

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

Quarterly report on consolidated results for the fourth quarter ended 31/12/2001.
The figures have not been audited.

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/12/2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2000 RM'000	CURRENT YEAR TO DATE 31/12/2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2000 RM'000
1 (a) Revenue	2,931	4,564	16,758	21,058
(b) Investment income	807	147	1,306	227
(c) Other income	404	253	1,354	1,214
2 (a) Profit/(Loss) before finance cost depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	2,965	(1,278)	6,264	983
(b) Finance cost	4	2	28	13
(c) Depreciation and amortisation	335	661	1,625	1,787
(d) Exceptional items	-	-	-	-
(e) Profit/(Loss) before income tax, minority interests and extraordinary items	2,626	(1,941)	4,611	(817)
(f) Share in the results of associated companies	-	-	-	660
(g) Profit/(Loss) before income tax, minority interests and extraordinary items	2,626	(1,941)	4,611	(157)
(h) Income Tax	5	35	80	117
(i) (i) Profit/(loss) after taxation before deducting minority interests	2,621	(1,976)	4,531	(274)
(ii) Less minority interests	-	-	-	-
(j) Net Profit/(Loss) from ordinary activities attributable to members of the company	2,621	(1,976)	4,531	(274)
(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	2,621	(1,976)	4,531	(274)
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)	13.1	(9.9)	22.7	(1.4)
(ii) Fully diluted (based on 19,999,000 ordinary shares)(sen)	13.1	(9.9)	22.7	(1.4)

CONSOLIDATED BALANCE SHEET	UNAUDITED AS AT END OF CURRENT QUARTER 31/12/2001 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2000 RM'000
1 Property, plant and equipment	18,078	19,210
2 Non-Current Development Properties	6,670	2,763
3 Investment in associated companies	-	-
4 Long Term Investment	285	2,400
5 Goodwill on consolidation	-	-
6 Intangible Assets	-	-
7 Other long term assets	-	-
8 Current Assets		
Inventories	4,077	3,701
Trade Debtors	3,685	5,691
Short Term Investments, at market value	13,547	12,240
Short Term Deposits with Licensed Banks	1,794	11,839
Cash	3,673	486
Other Debtors, Deposits & Prepayment	8,484	374
	<u>35,260</u>	<u>34,331</u>
9 Current Liabilities		
Short Term Borrowings	-	436
Trade Creditors	729	1,861
Other Creditors	2,206	3,180
Provision for Taxation	-	-
Proposed Dividend	-	-
	<u>2,935</u>	<u>5,477</u>
10 Net Current Assets /(Current Liabilities)	<u>32,325</u>	<u>28,854</u>
	<u>57,358</u>	<u>53,227</u>
11 Shareholders' Funds		
Share Capital	19,999	19,999
Reserves		
Share Premium	1,541	1,541
Revaluation Reserve	809	809
Capital Reserve	-	-
Statutory Reserve	-	-
Retained Profit	34,528	30,397
Others	-	-
	<u>56,877</u>	<u>52,746</u>
12 Minority Interests		
13 Long Term Borrowings	-	-
14 Other Long Term Liabilities	-	-
15 Deferred Taxation	481	481
	<u>57,358</u>	<u>53,227</u>
16 Net tangible assets per share (RM)	2.84	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 quarter and financial year-to-date.

3. Extraordinary Items

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

4. Tax Expense as at 31/12/2001

	RM'000
Current period	5
Year to date	80

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	(8,467)
Other timing differences	<u>(3,187)</u>
	<u>(11,654)</u>

5. Sale of Unquoted Investment and/or Properties

Profit from the disposal of shares by one of the subsidiaries was RM0.419 million.

6. Purchase or Disposal of Quoted Securities as at 31/12/2001

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>13,547</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 and 11 December 2001 RCM agreed to provide a further extension of 3 months respectively to allow MPSB to complete its privatisation agreement with DBKL.

On 21 December 2001, RCM entered into a Turnkey Construction Agreement with Reliance Valley Sdn Bhd for the appointment of RCM as the Turnkey Contractor to develop a piece of residential land at Brickfields, Kuala Lumpur. An Extraordinary General Meeting (EGM) to approve this proposal will be convened in due course.

On 31 January 2002, RCM entered into a Turnkey Construction Agreement with Supreme Concept Sdn Bhd for the appointment of RCM as the Turnkey Contractor to develop a piece of residential land at Sri Hartamas, Kuala Lumpur. An EGM to approve this proposal will be convened in due course.

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 31/12/2001

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

11. Contingent Liability

No change in contingent liability since the last annual balance sheet date until 16 February 2002.

12. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at 16 February 2002.

13. Material Litigation

There are no pending material litigations as at 16 February 2002.

14. Segment Information as at 31/12/2001

	Revenue	Profit/(Loss) before tax	Assets employed
	RM'000	RM'000	RM'000
Business segment			
Manufacturing	16,517	3,440	30,303
Investment holding	241	1,372	16,940
Property development	-	(201)	13,050
	<u>16,758</u>	<u>4,611</u>	<u>60,293</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 cessation of RMPP's plastic injection moulding business in August 2001 resulted in its operational improvement of RM0.703 million. Together with the gain on sale of machine accessories, higher returns from bond investments, the gain on sale of investment and the operational efficiencies in the tooling business have resulted in an improvement of RM2.015 million in pretax profit over the preceding quarter.
16. Review of Performance
The Group achieved a pretax profit of RM2.626 million and RM4.611 million for the current quarter and the full year respectively as compared to the pretax losses of RM1.942 million and RM0.158 million of the preceding periods. The performance turnaround of RM4.769 million for the year has in addition to explanations in Note 15 above includes improvements in cost reduction in the tooling division as well as its sales turnover.
17. Material Events subsequent to the Current Quarter end
As stated under note 8, subsequent to the current quarter RCM has entered into an agreement with Supreme Concept Sdn Bhd for the appointment of RCM as the Turnkey Contractor to develop a piece of residential land in Sri Hartamas, Kuala Lumpur.
18. Seasonal or Cyclical Factors
The business operations of the Group are not affected by any seasonal or cyclical factors.
19. Current Year Prospects
The Board is optimistic of a steady recovery in the semiconductor sector and is positioning its manufacturing division to widen its market share.
20. Variance of Actual Profit from Forecast Profit and shortfall in Profit Guarantee
Not Applicable.
21. Dividend
- (a) (i) a first and final tax exempt dividend has been recommended subject to members' approval;
 - (ii) amount per share 2 sen;
 - (iii) previous corresponding period 2 sen;
 - (iv) the date payable - to be determined at a later date.
- (b) the total dividend for the current financial year - 2 sen.

BY ORDER OF THE BOARD

Lam Voon Kean
Company Secretary
22-Feb-2002
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