

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

QUARTERLY REPORT

Quarterly report on consolidated results for the financial quarter ended 31 December, 2001.

The figures have not been audited.

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	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	100,235	89,883	208,714	178,496
(b) Investment income	-	-	-	-
(c) Other income	759	1,276	1,266	2,175
2. (a) Profit before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	21,660	21,273	42,879	40,473
(b) Finance cost	(383)	(1,206)	(716)	(1,970)
(c) Depreciation and amortisation	(3,254)	(4,125)	(6,700)	(7,445)
(d) Exceptional items	-	-	-	-
(e) Profit before income tax, minority interests and extraordinary items	18,023	15,942	35,463	31,058
(f) Share of profits of associated companies	2,898	3,476	6,360	7,459

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	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
(g) Profit before income tax and minority interests and extraordinary items after share of profits of associated companies	20,921	19,418	41,823	38,517
(h) Income tax	(2,480)	(2,577)	(4,891)	(3,757)
(i) (i) Profit after income tax before deducting minority interests	18,441	16,841	36,932	34,760
(ii) Minority interests	6	1,846	(125)	1,853
(j) Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k) Net profit from ordinary activities attributable to members of the company	18,447	18,687	36,807	36,613
(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	18,447	18,687	36,807	36,613

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CONSOLIDATED INCOME STATEMENT - (Continued)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	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
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)	13.21 sen =====	12.41 sen =====	26.33 sen =====	24.31 sen =====
Weighted average number of ordinary shares ('000)	139,611 =====	150,545 =====	139,801 =====	150,626 =====
(b) Fully diluted (based on ordinary shares of RM1 each)	12.24 sen =====	12.40 sen =====	25.25 sen =====	24.28 sen =====
Weighted average number of ordinary shares ('000)	150,697 =====	150,725 =====	145,786 =====	150,809 =====

YTL CEMENT BERHAD (Company No: 31384-K)
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**CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2001**

	AS AT END OF CURRENT QUARTER 31.12.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
PROPERTY, PLANT & EQUIPMENT	145,939	147,926
INVESTMENT IN ASSOCIATED COMPANIES	96,168	90,029
CAPITAL WORK-IN-PROGRESS	4,960	4,980
CURRENT ASSETS		
Inventories	13,833	8,966
Trade debtors	132,070	133,150
Other debtors, deposits & prepayments	15,984	11,017
Inter-company balances	3,256	5,981
Fixed deposits	28,383	43,621
Cash & bank balances	8,053	5,610
	201,579	208,345
LESS : CURRENT LIABILITIES		
Trade creditors	28,831	39,314
Other creditors	22,870	14,035
Inter-company balances	32,849	69,733
Borrowings	46,306	47,163
Provision for taxation	1,218	306
	132,074	170,551
NET CURRENT ASSETS	69,505	37,794
GOODWILL ON CONSOLIDATION	401	1,042
	316,973	281,771

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CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2001 - (Continued)

	AS AT END OF CURRENT QUARTER 31.12.2001 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30.6.2001 RM'000
SHARE CAPITAL	145,480	75,853
RESERVES		
Share premium	15,802	85,429
Retained profits	153,211	116,404
Others	(1)	2
Treasury shares, at cost	(18,145)	(15,460)
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SHAREHOLDERS' FUNDS	296,347	262,228
MINORITY INTERESTS	3,391	4,714
OTHER LONG TERM LIABILITIES	17,235	14,829
	-----	-----
	316,973	281,771
	=====	=====
Net tangible assets per share (RM)	2.13	3.71
	=====	=====

QUARTERLY REPORT

Notes :

1. Accounting Policies

The quarterly financial statements have been prepared based on the same accounting policies and methods of computation adopted in the last annual audited 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
	31/12/2001	QUARTER	31/12/2001	PERIOD
	RM'000	31/12/2000	RM'000	31/12/2000
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation based on profit for the year	555	567	2,264	1,157
Transferred to deferred taxation	1,836	2,010	2,406	2,600
Tax on share of profits of associated companies	89	-	221	-
	-----	-----	-----	-----
	2,480	2,577	4,891	3,757
	=====	=====	=====	=====

The provision for taxation for the current quarter and financial year to date reflects an effective tax rate lower than the statutory 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

a) Corporate proposal announced and completed are as follows:

- 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 effective date of the Proposed ESOS is 30 November 2001 being the date of confirmation by Commerce International Merchant Bankers Berhad.
- Proposed Share Buy-Back announced on 12 November 2001 was approved by the shareholders at the Annual General Meeting held on 28 December 2001.
- 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 announced on 30 August, 2001 was completed on 27 December 2001 with the listing of 69,626,320 new ordinary shares issued pursuant thereto.

b) Corporate proposal announced and pending completion

As at the date of this announcement, there are no corporate proposal announced and pending completion.

QUARTERLY REPORT

Notes - (Continued)

9. Changes in Share Capital

During the current financial year to date, a total of 69,626,320 ordinary shares of RM1 each were issued pursuant to bonus issue.

As at 27 February 2002, the Company purchased a total of 6,227,000 ordinary shares from the open market at an average price of RM2.91 per share. During the current financial year to date, a total of 738,000 shares were purchased from the open market for a total consideration of RM2,684,727. 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	46,306	-	46,306
	-----	-----	-----
	46,306	-	46,306
	=====	=====	=====

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	31,032
	=====	=====

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 31.12.2001 RM'000	Preceding Quarter 30.9.2001 RM'000
Revenue	100,235	108,479
Consolidated profit before taxation	20,921	20,902
Consolidated profit after taxation after minority interests	18,447	18,360
	=====	=====

The Group's revenue decreased by RM8.2 million or 7.6% to RM100.235 million in the current quarter ended 31 December 2001 as compared to the preceding quarter ended 30 September 2001. The consolidated profit before taxation had increased by RM0.019 million or 0.1% and the consolidated profit after taxation after minority interests had increased by RM0.087 million or 0.5%.

16. **Review of the results**

The Group's revenue and profit before taxation were RM208.7 million and RM41.8 million for the six month period ended 31 December, 2001 and RM178.5 million and RM38.5 million for the corresponding period ended 31 December, 2000 respectively. By comparing the current financial year ended 31 December 2001 with the preceding year corresponding period ended 31 December 2000, the revenue increased by 16.9% and profit before taxation increased by 8.6%. The favourable results for the current financial year ended 31 December 2001 mainly resulted from the continuing improvement of cement consumption in the construction industry over the period under review.

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Notes - (Continued)

17. Subsequent Material Event

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

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 31 December, 2001.

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

Kuala Lumpur
Dated : 28 February 2002