FRASER & NEAVE HOLDINGS BHD.
(Company No: 004205-V, Incorporated in Malaysia)

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For Immediate Release

INTERIM FINANCIAL REPORT
Quarter 4 : Financial Year Ended 30 September 2002

The Directors are pleased to release the interim financial report for the three months ended 30 September 2002 being the final quarter for the financial year 2001/2002.

The contents of the financial report comprise the following attached condensed financial statements, explanatory notes and additional disclosures and these must be read in conjunction with the Company's financial statements for the year ended 30 September 2001:

Schedule A : Condensed Consolidated Income Statement
Schedule B : Condensed Consolidated Balance Sheet
Schedule C : Condensed Consolidated Cash Flow Statement
Schedule D : Condensed Consolidated Statement on Changes in Equity
Schedule E : Selected Explanatory Notes
Schedule F : Additional Disclosures

This interim financial report has been prepared in accordance with the accounting standards on interim financial reporting issued by the Malaysian Accounting Standards Board (MASB 26) and contained additional disclosures prescribed by the Kuala Lumpur Stock Exchange. Unless specified otherwise, the same accounting policies and methods of computation applied to the annual financial statements for the previous year had been followed throughout this interim financial report.

By Order of the Board

Tony Lee Cheow Fui
Company Secretary

Kuala Lumpur
8 November 2002

Schedule A : Condensed Consolidated Income Statement

For the financial year ended 30 September 2002

	Individual 4th Quarter			Cumulative 4th Quarter		
RM'000	30/9/2002	30/9/2001	*% chg*	30/9/2002	30/9/2001	*% chg*
Revenue	358,539	369,866	*(3.1%)*	1,521,988	1,541,253	*(1.2%)*
Operating profit (1)	25,185	21,130	*19.2%*	123,436	102,927	*19.9%*
Interest expense	(642)	(1,087)		(5,122)	(5,995)	
Interest income	1,175	1,200		4,001	6,630	
Profit before taxation (PBT)	25,718	21,243	*21.1%*	122,315	103,562	*18.1%*
Taxation	(7,321)	(4,542)		(26,028)	(19,461)	
Profit after taxation	18,397	16,701	*10.2%*	96,287	84,101	*14.5%*
Minority interest	(1,791)	(3,036)		(8,569)	(8,964)	
Net profit	16,606	13,665	*21.5%*	87,718	75,137	*16.7%*
Basic earning per share (sen)	4.7	3.8		24.6	23.6	

Note :
(1) Included in operating profit for the current quarter are exceptional costs of RM9.3million. (details on Schedule E item 4)

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Company's Annual Report for the year ended 30 September 2001.

Schedule B : Condensed Consolidated Balance Sheet

As at 30 September 2002

RM'000	Audited 30/9/2002	Audited 30/9/2001
Property, plant & equipment	739,077	705,056
Advance to associate company	22,250	22,250
Current assets		
Inventories	218,701	270,594
Receivables	274,662	274,182
Cash and cash equivalents	193,330	156,135
	686,693	700,911
Less : Current liabilities		
Payables	254,989	243,379
Borrowings	9,193	128,094
Provision for taxation	3,119	9,201
	267,301	380,674
Net current assets	419,392	320,237
	1,180,719	1,047,543
Share capital & Reserves	974,736	922,723
Minority interest	86,472	56,793
Non current liabilities		
Borrowings	47,930	-
Other liabilities	71,581	68,027
	119,511	68,027
	1,180,719	1,047,543
Net tangible assets per share (RM)	2.73	2.59

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Company's Annual Report for the year ended 30 September 2001.

Schedule C : Condensed Consolidated Cash Flow Statements

For the financial year ended 30 September 2002

RM'000	Audited 30/9/2002	Audited 30/9/2001
Operating activities		
Operating profit	123,436	102,927
Add non-cash : Depreciation & others	76,891	74,403
Changes in working capital & provisions	34,878	(124,188)
Net cash flows from operating activities	235,205	53,142
Investing activities		
Interest income	4,001	6,630
Capital expenditure	(111,414)	(39,801)
Net cash flows from investing activities	(107,413)	(33,171)
Financing activities		
Interest expenses	(5,122)	(5,995)
Transaction with shareholders	(14,504)	279,352
Repayment of bank borrowings	(70,971)	(7,867)
Redemption of bonds	-	(250,000)
Net cash flows from financing activities	(90,597)	15,490
Net change in cash & cash equivalents	37,195	35,461
Cash & cash equivalents at beginning of year	156,135	120,674
Cash & cash equivalents at end of year	193,330	156,135

Note :
( ) denotes cash outflow

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Company's Annual Report for the year ended 30 September 2001.

Schedule D : Condensed Consolidated Statements of Changes in Equity
For the financial year ended 30 September 2002

RM'000	Share Capital	Capital Reserve	Revenue Reserve	Total
At 1 October 2001	356,493	404,915	161,315	922,723
Currency translation loss	-	-	(55)	(55)
Net profit for the year	-	-	87,718	87,718
Dividends	-	-	(35,650)	(35,650)
At 30 September 2002	356,493	404,915	213,328	974,736
At 1 October 2000	260,737	186,592	105,264	552,593
Conversion of Warrant 2001	95,756	218,323	-	314,079
Net profit for the year	-	-	75,137	75,137
Dividends	-	-	(19,086)	(19,086)
At 30 September 2001	356,493	404,915	161,315	922,723

This Statement should be read in conjunction with the selected explanatory notes on Schedule E & F of this Report and the Company's Annual Report for the year ended 30 September 2001.

Schedule E : Selected Explanatory Notes

1. Accounting Policies and method of computation
The quarterly financial statements have been prepared under the same accounting policies and methods of computation as compared to the most recent annual financial statements and comply with MASB 26 Interim Financial Reporting and paragraph 9.22 of Listing Requirements of the Kuala Lumpur Stock Exchange.

2. Auditors' report
The auditors' report of the preceding annual financial statements of the Company and of the Group was not subjected to any qualification.

3. Comment on seasonality or cyclicality of operation
The Group's performance is normally not affected by seasonal or cyclical events on a year to year basis. However on a quarter to quarter basis, the demand for some group products such as soft drinks may be skewed towards the major festivities, which normally occur at the end and the beginning of the calendar year.

4. Exceptional items
The exceptional items amounted to RM9.3 million in the current quarter and financial year were in respect of cost associated with the closure of plant.

5. Estimates
There were no changes to the estimates that had been used in the preparation of the current financial statements.

6. Issuance or repayments of debt/equity securities
There were no issuance, cancellation, repurchases, resale and repayments of debts and equity securities in the quarter or in the financial year ended.

7. Dividends
Please refer to Schedule F item 12.

8. Segmental results
The Group's operating businesses are organised according to the nature of activities, namely soft drinks, dairy products, glass packaging and others. Inter-group transactions and pricing arrangements where applicable are determined on a commercial basis. The results by segments for the financial year are as follows:

	Revenue		Operating profit	
RM'000	2002	2001	2002	2001
Soft drinks	777,671	737,020	65,586	54,732
Dairy products	505,178	568,535	26,762	15,649
Glass packaging	237,836	235,169	30,060	34,146
Others	1,303	529	1,028	(1,600)
	1,521,988	1,541,253	123,436	102,927

Schedule E : Selected Explanatory Notes (cont'd)

9. Valuation of property, plant and equipment
There were no changes in the valuation on property, plant and equipment since the last annual financial statements.

10. Subsequent events
There were no material events subsequent to the end of the quarter, that have not been reflected in the financial statements.

11. Changes in the composition of the Group
There were no changes in the composition of the Group in the current quarter and the financial year.

12. Contingent liabilities
There were no contingent liabilities of a material nature since the last annual balance sheet date.

13. Contingent asset
During the financial year, there was a compulsory acquisition by the local government of 1,648 square metre of land held by a subsidiary at Jalan Lahat, Ipoh, Perak with a net book value of approximately RM180,000. The subsidiary has lodged an appeal to the Court to seek higher compensation than the RM2.4 million awarded by the government.

14. Capital commitments
The outstanding capital commitments at the end of the current quarter are as follows:-

RM'000	30/9/2002
Property, plant and equipment	
Approved and contracted for	15,239
Approved and not contracted for	48,765
	64,004
Investments : Approved and contracted for	33,600
	97,604

Schedule F : Additional Disclosures in Compliance with the KLSE's Listing Requirements

1. Operations review
Group revenue for the quarter showed a marginal decrease of 3.1% when compared to the same quarter last year. The growth in soft drinks was offset by lower revenue in glass and dairies. Group PBT was up 21.1% due to improved profitability of the dairies operations, which benefited from lower cost of materials.

For the financial year, Group PBT was up 18.1% against a flat revenue.

2. Comment on material change in profit before taxation vs preceding quarter
Group PBT for the quarter of RM25.7 million was 18.3% lower than the preceding quarter due to the exceptional items of RM9.3 million recorded in the quarter.

3. Prospect
Recent global events and uncertainties are expected to have an adverse impact on the domestic economy in the coming year. However, the ongoing rationalisation efforts, focus by management to improve productivity, the effect of lower cost of some key materials such as milk powder and new revenue stream from Sichuan Malaya Glass are positive factors. In addition, the Group's food and beverage products are widely consumed and as such the business is expected to be resilient in a slowing economy.

Within these contexts and barring any unforeseen circumstances, the directors are cautiously optimistic on improving its current performance in the year ahead.

4. Profit forecast variance (final quarter)
This is not applicable.

5. Tax expense
The details of the tax expense are as follows:-

RM'000	Current Quarter	Financial Year
Current	5,071	23,634
Tax under provided in previous year	277	393
Deferred tax	1,973	2,001
	7,321	26,028

The Group's effective tax rate in the current quarter and financial year todate is lower than statutory rate due to brought forward losses, the utilisation of reinvestment allowances and reversal of deferred tax over provided in previous years.

6. Sale of unquoted investments and properties
There were no sale of unquoted investments or properties for the current quarter. However, for the financial year, a property was disposed of by a subsidiary for a cash consideration of RM1.1 million and a gain of RM0.3 million has been included in the results.

Schedule F : Additional Disclosures in Compliance with the KLSE's Listing Requirements (cont'd)

7. Purchase and sale of quoted securities
There were no quoted securities acquired or disposed in the current financial year.

8. Status of corporate proposal
There were no outstanding corporate proposals or new announcements made in this financial quarter.

9. Group borrowings and debt securities
The details of the Group's borrowings as at 30 September 2002 are as follows:-

RM'000	Currency	Current	Non-Current
Unsecured Term Loan	USD	9,193	29,111
Secured Term Loan	Renminbi	-	18,819
		9,193	47,930

10. Off balance sheet – financial instruments
There were no material financial instruments that are "off balance sheet" in nature that have been entered into, as at the date of this report.

11. Pending material litigation
There is no pending litigation of a material nature since the last balance sheet date.

12. Dividend
A final tax-exempt dividend of 5 sen for financial year ended 30 September 2001 amounted to RM17.8 million and an interim tax-exempt dividend of 5 sen for financial year ended 30 September 2002 amounted to RM17.8 million have been paid on 27 March 2002 and 24 June 2002 respectively.

The Directors are recommending a final tax-exempt dividend of 7 sen per share (2001 : 5 sen) to be approved by shareholders at the forthcoming Annual General Meeting of the Company. If approved, the total dividend for the year would be 12 sen per share tax-exempt (2001 : 9 sen).

13. Basis of calculation of earning per share (EPS)
The EPS for the quarter and financial year was calculated based on the net profit for the respective period divided by 356 million ordinary shares. There were no changes in the number of ordinary shares during the year.