

KOSSAN RUBBER INDUSTRIES BHD

Company No. 48166-W
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET

	UNAUDITED AS AT END OF CURRENT QUARTER 31/12/2003 RM' 000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2002 RM' 000
Property, Plant & Equipment	103,360	71,920
Intangible Assets	1762	859
Investment in Associated Companies	167	167
Other Investment	116	116
Deferred tax asset	4,960	4,802
Current Assets		
Inventories	23,709	18,229
Trade and Other Receivables	63,509	56,427
Cash & Bank Balances	5,389	1,061
	<u>92,607</u>	<u>75,717</u>
Current Liabilities		
Trade and Other Payables	41,813	20,561
Overdraft & Short Term Borrowings	27,591	27,462
Taxation	40	79
	<u>69,444</u>	<u>48,102</u>
Net Current Assets	23,163	27,615
	<u>133,528</u>	<u>105,479</u>
Share Capital	66,611	51,740
Reserves	55,150	43,704
Shareholders' Funds	<u>121,761</u>	<u>95,444</u>
Minority Interests	2,297	1,092
Long Term Liabilities		
Borrowings	4,185	4,193
Deferred Taxation	5,285	4,750
	<u>133,528</u>	<u>105,479</u>
Net Tangible Assets per Share (RM)	1.80	1.83

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 FOURTH QUARTER ENDED 31 DECEMBER 2003**

	Share Capital RM '000	Reserve attributable to Capital RM '000	Reserve attributable to Revenue RM '000	Retained Earnings RM '000	Total RM '000
Audited - 12 months ended 31 December 2002					
At 01 January 2002 (as previously stated)	51,740	4,395	(6)	21,240	77,369
Changes in accounting policy Restated	0	(1,877)	0	5,261	3,384
	51,740	2,518	(6)	26,501	80,753
Movement during the period (cumulative)	0	(76)	26	76	26
Profit for the year	0	0	0	15,410	15,410
Dividend - 2 %	0	0	0	(745)	(745)
At 31 December 2002	51,740	2,442	20	41,242	95,444
Unaudited - 12 months ended 31 December 2003					
At 01 January 2003 (as previously stated)	51,740	4,395	20	35,599	91,754
Prior year adjustment	0	(1,953)	0	5,643	3,690
Restated	51,740	2,442	20	41,242	95,444
Movement during the period (cumulative)	0	(76)	0	76	0
Profit for the year	0	0	0	16,812	16,812
Dividend paid	0	0	0	(1,366)	(1,366)
Bonus issue	10,348	0	0	(10,348)	0
ESOS issue	4,523	1,922	0	0	6,445
Acquisition of subsidiaries	0	4,426	0	0	4,426
At 31 December 2003	66,611	8,714	20	46,416	121,761

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 INCOME STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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
	12/31/2003	12/31/2002	12/31/2003	12/31/2002
	RM'000	RM'000	RM'000	RM'000
Revenue	47,933	38,336	180,861	153,123
Operating Expenses	(43,220)	(34,458)	(161,358)	(136,304)
Other operating income	1,379	325	1,637	1,393
Profit from Operations	6,092	4,203	21,140	18,212
Finance cost	(651)	(420)	(2,404)	(2,083)
Investing Results - gain/(loss)	0	79	0	0
Profit before taxation	5,441	3,862	18,736	16,129
Less Taxation	604	(445)	1,907	460
Profit after taxation	4,837	4,307	16,829	15,669
Less Minority interests	(239)	36	17	259
Less Preacquisition profits	(295)	0	0	0
Net profit for the period	5,371	4,271	16,812	15,410
Earnings per share (sen)				
Basic (based on weighted average of 63,012,605 (2002 - 62,088,000) ordinary shares)	8.52	6.78	26.68	24.82

The Condensed Consolidated Income 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 CASH FLOW STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2003**

(These figures have not been audited)

Year to date ended 31/12/2003 RM' 000
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Net profit before taxation	18,736
Adjustment for non-cash items	
Depreciation	10,361
Gain in disposal of fixed assets	(292)
Stock and fixed assets written off	447
Bad and doubtful debts	156
Operating profit before changes in working capital	<u>29,408</u>
Changes in Working Capital	
Net change in current assets	(8,292)
Net change in current liabilities	13,160
Cash flows from operating activities	<u>34,276</u>
Tax refunded	17
Tax paid	<u>(1,895)</u>
Net cash from operating activities	32,398
Investing Activities	
Acquisition of property , plant and equipment	(25,634)
Acquisition of subsidiary companies	(4,213)
Expenses for Bonus issue	(204)
	<u>2,347</u>
Financing activities	
Proceeds from ESOS shares	6,649
Proceeds from disposal of fixed assets	4,023
Dividend paid	(1,398)
Repayment of bank borrowings and hire purchase	(5,342)
Net change in cash & cash equivalent	<u>6,279</u>
Cash & cash equivalent at beginning of year	<u>(3,776)</u>
Cash & cash equivalent at end of year	<u><u>2,503</u></u>
Cash & cash equivalent at end of year	
Cash & bank balances	5,039
Bank overdrafts	(2,536)
	<u><u>2,503</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

