

KAMDAR GROUP (M) BERHAD
(Company No. 577740-A)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2005

	Individual Quarter		Cumulative Quarter	
	Current Year Third Quarter 30/09/2005 RM'000 <u>(Unaudited)</u>	Preceding year Corresponding Quarter 30/09/2004* RM'000	Current Year to date 30/09/2005 RM'000 <u>(Unaudited)</u>	Preceding year Corresponding period 30/09/2004* RM'000
Revenue	49,425	N/A	115,863	N/A
Cost of sales	<u>(32,225)</u>	N/A	<u>(75,439)</u>	N/A
Gross profit	17,200	N/A	40,424	N/A
Other operating income	229	N/A	864	N/A
Selling and distribution expenses	(892)	N/A	(2,356)	N/A
Administrative expenses	(9,294)	N/A	(29,927)	N/A
Other operating expenses	<u>(938)</u>	N/A	<u>(3,849)</u>	N/A
Profit from operation	6,305	N/A	5,156	N/A
Finance cost	(1,516)	N/A	(4,386)	N/A
Profit before tax	<u>4,789</u>	N/A	<u>770</u>	N/A
Taxation	(1,166)	N/A	(2,435)	N/A
Profit/(loss) after tax	<u><u>3,623</u></u>	N/A	<u><u>(1,665)</u></u>	N/A
Basic:				
Net profit /(loss) per share (sen)	2.88	N/A	(1.33)	N/A
Diluted				
Net loss per share (sen)	1.83	N/A	N/A	N/A

* Kamdar Group (M) Berhad was listed on the Main Board of Bursa Malaysia Securities Berhad on 29 March 2005 and, as such, no corresponding figures for year 2004 have been included.

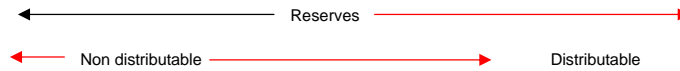
The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2004 and the accompanying explanatory notes attached to the interim financial statements.

KAMDAR GROUP (M) BERHAD
(Company No. 577740-A)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 SEPT 2005

	AS AT END OF CURRENT QUARTER 30/9/2005 RM'000 (Unaudited)	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2004 RM'000 (Audited)
NON-CURRENT ASSETS		
PROPERTY, PLANT AND EQUIPMENT	164,908	155,820
DEFFERRED EXPENDITURE	-	3,114
DEFFERRED TAX ASSETS	2,414	2,414
GOODWILL	434	434
	<u>167,756</u>	<u>161,782</u>
CURRENT ASSETS		
Inventories	111,610	96,628
Trade receivables	11,777	9,996
Other receivables, deposits and prepayments	5,808	8,704
Taxation recoverable	5,200	1,839
Fixed deposits with a licensed bank	2,045	4,516
Cash and bank balances	5,688	8,309
	<u>142,128</u>	<u>129,992</u>
CURRENT LIABILITIES		
Trade payables	13,671	8,035
Other payables & accruals	10,258	9,194
Bank overdrafts	1,024	60
Hire purchase creditors	295	-
Short term borrowings	54,536	50,810
Taxation	219	477
	<u>80,003</u>	<u>68,576</u>
NET CURRENT ASSETS	<u>62,125</u>	<u>61,416</u>
	<u>229,881</u>	<u>223,198</u>
FINANCED BY:		
SHARE CAPITAL	125,990	124,430
SHARE PREMIUM	110	110
CAPITAL RESERVES	824	824
RESERVE ON CONSOLIDATION	2,784	2,784
MERGER RESERVES	(176,580)	(176,580)
IRREDEEMABLE CONVERTIBLE ICULS (EQUITY COMPONENT)	65,791	65,791
Unappropriated Profit/(loss)	112,325	113,990
TOTAL SHAREHOLDERS' EQUITY	<u>131,244</u>	<u>131,349</u>
LONG TERM LIABILITIES		
BOND	60,000	60,000
ICULS	7,662	7,234
Deferred taxation	3,181	3,181
Term loans	26,888	21,434
Hire purchase creditor	906	-
	<u>98,637</u>	<u>91,849</u>
	<u>229,881</u>	<u>223,198</u>
Net tangible assets per share (sen)	104	103

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2004 and the accompanying explanatory notes attached to the interim financial statements.

KAMDAR GROUP (M) BERHAD
(Company No. 577740-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPT 2005



	Share Capital	Share Premium	ICULS (equity component)	Capital Reserve	Merger Reserve	Reserve on Consolidation	Retained Profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2005	124,430	110	65,791	824	(176,580)	2,784	113,990	131,349
Net loss for the period	-	-	-	-	-	-	(1,665)	(1,665)
Issuance of shares pursuant to acquisition of subsidiary	1,560	-	-	-	-	-	-	1,560
At 30 Sept 2005	125,990	110	65,791	824	(176,580)	2,784	112,325	131,244

Kamdar Group (M) Berhad was listed on the Main Board of Bursa Malaysia Securities Berhad on 29 March 2005 and, as such, no corresponding figures for year 2004 have been included.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2004 and the accompanying explanatory notes attached to the interim financial statements.

KAMDAR GROUP (M) BERHAD

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 30 SEPT 2005
(Company No. 577740-A)

	9 months ended 30 Sept 2005 RM'000 (Unaudited)	9 months ended 30 Sept 2004 RM'000 (Audited)
1. Cashflow from operating activities		
Profit before tax	770	NA
Adjustment for:		
Depreciation	2,289	NA
Loss on disposal of property, plant and equipment	319	NA
Loss on disposal of investment in subsidiary	1,560	NA
Interest expenses	4,386	NA
Listing expenses	3,114	NA
Interest income	(170)	NA
Operating profit before working capital changes	12,268	NA
Inventories	(14,981)	NA
Payables	4,904	NA
Receivables	1,115	NA
Cash generated from operations	3,306	NA
Interest received	170	NA
Interest paid	(2,075)	NA
Tax paid	(6,055)	NA
Net cash used in operating activities	(4,654)	NA
2. Cashflow from investing activities		
Proceed from disposal of property, plant and equipment	947	NA
Purchase of property, plant and equipment	(11,321)	NA
Net cash used in investing activities	(10,374)	NA
3. Cashflow from financing activities		
Bankers' acceptances	1,151	NA
Bills payables	5,757	NA
Drawdown of short term loans	14,000	NA
Drawdown of term loans	7,839	NA
Repayment of hire purchase creditors	(121)	NA
Repayment of term loans	(19,654)	NA
Net cash generated from financing activities	8,972	NA
Cash and cash equivalents		
Net changes	(6,056)	NA
Brought forward	12,765	NA
Carried forward	(A) 6,709	NA
A. Cash and cash equivalents compose of:		
Fixed deposits with a licensed bank	2,045	NA
Cash and bank balances	5,688	NA
Bank overdrafts	(1,024)	NA
	6,709	NA

* Kamdar Group (M) Berhad was listed on the Main Board of Bursa Malaysia Securities Berhad on 29 March 2005 and, as such, no corresponding figures for year 2004 have been included.

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2004 and the accompanying explanatory notes attached to the interim financial statements.

KAMDAR GROUP (M) BERHAD (Company no: 577740-A)
(Incorporated in Malaysia)

Quarterly Report On Results For The Third Quarter Ended 30 Sept 2005

NOTES TO INTERIM FINANCIAL REPORT

1. Accounting Policies and Method of Computation

The interim financial report for the financial quarter ended 30 Sept 2005 is unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting (previously known as MASB 26) issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2004

The accounting policies and methods of computation are followed in the financial statements for the year ended 31 December 2004

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2004 was not qualified.

3. Seasonal or Cyclical Factors

Market demand for consumer goods always exists throughout the year. However, sales tend to be higher in certain months due to festive seasons, particularly during Hari Raya Aidilfitri and Deepavali

4. Exceptional/Extraordinary Items

There were no exceptional and extraordinary items during the financial period ended 30 Sept 2005 except for the loss on disposal of investment in subsidiary, Woo Hing Brothers (Malaya) Berhad ("WHB") amounting to RM1.560 million.

5. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

6. Debt and Equity Securities

There were no cancellations, repurchases, resale and repayment of debt and equity securities during the financial period ended 30 Sept 2005 except for the Company increased its issued and paid up share capital from RM124,430,002 to RM125,990,002 by way of the issuance of 1,560,000 ordinary shares of RM1 each to exchange with the 15,600,000 ordinary shares of RM1 each representing 100% equity interest in WHB on the basis of one (1) new ordinary share for ten (10) existing ordinary shares of RM1 each held in WHB.

7. Dividends Paid

No dividend has been proposed during the financial quarter ended 30 Sept 2005.

8. Segmental Information

No segment report is prepared as the principal activities of the Group are predominantly carried out in Malaysia and are engaged in a single business segment of retailing textile and textile based products within the retailing industry.

9. Carrying Amount of Revalued Assets

The group does not have any carrying amount of revalued assets.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter.

11. Changes in the Composition of the Company

There were no changes in the composition of the Group during the current quarter.

12. Changes in Contingent Liabilities and Contingent Assets

The group does not have any contingent liabilities as at 30 Sept 2005.

13. Capital Commitments

The amount of commitments for the purchase of property, plant and machinery not provided for in the interim financial statements as at 30 Sept 2005 is as follows:

	RM'000
Approved and contracted for	2,733

14. Performance Review

A.

	Individual Quarter 3 months ended 30 Sept 2005 RM'000 (Unaudited)	Cumulative Quarter 9 months ended 30 Sept 2005 RM'000 (Unaudited)
Revenue	49,425	115,863
Profit before taxation	4,789	770

The performances of the business are further elaborated in Section B below.

B.

The revenue of the Group in the third quarter of 2005 is RM49.425 million as compared to RM36.064 million in the second quarter of 2005, an increase of 37%. The increase in sales is attributed to seasonal factors of the business. With the increase in revenue, the Group achieved profit before tax of RM4.789 million in the third quarter of 2005 as compared to loss before tax of RM0.958 million in the second quarter of 2005.

15. Comparison of results

Since the Group was listed on the Bursa Malaysia Securities Berhad on 29 March 2005, no comparison of results with the preceding year corresponding period can be made.

16. Commentary on Prospects

The retail sector is expected to see measured improvement in consumer and business confidence. Thus, the Group's future prospects look encouraging.

17. Profit Forecast

Not applicable.

18. Taxation

	Individual Quarter	Cumulative Quarter
	30 Sept 2005 RM'000	30 Sept 2005 RM'000
Current taxation - Malaysian - Current year's provision	1,166	2,435

The effective tax rate for the Group for the financial period ended 30 Sept 2005 was higher than the statutory tax rate mainly due to non availability of the Group tax relief in respect of losses suffered by certain companies.

For the current quarter, the effective tax rate for the Group was lower than the statutory tax rate mainly due to offset the losses suffered by the subsidiaries in immediate preceding quarter.

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted securities or properties except for the disposal of unquoted shares of WHB on 3 May 2005 which resulted in a loss on disposal of RM1.560 million.

20. Marketable Securities

The were no disposals of quoted securities for the current quarter under review.

21. Corporate Proposals

There were no corporate proposals announced but not completed as at 30 Sept 2005.

22. Borrowings

As at 30 Sept 2005, the total borrowings of KGMB Group were follows:

	30 Sept 2005 RM'000
Short Term Borrowings	
Secured	27,333
Unsecured	28,522
	<hr/>
	55,855
	<hr/>
Long term Borrowings	
Secured	26,888
Unsecured	68,568
	<hr/>
	95,456
	<hr/>

The above borrowings are denominated in Ringgit Malaysia.

23. Off Balance Sheet Financial instruments

The Group does not have any off balance sheet financial instruments including foreign currency contracts nor has it entered into any during the current quarter and financial year-to-date.

24. Changes in Material Litigation

The Group was not engaged in any material litigation nor had there been any legal proceedings against the Group which would adversely affect the activities and performance of the Group or give rise to any contingent liabilities which would affect the position and business of the Group except for the charge by Indah Water Consortium Sdn Bhd, of approximately RM0.8 million, of which accruals have been provided for in the financial statements for the year ended 31 December 2004.

25. Dividends

The Directors do not recommend any interim dividend.

26. Earnings/(loss) Per Share

(a) Basic

Basic earnings/(loss) per share is calculated by dividing the profit/(loss) after tax by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter	Cumulative Quarter
	30 Sept 2005	30 Sept 2005
Profit/(loss) after tax (RM'000)	3,623	(1,665)
Weighted average number of ordinary shares In issue ('000)	125,990	125,476
Basic earnings/(loss) per share (sen)	2.88	(1.33)

(b) Diluted

There is no diluted loss per share for the cumulative quarter as the effect of the potential dilutive ordinary shares on the basic loss per share is anti-dilutive.

For the purpose of calculating diluted earnings per share for the current quarter, the net profit for the current quarter and the weighted average number of ordinary shares in issue during the financial period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. Irredeemable Convertible Unsecured Loan Stocks ("ICULS") and Warrants.

	Individual Quarter
	30 Sept 2005
Profit/(loss) after tax (RM'000)	3,623
After tax effect of interest on ICULS (RM'000)	164
Adjusted net profit/(loss) (RM'000)	<u>3,787</u>
Weighted average number of ordinary shares In issue ('000)	125,990
Effect of dilution:	
ICULS ('000)	72,000
Warrants ('000)	9,349
Adjusted weighted average number of ordinary shares in issue and issuable	<u>207,339</u>
Diluted earnings per share (sen)	<u>1.83</u>

27. Others

The relevant approval of the MPPJ for the renovation on property, bearing the address of No. 61 Jalan SS2/64, 47300 Petaling Jaya, Selangor is still pending.

28. Authorization of issue

The interim financial statements were authorized for release by the Board in accordance with the directive from the Board of Directors.

By order of the Board

Lim Seck Wah
Company Secretary