in August 2001 had cut its operating losses. Gain on sale of machines and accessories amounted to RM299,064.

16. Review of Performance

The Group achieved a pretax profit of RM0.609 million and RM1.974 million for the current and year to-date quarters respectively as compared to RM0.597 million and RM1.784 million of the preceding corresponding periods. This improvement is achieved due to better product mix, despite a 16% lower year to-date turnover.

17. Material Events subsequent to the Current Quarter end

No material events, subsequent to the current year quarter which were not reflected in the financial statements of the current quarters were noted as at 2 November 2001.

18. Seasonal or Cyclical Factors

The business operations of the Group are not affected by any seasonal or cyclical factors.

19. Current Year Prospects

Whilst there is still no sign of a let-up in the semiconductor business downturn, the Board were strives to maintain its quarterly profits for the remaining quarter.

20. Variance of Actual Profit from Forecast Profit and shortfall in Profit Guarantee

Not Applicable.

21. Dividend

- (a) (i) No dividend has been recommended for the quarter under review;  
 (i) amount per share NIL sen;  
 (iii) previous corresponding period NIL sen;  
 (iv) date paid - Not Applicable  
 (v) Not Applicable

BY ORDER OF THE BOARD

Lam Voon Kean  
 Company Secretary  
 8-Nov-2001  
 Penang