

## FINANCIAL HIGHLIGHTS

FINANCIAL DATA	2002 RM'000	2001 RM'000	% Change
Revenue	233,565	206,670	+ 13.0
Profit before Taxation and Exceptional Item	34,960	32,722	+ 6.8
Net Assets	595,397	577,211	+ 3.2
Total Assets	665,038	679,967	- 2.2
Capital Expenditure	6,457	18,755	- 65.6
Depreciation	32,947	15,089	+ 118.4
Profit before Taxation and Exceptional Item as a percentage of Revenue	15.0%	15.8%	- 5.1
Net Return on capital employed	5.3%	5.8%	- 8.6
Earnings per share (sen)	17.1	18.3	- 6.6
Total Dividends (incl. Preference Dividend)	13,196	13,196	-
Dividend Rate (excl. Preference Dividend)	10.0%	10.0%	-
Net Tangible Asset per share	RM 3.25	RM 3.15	+ 3.2

## FINANCIAL CALENDAR

Financial Year End	30 June
Announcement of 1 <sup>st</sup> Quarter Results	23 October 2001
Announcement of 2 <sup>nd</sup> Quarter Results	4 February 2002
Closing of Record of Depositors for Interim Dividend	8 April 2002
Date of payment of 2002 Interim Dividend	6 May 2002
Announcement of 3 <sup>rd</sup> Quarter Results	10 May 2002
Announcement of 4 <sup>th</sup> Quarter Results	26 August 2002
Issue of 2002 Annual Report	1 October 2002
2002 Annual General Meeting	24 October 2002
Closing of Record of Depositors for Final Dividend	12 November 2002
Date of payment of 2002 Final Dividend	10 December 2002

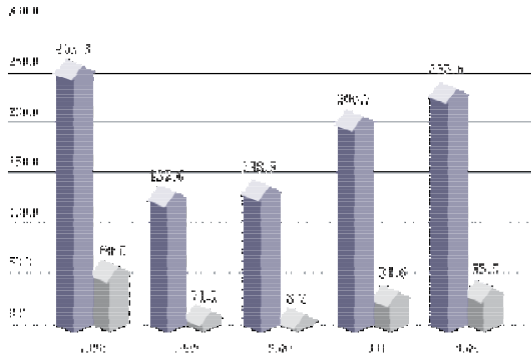
## 5-YEAR FINANCIAL SUMMARY

	2002 RM'000	2001 RM'000	2000 RM'000	1999 RM'000	1998 RM'000
Share Capital	182,988	182,980	182,980	182,980	182,980
Reserves	412,409	394,231	364,753	363,819	361,249
Shareholders' Funds	595,397	577,211	547,733	546,799	544,229
Bank Borrowings	10,252	24,420	37,620	-	-
Deferred Taxation	54	-	4,100	5,500	6,700
Retirement Benefits	11,214	11,264	10,706	10,011	9,437
	616,917	612,895	600,159	562,310	560,366
Fixed Assets	502,016	528,509	524,927	491,549	398,769
Subsidiary Company	-	-	-	-	-
Associated Companies	74,079	69,056	60,817	54,639	51,163
Investments	14,999	18,086	18,086	23,783	22,704
Development Expenditure	91	80	55	100	79
Current Assets	73,853	64,236	61,122	57,628	167,349
Current Liabilities	(48,121)	(67,072)	(64,848)	(65,389)	(79,698)
Net Current Assets	25,732	(2,836)	(3,726)	(7,761)	87,651
	616,917	612,895	600,159	562,310	560,366
Revenue	233,565	206,670	138,836	132,606	261,260
Operating Profit	27,456	22,723	1,946	3,591	44,279
Finance Cost	(1,883)	(361)	-	-	-
Interest Income	77	148	103	2,767	12,421
Share of Profit of Associated Companies	9,310	10,212	6,145	4,757	3,313
Profit before Tax and Exceptional Item	34,960	32,722	8,194	11,115	60,013
Exceptional Item	-	(1,101)	-	-	-
Taxation	(3,594)	1,809	(651)	(1,936)	(23,337)
Profit after Tax and Exceptional Item	31,366	33,430	7,543	9,179	36,676
Total Dividends	13,196	13,196	6,609	6,609	27,478



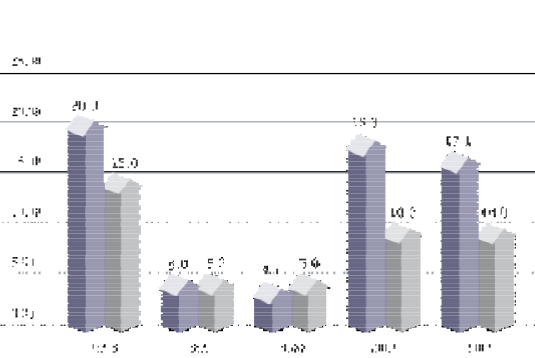
### REVENUE & PROFIT BEFORE TAX RM Million

Revenue  
Profit Before Tax



### EARNINGS PER SHARE & DIVIDEND PER SHARE SEN

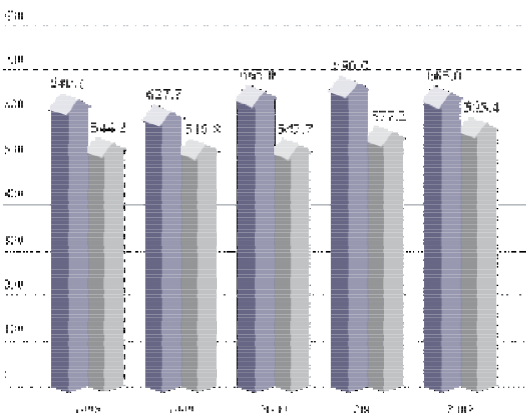
Earnings Per Share  
Dividend Per Share



## 5-YEAR FINANCIAL SUMMARY

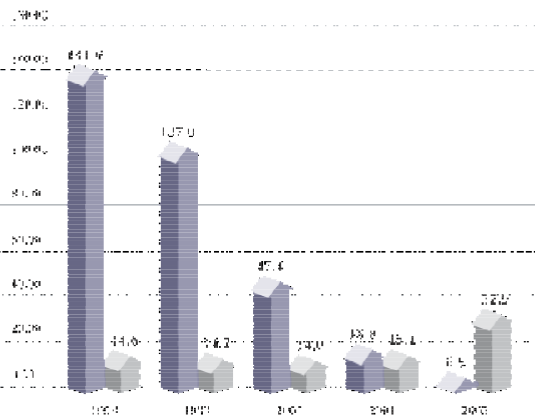
### TOTAL ASSETS & SHAREHOLDERS' FUNDS RM Million

Total Assets  
Shareholders' Fund



### CAPITAL EXPENDITURE & DEPRECIATION RM Million

Capital Expenditure  
Depreciation





Notwithstanding the unstable nascent economic recovery in the US, the Malaysian economy had been able to achieve a positive growth of 0.4% in 2001. The forecast 3.5% GDP growth for 2002 reflects the Government's optimism in the domestic economy, which is underpinned by the Government's earlier announced budget spending of RM7.3 billion to pump-prime the domestic construction sector, the effect of which is beginning to filter through to the economy.

## RESULTS

The improvement in demand and the stabilization of the net selling prices of cement during the financial year ended 30 June 2002 had enabled the Company to record a higher turnover by 13% to RM233.6 million. However, the Company's pre-tax profit of RM25.7 million (2001: RM29.8 million) was adversely affected by a higher depreciation charge of RM32.9 million (2001: RM15.1 million) arising from the commencement of commercial production of the rehabilitated Kiln 3 during the year. At Group level, the profit before tax of RM35 million was 7% higher than last year.

## DIVIDEND

The Board recommends a final dividend of 7% less income tax for the year ended 30 June 2002. Together with the interim dividend of 3% less income tax, which was paid earlier in the year, the total dividend for the year will amount to RM13.2 million. The final dividend is payable on 10 December 2002 upon shareholders' approval at the forthcoming Annual General Meeting.

## CORPORATE GOVERNANCE

The Board supports the principles and best practices set out in the Malaysian Code of Corporate Governance and are committed to ensuring that the Company's operations adhere to the highest degree of accountability and transparency so as to enhance shareholder value and safeguard the assets of the Company.

The Board's Statement on Corporate Governance and Internal Control is set out on pages 20 to 24 of the Annual Report.



*Left: Extraction of clay, which is one of the raw materials used to produce cement.*

*Right: Cooling fans of one of the Kilns in the factory.*

## ASSOCIATED COMPANIES

The two associated companies continue to contribute positively to the Group's results with a combined contribution of RM9.3 million (2001: RM10.2 million).

Rock Chemical Industries (Malaysia) Bhd had, during the year, disposed of its 40% equity interest in the white cement business to its joint venture partner, Aalborg White A/S and The Industrialisation Fund for Developing Countries.



Walaupun pemulihan ekonomi di Amerika Syarikat agak lembap, ekonomi Malaysia telah berjaya mencatatkan pertumbuhan positif sebanyak 0.4% dalam tahun 2001. Jangkaan pertumbuhan GDP sebanyak 3.5% bagi tahun 2002 menunjukkan pandangan optimis kerajaan Malaysia terhadap ekonomi domestik negara. Ini adalah selaras dengan pengumuman belanjawan sebanyak RM7.3 bilion yang diperuntukkan bagi menjana sektor pembinaan domestik, dimana kesannya kepada ekonomi negara sudah mula dirasai.

#### KEPUTUSAN

Peningkatan dalam permintaan dan kestabilan harga jualan bersih simen bagi tahun berakhir 30 Jun 2002 telah membolehkan Syarikat mencatatkan peningkatan di dalam jualan sebanyak 13% iaitu kepada RM233.6 juta. Walaubagaimanapun, keuntungan sebelum cukai Syarikat sebanyak RM25.7 juta (2001: RM29.8 juta) telah dijejaskan dengan peningkatan dalam kadar susutnilai yang dikenakan dalam tahun sebanyak RM32.9 juta (2001: RM15.1 juta). Peningkatan ini adalah disebabkan oleh permulaan pengeluaran komersil daripada pemulihan klin 3 dalam tahun semasa. Pada tahap Kumpulan, keuntungan sebelum cukai sebanyak RM35 juta adalah 7% lebih tinggi daripada tahun lepas.

### PENYATA PENERUSI



#### DIVIDEN

Lembaga mengesyorkan dividen akhir sebanyak 7% tolak cukai bagi tahun berakhir 30 Jun 2002. Jumlah bayaran dividen bagi tahun adalah sebanyak RM13.2 juta. Ini termasuk dividen interim sebanyak 3% tolak cukai yang telah dibayar dalam tahun. Dividen akhir tersebut akan dibayar pada 10 Disember 2002 apabila ianya diluluskan oleh pemegang-pemegang saham dalam Mesyuarat Agung Tahunan yang akan datang.

Tasek's cement was used in the construction of the SPLASH dam project in Selangor:-

Left: The outlet portal

Centre: The filtration chamber

Right: The control tower

#### PENYATA TADBIR URUS KORPORAT

Lembaga menyokong prinsip-prinsip yang dinyatakan di dalam Kod Tadbir Urus Korporat Malaysia dan akan berusaha untuk memastikan agar kegiatan Syarikat menurut kepada akauntabiliti dan telus agar nilai pemegang saham dapat diperkukuhkan dan bagi menjaga harta Syarikat.

Penyata Lembaga bagi Tadbir Urus Korporat dan Kawalan Dalaman dinyatakan pada muka surat 20 hingga 24 dalam Laporan Tahunan.