

METROD (MALAYSIA) BERHAD

(Company No. 66954-H)

QUARTERLY REPORTQuarterly report on consolidated results of the Group for the financial quarter ended : **30 September 2000**

The figures for the individual quarters have not been audited .

CONSOLIDATED INCOME STATEMENT

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	CURRENT YEAR QUARTER <u>30/09/00</u>	PRECEDING YEAR CORRESPONDING QUARTER <u>30/09/99</u>	CURRENT YEAR TO DATE <u>30/09/00</u>	PRECEDING YEAR CORRESPONDING PERIOD <u>30/09/99</u>
	RM'000	RM'000	RM'000	RM'000
1 (a) Turnover	157,906	123,114	446,683	389,032
(b) Investment income	0	0	0	0
(c) Other income including interest income	740	158	2,119	17
2 (a) Operating profit/(loss) before interest on borrowings , depreciation and amortisation, exceptional items, income tax, minority interest and extraordinary items.	5,069	6,175	14,891	16,821
(b) Interest on borrowings	34	4	1,489	13
(c) Depreciation and amortisation	1,503	1,572	4,509	4,822
(d) Exceptional items	0	0	0	0
(e) Operation profit/(loss) after interest on borrowings, depreciation and amortisation and exceptional items but before income tax, minority interest and extraordinary items	3,532	4,599	8,893	11,986
(f) Share in the results of associated companies	0	0	0	0
(g) Profit/(loss) before taxation, minority interests and extraordinary items	3,532	4,599	8,893	11,986
(h) Taxation	813	0	1,780	0
(l) (i) Profit /(loss) after taxation before deducting minority interests	2,719	4,599	7,113	11,986
(ii) Less minority interests	0	0	0	0
(j) Profit/(loss) after taxation attributable to members of the company	2,719	4,599	7,113	11,986
(k) (l) Extraordinary items	0	0	0	0
(ii) Less minority interests	0	0	0	0
(iii) Extraordinary items attributable to members of the company	0	0	0	0
(l) Profit/(loss) after taxation and extraordinary items attributable to members of the company	2,719	4,599	7,113	11,986
3 (a) Earnings per share based on 2(j) above after deducting any provision for preference dividends, if any :-				
(l) Basic (based on 40,000,000 ordinary shares) (sen)	6.8	11.5	17.8	30.0
(ii) Fully diluted (based on 40,000,000 ordinary shares) (sen)				

METROD
CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER <u>30/09/2000</u> RM'000	AS AT PRECEDING FINANCIAL YEAR END <u>31/12/99</u> RM'000
1 Fixed Assets	54,541	59,031
2 Investment in associated Companies	0	0
3 Long Term Investments	1,747	1,747
4 Intangible Assets	0	0
5 Current Assets		
Stocks	67,244	67,219
Trade Debtors	58,106	29,112
Short Term Investments	38,550	72,200
Cash and bank balances	2,857	2,321
Other Debtors, Deposits and Pre-payment	1,278	2,586
	<u>168,035</u>	<u>173,438</u>
6 Current Liabilities		
Short Term Borrowings	8,819	10,672
Trade Creditors	73,250	89,237
Other Creditors	11,194	6,982
Provision for Taxation	507	1,136
Proposed Dividend	0	4,000
	<u>93,770</u>	<u>112,027</u>
7 Net Current Assets or Current Liabilities	<u>74,265</u>	<u>61,411</u>
	<u>130,553</u>	<u>122,189</u>
8 Shareholders' Funds		
Share Capital	40,000	40,000
Reserves		
Share Premium	16,200	16,200
Revaluation Reserve	0	0
Capital Reserve	0	0
Statutory Reserve	0	0
Retained Profit	69,619	62,506
Others	0	0
	<u>125,819</u>	<u>118,706</u>
9 Minority Interests	0	0
10 Long Term Borrowings	0	0
11 Other Long Term Liabilities	<u>4,734</u>	<u>3,483</u>
	<u>130,553</u>	<u>122,189</u>
12 Net tangible assets per share (sen)	314.5	296.8

Notes :

1) Accounting Policies

The accounting policies and methods of computation followed in the quarterly financial statement are similar as compared with the annual financial statement for 1999.

2) Exceptional Items

There were no exceptional items for financial period under review.

3) Extraordinary Items

There were no extraordinary items for financial period under review.

4) Taxation

INDIVIDUAL QUARTER		CUMMULATIVE QUARTER	
CURRENT YEAR	PRECEEDING YEAR	CURRENT YEAR	PRECEEDING YEAR
QUARTER	CORRESPONDING QUARTER	TO DATE	CORRESPONDING PERIOD
9/30/2000	9/30/1999	9/30/2000	9/30/1999
(RM'000)	(RM'000)	(RM'000)	(RM'000)

The tax figure contain the following:

- Current period	264	-	700	-
- Over / under provis years	-	-	-	-
- Transfer to/(from) c	549	-	1080	-
	<u>813</u>	-	<u>1780</u>	-

5) Pre-acquisition Profits

There were no pre-acquisition profits for the current financial period to-date.

6) Profits on Sales of Investments and/or Properties

There were no profits on sale of investments and/or properties for the current financial period to-date.

7) Purchase/Disposal of Quoted Securities

- There were no purchases / sales of quoted securities for the current financial period to-date.
- There were no investments in quoted shares as at end of the reporting period.

8) Changes in the Composition of the Group

There were no changes in the composition of the group for the current financial period to-date including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.

9) Corporate Proposals

There were no corporate proposals announced but not completed as at 20th November 2000.

10) Seasonal or Cyclic Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

11) Issuances and Repayment of Debt and Equity Securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares helds as treasury shares and resale of treasury shares for the current financial period to-date.

12) Group Borrowings and Debt Securities

Group borrowings and debt securities as at 30/09/2000 are as follows:

	Amount RM'00	Denominated in Foreign Currency		Secured/ Unsecured
		Foreign Currency	Foreign Currency Amount (000)	
Long-term borrowings	0	-	0	N.A.
Short-term borrowings:				
- Foreign currency	#	Japanese Yen	250,000	Unsecured
	##			

13) Contingent Liabilities

There were no contingent liabilities as at 20th November 2000.

14) Off Balance Sheet Financial Instruments

There were no financial instruments with off-balance sheet risk as at 20th November 2000.

15) Material Litigations

There were no material litigations pending as at 20th November 2000.

16) Segmental Information

No segmental analysis is prepared as the Group is principally engaged in the manufacturing and sales of electrical conductivity grade copper wires, rods and strips.

17) Material Changes in Quarterly Results

The pre-tax profit for the quarter of RM3.532 million improved over the preceeding quarter pre-tax profit of RM2.792 million mainly due to better sales mix.

18) Review of the Performance of the Company and its Principal Subsidiaries

For the third quarter under review, the Group attained a pre-tax profit of RM3.532 million aided by a marginal improvement in domestic demand.

The recovery of domestic demand backed by construction sector continues to be slow and competition intense. Therefore, under such market conditions, the Group has performed satisfactorily during the period under review.

In the opinion of the Directors, the results of the operations for the Group have not been substantially affected by any item, transaction or event of a material and unusual nature as at the date of this report.

19) Current year prospects

The growth forecast of the construction sector for the current year has been revised downwards from the earlier 5% to 3.1% as per recent economic report of the Ministry of Finance. In this context, barring unforeseen circumstances the Board expects the performance of the Group to be satisfactory.

20) Profit Forecast and Profit Guarantee

There were no profit forecast or profit guarantees issued during the financial period to-date.

21) Dividend

No dividend has been proposed till date for the current year.