

KOSSAN RUBBER INDUSTRIES BHDCompany No. 48166-W
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED BALANCE SHEET**

	UNAUDITED AS AT END OF CURRENT QUARTER 30/09/2003 RM' 000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2002 RM' 000
Property, Plant & Equipment	101,296	71,920
Intangible Assets	1553	859
Investment in Associated Companies	167	167
Other Investment	116	116
Current Assets		
Inventories	19,290	18,229
Trade and Other Receivables	60,948	56,427
Cash & Bank Balances	849	1,061
	81,087	75,717
Current Liabilities		
Trade and Other Payables	35,173	20,561
Overdraft & Short Term Borrowings	28,826	27,462
Taxation	1,030	79
	65,029	48,102
Net Current Assets	16,058	27,615
	119,190	100,677
Share Capital	63,982	51,740
Reserves	43,774	40,014
Shareholders' Funds	107,756	91,754
Minority Interests	2,553	1,092
Long Term Liabilities		
Borrowings	4,603	4,193
Deferred Taxation	4,278	3,638
	119,190	100,677
Net Tangible Assets per Share (RM)	1.66	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 THIRD QUARTER ENDED 30 SEPT 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
9 months ended 30 September 2003					
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	51,740	3,498	917	35,214	91,369
Movement during the period (cumulative)	0	0	(203)	11,441	11,238
Dividend paid	0	0	0	(1,366)	(1,366)
Bonus issue	10,348	0	0	(10,348)	0
ESOS issue	1,894	890	0	0	2,784
Consolidation reserve	0	3,731	0	0	3,731
At 30 September 2003	63,982	8,119	714	34,941	107,756

**9 months
ended 30 September 2002**

At 01 January 2002	51,740	3,498	891	21,240	77,369
Movement during the period (cumulative)	0	0	0	10,099	10,099
At 30 September 2002	51,740	3,498	891	31,339	87,468

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
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2003**

(These figures have not been audited)

Year to date ended 9/30/2003 RM' 000

Net profit before taxation	13,295
Adjustment for non-cash items	
Depreciation	6,960
Operating profit before changes in working capital	<u>20,255</u>
Changes in Working Capital	
Net change in current assets	(2,168)
Net change in current liabilities	12,393
Cash flows from operating activities	<u>30,480</u>
Tax Paid	<u>(352)</u>
Net cash from operating activities	30,128
Investing Activities	
Acquisition of property , plant and equipment	(28,702)
Acquisition of subsidiary companies	(4,213)
Expenses for Bonus issue	(203)
	<u>(2,990)</u>
Financing activities	
Proceeds from ESOS shares	2,784
Dividend paid	(1,366)
Bank borrowings	5,375
	<u>5,375</u>
Net change in cash & cash equivalent	3,803
Cash & cash equivalent at beginning of year	(3,752)
Cash & cash equivalent at end of year	<u><u>51</u></u>
Cash & cash equivalent at end of year	
Cash & bank balances	849
Bank overdrafts	(798)
	<u><u>51</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 THIRD QUARTER ENDED 30 SEPTEMBER 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
	9/30/2003	9/30/2002	9/30/2003	9/30/2002
	RM'000	RM'000	RM'000	RM'000
Revenue	49,796	40,823	132,927	112,778
Operating Expenses	(43,812)	(35,898)	(118,137)	(99,914)
Other operating income	89	325	258	1,257
Profit from Operations	6,073	5,250	15,048	14,121
Finance cost	(640)	(536)	(1,753)	(1,662)
Investing Results - gain/(loss)	0	(52)	0	(53)
Profit before taxation	5,433	4,662	13,295	12,406
Less Taxation	326	865	1,303	2,067
Profit after taxation	5,107	3,797	11,992	10,339
Less Pre acquisition profit	0	0	(295)	0
Less Minority interests	262	4	256	240
Net profit for the period	4,845	3,793	11,441	10,099
Earnings per share (sen)				
Basic (based on 63,981,600 ordinary shares)	7.57	5.93	17.88	15.78
Fully diluted (based on 67,058,160 ordinary shares)	7.23	5.66	17.06	15.06

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

