

Tamadam Bonded Warehouse Berhad
(Company No. 82731-A)
(Incorporated in Malaysia)

Interim Financial Report
30 June 2003

Tamadam Bonded Warehouse Berhad

(Company No. 82731-A)

(Incorporated in Malaysia)

Condensed consolidated balance sheet as at 30 June 2003

(Figures have not been audited)

	Quarter ended 30.06.2003 RM'000	Year ended 31.12.2002 RM'000
Property, plant and equipment	61,578	62,924
Investment in associated company	(1,696)	(1,688)
Goodwill on consolidation	2,705	2,705
Current assets		
Inventories	5	12
Trade and other receivables	12,801	13,290
Cash and cash equivalents	140	54
	<u>12,945</u>	<u>13,356</u>
Current liabilities		
Trade and other payables	9,249	9,709
Borrowings	20,618	19,444
Taxation	-	-
	<u>28,867</u>	<u>29,153</u>
Net current liabilities	(15,922)	(15,797)
	<u>46,666</u>	<u>48,144</u>
Financed by:-		
Capital and reserves		
Share capital	49,005	49,005
Reserves	(14,036)	(13,573)
	<u>34,969</u>	<u>35,432</u>
Long term liabilities		
Long term borrowings	10,595	11,549
Other long term liabilities	1,102	1,163
	<u>46,666</u>	<u>48,144</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 December 2002

Tamadam Bonded Warehouse Berhad

(Company No. 82731-A)
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Condensed consolidated income statement for the quarter ended 30 June 2003

(Figures have not been audited)

	3 months ended 30 June		6 months ended 30 June	
	2003 RM'000	2002 RM'000	2003 RM'000	2002 RM'000
Revenue	5,124	4,933	9,782	9,768
Operating profit	421	213	1,048	1,113
Interest expense	(726)	(820)	(1,430)	(1,604)
Share of profit and loss in associate company	(21)	(67)	(81)	(178)
(Loss)/Profit before taxation	(326)	(674)	(463)	(669)
Taxation	-	-	-	-
Net (loss)/profit for the period	(326)	(674)	(463)	(669)
Basic earnings per ordinary share (sen)	<u>(0.67)</u>	<u>(1.38)</u>	<u>(0.94)</u>	<u>(1.37)</u>
Diluted earnings per ordinary share (sen)	<u>@N/A</u>	<u>@N/A</u>	<u>@N/A</u>	<u>@N/A</u>

There is no dilution effect from:

- (a) 21,780,000 warrants issued on 5 January 2000.
- (b) 2,631,000 Employees' Share Options issued on 5 August 2000.

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2002

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Condensed consolidated statement of changes in equity for the period ended 30 June 2003

(Figures have not been audited)

	Non-distributable RM'000			Accumulated losses RM'000	Total RM'000
	Share Capital	Share Premium	Capital Reserve		
At 1 January 2003	49,005	13,623	1,463	(28,659)	35,432
Net loss for the period				(463)	(463)
At 30 June 2003	49,005	13,623	1,463	(29,122)	34,969

	Non-distributable RM'000			Accumulated losses RM'000	Total RM'000
	Share Capital	Share Premium	Capital Reserve		
At 1 January 2002	49,005	13,623	1,463	(26,818)	37,273
Net profit for the period				(669)	(669)
At 30 June 2002	49,005	13,623	1,463	(27,487)	36,604

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2002

Tamadam Bonded Warehouse Berhad

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Condensed consolidated cash flow statement for the quarter ended 30 June 2003

(Figures have not been audited)

	2003 Quarter ended 30 Jun RM'000	2002 Quarter ended 30 Jun RM'000
Operating activities		
Net loss before tax	(463)	(669)
Adjustments for:-		
Depreciation	1,884	1,909
Share of loss in associated company	81	178
Interest charges	1,430	1,604
Operating profit before changes in working capital	2,932	3,022
Changes in working capital		
Net change in current assets	497	(647)
Net change in current liabilities	(579)	92
Cash generated from operations	2,850	2,467
Interest paid	(1,430)	(1,604)
Tax paid	-	(100)
Net cash generated from operating activities	1,420	763
Investing activities		
Increase in amount due from associated co.	(74)	50
Purchase of property, plant and equipment	(547)	(450)
Proceeds from disposal	9	0
Net cash used in investing activities	(612)	(400)
Financing activities		
Repayment of bank borrowings	(817)	(684)
Hire purchase financing	470	266
Repayment of hire-purchase payables	(412)	(467)
Net cash used in financing activities	(759)	(885)
Net increase/(decrease) in cash and cash equivalents	49	(522)
Cash and cash equivalents at beginning of the year	(17,710)	(16,817)
Cash and cash equivalents at 30 June	(17,661)	(17,339)

The Condensed Consolidated Cashflow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 December 2002

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Notes to the interim financial report

1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with MASB 26, Interim Financial Reporting and paragraph 9.22 the Listing Requirements of Kuala Lumpur Stock Exchange.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 December 2002

2. Qualification of financial statements

The preceding audited financial statements for the year ended 31 December 2002 were not subject to any qualification.

3. Seasonal or cyclical factors

The Group's operations are not materially affected by any significant seasonal or cyclical factors.

4. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current quarter and year-to-date.

5. Nature and amount of changes in estimates

There were no changes in estimates of amount reported in the previous financial years which have a material affect in the current quarter or prior periods.

6. Debt and equity securities

There were no issuance, cancellations, repurchase, resale and repayments of debt and equity securities for the period under review.

7. Dividend

No interim dividend has been paid or declared by the Company for the financial quarter ended 30 June 2003

8. Segmental reporting

	Turnover	Profit/(Loss) before taxation	Total assets
	RM'000	RM'000	RM'000
Warehousing, freight forwarding and transportation	9,721	(437)	77,162
Trading	-	-	54
Insurance agency	61	(26)	12
	<u>9,782</u>	<u>(463)</u>	<u>77,228</u>

9. Property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the previous annual report.

10. Changes in composition of the Group

There were no changes to the composition of the Group for the period under review.

11. Events subsequent to the balance sheet date

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period under review.

12. Changes in contingent liabilities

There were no contingent liabilities as at the date of this quarterly report and the last annual balance sheet date.

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Interim Financial Report 30 June 2003

Additional information required by the
KLSE's Listing Requirements

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Additional information required by the KLSE's Listing Requirements

1. Review of performance

The Group's operating revenue for the 2nd quarter ended 30 June 2003 has increased by 4% from RM4.9 million in the corresponding quarter of the preceding year to RM5.1 million.

The Group's operating loss before tax for the second quarter ended 30 June 2003 is RM326,000 compared to the loss before tax of RM674,000 in the corresponding quarter of the preceding year, a decrease by RM348,000.

2. Variation of results against preceding quarter

For the quarter under review, the Group has recorded a loss before tax of RM326,000 compared to the loss before tax of RM137,000 in the preceding quarter, an increase of RM189,000.

3. Current year prospects

Barring any unforeseen circumstances, the performance of the Group for the financial year ended 31 December 2003 is expected to be satisfactory.

4. Profit forecast

Not applicable as no profit forecast was published.

5. Taxation

	3 months ended 30 June		6 months ended 30 June	
	2003 RM'000	2002 RM'000	2003 RM'000	2002 RM'000
Based on results for the period	-	-	-	-
Deferred tax	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

6. Sale of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties as there were no disposals of unquoted investments or properties during the period under review.

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7. Quoted investments

There were no purchases or disposals of quoted securities during the period under review.

8. Status of corporate proposal announced

There were no corporate proposal announced nor were there any corporate proposal not completed as at the date of this quarterly report.

9. Borrowing and debt securities

	30.06.2003
	RM'000
a) Due within twelve months	
Secured term loans	753
Unsecured term loans	1,064
Secured bank overdrafts	7,045
Unsecured bank overdrafts	10,756
	<u>19,618</u>
b) Due after twelve months	
Secured term loans	10,163
Unsecured term loans	432
	<u>10,595</u>

The above borrowings are denominated in Ringgit Malaysia.

10. Off balance sheet financial instruments

During the financial period to date, the Group did not enter into any contracts involving off balance sheet financial instruments.

11. Changes in material litigation

There were no material litigation as at the date of this quarterly report.

12. Dividend

No interim dividend has been paid or declared by the Company for the financial quarter ended 30 June 2003.

13. Basic loss per share

The calculation of basic loss per share for the quarter and year to date is based on the net loss attributable to ordinary shareholders and the number of ordinary shares in issue during the year of 49,005,000.