

YTL CEMENT BERHAD (Company No: 31384-K)
(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the financial quarter ended 30 September, 2001.

The figures have not been audited.

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/9/2000 RM'000	CURRENT YEAR TO DATE 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/9/2000 RM'000
1. (a) Revenue	108,479	88,613	108,479	88,613
(b) Investment income	-	-	-	-
(c) Other income	507	899	507	899
2. (a) Profit before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	21,219	19,200	21,219	19,200
(b) Finance cost	(333)	(764)	(333)	(764)
(c) Depreciation and amortisation	(3,446)	(3,320)	(3,446)	(3,320)
(d) Exceptional items	-	-	-	-
(e) Profit before income tax, minority interests and extraordinary items	17,440	15,116	17,440	15,116
(f) Share of profits of associated companies	3,462	3,983	3,462	3,983

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/9/2000 RM'000	CURRENT YEAR TO DATE 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/9/2000 RM'000
(g) Profit before income tax and minority interests and extraordinary items after share of profits of associated companies	20,902	19,099	20,902	19,099
(h) Income tax	(2,411)	(1,180)	(2,411)	(1,180)
(i) (i) Profit after income tax before deducting minority interests	18,491	17,919	18,491	17,919
(ii) Minority interests	(131)	7	(131)	7
(j) Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k) Net profit from ordinary activities attributable to members of the company	18,360	17,926	18,360	17,926
(l) (i) Extraordinary items	-	-	-	-
(ii) Minority interests	-	-	-	-
(iii) Extraordinary items attributable to members of the company	-	-	-	-
(m) Net profit attributable to members of the company	18,360	17,926	18,360	17,926

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/9/2000 RM'000	CURRENT YEAR TO DATE 30/9/2001 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/9/2000 RM'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 of RM1 each)	26.09 sen =====	23.79 sen =====	26.09 sen =====	23.79 sen =====
Weighted average number of ordinary shares	70,364,320 =====	75,353,320 =====	70,364,320 =====	75,353,320 =====
(b) Fully diluted (based on ordinary shares of RM1 each)	* - =====	23.72 sen =====	* - =====	23.72 sen =====
Weighted average number of ordinary shares	* - =====	75,576,320 =====	* - =====	75,576,320 =====

* The diluted earnings per share and weighted average number of ordinary shares are not shown as the effect is anti-dilutive.

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**CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2001**

	AS AT END OF CURRENT QUARTER 30.9.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
PROPERTY, PLANT & EQUIPMENT	148,879	147,926
	-----	-----
INVESTMENT IN ASSOCIATED COMPANIES	93,359	90,029
	-----	-----
CAPITAL WORK-IN-PROGRESS	4,980	4,980
	-----	-----
CURRENT ASSETS		
Inventories	14,709	8,966
Trade debtors	144,163	133,150
Other debtors, deposits & prepayments	12,340	11,017
Inter-company balances	997	5,981
Fixed deposits	30,974	43,621
Cash & bank balances	1,877	5,610
	-----	-----
	205,060	208,345
	-----	-----
LESS : CURRENT LIABILITIES		
Trade creditors	35,461	39,314
Other creditors	21,292	14,035
Inter-company balances	42,215	69,733
Borrowings	53,692	47,163
Provision for taxation	768	306
	-----	-----
	153,428	170,551
	-----	-----
NET CURRENT ASSETS	51,632	37,794
	-----	-----
GOODWILL ON CONSOLIDATION	401	1,042
	-----	-----
	299,251	281,771
	=====	=====

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CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2001 - (Continued)

	AS AT END OF CURRENT QUARTER 30.9.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
SHARE CAPITAL	75,853	75,853
RESERVES		
Share premium	85,429	85,429
Retained profits	134,764	116,404
Others	1	2
Treasury shares, at cost	(15,592)	(15,460)
	-----	-----
SHAREHOLDERS' FUNDS	280,455	262,228
MINORITY INTERESTS	3,397	4,714
LONG TERM BORROWINGS	-	-
OTHER LONG TERM LIABILITIES	15,399	14,829
	-----	-----
	299,251	281,771
	=====	=====
Net tangible assets per share (RM)	3.98	3.71
	=====	=====

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Notes :

1. **Accounting Policies**

The quarterly financial statements have been prepared based on the same accounting policies and methods of computation adopted in the recent annual financial statements and in accordance with the provisions of the Companies Act, 1965 and applicable approved Accounting Standards in Malaysia.

2. **Exceptional Item**

During the current quarter and financial year to date, there was no exceptional item.

3. **Extraordinary Item**

During the current quarter and financial year to date, there was no extraordinary item.

4. **Taxation**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT	PRECEDING	CURRENT	PRECEDING
	YEAR	YEAR	YEAR TO	YEAR
	QUARTER	CORRESPONDING	DATE	CORRESPONDING
	30/9/2001	30/9/2000	30/9/2001	30/9/2000
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation based on profit for the year	1,709	590	1,709	590
Transferred to deferred taxation	570	590	570	590
Tax on share of profits of associated companies	132	-	132	-
	-----	-----	-----	-----
	2,411	1,180	2,411	1,180
	=====	=====	=====	=====

The provision for taxation for the quarter reflects an effective tax rate lower than the Statutory Income Tax rate due mainly to the availability of reinvestment allowances.

5. **Sale of unquoted investments and/or properties**

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

QUARTERLY REPORT

Notes - (Continued)

6. Quoted Investments

- (a) During the current quarter and financial year to date, there was no acquisition nor sale of quoted shares.
- (b) There were no quoted investments held by the Group at the end of the current financial year to date.

7. Changes in Composition of the Group

There was no material change in the composition of the Group for the current quarter and financial year to date that will materially affect the financial results and state of affairs of the Group.

8. Corporate Proposals

Corporate proposal announced and pending completion is as follows:

- a) Proposed Employees Share Option Scheme (“Proposed ESOS”) announced on 2 March 2001 for employees and Executive Directors of the Company and its subsidiaries who meet the criteria of eligibility for participation in the Proposed ESOS. The Proposed ESOS was approved by the Securities Commission and shareholders at an Extraordinary General Meeting on 28 June 2001 and 16 October 2001 respectively. The Proposed ESOS is now pending the confirmation by the advising merchant bank, Commerce International Merchant Bankers Berhad that all conditions have been met.
- b) On 30 August, 2001, the Company has announced a Proposed Bonus Issue of up to 104,615,189 new ordinary shares of RM1 each on the basis of one new ordinary share for every one existing ordinary share held. The Proposed Bonus Issue was approved by the Securities Commission on 6 November 2001 and is subject to approval of the shareholders at an Extraordinary General Meeting to be convened on 10 December 2001. On 26 November 2001, the Company announced the Book Close Date for the Proposed Bonus Issue to be 13 December 2001.

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Notes - (Continued)

9. Changes in Share Capital

There were no share issued during the quarter.

As at 28 November, 2001 the Company purchased a total of 6,060,000 ordinary shares from the open market at an average price of RM2.87 per share. During the quarter ended 30 September, 2001, a total of 45,000 shares were purchased from the open market for a total consideration of RM132,041.98. The share buy-back transactions were financed by internally generated funds. The shares purchased are being held as treasury shares.

10. Group Borrowings and Debt Securities

The Group's borrowings from financial institutions as at end of the current financial year to date are as follows :

	Short term RM'000	Long term RM'000	Total RM'000
Secured	-	-	-
Unsecured	53,692	-	53,692
	-----	-----	-----
	53,692	-	53,692
	=====	=====	=====

The borrowings are denominated in Ringgit Malaysia.

11. Contingent Liabilities - Unsecured

Save as disclosed below, there has been no material change in the contingent liabilities since the last annual balance sheet:

The Company has given corporate guarantees amounting to RM53 million to financial institutions for facilities granted by the financial institutions to its subsidiaries as follows :-

	Total Amount Guaranteed RM'000	Amount Utilised RM'000
Letters of credit/trust receipts/bankers acceptances/ overdrafts/bankers guarantees	53,000	26,058
	-----	-----

QUARTERLY REPORT

Notes - (Continued)

12. Off Balance Sheet Financial Instruments

No off balance sheet financial instruments were utilised for the current financial year to date.

13. Pending Material Litigation

There was no material litigation pending as at the date of this report.

14. Segment Information

No segment information is prepared as the Group's activities are predominantly in one industry segment and occur predominantly in Malaysia.

15. Comparison with Preceding Quarter

	Current Year Quarter 30.9.2001 RM'000	Preceding Quarter 30.6.2001 RM'000
Revenue	108,479	111,469
Consolidated profit before taxation	20,902	10,023
Consolidated profit after taxation after minority interests	18,360	3,472
	=====	=====

The Group's revenue decreased by RM2.99 million or 2.7% as compared to the preceding quarter. The consolidated profit before taxation had increased by RM10.88 million or 108.5% and the consolidated profit after taxation after minority interests had increased by RM14.89 million or 428.8%. The increase in the profit before taxation was mainly due to the additional expenses provided for maintaining the plant & equipment and additional provision for doubtful debts in the preceding quarter ended 30 June 2001.

16. Review of the results

The Group's revenue and profit before taxation were RM108.5 million and RM20.9 million for the quarter ended 30 September, 2001 and RM88.6 million and RM19.1 million for the quarter ended 30 September, 2000 respectively. By comparing the current quarter with the preceding year corresponding quarter, the revenue increased by 22.5% and profit before taxation increased by 9.4%. The favourable results for the quarter ended 30 September, 2001 mainly resulted from the continuing improvement of cement consumption in the construction industry.

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Notes - (Continued)

17. **Subsequent Material Event**

There was no material event subsequent to the end of the current financial quarter.

18. **Seasonality or Cyclicity of Operations**

The Group is principally engaged in the business of manufacturing and supply of ordinary portland cement, slag cement, ready-mixed concrete and related services.

The demand for the Group's products is generally dependent on the Malaysian economy in particular the infrastructure development, property development and construction activities.

19. **Prospects**

Barring unforeseen circumstances, the Group expects to achieve a satisfactory level of operating performance for the financial year ending 30 June, 2002.

20. **Profit Forecast/Profit Guarantee**

The Group did not issue any profit forecast during the current financial year to date.

21. **Dividend**

There was no interim dividend declared for the financial quarter ended 30 September, 2001.

By Order of the Board
YEOH SOO MIN
HO SAY KENG
Secretaries

Kuala Lumpur
Dated :29 November, 2001