

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED BALANCE SHEET**

	UNAUDITED AS AT END OF CURRENT QUARTER 31/03/2003 RM' 000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2002 RM' 000
<b>Property, Plant &amp; Equipment</b>	76,721	71,920
<b>Intangible Assets</b>	859	859
<b>Investment in Associated Companies</b>	167	167
<b>Other Investment</b>	116	116
<b>Current Assets</b>		
Inventories	21,102	18,229
Trade and Other Receivables	56,865	56,427
Cash & Bank Balances	2,268	1,061
	<u>80,235</u>	<u>75,717</u>
<b>Current Liabilities</b>		
Trade and Other Payables	26,588	20,561
Overdraft & Short Term Borrowings	28,938	27,462
Taxation	280	79
	<u>55,806</u>	<u>48,102</u>
<b>Net Current Assets</b>	24,429	27,615
	<u>102,292</u>	<u>100,677</u>
<b>Share Capital</b>	51,740	51,740
<b>Reserves</b>	42,102	40,014
<b>Shareholders' Funds</b>	<u>93,842</u>	<u>91,754</u>
<b>Minority Interests</b>	1,134	1,092
<b>Long Term Liabilities</b>		
Borrowings	3,118	4,193
Deferred Taxation	4,198	3,638
	<u>102,292</u>	<u>100,677</u>
<b>Net Tangible Assets per Share (RM)</b>	1.80	1.76

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

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 31 MARCH 2003**

*(These figures have not been audited)*

	Share Capital RM '000	Reserve attributable to Capital RM '000	Reserve attributable to Revenue RM '000	Retained Earnings RM '000	Total RM '000
<b>3 months quarter ended 31 March 2003</b>					
At 01 January 2003 (as previously stated)	51,740	3,498	917	35,599	91,754
Prior year adjustment	0	0	0	(385)	(385)
Restated	<u>51,740</u>	<u>3,498</u>	<u>917</u>	<u>35,214</u>	<u>91,369</u>
Movement during the period (cumulative)	<u>0</u>	<u>0</u>	<u>(46)</u>	<u>2,519</u>	<u>2,473</u>
At 31 March 2003	<u><u>51,740</u></u>	<u><u>3,498</u></u>	<u><u>871</u></u>	<u><u>37,733</u></u>	<u><u>93,842</u></u>

**3 months quarter  
ended 31 March 2002**

At 01 January 2002	51,740	3,498	891	21,240	77,369
Movement during the period (cumulative)	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,588</u>	<u>2,588</u>
At 31 March 2002	<u><u>51,740</u></u>	<u><u>3,498</u></u>	<u><u>891</u></u>	<u><u>23,828</u></u>	<u><u>79,957</u></u>

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

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2003**

*(These figures have not been audited)*

Year to date ended 3/31/2003 RM' 000
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<b>Net profit before taxation</b>	3,021
<b>Adjustment for non-cash items</b>	
Depreciation	2,177
<b>Operating profit before changes in working capital</b>	<u>5,198</u>
<b>Changes in Working Capital</b>	
Net change in current assets	(3,312)
Net change in current liabilities	5,948
<b>Net cash flows from operating activities</b>	<u>7,834</u>
<b>Investing Activities</b>	
Acquisition of property , plant and equipment	(6,978)
Expenses for Bonus issue	(46)
	<u>810</u>
<b>Financing activities</b>	
Bank borrowings received	878
Repayment of bank borrowings	(1,005)
	<u>683</u>
<b>Net change in cash &amp; cash equivalent</b>	683
<b>Cash &amp; cash equivalent at beginning of year</b>	(3,752)
<b>Cash &amp; cash equivalent at end of year</b>	<u><u>(3,069)</u></u>
<b>Cash &amp; cash equivalent at end of year</b>	
Cash & bank balances	2,268
Bank overdrafts	(5,337)
	<u><u>(3,069)</u></u>

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

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2003**

*(These figures have not been audited)*

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current year Quarter	Preceding Year Corresponding Quarter	Current year to Date	Preceding Year Corresponding Period
	3/31/2003	3/31/2002	3/31/2003	3/31/2002
	RM'000	RM'000	RM'000	RM'000
Revenue	36,851	34,231	36,851	34,231
Operating Expenses	(33,354)	(30,369)	(33,354)	(30,369)
Other operating income	78	100	78	100
Profit from Operations	3,575	3,962	3,575	3,962
Finance cost	(554)	(578)	(554)	(578)
Investing Results - gain/(loss)	0	0	0	0
Profit before taxation	3,021	3,384	3,021	3,384
Taxation	460	676	460	676
Profit after taxation	2,561	2,708	2,561	2,708
Minority interests	42	120	42	120
Net profit for the period	2,519	2,588	2,519	2,588
<b>Earnings per share (sen)</b>				
Basic (based on 51,740,000 ordinary shares)	4.87	5.00	4.87	5.00
Fully diluted (based on 55,881,800 ordinary shares)	4.51	4.74	4.51	4.74

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

