

UNITED CHEMICAL INDUSTRIES BERHAD AND SUBSIDIARY
(5990-P)
(Incorporated in Malaysia)

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 1999**

	N O T	E 1999 <u>RM</u>	1998 <u>RM</u>
TURNOVER	2(j)	19,140,302	20,055,286
(LOSS)/PROFIT BEFORE TAXATION	3	(69 1,483)	499,656
TAXATION	4	303,748	(163,384)
(LOSS)/PROFIT AFTER TAXATION		(387,735)	336,272
RETAINED PROFIT BROUGHT FORWARD		5,738,146	5,401,874
RETAINED PROFIT CARRIED FORWARD		5,350,411	5,738,146
RETAINED BY:			
The Company		4,477,396	5,297,179
Subsidiary		873,015	440,967
		5,350,411	5,738,146
(Loss)/Earnings per ordinary share (sen)	5		
Before taxation		(3.74)	2.70
After taxation		(2.10)	1.82

The notes on pages 12 to 25 form an integral part of these accounts.

UNITED CHEMICAL INDUSTRIES BERHAD AND SUBSIDIARY
(5990-P)
(Incorporated in Malaysia)

CONSOLIDATED BALANCE SHEET AS AT 31ST DECEMBER 1999

	<u>N O T</u>	<u>E 1999</u> <u>RM</u>	<u>1998</u> <u>RM</u>
SHARE CAPITAL	6	18,500,000	18,500,000
RESERVES	7	8,531,497	8,919,232
SHAREHOLDERS' FUNDS		27,031,497	27,419,232
TERM LOANS	8	30,000,000	30,200,000
DEFERRED LIABILITIES	9	1,491,348	1,746,414
		<u>58,522,845</u>	<u>59,365,646</u>
Represented by:-			
FIXED ASSETS	10	8,905,419	9,825,810
INVESTMENT	12	46,081,047	44,562,409
CURRENT ASSETS			
Stocks	13	5,322,321	6,014,989
Debtors	14	8,900,992	6,165,957
Deposits with licensed bank		50,000	1,550,000
Cash and bank balances		819,106	824,224
		<u>15,092,419</u>	<u>14,555,170</u>
CURRENT LIABILITIES			
Creditors	16	5,695,016	3,847,184
Bank borrowings (unsecured)	17	5,861,024	5,551,559
Taxation			179,000
		<u>11,556,040</u>	<u>9,577,743</u>
NET CURRENT ASSETS		<u>3,536,379</u>	<u>4,977,427</u>
		<u>58,522,845</u>	<u>59,365,646</u>

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UNITED CHEMICAL INDUSTRIES BERHAD
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PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 1999

	<u>NOTES</u>	<u>1999</u> <u>RM</u>	<u>1998</u> <u>RM</u>
TURNOVER	2(j)	19,750,538	20,063,832
(LOSS)/PROFIT BEFORE TAXATION	3	(1,047,092)	180,998
TAXATION	4	227,309	(85,607)
(LOSS)/PROFIT AFTER TAXATION		(819,783)	95,391
RETAINED PROFIT BROUGHT FORWARD		5,297,179	5,201,788
RETAINED PROFIT CARRIED FORWARD		4,477,396	5,297,179
(Loss)/Earnings per ordinary share (sen)			
Before taxation		(5.66)	0.98
After taxation		(4.43)	0.52

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UNITED CHEMICAL INDUSTRIES BERHAD
(5990-P)
(Incorporated in Malaysia)

BALANCE SHEET AS AT 31ST DECEMBER 1999

	<u>NOTES</u>	<u>1999</u> <u>RM</u>	<u>1998</u> <u>RM</u>
SHARE CAPITAL	6	18,500,000	18500,000
RESERVES	7	5,958,482	6,778,265
SHAREHOLDERS' FUNDS		24,458,482	25,278,265
TERM LOANS	8	30,000,000	30,000,000
DEFERRED LIABILITIES	9	1,353,348	1,531,414
		<u>55,811,830</u>	<u>56,809,679</u>
Represented by :-			
FIXED ASSETS	10	8,401,412	9,042,619
SUBSIDIARY COMPANY	11	3,000,000	3,000,000
INVESTMENT	12	46,081,047	44,562,409
CURRENT ASSETS			
Stocks	13	5,022,456	5,624,405
Debtors	14	8,690,594	5,454,180
Deposits with licensed bank		50,000	1,200,000
Cash and bank balances		642,560	700,917
		<u>14,405,610</u>	<u>12,979,502</u>
CURRENT LIABILITIES			
Amount owing to subsidiary company	15	4,745,794	3,667,458
Creditors	16	5,669,421	3,830,834
Bank borrowings (unsecured)	17	5,661,024	5,251,559
Taxation			25,000
		<u>16,076,239</u>	<u>12,774,851</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(1,670,629)</u>	<u>204,651</u>
		<u>55,811,830</u>	<u>56,809,679</u>

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UNITED CHEMICAL INDUSTRIES BERHAD AND SUBSIDIARY
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CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 1999

	<u>1999</u>	<u>1998</u>
	<u>RM</u>	<u>RM</u>
NET CASH INFLOW FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(691, 483)	499, 656
Adjustments for :-		
Depreciation	1,547,085	1,826,134
Provision for retirement benefits	85, 055	97, 469
Interest expense	348, 060	441, 849
(Gain)/Loss on disposal of fixed assets	(18, 100)	1, 859
Interest income	(53, 206)	(20, 291)
Fixed assets written off		1, 021
Operating profit before working capital changes	1,217,411	2,847,697
Decrease in stocks	692, 668	1,403,897
Increase in debtors	(2,735,035)	(18, 501)
Increase/(Decrease) in creditors	1,847,832	(310, 637)
Net cash generated from operations	1,022,876	3,922,456
Tax paid	(179, 552)	(189, 812)
Retirement benefits paid	(35, 821)	(67, 481)
Interest received	53, 206	20, 291
Interest paid	(348, 060)	(441, 849)
Net cash inflow from operating activities	512, 649	3,243,605

The notes on pages 12 to 25 form an integral part of this statement.

	<u>1999</u>	<u>1998</u>
	<u>RM</u>	<u>RM</u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(759,895)	(156,217)
Proceeds from disposal of fixed assets	151,301	220
Purchase of investment		
- incidental costs	(30,000)	-
- net interest paid	(1,488,638)	(4,717,825)
	<u>(2,127,232)</u>	<u>(4,873,822)</u>
NET CASH (OUTFLOW)/INFLOW FROM FINANCING ACTIVITIES		
Term loan obtained		500,000
Term loan repaid	(300,000)	(349,127)
Withdrawal of fixed deposits		3,600,000
	<u>(300,000)</u>	<u>3,750,873</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,914,583)	2,120,656
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>(2,877,335)</u>	<u>(4,997,991)</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 18)	<u><u>(4,791,918)</u></u>	<u><u>(2,877,335)</u></u>

The notes on pages 12 to 25 form an integral part of this statement.