

CMP Industries Limited

Consolidated profit and loss account

Year ended April 30, 2002

| | 2002 \$'000 | 2001 \$'000 |
|--|----------------|----------------|
| TURNOVER | 38,288 | 34,902 |
| | ===== | ===== |
| TRADING PROFIT/(LOSS) | 18,632 | (3,513) |
| Bank and loan interest, net | (9,625) | (22,416) |
| PROFIT BEFORE TAXATION AND EXCEPTIONAL ITEMS | 9,007 | (25,929) |
| Exceptional item | (4,941) | (68,891) |
| | 4,066 | (94,820) |
| Taxation | - | - |
| PROFIT/(LOSS) AFTER TAXATION AND ATTRIBUTABLE TO SHAREHOLDERS | 4,066 | (94,820) |
| (Loss)/Profit on disposal of assets | (17,226) | 6,830 |
| | (13,160) | (87,990) |
| DIVIDENDS | | |
| Final proposed nil (2001- Nil) | - | - |
| RETAINED LOSS FOR THE YEAR | (13,160) | (87,990) |
| Accumulated profits at May 1 | (193,057) | (99,662) |
| | (206,217) | (187,652) |
| APPROPRIATION: | | |
| Transfer from/(to) capital reserve | 17,226 | (6,830) |
| Transfer resale of subsidiary | - | 1,425 |

| | | |
|---------------------------------------|------------------|------------------|
| ACCUMULATED (LOSS)/PROFIT AT APRIL 30 | (188,991) | (193,057) |
| In parent company | (42,152) | (43,715) |
| In subsidiaries | (146,839) | (149,342) |
| | <u>(188,991)</u> | <u>(193,057)</u> |
| | ===== | ===== |
| EARNINGS PER ORDINARY STOCK UNIT | | |
| Basic | \$0.20 | (\$4.66) |
| Fully diluted | n/a | n/a |

CMP Consolidated Balance Sheet

April 30, 2002

| | Note | GROUP | | COMPANY | |
|----------------------------------|------|------------------|------------------|-----------------|-----------------|
| | | 2002 \$'000 | 2001 \$'000 | 2002 \$'000 | 2001 \$'000 |
| ASSETS | | | | | |
| FIXED ASSETS | | 159,172 | 197,129 | 74,667 | 76,961 |
| INTEREST IN SUBSIDIARY COMPANIES | | | | | |
| Shares at Cost | | | | 2,662 | 2,662 |
| Net (liability)/advance | | | | <u>(1,627)</u> | <u>15,165</u> |
| | | | | <u>1,035</u> | <u>17,827</u> |
| LONG TERM RECEIVABLES | | - | 4,000 | - | 4,000 |
| CURRENT ASSETS | | | | | |
| Inventories | | - | - | - | - |
| Receivables | | 2,468 | 1,371 | 1,921 | 503 |
| Taxation recoverable | | 914 | 1,217 | - | - |
| Cash and bank balances | | 2 | 69 | 2 | 55 |
| | | <u>3,384</u> | <u>2,657</u> | <u>1,923</u> | <u>558</u> |
| | | <u>162,556</u> | <u>203,786</u> | <u>77,625</u> | <u>99,346</u> |
| | | ===== | ===== | ===== | ===== |
| EQUITY AND LIABILITIES | | | | | |
| CAPITAL AND RESERVES | | | | | |
| Share capital | | 10,169 | 10,169 | 10,169 | 10,169 |
| Capital reserves | | 269,455 | 286,681 | 77,591 | 77,591 |
| Accumulated (loss)/profit | | <u>(188,991)</u> | <u>(193,057)</u> | <u>(42,152)</u> | <u>(43,715)</u> |

| | | | | |
|-----------------------|---------------|---------------|---------------|---------------|
| | 90,633 | 103,793 | 45,608 | 44,045 |
| LONG TERM LIABILITY | 4,677 | 4,191 | 4,677 | 4,191 |
| CURRENT LIABILITIES | | | | |
| Payables and accruals | 28,247 | 50,476 | 16,674 | 20,629 |
| Taxation | - | - | - | - |
| Proposed dividend | - | - | - | - |
| Loans and overdrafts | 38,999 | 45,326 | 10,666 | 30,481 |
| | <u>67,246</u> | <u>95,802</u> | <u>27,340</u> | <u>51,110</u> |
| | 162,556 | 203,786 | 77,625 | 99,346 |
| | ===== | ===== | ===== | ===== |

CMP Consolidated Changes in Equity

| | <u>Share</u> <u>capital</u> <u>\$</u> | <u>Share</u> <u>Premium</u> <u>\$</u> | <u>Capital</u> <u>Reserve</u> <u>\$</u> | <u>Acumm-</u> <u>Deficit</u> <u>\$</u> | <u>Total</u> <u>\$</u> |
|---|---|---|---|--|---------------------------|
| Balance at 1 May 2000 | 10,168,980 | 453,000 | 279,631,910 | (99,661,122) | 190,592,768 |
| Profit/(Loss) on disposal of fixed assets | | | | 6,830,306 | 6,830,306 |
| Transfer to/(from) Capital Reserve | | | 6,830,306 | (6,830,306) | - |
| Transfer resale of subsidiary | | | (234,182) | 1,424,355 | 1,190,173 |
| Net loss | | | | (94,820,175) | (94,820,175) |
| Balance at 30 April 2001 | <u>10,168,980</u> | <u>453,000</u> | <u>286,228,034</u> | <u>(193,056,942)</u> | <u>103,793,072</u> |
| Profit/(Loss) on disposal of fixed assets | | | | (17,225,543) | (17,225,543) |
| Transfer to/(from) Capital Reserve | | | (17,225,543) | 17,225,543 | - |
| Net profit | | | | 4,065,690 | 4,065,690 |
| Balance at 30 April 2002 | <u>10,168,980</u> | <u>453,000</u> | <u>269,002,491</u> | <u>(188,991,252)</u> | <u>90,633,219</u> |
| | ===== | ===== | ===== | ===== | ===== |

Statement of Cash Flows

| | 2002 | 2001 |
|---|-----------------|-----------------|
| | \$'000 | \$'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net profit/(loss) | 4,066 | (94,820) |
| Adjustment for item not involving movement of cash: | | |
| Loss on disposal of fixed asset | 4,948 | 11,764 |
| Depreciation | - | 8,796 |
| | 9,014 | (74,260) |
| Changes in non-cash working capital components: | | |
| Inventories | - | 73,594 |
| Receivables | 2,903 | 36,182 |
| Payables and accruals | (22,229) | (9,252) |
| Taxation | 303 | 636 |
| CASH (USED IN)/PROVIDED BY OPERATING ACTIVITIES | (10,009) | 26,900 |
| INVESTMENT ACTIVITIES | | |
| Proceeds from sale of fixed assets | 16,521 | 13,014 |
| Purchase of fixed assets | (738) | (2,134) |
| Gain from sale of subsidiary | - | 1,190 |
| CASH PROVIDED BY INVESTMENT ACTIVITIES | 15,783 | 12,070 |
| FINANCING ACTIVITIES | | |
| Long term loans - net | 486 | 8,792 |
| CASH PROVIDED BY/(USED IN) FINANCING ACTIVITIES | 486 | 8,792 |
| INCREASE/DECREASE) IN NET CASH BALANCES | | |
| Net cash balances at beginning of year | (45,257) | (75,435) |
| NET CASH BALANCES AT END OF YEAR | (38,997) | (45,257) |
| Represented by: | | |
| Cash and bank balances | 2 | 69 |
| Short term borrowings | (38,999) | (45,326) |
| | (38,997) | (45,257) |

SUMMARIZED AUDITED RESULTS FOR YEAR ENDED APRIL 30, 2002

| (1) PROFIT BEFORE TAXATION | 2002 | 2001 |
|--|---------------|---------------|
| | \$'000 | \$'000 |
| This is stated after charging/(crediting) the following: | | |
| Depreciation | 4,948 | 8,796 |
| Emoluments of directors of the parent company: | | |
| Fees | 162 | 504 |
| Management remuneration | - | 3,453 |
| Auditors' remuneration | 393 | 520 |
| Foreign exchange losses | 568 | 549 |
| Interest received | (560) | (7) |

(2) TAXATION

Taxation is based on the profit for the year adjusted for tax purposes and is computed at 33 1/3%

(3) EARNINGS PER ORDINARY STOCK UNIT

The calculation of earnings per stock unit is based on:

- (a) The group profit after taxation and on 20,337,960 stock units is issued during the year.

(4) SIGNIFICANT ACCOUNTING POLICIES

The group accounts are prepared under the historical cost convention except that substantially all freehold land and buildings were revalued in 1999.