

RCE CAPITAL BERHAD
(Company No. 2444-M)

QUARTERLY REPORT

Summary of Key Financial Information for the financial year ended 31 March 2005

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3/31/2005	3/31/2004	3/31/2005	3/31/2004
	RM'000	RM'000	RM'000	RM'000
1. Revenue	12,589	16,328	44,501	54,633
2. Profit before tax	2,901	5,930	18,921	29,125
3. Profit after tax and minority interest	5,548	2,016	14,897	21,921
4. Net profit for the period	5,548	2,016	14,897	21,921
5. Basic earnings per share (sen)	1.38	0.50	3.71	5.46
6. Dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END	
7. Net tangible assets per share (RM)		0.10	0.11	

Part A3 : ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3/31/2005	3/31/2004	3/31/2005	3/31/2004
	RM'000	RM'000	RM'000	RM'000
1. Profit from operations	2,896	5,924	17,821	14,440
2. Gross interest income	74	60	315	140
3. Gross interest expense	69	54	548	309

Quarterly report on consolidated results of the Group for the fourth financial quarter ended 31 March 2005
The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31/3/2005 RM'000	31/3/2004 RM'000	31/3/2005 RM'000	31/3/2004 RM'000
Revenue	12,589	16,328	44,501	54,633
Waiver of advances by related company	-	-	3,940	-
Other operating income	322	512	1,974	2,275
Changes in inventories	-	34	-	(3)
Staff costs	(415)	(3,174)	(3,620)	(9,409)
Amortisation of goodwill on consolidation	-	(67)	-	(269)
Depreciation of property, plant and equipment	(87)	(273)	(559)	(1,225)
Other operating expenses	(9,513)	(7,436)	(28,415)	(31,562)
Profit from operations	2,896	5,924	17,821	14,440
Gain on disposal of subsidiary company	-	-	1,333	14,854
Finance costs	(69)	(54)	(548)	(309)
Income from other investment	74	60	315	140
Profit before tax	2,901	5,930	18,921	29,125
Income tax expense	3,350	(3,493)	(1,911)	(5,649)
Profit after tax	6,251	2,437	17,010	23,476
Minority interests	(703)	(421)	(2,113)	(1,555)
Net profit for the period	5,548	2,016	14,897	21,921
Earnings per share (sen)				
Basic	1.38	0.50	3.71	5.46
Fully diluted	n/a	n/a	n/a	n/a

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2004)

RCE CAPITAL BERHAD
(COMPANY NO. 2444-M)
QUARTERLY REPORT

CONDENSED CONSOLIDATED BALANCE SHEETS

	AS AT 31/03/2005 RM'000	AS AT 31/03/2004 RM'000
PROPERTY, PLANT AND EQUIPMENT	10,079	14,500
GOODWILL ON CONSOLIDATION	19,002	-
LOANS AND HIRE PURCHASE RECEIVABLES	59,598	38,413
LONG TERM INVESTMENT	29,199	5,294
DEFERRED TAX ASSETS	4,000	-
CURRENT ASSETS		
Inventories	-	86
Trade receivables	1,635	5,825
Loans and hire-purchase receivables	10,505	10,353
Other receivables and prepaid expenses	2,896	37,080
Fixed deposits with licensed banks	14,565	3,335
Cash and bank balances	4,187	9,614
	33,788	66,293
CURRENT LIABILITIES		
Trade payables	-	2,779
Other payables and accrued expenses	11,512	22,866
Hire purchase creditors	63	58
Borrowings	7,780	3,551
Taxation	2,186	2,844
	21,541	32,098
NET CURRENT ASSETS	12,247	34,195
LONG-TERM AND DEFERRED LIABILITIES		
Hire purchase creditors - non current portion	103	165
Borrowings -non current portion	2,500	125
Bonds and commercial papers	70,000	-
Deferred taxation	11	426
	(72,614)	(716)
MINORITY INTERESTS	(3,134)	(47,216)
	58,377	44,470
FINANCED BY:-		
SHARE CAPITAL	40,151	40,151
RESERVES	2,155	3,145
RETAINED PROFITS	16,071	1,174
SHAREHOLDERS' EQUITY	58,377	44,470
NET TANGIBLE ASSETS PER SHARE (RM)	0.10	0.11 *

* Adjusted for share split in May 2004

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2004)

RCE CAPITAL BERHAD
(COMPANY NO. 2444-M)
QUARTERLY REPORT

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Non-Distributable Reserves →				Translation Reserve RM '000	Distributable Reserves - General Reserve RM '000	Retained Profits/ (Accumulated losses) RM '000	Total RM '000
	Issued Capital RM '000	Share Premium RM '000	Revaluation Reserve RM '000	Reserve on Consolidation RM '000				
As at 31 March 2005								
Balance as at 1 April, 2004	40,151	-	1,718	1,440	(13)	-	1,174	44,470
Net profit for the year	-	-	-	-	-	-	14,897	14,897
Foreign exchange translation difference	-	-	-	-	13	-	-	13
Reversal of deferred tax liabilities on revaluation reserve	-	-	381	-	-	-	-	381
Reversal of revaluation reserve against impairment loss of revalued property	-	-	(2,099)	-	-	-	-	(2,099)
Reserve arising on consolidation	-	-	-	715	-	-	-	715
Balance as at 31 March 2005	<u>40,151</u>	<u>-</u>	<u>-</u>	<u>2,155 #</u>	<u>-</u>	<u>-</u>	<u>16,071</u>	<u>58,377</u>
As at 31 March 2004								
Balance as at 1 April, 2003	18,675	5,038	3,804	-	-	96	(6,491)	21,122
Bonus issue	21,476	(5,038)	(2,086)	-	-	(96)	(14,256)	-
Net profit for the year	-	-	-	-	-	-	21,921	21,921
Foreign exchange translation difference	-	-	-	-	(13)	-	-	(13)
Reserve arising on consolidation	-	-	-	1,440	-	-	-	1,440
Balance as at 31 March 2004	<u>40,151</u>	<u>-</u>	<u>1,718</u>	<u>1,440 #</u>	<u>(13)</u>	<u>- #</u>	<u>1,174 #</u>	<u>44,470</u>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2004)

RCE CAPITAL BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	CUMULATIVE QUARTER 31/03/2005 RM'000	CUMULATIVE QUARTER 31/03/2004 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	18,921	29,125
Adjustment for:		
Depreciation of property, plant and equipment	559	1,225
Allowance for doubtful debts	12,932	4,581
Finance costs	4,440	2,079
Amortisation of goodwill on consolidation	-	269
Bad debts written off	-	181
Goodwill on consolidation written off	-	171
Amortisation of premium on corporate bonds	-	33
Property, plant and equipment written off	-	2
Impairment losses of property, plant and equipment	384	-
Interest income	(1,340)	(1,736)
Gain on disposal of property, plant and equipment	(59)	(107)
Gain on disposal of a subsidiary	(1,333)	(14,854)
Gain on disposal of long term investment	(39)	-
Bad debts recovered	(597)	(1,484)
Waiver of advances by a related company	(3,940)	-
Dividend income	(1,168)	-
Operating profit before working capital changes	28,760	19,485
(Increase)/Decrease in:		
Inventories	86	3
Trade receivables	4,191	(4,827)
Other receivables and prepaid expenses	34,202	2,158
Loan and hire purchase receivables	(21,337)	(1,735)
Increase/(Decrease) in:		
Trade payables	(2,779)	437
Other payables and accrued expenses	(11,354)	(14,283)
Cash Generated From/(Used In) Operations	31,769	1,238
Interest paid	(532)	(1,770)
Tax paid	(6,195)	(4,226)
Net Cash Used in Operating Activities	25,042	(4,758)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(253)	(668)
Interest received	482	207
Proceeds from disposal of property, plant and equipment	129	110
Proceeds from disposal of a subsidiary company- net of cash	9,900	18,172
Purchase of corporate bonds	-	(5,327)
Proceed from disposal of long term investment	5,333	-
Purchase of a subsidiary company - net of cash	-	(18,165)
Dividend received	1,571	-
Net Cash From/(Used) Investing Activities	17,162	(5,671)

RCE CAPITAL BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	CUMULATIVE QUARTER 31/03/2005 RM'000	CUMULATIVE QUARTER 31/03/2004 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares to minority shareholders of a subsidiary company	-	4,371
Proceeds from revolving credit	-	2,000
Drawdown of bond and commercial papers	77,000	-
Drawdown of borrowings	1,443	-
Repayment of borrowings	(24,737)	-
Repayment of term loans	(29,199)	(1,117)
Redemption of preference shares	(60,497)	-
Repayment of hire-purchase creditors	(68)	(121)
Amount owing to associated company	-	(6)
Interest paid	(586)	(309)
Net Cash From / (Used In) Financing Activities	<u>(36,644)</u>	<u>4,818</u>
Net (increase) / decrease in cash and cash equivalents	5,560	(5,611)
Cash and cash equivalents at beginning of financial period	12,412	18,023
Cash and cash equivalents at end of financial period	<u><u>17,972</u></u>	<u><u>12,412</u></u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD COMPRISE THE FOLLOWING:		
Cash and bank balances	4,187	9,614
Fixed deposit with licensed bank	14,565	3,335
Bank overdrafts	(780)	(537)
	<u><u>17,972</u></u>	<u><u>12,412</u></u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2004)

RCE CAPITAL BERHAD
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1. BASIS OF PREPARATION

This interim report is unaudited and has been prepared in accordance with FRS 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 March 2004.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the year ended 31 March 2004.

2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the preceding annual financial statements was not subject to any qualification.

3. SEASONALITY AND CYCLICALITY FACTORS

The Group’s operations were not materially affected by seasonal or cyclical factors.

4. UNUSUAL ITEMS

There were no unusual items in the quarterly financial statement under review.

5. CHANGES IN ESTIMATES

There was no significant change in estimates of amounts reported in prior interim periods of the current financial year or in previous financial year.

6. DEBT AND EQUITY SECURITIES

On 20 October 2004, RCE Premier Sdn Bhd (formerly known as Pintar Utara (M) Sdn Bhd) (“RCEP”), a subsidiary of the Company issued RM45 million 5-year Fixed Rate Serial Bonds and RM22 million of a total of RM50 million 7-year Underwritten Commercial Papers (“CP”) programme for the purpose of financing the working capital of the Group.

During the current financial year ended 31 March 2005, RCEP has further issued its CP totalling RM10 million for its working capital requirement on 29 November 2004, 20 January 2005 and 28 March 2005.

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6. DEBT AND EQUITY SECURITIES (Cont'd)

Subsequent to the current financial year ended 31 March 2005, RCEP redeemed RM7 million out of its RM22 million CP matured for rollover on 20 April 2005. On 9 May 2005, RCEP issued a fresh RM3 million of its CP.

Other than as disclosed above, there were no issuance, cancellations, repurchases, resale and repayment of either debts or equity security during the financial year ended 31 March 2005.

7. DIVIDEND

No dividend has been recommended by the Directors or paid for the financial year ended 31 March 2005.

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8. SEGMENTAL INFORMATION

Segmental revenue and results for the financial year ended 31 March 2005 were as follows:

	Advertising media services RM'000	Investment holding & mgmt services RM'000	General trading, Licensing & Merchandising RM'000	Loan Financing RM'000	Others RM'000	Eliminations RM'000	Group RM'000
Revenue							
Total sales	7,328	1,168	2,146	33,859	-	-	44,501
Intersegment sales	-	2,829	-	-	-	(2,829)	-
	<u>7,328</u>	<u>3,997</u>	<u>2,146</u>	<u>33,859</u>	<u>-</u>	<u>(2,829)</u>	<u>44,501</u>
Results							
Profit/(Loss) from operations	1,069	739	(163)	16,598	(422)	-	17,821
Gain on disposal of subsidiary company							1,333
Finance costs							(548)
Income from other investments							315
Profit before tax							<u>18,921</u>
Income tax expenses							<u>(1,911)</u>
Profit after tax							<u>17,010</u>
Minority interest							<u>(2,113)</u>
Net profit for the period							<u>14,897</u>
Other Information:							
Depreciation	208	187	35	129	-	-	559

No geographical segment has been presented as the income is derived wholly in Malaysia.

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9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

During the current quarter under review, provision for impairment in value was made on the revalued property based on the prevailing market value.

The valuations of all other property, plants and equipments have been brought forward, without amendment from the previous annual financial statements.

10. MATERIAL SUBSEQUENT EVENTS

As at the date of this report, there were no events subsequent to the end of the period reported that materially affect the results of the Group for the financial year ended 31 March 2005.

11. CHANGES IN THE COMPOSITION OF THE GROUP

- a) On 7 May 2004, RCE Marketing Sdn Bhd, a subsidiary of the Company, acquired the entire issued and paid-up capital of RCE Premier Sdn Bhd (formerly known as Pintar Utara (M) Sdn Bhd) comprising 2 ordinary shares of RM1.00 each, for cash consideration of RM2.00.
- b) On 16 July 2004, the Company completed the disposal of its entire 70% equity interest in Pos Ad Sdn Bhd ("Pos Ad"), comprising 10,269,000 ordinary shares of RM1.00 each to Rekaweb.Com Sdn Bhd for a total cash consideration of RM11,000,000. The disposal resulted in a gain of RM1.333 million to the Group.
- c) On 13 August 2004, the Company acquired the entire issued and paid-up share capital of RCE Resources Sdn Bhd (formerly known as Taifab Sdn Bhd) ("RCER"), comprising 2 ordinary shares of RM1.00 each for a cash consideration of RM2.00. The principal asset of RCER is its indirect investment in 29,199,074 units in AmFirst Property Trusts Berhad through its wholly-owned subsidiary, RCE Synergy Sdn Bhd (formerly known as Verbundsoft Sdn Bhd).
- d) On 19 August 2004, the Company carried out an internal re-organisation scheme to dispose off its wholly-owned subsidiary, RCE Commerce Sdn Bhd (formerly known as Rediffusion.Com Sdn Bhd) ("RCEC"), comprising 9,500,000 ordinary shares of RM1.00 each to RCE Marketing Sdn Bhd, a subsidiary of the Company, for a cash consideration of RM1.00. Following the re-organisation, RCE's interest in RCEC was diluted from 100% to 87.5%.

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11. CHANGES IN THE COMPOSITION OF THE GROUP (Cont'd)

- e) On 21 October 2004, the Company undertook an internal re-organisation scheme which inter alia consists of the following salient arrangements: -
- i) RCE Enterprise Sdn Bhd (formerly known as E-Drama Sdn Bhd) (“RCEE”), a wholly-owned subsidiary of the Company, acquired the entire issued on paid-up share capital of RCE Marketing Sdn Bhd (“RCEM”), a subsidiary of the Company, comprising 8,000,000 ordinary shares of RM1.00 each and 38,780,000 Redeemable Convertible Non-Cumulative Preference Shares of RM1.00 each (“RCNC Preference Shares”)(Collectively referred as “The Proposed Acquisition”).
 - ii) The total purchase consideration for the Proposed Acquisition of RM63,165,000 was satisfied via the exchange of 79,998 new ordinary shares of RM1.00 each and 38,780,000 new RCNC Preference Shares of RM1.00 each in RCEE to the existing shareholders of RCEM.
 - iii) Following the re-organisation, RCEM became a wholly-owned subsidiary of RCEE while RCE’s interest in RCEE was diluted from 100% to 87.5%.
- f) On 3 December 2004, RCE Marketing Sdn Bhd (“RCEM”), an 87.5% owned subsidiary of RCE Capital Berhad (“RCE”) entered into a Sale and Purchase Agreement (“SPA”) with Corporateview Sdn Bhd (“CVSB”), a wholly-owned subsidiary of Arab-Malaysian Corporation Berhad, to acquire the entire issued and paid-up share capital of Indigenous Capital Sdn Bhd (“ICSB”) comprising 1,000,000 ordinary shares of RM1.00 each from CVSB, for a cash consideration of RM2.00 (the “Acquisition”). Following the Acquisition, ICSB became a subsidiary of RCE.

12. PERFORMANCE REVIEW ON THE RESULTS OF THE GROUP FOR THE PERIOD

For the current financial year ended 31 March 2005, the Group recorded lower revenue of RM44.501 million compared to RM54.633 million in the preceding financial year. The decline was mainly due to the disposal of Pos Ad Sdn Bhd on 16 July 2004 which has contributed revenue of RM9.474 million for the current financial year against RM32.941 million in the preceding financial year.

Profit before tax for the current financial year ended 31 March 2005 was RM18.921 million. This is lower than the amount of RM29.125 million recorded in the preceding financial year because the previous year’s results include a gain of RM14.854 million on the disposal of a subsidiary, Radio Rediffusion Sdn Bhd (“RRSB”).

Without taking into consideration the gain on disposal of RRSB in the preceding financial year, the net profit for the current financial year would show an improvement of RM4.650 million, mainly contributed by the loan financing operations which was acquired on 10 June 2003.

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13. CHANGES IN QUARTERLY RESULTS COMPARED TO PRECEDING QUARTER

For the current quarter under review, the Group recorded higher revenue of RM12.589 million compared to RM11.285 million in the preceding quarter. The increase was mainly due to higher interest and commission earned from its loan financing business.

Profit before tax for the current quarter was RM2.901 million, lower than the preceding quarter of RM4.304 million. The decline was mainly due to additional general provision for doubtful debts arising from the loan growth since the preceding quarter.

14. CURRENT YEAR PROSPECTS

Building on the momentum from the Group's strong loan growth for the current financial year and barring unforeseen circumstances, the Group expects to improve its performance for the next financial year ending 31 March 2006.

15. PROFIT FORECAST

There were no profit forecast prepared and profit guarantee made by the Group.

16. TAXATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31/3/2005	31/3/2004	31/3/2005	31/3/2004
	RM'000	RM'000	RM'000	RM'000
Current year taxation	(649)	(3,493)	(5,913)	(5,649)
Over provision in prior year	10	-	13	-
Deferred taxation	3,989	-	3,989	-
	3,350	(3,493)	(1,911)	(5,649)

The effective tax rate of the Group is higher than the statutory income tax rate in the preceding quarter and current financial year mainly due to the non-deductibility of certain expenses for taxation purposes.

The effective tax rate of the Group is lower than the statutory income tax rate in the current quarter and preceding financial year mainly due to the utilization of unabsorbed tax losses and capital allowances by certain subsidiaries.

The deferred taxation of the Group is in respect of recognition of deferred tax assets arising from deductible timing differences not previously recognized.

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17. UNQUOTED INVESTMENTS AND PROPERTIES

There were no acquisition or sale of unquoted investment and properties by the Group for the financial year ended 31 March 2005.

18. QUOTED SECURITIES

a) Investment in quoted property trust units as at 31 March 2005:-

	CUMULATIVE QUARTER RM'000
Investment at cost	29,199
Investment at carrying / book value	29,199
Investment at market value	32,703

b) There were no investment in quoted shares as at 31 March 2005. There were also no purchases or disposal of quoted shares for the current financial year.

19. STATUS OF CORPORATE PROPOSAL ANNOUNCED

On 29 April 2005, the Company announced that RCE Synergy Sdn Bhd (formerly known as Verbundsoft Sdn Bhd), a wholly-owned subsidiary of the Company entered into a Conditional Sale and Purchase Agreement with AMDB Berhad ("AMDB") for the acquisition of 29,064,452 units in AmFirst Property Trust from AMDB for a cash consideration of RM31,970,897.20 ("Proposed Acquisition").

The Proposed Acquisition is conditional upon the following approvals being obtained:-

- a) Shareholders of RCE Capital Berhad in an extraordinary general meeting to be held;
- b) Shareholders of AMDB in an extraordinary general meeting;
- c) Any other relevant authorities / parties.

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20. DISCONTINUING OPERATIONS

As referred to Note 11, Pos Ad Group ceased to be a subsidiary as at 16 July 2004. The gain on disposal of Pos Ad Group was RM1.333 million.

The results of the Pos Ad Group which have been included in the Consolidated Financial Statements are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31/3/2005 RM'000	31/3/2004 RM'000	31/3/2005 RM'000	31/3/2004 RM'000
Revenue				
Continuing operations	12,601	7,976	35,081	18,294
Discontinuing operations				
- Advertising media services	-	6,182	7,328	25,174
- General trading, licensing & merchandising	-	2,170	2,146	7,767
- Broadcasting	-	-	-	3,398
	12,601	16,328	44,555	54,633
Profit from operations				
Continuing operations	2,896	4,685	16,915	10,520
Discontinuing operations				
- Advertising media services	-	1,528	1,069	5,249
- General trading, licensing & merchandising	-	(289)	(163)	(815)
- Broadcasting	-	-	-	(514)
	2,896	5,924	17,821	14,440
Carrying amount of assets and liabilities			CUMULATIVE QUARTER	
			16/7/04	31/3/04
			RM'000	RM'000
Property, plant & equipment			3,599	13,221
Inventories			86	86
Receivables			11,202	16,554
Deposit, cash and bank balances			6,577	6,705
Total assets			21,464	36,566

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20. DISCONTINUING OPERATIONS (Cont'd)

	CUMULATIVE QUARTER	
	16/7/04 RM'000	31/3/04 RM'000
Carrying amount of assets and liabilities (cont'd)		
Payables	6,980	13,597
Taxation	39	341
Deferred taxation	90	706
Borrowings	517	4,835
Minority interest	28	33
Total liabilities	<u>7,654</u>	<u>19,512</u>
Net assets	<u>13,810</u>	<u>17,054</u>
Cash flow information	16/7/04 RM'000	31/3/04 RM'000
Net cash flow from/(used in) ordinary activities	(185)	4,315
Net cash flow from/(used in) investing activities	50	(1,689)
Net cash flow from/(used in) financing activities	<u>(4,190)</u>	<u>154</u>
	<u>(4,325)</u>	<u>2,780</u>

21. GROUP BORROWINGS

Total bank borrowings (all denominated in Ringgit Malaysia) of the Group as at 31 March 2005 are as follows:

	Long Term RM'000	Short Term RM'000
Bank Borrowings - Secured		
- Fixed Rate Serial Bonds	45,000	-
- Underwritten Commercial Papers Programme	25,000	7,000
- Revolving Credit	2,000	-
- Bank Overdraft	-	780
Bank Borrowings - Unsecured		
- Revolving Credit	500	-
	<u>72,500</u>	<u>7,780</u>

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22. CONTINGENT LIABILITIES/ASSETS

There were no changes in contingent liabilities/assets since the last annual balance sheet as at 31 March 2004 except for a Corporate Guarantee issued in favour of the trustee for the RM45 million 5-year Fixed rate Serial Bonds and Up to RM50 million 7-year Underwritten Commercial Papers Programme.

23. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There is no off balance sheet financial instrument at the date of this report.

24. MATERIAL LITIGATION

There is no pending material litigation for the Group at the date of this report.

25. EARNINGS PER SHARE

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31/3/05	31/3/04	31/3/05	31/3/04
Basic earnings per share:				
Net profit for the period (RM'000)	5,548	2,016	14,897	21,921
Weighted average number of ordinary shares in issue ('000)	401,513	401,513	401,513	401,513
Basic earnings per share (sen)	1.38	0.50	3.71	5.46

Comparative basic earnings per share were calculated using the enlarged ordinary share capital of 401,512,500 after the sub-division of the issued and paid-up share capital of 40,151,250 ordinary shares of RM1.00 each into 401,512,500 ordinary shares of RM0.10 each in the first quarter ended 30 June 2004.

The Company does not have in issue any financial instruments or other contract that may entitle its holder to ordinary shares and therefore dilutive to its basic earnings per share.

BY ORDER OF THE BOARD

JOHNSON YAP CHOON SENG
Company Secretary
Date: