



annual
report
2004



CONCEPT RATIONALE

NV Multi Corporation Berhad is guided by the spirit and tradition of caring. We reflect it in everything we do because we believe in giving the best of ourselves to the people we serve.

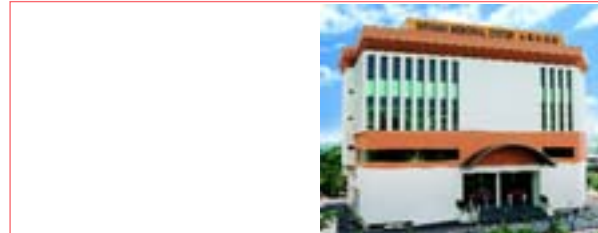
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PRINCIPAL OFFICE

NIRVANA MEMORIAL CENTER

No. 1, Jalan 1/116A
Off Jalan Sungai Besi
57100 Kuala Lumpur
Tel No. : 03-7981 8899
Fax No. : 03-7980 0710
Website: www.nvmc.com.my



MALAYSIA

OFFICE ADDRESSES

JOHOR BAHRU OFFICE

Lot 2966, Mukim Pulau
Daerah Johor Bahru
81300 Johor
Tel No. : 07-558 6666
Fax No. : 07-554 2288

KOTA KINABALU OFFICE

Lot 16, Taman Victory
4th Mile, Jalan Penampang
88300 Kota Kinabalu, Sabah
Tel No. : 088-727 666
Fax No. : 088-729 179

KUCHING OFFICE

No. 6, Jalan Petanak
93100 Kuching, Sarawak
Tel No. : 082-258 488
Fax No. : 082-412 488

PENANG OFFICE

Ground, 1st & 2nd Floor
Wisma BDC, 43
Rangoon Road
10400 Penang
Tel No. : 04-227 6699
Fax No. : 04-229 9887

PETALING JAYA OFFICE

Jalan 229 Section 51A
Petaling Jaya
46100 Selangor
Tel No. : 03-7876 0744
Fax No. : 03-7874 9313

SEGAMAT OFFICE

No. 262, Jalan Syed Abdul Kadir
Kg. Abdullah
85000 Segamat, Johor
Tel No. : 07-932 2339
Fax No. : 07-932 2389

SIBU OFFICE

No. 48, Lane 1, Lanang Road
96000 Sibu, Sarawak
Tel No. : 084-322 111
Fax No. : 084-323 111

SITE ADDRESSES

NIRVANA MEMORIAL PARK, KAJANG

Batu 6, Jalan Kachau,
Semenyih
43500 Selangor
Tel No. : 03-8723 0598/99
Fax No. : 03-8723 6589

NIRVANA MEMORIAL PARK, KOTA KINABALU

Mile 15th, Jalan Bukit Giling
Off Jalan Tuaran Lama
Tuaran District, Sabah
Tel No. : 019-861 9081

NIRVANA MEMORIAL PARK, KUCHING

Bau O.T. 3776 & 1856
Jalan Bau-Kuching
Senggi-Poak Land District
Tafosak, Bau, 94000 Sarawak
Tel No. : 082-699 580
Fax No. : 082-699 581

NIRVANA MEMORIAL PARK, KULAI

Lots 766 & 767
Jalan Kota Tinggi (5km)
81900 Kulai, Johor
Tel No. : 07-662 1188/99
Fax No. : 07-662 1000

NIRVANA MEMORIAL PARK, SEGAMAT

Lots 3870-3888 C.T. 13662-13680
Lot 681 C.T. Grant 19351
Jementah, Segamat, Johor

NIRVANA MEMORIAL PARK, SIBU

Sublot 1605, Mile 23
Jalan Oya
96000 Sibu
Sarawak
Tel No. : 019-776 7898

BEREAVEMENT CARE SALES AND SERVICE CENTERS

BUTTERWORTH OFFICE

103 & 109 Jalan Gan Chai Leng
Chai Leng Park
13700 Prai, Penang
Tel No. : 04-390 1699
Fax No. : 04-390 8699

PENANG OFFICE

No. 96 Cintra Street
10100 Penang
Tel No. : 04-261 9699
Fax No. : 04-261 1070

INDONESIA

OFFICE ADDRESS

JAKARTA OFFICE

Pusat Niaga Roxy Mas
Block D3/34-35
Jl. K. H. Hasyim Ashari
Jakarta Pusat 10150
Tel No. : 006221-633 2227
Fax No. : 006221-6385 6666

SITE ADDRESS

TAMAN KENANGAN LESTARI, KARAWANG BARAT

Desa Margakaya,
Kecamatan Telukjambe
Kabupaten Karawang,
Jakarta

BOARD OF DIRECTORS

Jen (B) Tan Sri Yaacob bin Mat Zain
Dato' Kong Hon Kong
Hong Hock Ming
Lee Ah Kong
Chua Chong Kee
Mohamed Taib bin Mahmood

Chairman
Managing Director
Deputy Managing Director
Executive Director
Executive Director
Director

AUDIT COMMITTEE

Jen (B) Tan Sri Yaacob bin Mat Zain
Hong Hock Ming
Mohamed Taib bin Mahmood

Chairman

COMPANY SECRETARY

Chen Huey Jiuian

REGISTERED OFFICE

Level 3A, Nirvana Memorial Center
No. 1, Jalan 1/116A
Off Jalan Sg Besi
57100 Kuala Lumpur
Tel No. : 03-7981 8899
Fax No.: 03-7980 0710

WEBSITE

www.nvmc.com.my

EMAIL ADDRESS

nvmulti@nvmc.com.my

AUDITORS

Messrs. Deloitte KassimChan
Chartered Accountants
Level 19, Uptown 1
No. 1 Jalan SS21/58
Damansara Uptown
47400 Petaling Jaya, Selangor
Tel No. : 03-7723 6500
Fax No.: 03-7726 3986

STOCK EXCHANGE LISTING

Main Board of
Bursa Malaysia Securities Berhad

SHARE REGISTRAR

PFA Registration Services Sdn Bhd
Level 13, Uptown 1
No. 1, Jalan SS21/58
Damansara Uptown
47400 Petaling Jaya, Selangor
Tel No. : 03-7725 4888
Fax No.: 03-7722 2311

PRINCIPAL BANKERS

Alliance Bank Malaysia Berhad
The Development Bank of Singapore Ltd
EON Bank Berhad
RHB Bank Berhad



CERT. No: 2985

Directors' PROFILE

JEN (B) TAN SRI YAACOB BIN MAT ZAIN

Chairman, Aged 70, Malaysian

(Independent Non-Executive Director)

Jen (B) Tan Sri Yaacob Bin Mat Zain was re-appointed as Chairman of NV Multi on 28 April 2000. He was previously Chairman of NV Multi during the period from 20 June 1995 to 1 May 1998. He is also the Chairman of Audit, Remuneration and Nomination Committee of the Company.

He obtained his education at the Australian Army General Command and Staff College, the Naval Post Graduate School in Monterey, United States of America, the Royal College of Defence Studies in United Kingdom and Advance Management Programme in Harvard Business School.

He has accumulated 40 years of service in Angkatan Tentera Malaysia before retiring in 1993 as a Panglima Angkatan Tentera Malaysia.

He also holds directorships in several private companies.

His directorships in other public companies are as follows:-

- > Chairman and director of Affin Merchant Bank Berhad.
- > Chairman and director of Syarikat Permodalan Kebangsaan Berhad.
- > Chairman and director of SPK Sentosa Bhd.
- > Chairman and director of Mah Sing Group Berhad.
- > Chairman and director of FTEC Resources Berhad.
- > Board member of Rating Agency Malaysia Berhad.

DATO' KONG HON KONG

Managing Director, Aged 51, Malaysian

(Non-Independent Executive Director)

Dato' Kong Hon Kong was appointed as Director of NV Multi on 15 May 1995 and he was designated as Managing Director on 1 June 2000. He is the founder of the Group. He was conferred a Doctorate of Philosophy (Honoris Causa) in Business Administration from the University of Honolulu on 21 September 1999. He is also a member of the Nomination and Executive Committee of the Company.

He is the driving force behind the Group's development, growth and expansion. His business acumen, foresight and determination has made the Group the leader in the bereavement care industry in Malaysia.

His other activities in advancing communal interests are as follows:-

- > Honorary Advisor of The Federation of Chinese Association Malaysia.
- > Honorary Advisor of Young Entrepreneurs' Association of Malaysia
- > Honorary Advisor of The Dramatic Art Society.
- > Honorary Advisor of Malaysia Xiamen University Faculty of Chinese Medical College.
- > Honorary Advisor of Pertubuhan Confucius Chung De
- > Honorary Advisor of MCA, Lipis Division.
- > Honorary President of Young Malaysian Movement.
- > Honorary President of Seri Setia Old Folks Home, Sungei Way, Selangor Darul Ehsan.
- > Honorary Chairman of The Federation of Chinese Association Malaysia-Nirvana Scholarship Fund Malaysia.
- > Advisor of Sin Chew Foundation.
- > Advisor of Persekutuan Xiang Qi Malaysia.
- > Deputy President of the Federation of Table Tennis Associations of Malaysia.

He also holds directorships in several private companies.

HONG HOCK MING

Deputy Managing Director, Aged 43, Malaysian
(Non-Independent Executive Director)

Hong Hock Ming was appointed as Deputy Managing Director of NV Multi on 1 December 2004. He was previously the Executive Director of NV Multi during the period from 20 June 1995 to 30 December 2002. He is also the member of Audit and Executive Committee of the Company.

He is a qualified accountant and a member of the Malaysian Institute of Accountants and the Malaysian Institute of Certified Public Accountants. He also holds a Master Degree in Business Administration (majoring in Finance) from The University of Hull, England.

He has 12 years of experience in auditing, financial and management accounting, having worked in KPMG Peat Marwick, Kamunting Corporation Berhad (now known as E & O Property Development Berhad) group of companies and O'Connors Engineering & Trading (M) Bhd (now known as OCB Berhad). Prior to his re-appointment to NV Multi, he was attached to Mystudyweb Sdn Bhd as an Executive Director.

He also holds directorships in several private companies.

LEE AH KONG

Executive Director, Aged 58, Malaysian
(Non-Independent Executive Director)

Lee Ah Kong was appointed as Executive Director of NV Multi on 18 June 2001. He is also a member of the Executive Committee of the Company.

He qualified as a barrister from Lincoln's Inn, London in 1968 and practiced as an advocate and solicitors from 1969 to 1997 with vast experience in litigation and conveyance.

From 1985 to 1994, he was a director of Nirvana Memorial Park Sdn Bhd which is the subsidiary of the Company. Prior to his appointment, he was the Group Legal Advisor of the Company since 1996.

He also holds directorships in several private companies.



CHUA CHONG KEE

Executive Director, Aged 48, Malaysian
(Non-Independent Executive Director)

Chua Chong Kee, was appointed as Executive Director of NV Multi on 7 April 1995.

He is a graduate from Universiti Sains Malaysia with an Honours Degree in Bachelor of Science (Computer) in 1986.

He has vast experience in Information Technology, having worked with few organizations including Dinners Club (M) Sdn Bhd prior to joining NV Multi.

MOHAMED TAIB BIN MAHMOOD

Director, Aged 59, Malaysian
(Independent Non-Executive Director)

Mohamed Taib bin Mahmood was appointed as Director of NV Multi on 3 April 2003. He is also a member of Audit, Remuneration and Nomination Committee of the Company.

He obtained his education in Masscom Advance Course, Designing and Staging from Westham College of London in 1972.

From 1977 to 2001, he was a director of a public company and few private companies which include Ayer Molek Berhad, Amtec Solution Sdn Bhd, Federal Development Organization Sdn Bhd, and SMAS group of companies. Prior to that, he was the Head of Design & Staging in the Ministry of Information Broadcasting for 5 years.

He also holds a directorship in a private company.

Notes:

1. Save as disclosed above, none of the Directors have:
 - a. any family relationship with any Directors and/or Substantial Shareholders of the Company; and
 - b. any conflict of interest with the Company.
2. None of the Directors have any conviction for offences within the past 10 years.



The Board of Directors of NV Multi Corporation Berhad ("the Company or NV Multi") recognized the important of practicing the highest standards of corporate governance and to ensure the principles and best practices in corporate governance, as set out in the Malaysian Code on Corporate Governance ("the Code") are practiced and adopted.

The Board will continue to evaluate the Group's corporate governance practices and procedures with a view to adopt and implement the best practice of the Code wherever applicable as a fundamental part of discharging its responsibilities to protect and enhance the shareholder value and the financial performance of the Group.

The Board of Directors of NV Multi is pleased to report on the manner in which the Company has applied the principles and the extent of compliance with the best of corporate governance as contained in the Code :-

BOARD OF DIRECTORS

Board Composition And Balance

The Board has six (6) members, comprising four (4) Executive Directors and two (2) Independent Non-Executive Directors. As a team, Members of the Board provide collectively core competencies such as finance, law, accounting, business and management experience and expertise as well as industry knowledge.

The Board views that the current size of the Board is appropriate and effective. The Board will continue to review the size of the Board on an ongoing basis.

There is a clear division of responsibility between the Chairman, Managing Director and each member of the Board to ensure that there is a balance of power and authority. The Chairman is responsible for ensuring the Board effectiveness and assisted the Company in ensuring compliance with the best practice of corporate governance. The Managing Director is responsible for the daily operations, the overall management and the implementation of strategic direction and policies of the Group.

All the Non-Executive Directors are independent of Management and free from any business or other relationship that could materially interfere with the exercise of their independent judgment.

Jen (B) Tan Sri Yaacob bin Mat Zain act as the senior Independent Non-Executive Director of the Board to whom any concerns may be conveyed.

Board Meetings

The Board meets at least four (4) times each year with additional meetings convened as and when necessary. During the financial year ended 31 December 2004, six (6) Board meetings were held.

BOARD OF DIRECTORS (cont'd)**Board Meetings (cont'd)**

Set out below is the record of attendance of Board members for the financial year under review:-

Directors	Number of meetings attended
Jen (B) Tan Sri Yaacob Bin Mat Zain	6/6
Dato' Kong Hon Kong	6/6
Hong Hock Ming (appointed on 1 December 2004)	NA *
Yap Kim Swee (resigned on 30 December 2004)	6/6
Lee Ah Kong	5/6
Chua Chong Kee	6/6
Mohamed Taib Bin Mahmood	5/6

* not applicable

The Board has established various sub-committees, all of which have terms of reference to govern their responsibilities and make recommendation to the Board. These sub-committees, namely Audit Committee, Executive Committee, Nomination Committee, Remuneration Committee, Risk Management Committee and Tender Committee, are established to assist the Board in managing the Group's businesses.

Supply of Information

The Directors have access to all information within the Group and duty to make further enquiries whenever deemed necessary in furtherance of their duties. All Directors are supplied with information in a timely manner. Prior to the meetings of the Board, Board papers which include the agenda and reports relevant to the issues of the meeting covering the areas of strategic, financial, operational and regulatory compliance matters, were circulated in advance to give the Directors sufficient time to understand and appreciate each issue to be deliberated at the Board meeting and expedites decision making-process.

In addition to the Board papers, the Board is notified of any corporate announcements released to the public through Bursa Malaysia Securities Berhad and is also kept informed of the requirements and updates issue by the various regulatory authorities.

The Board has also approved a procedure for Directors, whether as a full Board or in their individual capacity, to take independent advice, where necessary, in the furtherance of their duties at the Group's expense.

All Directors have the direct access to the advice and services of the officers of the Company, Company Secretary, and external auditors.

BOARD OF DIRECTORS (cont'd)

Appointment to The Board

The Nomination Committee is responsible for making recommendation for appointments to the Board. In making these recommendations, the Nomination Committee considers the mix of skills and experience which the Directors bring to the Board. The actual decision as to who shall be appointed to the Board shall be the responsibility of the full Board after considering the recommendation from Nomination Committee.

The Nomination Committee comprises of two (2) Independent Non-Executive Directors and one (1) Executive Director. The committee is chaired by Jen (B) Tan Sri Yaacob Bin Mat Zain while other members are Mohamed Taib Bin Mahmood and Dato' Kong Hon Kong.

During the year under review, Hong Hock Ming was appointed as Deputy Managing Director of the Group on 1 December 2004.

The Nomination Committee has met twice (2) during the financial year with full attendance.

Re-Election of Directors

The Company's Articles and Association provide for all Directors, including Managing Director, are subject to retirement from office by rotation at each annual general meeting. Each retiring Director is eligible for re-election. Directors who are appointed to the Board during the year will have to retire and seek re-election at the next Annual General Meeting to be held following their appointments.

Directors' Training

All Directors have completed the Mandatory Accreditation Programme prescribed by the Bursa Malaysia Securities Berhad. In addition, Directors have also been attending Continuing Education Programmes and other training from time to time organized by the regulatory and professional bodies to keep abreast with the new regulatory development in the market place. The Directors will continue to undergo other relevant training programmes and seminars to further enhance their skills and knowledge where relevant.

DIRECTORS' REMUNERATION

The Remuneration Committee comprises of two (2) Independent Non-Executive Directors. The committee is chaired by Jen (B) Tan Sri Yaacob Bin Mat Zain while the other member is Mohamed Taib Bin Mahmood.

The primary responsibility of Remuneration Committee as set out in its written terms of reference is to review and recommend to the Board an appropriate and competitive framework of remuneration for the Board. The remuneration package comprises primarily a fixed component (in the form of a base salary) and a variable component (which includes bonuses), taking into account amongst other factors, the individual's performance, performance of the Group, the remuneration policies and industry practices.

DIRECTORS' REMUNERATION (cont'd)

The Committee met once during the financial year 2004 with full attendance.

The breakdown of the remuneration received and receivable by the Directors from the Company and its subsidiary companies during the financial year are as follows:-

(a) Total remuneration:-

	Salaries	Directors' Fees	Bonuses	Benefit-in kind	Other emoluments/ allowances
	RM	RM	RM	RM	RM
Executive Directors	860,850	70,185	55,350	76,519	40,360
Non-Executive Directors	-	60,000	-	-	9,000
Total	860,850	130,185	55,350	76,519	49,360

(b) Number of Directors whose remuneration falls into the following bands:-

Range of Remuneration	Executive Directors	Non-Executive Directors	Total
RM50,000 and below	1	2	3
RM50,001 - RM100,000	1	-	1
RM100,001 - RM200,000	2	-	2
RM500,001 - RM600,000	1	-	1
Total	5	2	7

RELATIONSHIP WITH SHAREHOLDERS AND INVESTORS

The Board acknowledges the need for shareholders, stakeholders and investors to be informed of all material business and developments concerning the Group.

Information on the Group's business activities and financial performance is disseminated through press release, press conferences, newsletters, announcements of quarterly results and the annual reports.

The Annual General Meeting ("AGM") is the principal forum for dialogue with all shareholders who are encouraged and given sufficient opportunity to enquire about the Group's activities and prospects as well as to communicate their expectations and concerns.

Notice of AGM together with the Group's annual report is sent to the shareholders on a timely basis. Items of special business included in the notice of the meeting are to be accompanied by an explanatory statement to facilitate full understanding and evaluation of the issues involved.

NV Multi has established a website at www.nvmc.com.my which the shareholders and investors can access for information of the Group.

ACCOUNTABILITY AND AUDIT

Financial Reporting

The Board aims to present a balanced and understandable assessment of the Group's financial, operations and prospects each time it releases its quarterly and annual financial results.

Internal Control

The statement on Internal Control furnished on pages 12 to 14 of this Annual Report provides an overview of the state of controls within the Group.

Relationship with external Auditors

An appropriate relationship is maintained with the Group's Auditors through the Audit Committee. The Audit Committee has been explicitly accorded the power to communicate directly with both External and Internal Auditors.

Audit Committee

The Board has established an Audit Committee and the membership of this committee with a report and their term of reference is set out on pages 15 to 17 of this Annual Report.

STATEMENT ON DIRECTORS' RESPONSIBILITIES

The Directors are required by the Companies Act, 1965 to prepare financial statements for each financial year which have made out in accordance with the requirements of the applicable approved accounting standards in Malaysia and give a true and fair view of the state of affairs of the Company and the Group at the end of financial year and of the results and cash flows of the Company and Group for the financial year.

In preparing the financial statements, the Directors have:-

- > selected appropriate accounting policies and applied them consistently;
- > made judgments and estimates that are reasonable and prudent;
- > ensured that applicable accounting standards in Malaysia have been followed; and
- > prepared financial statements on the going concern basis as the Directors have reasonable expectations, having made enquiries, that the Company and the Group have adequate resources to continue in operational existence for the foreseeable future.

The Directors have responsibility for ensuring that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and the Group and which enable them to ensure that the financial statements comply with the Companies Act, 1965.

The Directors have general responsibilities for taking reasonable steps as are reasonable open to them to safeguard the assets of the Company and the Group and to prevent and detect fraud and other irregularities.

Statement on INTERNAL CONTROL

INTRODUCTION

The Board of Directors is committed to maintaining a sound system of internal control in the Group to safeguard shareholders and the Group's assets. Paragraph 15.27(b) of the Bursa Malaysia Securities Berhad's Listing Requirements requires the Board of public listed companies to include in its annual report a "statement about the state of internal control of the listed issuer as a group". The Board is pleased to provide the following statement which outlines the nature and scope of internal control of the Group during the financial year.

THE BOARD'S RESPONSIBILITIES

The Board acknowledges its overall responsibility of ensuring the effectiveness and adequacy of the internal control system to cover the risk management, financial, operational and compliance controls within the Group. The system of internal control of the Group is designed to manage rather than eliminate the risk of failure to achieve business objective and it should be noted that any system can only provide reasonable and not absolute assurance against material misstatement, fraud or loss. In pursuing this objective, the Management's role is to ensure the implementation and compliance of those internal controls in its day to day operations.

KEY ELEMENTS OF INTERNAL CONTROL

The key processes that the Board with the assistance of the Internal Audit Function are establishing in reviewing the adequacy and integrity of the system of internal control are described as follows :-

- > Regular review, update and documentation of internal policies and procedures as set out in the standard operating procedures, financial operating procedures and quality management system (ISO) to reflect the changing risks or resolve operational deficiencies;
- > Clearly defined delegation of responsibilities to the Committees of the Board and to the Management and operating units, including appropriate authorization levels for all aspects of the business;
- > The Limit of Authorities established by the Board of Directors defines the authorization limits in approving various transactions for its Group and business operating units. These limits are subject to regular review and improvement;
- > Regular Board and Management meetings to assess and monitor the business performance and operation controls. The proceedings of meetings are properly minuted;
- > Human resource policies are established to provide support to the Group's vision and mission. These policies provide guidance to staff on areas such as code of conduct and discipline, employee performance, general administration issues and related matters. On-going internal and external training are provided to all staff to improve their competencies and skills;
- > The Group has an organizational structure with well defined reporting lines of responsibility and delegation of authority for planning, executing, controlling and monitoring business operations;

KEY ELEMENTS OF INTERNAL CONTROL (cont'd)

- > Budgets, containing financial and operating targets, capital expenditure proposals and performance indicators are reviewed and approved by the Executive Committee and the Board;
- > Monthly Performance reports are provided and reviewed during the monthly management meetings attended by the Executive Committee and the Board. Explanations are sought for any significant variances between budgets against actual performance;
- > Regular Management and business operating units meetings are conducted to review financial performance, business development and deliberate on management and corporate issues;
- > To further enhance on the monitoring process, Management, head of sections/sales personnel conduct regular visits to operating units and branch depots;
- > The Audit Committee, on behalf of the Board, considers the effectiveness of the operation of internal control procedures in the Group during the financial year. The Audit Committee reviews reports from the Internal Audit Department. In addition to it, Audit Committee also plays a key role in reviewing and deliberating on any matter relating to internal control highlighted by the external auditors with regards to their statutory audit conducted on the Group financial statements; and
- > Regular internal audit visits which provide independent assurance on the effectiveness of the Group's system of internal controls and advising management on areas for further improvement.

RISK MANAGEMENT

During the year, the Company embarked on a Risk Management Programme. The programme is managed by cross functional senior managers and managers. The team is well represented by members from various departments of the Company. Major responsibilities of the team include promoting a proactive risk awareness culture, coordinating the development of risk mitigation action plans, monitoring results of key performance indicators, day-to-day operation risks reported previously were being monitored in regular fashion and kept within control of the Management.

INTERNAL AUDIT

The principal role of the Internal Audit Department is to undertake independent and systematic review of the Group's system of internal control so as to provide reasonable assurance that the system continue to operate satisfactorily and functioning as intended. It is the responsibility of the Internal Audit Department to provide the Audit Committee with independent and objective reports on the state of internal control of the various operating units within the Group and the extent of compliance of the units with the Group's established policies and procedures.

Statement on **INTERNAL CONTROL** (cont'd)

INTERNAL AUDIT (cont'd)

In order to attain such objectives, some of the activities undertaken in 2004 by Internal Audit Department were as follows:-

- > ascertained the extent of compliance with established policies, procedures and statutory requirements;
- > carried out investigations and reviews of operation areas;
- > identified opportunities to improve the operations of and processes within the Group;
- > assessed the effectiveness and existence of the controls that are intended to safeguard the assets of the Group including recommending improvements to existing system of controls to minimize fraud and wastage; and
- > issuance of internal audit reports to the appropriate level of management and following up to ensure corrective actions are made to enhance efficiency.

Some minor internal control weaknesses were identified from the audit review at operating units during the period, all of which have been or are being addressed. None of the weaknesses have resulted in any material losses that would require disclosure in the Group's Annual Report.

CONCLUSION

The Board is of the view that there are no significant breakdowns or weaknesses in the system of internal control of the Group that may result in material losses incurred by the Group for the financial year under review.

As the development of a sound system of internal control is an on-going process, the Board and the Management maintain an on-going commitment and continue to take appropriate measures to strengthen the internal control environment of the Group to safeguard shareholder' investment and the Group's assets.



CHAIRMAN OF AUDIT COMMITTEE:

Jen (B) Tan Sri Yaacob Bin Mat Zain (*Chairman and Independent Non-Executive Director*)

MEMBERS:

Hong Hock Ming (*Executive Director*)

Mohamed Taib Bin Mahmood (*Independent Non-Executive Director*)

TERMS OF REFERENCE

COMPOSITION

The Committee shall be appointed by the Board from amongst the Directors of the Company and shall consist of not fewer than three members of whom a majority shall be Non-Executive Directors. The majority of the Committee members shall be Independent Directors.

At least one member of the Audit Committee shall be:-

- > a member of the Malaysian Institute of Accountants; or
- > a person approved under Section 15.10 (1) (c)(ii) of the Bursa Malaysia Securities Berhad's Listing Requirements.

The Committee members shall appoint a Chairman from among themselves who is not an Executive Director or employee of the Company or any related corporation.

QUORUM

The quorum for any meeting shall consist of two members and all of whom shall be Independent Directors.

MEETINGS AND ATTENDANCE

Meetings shall be held at least four (4) times a year. Any one of the Audit Committee members may call a meeting or upon request by the external auditors whenever he deems it necessary.

The Executive Directors, the head of finance, the head of internal audit, and a representative of the external auditors may be invited to attend meetings by the Audit Committee.

The Secretary of the Committee shall circulate the minutes of meetings of the Audit Committee to all members of the Committee and the Board of Directors for information.

MEETINGS AND ATTENDANCE (cont'd)

The Audit Committee held five (5) meetings during the financial year.

The attendance of the Audit Committee members at the meeting is as follows:-

Members	Attendance
Jen (B) Tan Sri Yaacob Bin Mat Zain (<i>Chairman</i>)	5/5
Hong Hock Ming (Appointed on 1 December 2004)	NA *
Mohamed Taib Bin Mahmood	5/5
Yap Kim Swee (Resigned on 1 December 2004)	5/5

* not applicable

AUTHORITY

The Committee is authorised by the Board to investigate any activity within its Terms of Reference and to seek any information it requires from any employees and all employees are directed to co-operate with any request made by the Committee.

The Committee is also authorised by the Board to obtain outside legal or other independent professional advice and to secure the attendance of outsiders with relevant experience and expertise where appropriate.

FUNCTIONS

The duties of the Committee shall be:-

- > To consider and review the appointment of the external auditor, audit fees and any question of their resignation or dismissal;
- > To discuss with the external auditor before the audit commences with regards to the nature and scope and general extent of the external auditors' audit examination;
- > To review the quarterly reports and annual financial statements before submission to the Board, to consider on matters such as:-
 - > any changes in accounting policies and practices major judgmental areas
 - > significant adjustments resulting from the audit
 - > the going concern assumption
 - > compliance with accounting standards
 - > compliance with the Bursa Malaysia Securities Berhad and legal requirements
 - > any related party transactions that may arise
- > To discuss issues and reservations arising from the interim and final audits to keep under review the effectiveness of internal control systems, and in particular review the external auditor's management letter and management's response;
- > To review the internal audit programme, consider the major findings of internal audit investigations and management's response, and ensure co-ordination between the internal and external auditors;

FUNCTIONS (cont'd)

- > To review the assistance given by the Company's officers to the external auditor; and
- > To carry out such other functions as may be agreed to by the Audit Committee and the Board of Directors.

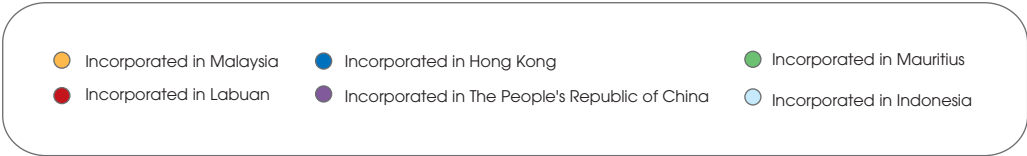
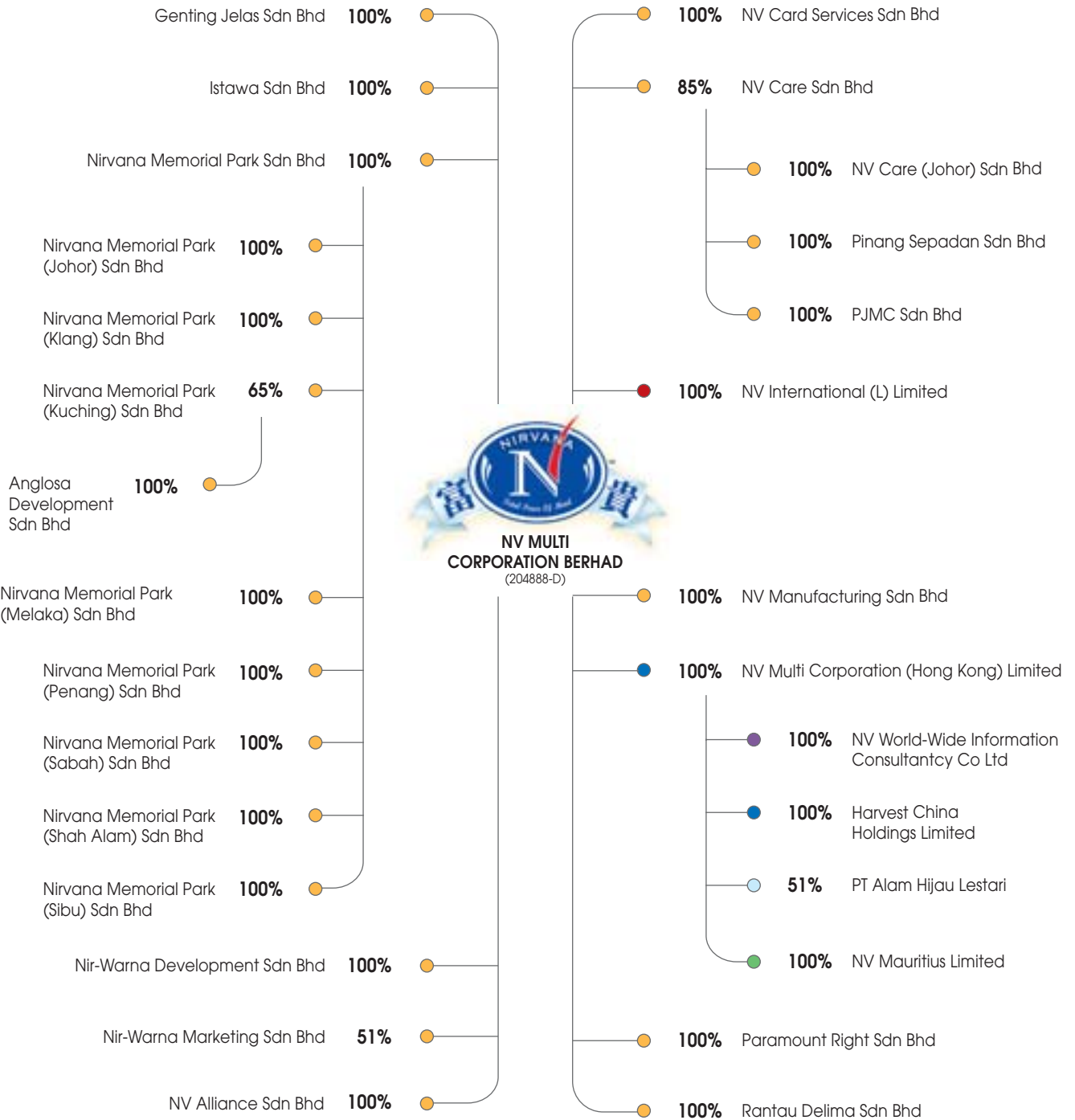
SUMMARY OF ACTIVITIES

During the year, the following were the activities of the Committee:-

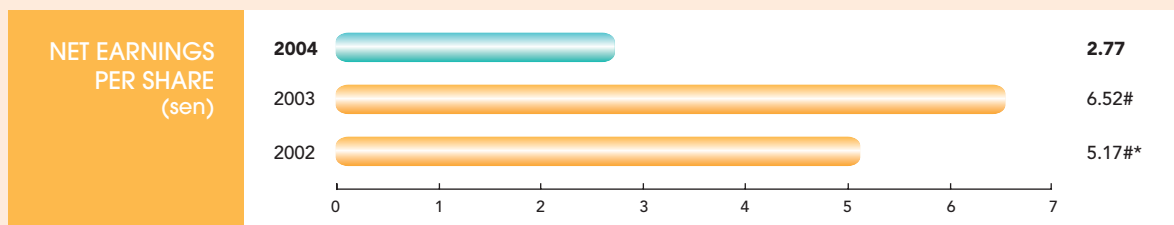
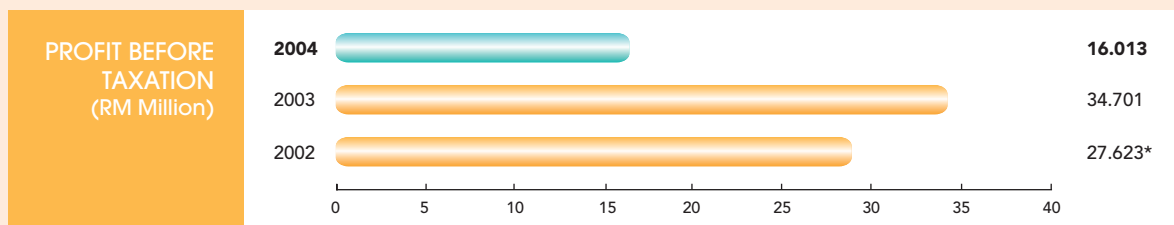
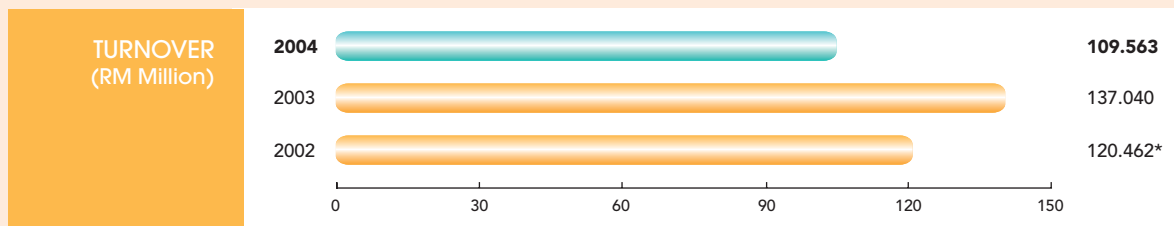
1. Reviewed the unaudited quarterly financial results of the Group and recommend to the Board for approval and adoption prior to announcement to the Bursa Malaysia Securities Berhad.
2. Reviewed the annual audited financial statements for the financial year ended 31 December 2003 for the Group prior submission to the Board for their consideration and approval.
3. Reviewed the Company's compliance, in particular the quarterly and year end financial statements with the Listing Requirement of Bursa Malaysia Securities Berhad and the applicable approved accounting standards issued by the Malaysian Accounting Standards Board.
4. Reviewed the external auditors' scope of work and their audit plan.
5. Reviewed with the external auditors' the internal control recommendations in respect of control weaknesses noted in the course of their audit.
6. Reviewed the Internal Audit Department's plan for the financial year and the annual assessment of the Internal Audit Department's performance.
7. Reviewed the audit reports presented by Internal Audit Department on findings and recommendations and management's responses thereto and ensure that material findings are adequately addressed by management.
8. Reviewed the Group's internal financial control.
9. Reviewed and monitored the effectiveness of the Company's Internal Audit functions.
10. Carried out other responsibilities, functions or assignments as agreed by the Committee and the Board of Directors.



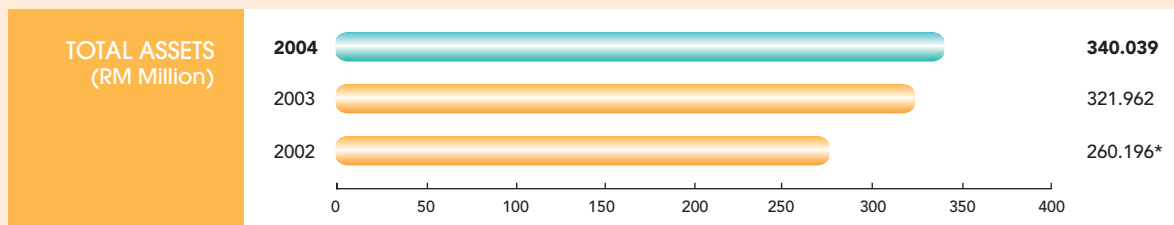
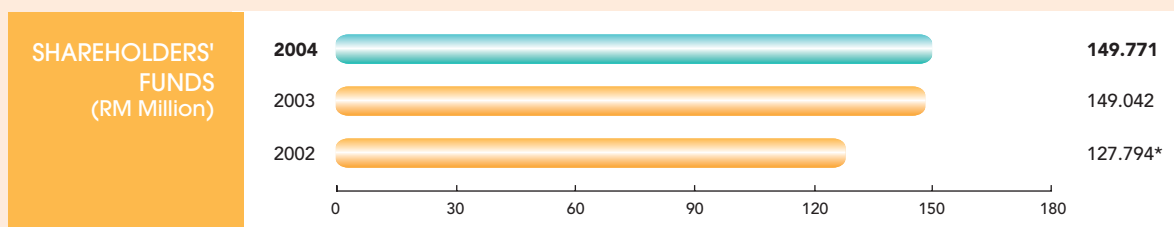
Corporate STRUCTURE as at 31 December 2004



3 Years GROUP FINANCIAL HIGHLIGHTS



Pro forma earnings per share has been calculated to reflect the bonus issue and share split exercise that was completed in year 2004.



* Pro forma figure has been restated to reflect the change in the method of accounting for pre-need sale of funeral services.



JEN (B) TAN SRI YAACOB BIN MAT ZAIN
Chairman

Dear Shareholders,

On behalf of the Board of Directors of NV Multi Corporation Berhad, it is my pleasure to present to you the Annual Report of NV Multi Corporation Berhad for the financial year ended 31 December 2004.

FINANCIAL HIGHLIGHTS

For the year just ended, your Company has registered a turnover of RM109.6 million and profit after taxation of RM9.5 million compared to RM137.0 million and RM22.3 million respectively. Consequently, the earnings per share for the current financial year declined to 2.77 sen compared to 6.52 sen for the previous year.

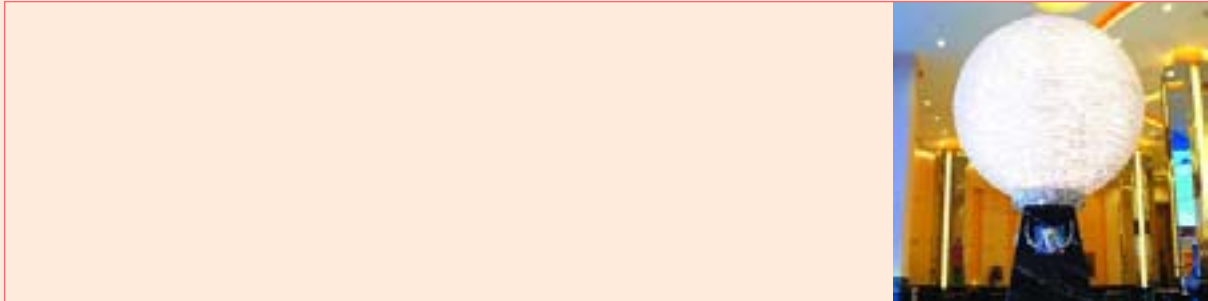
During the financial year 2003, the Group had adopted a new accounting policy retrospectively with regard to the revenue and expenses recognition for sales of pre-need funeral service packages. Such adoption is in line with the new accounting practices introduced in the developed countries. Under the new policy, sales of pre-need funeral service packages and incidental direct expenses are recognized in the accounts upon delivery of services and products.

The effect of the new accounting policy coupled with lower sales achieved for burial products explained the lower sales and profits achieved for the year under review.

DIVIDEND

For the financial year ended 31 December 2004, the Company had paid an interim dividend of RM0.02 less 28% income tax per ordinary share of RM0.25 each on 18 April 2005.





PROSPECTS

NV Multi will continue to retain its leading position as the largest integrated bereavement care operator in Malaysia through its continuous efforts to upgrade and introduce new products and services. The launch of a modern and exclusive 5-Star bereavement memorial service center in Kuala Lumpur and the Christian Memorial Garden adjacent to Nirvana Memorial Park, Kajang in 2004 will continue its contribution to the sales for Central Region. In the Southern Region, the recent completion of a funeral parlour complex in Johor Bahru, a project undertaken jointly with Lock San Thin Chinese Cemetery Committee, will enhance products and services integration with the aim of increasing revenue. Similar directions will apply to other regions in Malaysia to establish NV Multi as an integrated bereavement care provider in those regions.

The Group will endeavour with its best efforts to maintain its competitive edge with improved and innovative bereavement facilities and services.

Year 2005 will be a year of consolidation in which the Group will emphasize on upgrading and improvement of its products and services and strengthening of its manpower infrastructure besides continuously and aggressively pursuing marketing strategies and tools to improve its performance. I am confident that the Group, with the support of its employees, customers, agents, business associates and the Management, will be able to achieve a better performance in the forthcoming year.

FAREWELL AND WELCOME

I take this opportunity to express gratitude to Mr. Yap Kim Swee who has resigned as the Executive Director from the Board of Directors after serving with the Company for almost two (2) years. The Group has benefited from his contribution and the Board wishes him all the best in his pursuit of his personal undertakings.

I would like to welcome Mr. Hong Hock Ming, who rejoined the Board as Deputy Managing Director with effect from 1 December 2004. I am confident that the Group will benefit well from Mr. Hong's leadership and contribution.

APPRECIATION

On behalf of the Board, I would like to extend our appreciation to our valued customers, agents, business associates and shareholders for their invaluable support.

I would also want to thank our staff for their dedication, commitment and hard work and look forward to their continuing strength, commitment, dedication and inspiration to steer the Group to a better year ahead for us.



DATO' KONG HON KONG
Managing Director

FUNERAL SERVICES

The Group is continuously devoting its efforts and resources in developing innovative product or funeral service packages to meet its customers' needs. On 28 April 2004, the Group launched "Golden Care Plan", a comprehensive plan that applies to all NV Multi bereavement care products with the added value of insurance coverage and capital gain. It is a strategic tie-up with Great Eastern Life Insurance Malaysia Berhad. We believe that there is potential with this plan to market NV Multi's product for it is an instrument that benefits the purchaser in terms of financial planning for bereavement needs.

After having undergone various expansion exercises on its memorial park activities, the Group has embarked on its plan to construct its own memorial centers and funeral homes with the aim of providing a complete one-stop service to our valuable customers. With this aim, the Group has completed the construction and launched its maiden memorial center, Nirvana Memorial Center, which is located along Jalan Sungai Besi, Kuala Lumpur on 19 September 2004. The memorial center is complete with 11 fully air-conditioned memorial service halls equipped with modern furniture and equipment and private family rooms for the bereaved families. In addition, the building has a 5-star hotel like lobby and a modern cafeteria at the ground floor, a state-of-the-art Exhibition Hall at its mezzanine floor. The building is also equipped with an embalming and cosmetology facility. The successful launch of this memorial center adds another milestone for the Group and we believe that this opening will provide added value to the Group's funeral service operation in catering to the needs of urban living.

On 7 March 2005, the Group launched "White Ladies", an embalming, cleaning, dressing up and making up services undertaken by a team of professional lady embalmers and beauticians specifically for the female deceased. This service is currently available in Klang Valley and plans are being studied for possible extension to other states.



The Group has completed the development of a funeral complex located in Johor Bahru, a project undertaken jointly with Lock San Thin Chinese Cemetery Committee. The funeral complex, complete with 8 units of memorial service halls and cosmetology center will commenced its operation in the third quarter of 2005.

The Group will continue to focus on strengthening its market position through innovative marketing strategies, product improvement and development in order to capture a wider market.

MEMORIAL PARKS

Over the years, the Group has established itself as the largest memorial park operator with networks across major cities in Malaysia and has established its presence in Jakarta, Indonesia.

During the year under review, the Group has officiated a Christian Memorial Garden of 50 acres adjacent to the existing Nirvana Memorial Park, Kajang, to service the needs of Christian Community.

Moving forward, the Group is expected to embark on the development of a 26 acres land bank located in Shah Alam, Selangor Darul Ehsan, into a non-Muslim cemetery, a privatization project undertaken by its subsidiary, Nirvana Memorial Park (Shah Alam) Sdn Bhd, with the local authority.

The Group has also entered into another joint venture agreement on 18 October 2004 to jointly develop 57 acres of land in Penang into a non-Muslim cemetery. The development is currently pending the approval of the local authority.

In line with the Group's position as an integrated bereavement care operator, it is currently undertaking the installation of two (2) units of cremator located at the Nirvana Memorial Park, Kulai, Johor which is expected to operate by fourth quarter of 2005.

In order to cater to the needs of urban living, the Group has undertaken the construction of a new columbarium which is able to house 440 units of urn compartments and 200 units of ancestral tablets in Nirvana Memorial Park, Kuching and is expected to be completed in third quarter of 2005.

CORPORATE & SOCIAL CULTURE

The Management will continue to inculcate the spirit of caring, respect and trust in its corporate and social responsibility and to earn customer loyalty by further improving its customer-orientated initiatives. This shall be carried out by introducing good customer service philosophy, and enhancing our relationship management with our valued customers as well as our staff and business associates. In maintaining its principle as a caring and responsible Group to society and the community, the Group has charted out the whole year's programme in its involvement in various social and community service events.

HUMAN RESOURCE DEVELOPMENT

In order for the Group to remain a market leader in the bereavement care industry, the development of staff and the building of a high performance culture will remain a key priority of the Group. Acknowledging employees as the core to our business success, we have conducted continuous training programs for all levels of employees. For the year 2005, we will embark on an extensive training programmes involving operational training, team building, customer care workshops and technical training with the aim to attract, retain and develop employees for succession in the future.



CORPORATE DEVELOPMENTS

During the year under review, the Company entered into a Commercial Papers/Medium Term Notes ("CP/MTN") Programme Agreement pertaining to the issuance of CP/MTN up to an aggregate nominal value of RM100 million CP amounting to RM5 million was issued and subsequently repaid during the year. The amount of MTN issued and outstanding as of December 31, 2004 is RM35 million. The proceeds from the issuance is to repay the Company's and its subsidiaries bank borrowings and for working capital requirements of the Group. As at the date of this report, Rating Agency Malaysia has assigned a long term rating of AA1 and a short term rating of P1 to the CP/MTN programme.

In addition to that, the following corporate exercises were carried out during the year with the intention of increasing the marketability and liquidity of NV Multi shares traded on Bursa Securities and encouraging a wider spread of shareholders:-

- (a) Bonus issue of one new ordinary share of RM1.00 each for every four existing ordinary shares of RM1.00 each; and
- (b) Subdivision for every one ordinary share of RM1.00 each into four new ordinary shares of RM0.25 each

The enlarged issued and paid-up share capital of the Company after the completion of the above corporate exercises were subsequently re-quoted on the Main Board of Bursa Securities with effect from June 17, 2004.

FUTURE PROSPECTS

Whilst the current year has seen a decline in the Group's performance, we are currently working diligently to put in place the relevant strategies and plans to bring forth better performances for the year 2005 and also continuously working on long term strategies and plans towards better future growth performances. This will be carried out through innovative and improved products and services, costs controls and expansion of memorial parks and bereavement care services to other strategic locations within Malaysia, if possible.

While we are concentrating on implementing strategies to capture the "Pre-Need" market, we are also taking steps to improve our market share in the "As-need" market through our affordable yet comprehensive one-stop bereavement care products and services and continuous improved deliverables and customer services.

With the above and the diligent contribution by the employees, we are optimistically looking forward to reporting a better result to the shareholders in the coming year and also for the following years ahead.



FINANCIAL STATEMENTS

26	Directors' Report	39	Cash Flow Statements
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35	Statements of Changes in Equity		
37	Consolidated Cash Flow Statements		

Directors' REPORT

The Directors have pleasure in submitting their report together with the audited financial statements of the Group and the Company for the financial year ended December 31, 2004.

PRINCIPAL ACTIVITIES

The principal activities of the Company consist of investment holding and provision of management services. The principal activities of the subsidiary companies are set out in Note 13.

On July 28, 2004, the Company disposed of its 30% equity interest in Minda Cemerlang Sdn Bhd for a consideration of RM140,406 and Minda Cemerlang Sdn Bhd ceased to be an associated company.

Other than as stated, there have been no significant changes in the nature of the principal activities of the Company and its subsidiary companies during the financial year.

FINANCIAL RESULTS

	Group RM'000	Company RM'000
Profit before tax	16,013	25,333
Income tax expense	(6,464)	(8,013)
Profit after tax	9,549	17,320
Minority interests	(70)	-
Net profit attributable to shareholders	9,479	17,320

DIVIDENDS

Dividends paid and declared by the Company were as follows:

	RM'000
In respect of the financial year ended December 31, 2003: A second interim dividend of RM0.075 gross per ordinary share of RM1.00 each less 28% income tax was paid on May 5, 2004	3,695
In respect of the financial year ended December 31, 2004: An interim dividend of RM0.02 gross per ordinary share of RM0.25 each less 28% income tax was paid on April 18, 2005	4,926
	8,621

The Directors do not recommend the payment of any final dividend in respect of the financial year ended December 31, 2004.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

ISSUE OF SHARES

During the financial year, the issued and paid-up share capital of the Company was increased from RM68,418,000 after the cancellation of all of the treasury shares of RM1,582,000 on April 14, 2004 to RM85,522,500 by way of a bonus issue of 17,104,500 ordinary shares of RM1.00 each through the capitalisation of RM2,758,696 and RM14,345,804 from the revaluation reserve and share premium accounts respectively on the basis of one new ordinary share of RM1.00 each for every four existing ordinary shares of RM1.00 each. The new ordinary shares issued rank pari passu with the then existing ordinary shares of the Company.

Subsequent to the bonus issue, the enlarged issued and paid-up share capital of 85,522,500 ordinary shares of RM1.00 each was subdivided into 342,090,000 ordinary shares of RM0.25 each on the basis of four new ordinary shares of RM0.25 each for every one ordinary share of RM1.00 each.

The enlarged issued and paid-up share capital of the Company after the completion of the above corporate exercise was subsequently re-quoted on the Main Board of Bursa Malaysia Securities Berhad with effect from June 17, 2004.

OTHER STATUTORY INFORMATION

Before the Income Statements and Balance Sheets of the Group and the Company were made out, the Directors took reasonable steps:

- (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and have satisfied themselves that all known bad debts have been written off and adequate allowances have been made for doubtful debts; and
- (ii) to ensure that any current assets, other than debts, which were unlikely to realise in the ordinary course of business their values as shown in the accounting records of the Group and the Company had been written down to an amount which they might be expected so to realise.

At the date of this report, the Directors of the Company are not aware of any circumstances:-

- (i) which would render the amount written off for bad debts or the amount of allowance for doubtful debts in the financial statements of the Group and the Company inadequate to any substantial extent; or
- (ii) which would render the value attributed to the current assets in the financial statements of the Group and the Company misleading; or
- (iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and the Company misleading or inappropriate.

OTHER STATUTORY INFORMATION (cont'd)

At the date of this report, there does not exist:

- (i) any charge on the assets of the Group or the Company that has arisen since the end of the financial year and which secures the liabilities of any other person; or
- (ii) any contingent liability in respect of the Group or the Company that has arisen since the end of the financial year.

No contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and the Company which would render any amount stated in the financial statements misleading.

In the opinion of the Directors:-

- (i) the results of the operations of the Group and of the Company for the financial year ended December 31, 2004 have not been substantially affected by any item, transaction or event of a material and unusual nature; and
- (ii) there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely to affect substantially the results of the operations of the Group or Company for the financial year in which this report is made.

DIRECTORS

The Directors who have held office since the date of the last report are:-

Jen (B) Tan Sri Yaacob bin Mat Zain

Dato' Kong Hon Kong

Hong Hock Ming

(Appointed on December 1, 2004)

Yap Kim Swee

(Resigned on December 31, 2004)

Lee Ah Kong

Chua Chong Kee

Mohamed Taib bin Mahmood

Pursuant to Article 78 of the Company's Articles of Association, Mohamed Taib bin Mahmood retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-election.

Pursuant to Article 85 of the Company's Articles of Association, Hong Hock Ming who was appointed to the Board after the last Annual General Meeting retires and, being eligible, offers himself for re-election at the forthcoming Annual General Meeting.

Jen (B) Tan Sri Yaacob bin Mat Zain, who is over the age of 70 years, retires in accordance with Section 129 of the Companies Act, 1965. The Board recommends that Jen (B) Tan Sri Yaacob bin Mat Zain be re-appointed as Director of the Company pursuant to Section 129 of the Companies Act, 1965 and, to hold office until the conclusion of the next Annual General Meeting.

DIRECTORS' BENEFITS

Since the end of the previous financial year, none of the Directors has received or become entitled to receive any benefit (other than the benefit included in the aggregate of emoluments received or due and receivable by the Director as disclosed in the financial statements) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest.

During and at the end of the financial year, no arrangement subsisted to which the Company is a party, with the object or objects of enabling Directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

DIRECTORS' INTERESTS

According to the Register of Directors' shareholdings maintained by the Company under Section 134 of the Companies Act, 1965, particulars of interests of Directors who held office at the end of the financial year in shares in the Company are as follows:-

	NUMBER OF ORDINARY SHARES OF RM0.25 EACH			
	As at 1.1.04/ Date of Appointment	Bought	Sold	As at 31.12.04
Dato' Kong Hon Kong - Direct	2,005,920	501,480 (bonus issue)	-	2,507,400
- Indirect	55,514,028	11,878,508 (bonus issue)	8,000,000	59,392,536
Hong Hock Ming	2,550,000	-	-	2,550,000
Lee Ah Kong	443,200	110,800 (bonus issue)	-	554,000

By virtue of their interest in the shares of the Company, the abovementioned Directors are deemed to have an interest in the shares of all the subsidiary companies to the extent that the Company has an interest.

None of the other Directors in office at the end of the financial year held shares or had beneficial interest in the shares of the Company or its related companies during the financial year.

Directors' **REPORT** (cont'd)

AUDITORS

The auditors, Messrs Deloitte KassimChan, have indicated their willingness to continue in office.

Signed in accordance with a resolution of the Directors:

DATO' KONG HON KONG

Director

HONG HOCK MING

Director

Kuala Lumpur
Date: 26 April 2005

Report of **THE AUDITORS TO THE MEMBERS OF** NV Multi Corporation Berhad

We have audited the accompanying balance sheets as of December 31, 2004 and the related statements of income, cash flows and changes in equity for the year then ended. These financial statements are the responsibility of the Company's Directors. It is our responsibility to form an independent opinion, based on our audit, on these financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility towards any other person for the contents of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Directors, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the abovementioned financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards in Malaysia so as to give a true and fair view of:
 - (i) the state of affairs of the Group and the Company as of December 31, 2004 and of the results and the cash flows of the Group and the Company for the year ended on that date; and
 - (ii) the matters required by Section 169 of the Act to be dealt with in the financial statements and consolidated financial statements; and
- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by the subsidiary companies of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

We have considered the financial statements and auditors' reports of the subsidiary companies, of which we have not acted as auditors, as mentioned under Note 13 to the Financial Statements, being financial statements that have been included in the consolidated financial statements.

We are satisfied that the financial statements of the subsidiary companies that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements, and we have received satisfactory information and explanations as required by us for these purposes.

The auditors' reports on the financial statements of the subsidiary companies were not subject to any qualification and did not include any comment made under Sub-section (3) of Section 174 of the Act.

The financial statements of the Group and the Company for the preceding year were examined by another firm of auditors and are presented merely for comparative purposes.

DELOITTE KASSIMCHAN
AF 0080
Chartered Accountants

HIEW KIM TIAM
1717/08/05 (J)
Partner

April 26, 2005

Income STATEMENTS

for the year ended December 31, 2004

	Note	The Group		The Company	
		2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Revenue	4	109,563	137,040	32,734	36,866
Cost of sales		(40,148)	(47,078)	-	-
Gross profit		69,415	89,962	32,734	36,866
Other operating income		5,170	3,120	2,075	539
Selling and distribution expenses		(28,245)	(29,001)	-	-
Administrative and other operating expenses		(28,194)	(28,328)	(7,631)	(1,811)
Profit from operations	7	18,146	35,753	27,178	35,594
Finance costs	8	(2,233)	(1,115)	(1,845)	(173)
Share of (loss)/profit of an associated company		(20)	32	-	-
Income from other investments	9	120	31	-	-
Profit before tax		16,013	34,701	25,333	35,421
Income tax expense:					
The Company and its subsidiary companies	10	(6,464)	(11,091)	(8,013)	(9,734)
Share of tax of an associated company	10	-	(20)	-	-
		(6,464)	(11,111)	(8,013)	(9,734)
Profit after tax		9,549	23,590	17,320	25,687
Minority interests		(70)	(1,302)	-	-
Net profit for the year		9,479	22,288	17,320	25,687
Earnings per ordinary share					
Basic (sen)	11	2.77	6.52		

The accompanying Notes form an integral part of the Financial Statements.

Balance **SHEETS**
as of December 31, 2004

	Note(s)	The Group		The Company	
		2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
ASSETS					
Property, plant and equipment	12	46,614	41,844	127	3
Land held for development		1,020	1,020	-	-
Investment in subsidiary companies	13	-	-	55,505	55,505
Investment in associated company	14	-	157	-	92
Other investments	15	228	228	228	228
Deferred acquisition cost		11,691	8,543	-	-
Trade receivables	16	13,134	22,624	-	-
Pre-need funeral contract receivables - non-current portion	17	22,551	19,676	-	-
Amount owing by subsidiary companies	18	-	-	4,499	4,556
Deferred tax assets	19	11,342	8,613	-	-
Goodwill arising on consolidation	20	7,783	8,814	-	-
Current Assets					
Inventories and development expenditure	21	138,389	118,329	-	-
Trade and other receivables	16	59,336	69,116	857	1,586
Pre-need funeral contract receivables	17	11,055	11,628	-	-
Amount owing by subsidiary companies	18	-	-	116,445	88,398
Cash and bank balances	22	16,896	11,370	763	110
		225,676	210,443	118,065	90,094

The accompanying Notes form an integral part of the Financial Statements.

Balance SHEETS

as of December 31, 2004 (cont'd)

	Note(s)	The Group		The Company	
		2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Current Liabilities					
Trade and other payables	23	53,288	56,964	1,116	367
Amount owing to subsidiary companies	18	-	-	150	159
Hire-purchase payables	24	463	585	-	-
Borrowings	25	6,885	27,498	-	17,724
Dividend payable		4,926	3,695	4,926	3,695
Tax liabilities		2,424	2,814	-	-
		67,986	91,556	6,192	21,945
Net Current Assets					
		157,690	118,887	111,873	68,149
Long-term and Deferred Liabilities					
Hire-purchase payables - non-current portion	24	632	713	-	-
Medium Term Notes	26	35,000	-	35,000	-
Deferred pre-need funeral contract revenue	27	79,417	74,394	-	-
Deferred tax liabilities	19	3,033	1,905	-	-
		118,082	77,012	35,000	-
Minority interests					
		4,200	4,352	-	-
Net Assets					
		149,771	149,042	137,232	128,533
Represented by:					
Issued capital	28	85,523	70,000	85,523	70,000
Reserves	29	64,248	79,042	51,709	58,533
Shareholders' Equity					
		149,771	149,042	137,232	128,533

The accompanying Notes form an integral part of the Financial Statements.

Statements of **CHANGES IN EQUITY**
for the year ended December 31, 2004

The Group	Issued Capital RM'000	Share Premium RM'000	Non-distributable Reserves		Capital Redemp- tion Reserve RM'000	Distributable		Treasury Shares RM'000	Total Share- holders' Equity RM'000
			Revalua- tion Reserve RM'000	Currency Translation Reserve RM'000		Reserve Unappro- priated Profit RM'000			
Balance as of									
January 1, 2003	70,000	21,603	10,601	-	-	32,847	(7,257)	127,794	
Net profit for the year	-	-	-	-	-	22,288	-	22,288	
Currency translation differences	-	-	-	(121)	-	-	-	(121)	
Transfer arising from additional investment in a subsidiary company	-	-	-	-	-	2,776	-	2,776	
Dividends (Note 30)	-	-	-	-	-	(3,695)	-	(3,695)	
Balance as of									
December 31, 2003	70,000	21,603	10,601	(121)	-	54,216	(7,257)	149,042	
Net profit for the year	-	-	-	-	-	9,479	-	9,479	
Currency translation differences	-	-	-	121	-	(250)	-	(129)	
Dividends (Note 30)	-	-	-	-	-	(8,621)	-	(8,621)	
Cancellation of treasury shares (Note 28)	(1,582)	(7,257)	-	-	1,582	-	7,257	-	
Issue of shares :									
Bonus issue (Note 28)	17,105	(14,346)	(2,759)	-	-	-	-	-	
Balance as of									
December 31, 2004	85,523	-	7,842	-	1,582	54,824	-	149,771	

The accompanying Notes form an integral part of the Financial Statements.

Statements of **CHANGES IN EQUITY**
for the year ended December 31, 2004 (cont'd)

The Company	Non-distributable Reserves			Capital Redemption Reserve RM'000	Distributable Reserve Unappropriated Profit RM'000	Treasury Shares RM'000	Total Shareholders' Equity RM'000
	Issued Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000				
Balance as of							
January 1, 2003	70,000	21,603	10,035	-	12,160	(7,257)	106,541
Net profit for the year	-	-	-	-	25,687	-	25,687
Transfer on revaluation of investment in a subsidiary company	-	-	(2,445)	-	2,445	-	-
Dividends (Note 30)	-	-	-	-	(3,695)	-	(3,695)
Balance as of							
December 31, 2003	70,000	21,603	7,590	-	36,597	(7,257)	128,533
Net profit for the year	-	-	-	-	17,320	-	17,320
Realisation of revaluation surplus on disposal of associated company	-	-	(62)	-	62	-	-
Dividends (Note 30)	-	-	-	-	(8,621)	-	(8,621)
Cancellation of treasury shares (Note 28)	(1,582)	(7,257)	-	1,582	-	7,257	-
Issue of shares :							
Bonus issue (Note 28)	17,105	(14,346)	(2,759)	-	-	-	-
Balance as of							
December 31, 2004	85,523	-	4,769	1,582	45,358	-	137,232

The accompanying Notes form an integral part of the Financial Statements.

Consolidated CASH FLOW STATEMENTS

for the year ended December 31, 2004

The Group	Note	2004 RM'000	2003 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES			
Profit before tax		16,013	34,701
Adjustments for:			
Depreciation of property, plant and equipment		3,792	3,252
Finance costs		2,233	1,115
Amortisation of goodwill		1,034	1,039
Share of (profits)/losses of associated companies		20	(32)
Loss/(Gain) on disposal of property, plant and equipment		19	(121)
Allowance for doubtful debts		15	-
Property, plant and equipment written off		3	-
Gain on disposal of an associated company		(4)	-
Interest income		(2,729)	(1,484)
Operating Profit Before Working Capital Changes		20,396	38,470
(Increase)/Decrease in:			
Inventories and development expenditure		(20,060)	(13,920)
Trade and other receivables		13,058	(19,131)
Increase/(Decrease) in:			
Trade and other payables		1,344	11,802
Cash Generated From Operations		14,738	17,221
Interest received		2,729	1,484
Interest paid		(2,233)	(1,115)
Income tax paid		(7,708)	(13,076)
Net Cash From Operating Activities		7,526	4,514

The accompanying Notes form an integral part of the Financial Statements.

Consolidated CASH FLOW STATEMENTS

for the year ended December 31, 2004 (cont'd)

The Group	Note	2004 RM'000	2003 RM'000
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		166	454
Proceeds from disposal of an associated company		141	-
Withdrawal of fixed deposits pledged		141	-
Additions to property, plant and equipment		(8,514)	(17,637)
Additional investment in a subsidiary company		-	(6,520)
Advances to an associated company		-	27
Net Cash Used In Investing Activities		(8,066)	(23,676)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES			
Proceeds from issuance of medium term notes		35,000	-
Proceeds from issuance of commercial papers		5,000	-
Repayment of hire-purchase payables		(585)	(654)
Dividend paid		(7,390)	(2,350)
Repayment of borrowings		(25,332)	-
Proceeds from borrowings		-	26,450
Net Cash From Financing Activities		6,693	23,446
NET INCREASE IN CASH AND CASH EQUIVALENTS		6,153	4,284
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		10,892	6,606
Effect of exchange differences		(205)	2
CASH AND CASH EQUIVALENTS AT END OF YEAR	31	16,840	10,892

Note : During the current financial year, the Group acquired property, plant and equipment with an aggregate cost of RM8,896,000 (2003 : RM17,862,000) of which RM382,000 (2003 : RM225,000) was acquired under hire-purchase arrangements. Cash payments for the acquisition of property, plant and equipment amounted to RM8,514,000 (2003 : RM17,637,000).

The accompanying Notes form an integral part of the Financial Statements.

Cash FLOW STATEMENTS

for the year ended December 31, 2004

The Company	Note	2004 RM'000	2003 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES			
Profit before tax		25,333	35,421
Adjustments for:			
Finance costs		1,845	173
Depreciation of property, plant and equipment		43	5
Gain on disposal of an associated company		(49)	-
Interest income		(2,105)	(460)
Dividend income		(24,020)	(34,567)
Operating Profit Before Working Capital Changes		1,047	572
(Increase)/Decrease in:			
Trade and other receivables		66	(43)
Increase/(Decrease) in:			
Trade and other payables		749	188
Borrowings		(9,000)	9,000
Cash From/(Used In) Operations		(7,138)	9,717
Interest received		2,105	460
Interest paid		(1,845)	(173)
Income tax paid		(625)	(2)
Net Cash From/(Used In) Operating Activities		(7,503)	10,002
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES			
Dividend received		17,295	27,334
Proceeds from disposal of an associated company		141	-
Additions to property, plant and equipment		(167)	(1)
Advances to subsidiary companies		(27,999)	(39,496)
Additional investment in a subsidiary company		-	(6,520)
Net Cash Used In Investing Activities		(10,730)	(18,683)

The accompanying Notes form an integral part of the Financial Statements.

Cash FLOW STATEMENTS

for the year ended December 31, 2004 (cont'd)

The Company	Note	2004 RM'000	2003 RM'000
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES			
Proceeds from issuance of medium term notes		35,000	-
Proceeds from issuance of commercial papers		5,000	-
Proceeds from term loan		-	8,724
Dividend paid		(7,390)	-
Repayment of term loan		(8,724)	-
Repayment of commercial papers		(5,000)	-
Net Cash From Financing Activities		18,886	8,724
NET INCREASE IN CASH AND CASH EQUIVALENTS		653	43
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		110	67
CASH AND CASH EQUIVALENTS AT END OF YEAR		31	110

The accompanying Notes form an integral part of the Financial Statements.

1. GENERAL INFORMATION

The Company is principally involved in investment holding and provision of management services. The principal activities of the subsidiaries are set out in Note 13.

On July 28, 2004, the Company disposed of its 30% equity interest in Minda Cemerlang Sdn Bhd for a consideration of RM140,406 and Minda Cemerlang Sdn Bhd ceased to be an associated company.

Other than as stated, there have been no significant changes in the nature of the principal activities of the Company and its subsidiary companies during the financial year.

The total number of employees of the Group and of the Company at year end was 349 and 73 (2003 : 315 and 5) respectively.

The financial statements of the Group and the Company are expressed in Ringgit Malaysia.

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Board of Bursa Malaysia Securities Berhad. The registered office and principal place of business of the Company is located at Penthouse, Menara AA, No. 247, Jalan Tun Razak, 50400 Kuala Lumpur.

The financial statements of the Group and the Company were authorised for issue by the Directors in accordance with a resolution of the Directors dated April 26, 2005.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Group and of the Company have been prepared in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards in Malaysia.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements of the Group and of the Company have been prepared under the historical cost convention modified by the revaluation of investments in certain subsidiary and associated companies.

(b) Basis of Consolidation

(i) Subsidiary Companies

The consolidated financial statements include the financial statements of the Company and all its subsidiary companies made up to December 31, 2004. Subsidiary companies are those companies in which the Group has a long term equity interest and where it has power to exercise control over the financial and operating policies so as to obtain benefits therefrom.

A subsidiary company is excluded from consolidation when either control is intended to be temporary if the subsidiary company is acquired and held exclusively with a view of its subsequent disposal in the near future and it has not previously been consolidated or it operates under severe long term restrictions which significantly impair its ability to transfer funds to the Company. Subsidiary companies excluded on these grounds are accounted for as investment.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(b) Basis of Consolidation (cont'd)

(i) Subsidiary Companies (cont'd)

Subsidiary companies are consolidated using the acquisition method of accounting. Under the acquisition method of accounting, the results of subsidiary companies acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Intragroup transactions, balances and resulting unrealised gains are eliminated on consolidation and the consolidated financial statements reflected external transactions only. Unrealised losses are eliminated on consolidation unless costs cannot be recovered.

Minority interest is measured at the minorities' share of the post acquisition fair values of the identifiable assets and liabilities of the subsidiary company.

(ii) Associated Company

An associated company is a company in which the Group has a long-term equity interest and where it exercises significant influence on the management over the financial and operating policies.

Investments in associated company is accounted for in the consolidated financial statements by the equity method of accounting based on audited financial statements of the associated company. Under the equity method of accounting, the Group's share of profits less losses of associated company during the year is included in the consolidated income statements. The Group's interest in associated company is carried in the consolidated balance sheet at cost plus the Group's share of post-acquisition retained profits or accumulated losses and other reserves as well as goodwill on acquisition.

Unrealised gains on transactions between the Group and the associated company are eliminated to the extent of the Group's interest in the associated company. Unrealised losses are eliminated unless cost cannot be recovered.

(c) Goodwill

Goodwill on consolidation represents the excess of the cost of acquisition over the Group's interest in the fair value of the identifiable assets and liabilities of a subsidiary company and associated company at the date of acquisition.

Where an indication of impairment exists, the carrying amount of goodwill is assessed and written down immediately to its recoverable amount.

Goodwill is amortised on a straight-line basis over a period ranging from 1 to 10 years.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(d) Investments

Investment in subsidiary companies and associated company are stated in the Company's financial statements at revalued amount less impairment losses. Directors' valuation recognised the value of the underlying net assets based on latest audited financial statements of the subsidiary companies. Where market conditions indicate that the carrying values of revalued investments materially differ from the value of the underlying net tangible assets of the subsidiary companies, the Directors will consider revaluation.

An increase in the carrying amount arising from revaluation of subsidiary company is credited to the revaluation reserve account as revaluation surplus. Any deficit arising from revaluation is charged against the revaluation reserve account to the extent of a previous surplus held in the revaluation reserve account for the same investment and the balance of the deficit is charged to the income statements.

In all other cases, a decrease in carrying amount is charged to the income statements. An increase in revaluation directly related to a previous decrease in carrying amount for that same investment that was recognised as an expense, is credited to the income statement to the extent that it offsets the previously recorded decrease.

Investments in other investments are shown at cost and an allowance for diminution in value is made where, in the opinion of the Directors, there is a decline other than temporary in the value of such investments. Where there has been a decline other than temporary in the value of an investment, such decline is recognised as an expense in the period in which the decline is identified.

(e) Deferred Acquisition Cost

The costs of acquiring contracts for pre-need funeral and construction of tomb are deferred until the revenue are recognised.

(f) Pre-need Funeral Contract Receivables and Revenue

Revenue from pre-need sales of funeral contract is deferred until the period in which the funeral is performed and the products and services are delivered. On the balance sheet, the full contract amount is included in deferred pre-need funeral contract revenue (liability). The corresponding receivable due from the customer is reflected as pre-need funeral contract receivables, and the corresponding cash received from the customer is reflected part in pre-need funeral contract receivables (for the portion placed in trust, for the purpose of defraying the future cost of delivering the funeral products and services, as determined by an independent actuarial consultant) and part in cash (for the portion the Group retains).

The costs to acquire the sales, primarily commissions incurred are reflected on the balance sheet as deferred acquisition cost (assets) and are charged to expense as the funeral services are performed and products are delivered. Indirect costs of marketing pre-need funeral contract revenue are expensed in the period in which they are incurred.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**(f) Pre-need Funeral Contract Receivables and Revenue (cont'd)**

As the customer makes payments on the pre-need funeral contract, the portion of pre-need funeral contract receivables representing the receivable due from the customer declines, and the portion representing the receivable from the trust increases. Realised and unrealised earnings on the amounts held in trust represent a debit to pre-need funeral contract receivables and a credit to deferred pre-need funeral contract revenue and are not recognised as revenue until delivery of the products and service.

When the funeral product and service is delivered, the Group recognises as revenue the full contract amount plus finance charges and all trust earnings associated with that contract, with a corresponding reduction recorded to deferred pre-need funeral contract revenue. The Group debits cash with the amount removed from trust that is attributable to the contract (consisting of the customer's payments and related realised earnings, all of which is withdrawn at that time) and records a corresponding reduction in pre-need funeral contract receivables. Associated deferred acquisition costs are expensed, and the actual expenses incurred in delivering the products and services are recognised.

(g) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Long and short leasehold land are amortised over the term of the leases.

Depreciation of the property, plant and equipment other than freehold land which is not depreciated, is calculated to write off the cost of property, plant and equipment to their estimated residual values on a straight line basis over the estimated useful lives as follows:-

Long leasehold land and building	80 years
Short leasehold land and building	20 to 49 years
Furniture and fittings	5 to 10 years
Office equipment, computer systems & equipment	2 to 10 years
Motor vehicles	5 to 10 years
Plant and machinery	5 to 10 years
Office renovations	5 to 10 years

Upon the disposal of an item of property, plant or equipment, the difference between the net disposal proceeds and the net carrying amount is recognised as a gain or loss in the income statements.

(h) Land Held for Development

Land held for development is classified as non-current asset where no development activities have been carried out or where development activities are not expected to be completed within the normal operating cycle. The land held for development is stated at cost less any accumulated impairment losses.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(i) Sinking Fund

A sinking fund is established for the purpose of defraying the future cost of pre-need funeral contracts of the Group. The amount to be set aside out of collections to meet these future costs is determined by an independent Actuarial Consultant.

The monies in the fund are managed by a trustee. The amount to be paid to the trustee is included under sinking fund reserve in the financial statements.

(j) Valuation of Inventory and Development Expenditure

(i) Inventories are valued at lower of cost and net realisable value. In general, cost is determined on a first-in, first-out basis and includes all costs in bringing the inventory to their present location and condition. Net realisable value is the price at which the inventory can be realised in the normal course of business after allowing for the cost of realisation and where appropriate, the cost of conversion from their existing state to a finished condition.

(ii) Land held for interment purposes are valued at the lower of cost and net realisable value. Land costs consist of cost of the land plus incidental expenses incurred in bringing the land to the present condition.

(iii) Development expenditure is stated at cost and consists of all direct construction costs and appropriate development overheads.

(k) Allowance for Trade and Other Receivables

Bad debts are written off when identified. A specific allowance is made for any debt considered to be doubtful of collection based on a review of all outstanding amounts as of the balance sheet date.

(l) Cash and Cash Equivalents

The Group and the Company adopt the indirect method of in the preparation of the cash flow statements. Cash and cash equivalents consist of cash on hand and at bank, deposits with licensed financial institutions, bank overdraft and highly liquid investments which have an insignificant risk of changes in value. For the purpose of the cash flow statements, cash and cash equivalents are presented net of bank overdrafts, if any.

(m) Provisions for Liabilities

Provisions for liabilities are recognised when the Group has a present legal and constructive obligation as a result of a past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditure expected to be required to settle the obligation.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**(n) Leased and Hire-Purchase Assets**

The cost of the property, plant and equipment acquired under finance lease and hire-purchase arrangements which in substance transfer the risk and benefits of ownership of the property, plant and equipment to the Group are capitalised.

Property, plant and equipment are recorded at the lower of the minimum lease and hire-purchase payments or the fair value of the lease and hire-purchase assets at the beginning of the respective lease and hire-purchase terms less accumulated depreciation. Property, plant and equipment acquired under such arrangement are depreciated over the useful lives of equivalent owned assets.

Outstanding obligations due under finance lease and hire-purchase arrangements after deducting finance expenses are included as liabilities in the financial statement. Finance charges on finance lease and hire-purchase are allocated to income statements so as to give a constant periodic rate of interest on the outstanding liability at the end of the financial year.

Leases which do not meet such criteria are classified as operating leases and the related rentals are charged to income statements on a straight line basis over the lease term.

(o) Shares Buy Back

When shares are repurchased and held as treasury shares, the amount of the consideration paid, including directly attributable costs, is recognised as cost and set off against equity.

When shares are repurchased and cancelled, the nominal value of the shares repurchased is cancelled by a debit to share capital and an equivalent amount is transferred to capital redemption reserve. The consideration, including any acquisition cost and premium or discount arising from the shares repurchased, is adjusted to share premium or any other suitable reserve.

(p) Income Taxes

Income tax on the profit or loss for the year comprises current and deferred tax. Current tax is the expected amount of income taxes payable in respect of the taxable profit for the year and is measured using the tax rates that have been enacted at the balance sheet date.

Deferred tax is provided for, using the "liability" method, on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(p) Income Taxes (cont'd)

Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax is recognised in the income statements, except when it arises from a transaction which is recognised directly in equity, in which case the deferred tax is also charged or credited directly in equity, or when it arises from a business combination that is an acquisition, in which case the deferred tax is included in the resulting goodwill or negative goodwill.

(q) Revenue Recognition

Revenue from bereavement care is recognised on the following bases:

- (i) Sales of burial and urn compartments are recognised on accrual basis, provided the contract was signed with the customer, a significant deposit of the invoice value is received, and the product are ready for delivery to the buyer; and
- (ii) Sales of funeral packages is recognised when the funeral is performed and the products and services are delivered as described in Note 3 (f).

Revenue from sale of development properties is accounted for by the stage of completion method. Where foreseeable losses are anticipated, full provision for these losses is made in the financial statements.

Management fees represent gross billings to subsidiary companies for management services rendered and is recognised on accrual basis.

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised in the income statements as it accrues, taking into account the effective yield on the asset.

(r) Foreign Currencies

(i) Foreign currency transactions

Transactions in foreign currencies are translated to Ringgit Malaysia at rates of exchange ruling at the date of the transactions. Foreign currency monetary assets and liabilities at the balance sheet date are translated into Ringgit Malaysia at rates of exchange approximately those ruling at that date. Foreign exchange differences arising on translation are dealt with in the income statements.

(ii) Financial statements of foreign operations

The Group's foreign operations are not considered to be an integral part of the Company's operations. Accordingly, the assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on consolidation, are translated into Ringgit Malaysia at exchange rates ruling at balance sheet date. Foreign exchange differences arising on translation are taken to currency translation reserve under shareholders' equity. Translation losses in excess of amounts in the currency translation reserve, if any, are taken up in the income statements.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**(r) Foreign Currencies (cont'd)****(ii) Financial statements of foreign operations (cont'd)**

For the purposes of consolidation, the financial statements of subsidiary companies expressed in foreign currencies are translated into Ringgit Malaysia as follows:

Assets and liabilities	-at closing rates
Issued capital	-at historical rate
Revenue and expenses	-at average rate

The principal exchange rates used for every unit of foreign currency ruling at the balance sheet date used are as follows:-

	2004	2003
	RM	RM
1 US Dollar	3.8000	3.8000
1 Hong Kong Dollar	0.4891	0.4892
1 Indonesian Rupiah	0.0004	0.0004

(s) Employee Benefits**(i) Short-term employee benefits**

Wages, salaries, paid annual leave and sick leave, bonuses and non-monetary benefits are accrued for in the period in which the associated services are rendered by employees of the Group.

(ii) Post-employment benefits

The Group makes statutory contributions to approved provident funds and is charged to the income statements in the period to which it relates. Once the contributions have been paid, the Group has no further payment obligations. The post-employment benefit schemes are in accordance with the local conditions and practices in which it operates and are defined contribution retirement plans.

(t) Impairment of Assets

At each balance sheet date, the Group reviews the carrying amounts of its assets (other than inventories, assets arising from construction contracts, deferred tax assets and financial assets which are dealt with in their respective policies), to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use.

An impairment loss is recognised as an expense in the income statements immediately, unless the asset is carried at a revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of any unutilised previously recognised revaluation surplus for the same asset. A reversal is recognised in the income statements, unless it reverses an impairment loss on revalued assets, in which case, the reversal is treated as a revaluation increase.

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd)**(f) Impairment of Assets (cont'd)**

An impairment loss in respect of goodwill is not reversed unless the loss is caused by a specific external event of an exceptional nature that is not expected to recur and subsequent external events have occurred that reverse the effect of that event. In respect of other assets, an impairment loss is reversed if there has been a change in the estimate used to determine the recoverable amount.

(u) Financial Instruments

- (i) Financial instruments are recognised in the balance sheet when the Group has become party to the contractual provisions of the instrument.
- (ii) Financial instruments carried on the balance sheet include cash and bank balances, investments, receivables and payables. The particular recognition methods adopted are disclosed in the individual accounting policy statements associated with each item.
- (ii) Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, gains and losses relating to a financial instruments classified as liability are reported as expense or income. Distribution to holders of financial instruments classified as equity are charged directly to equity. Financial instruments are offset when the Group and Company has a legally enforceable right to set off the recognised amount and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

4. REVENUE

	The Group		The Company	
	2004	2003	2004	2003
	RM'000	RM'000	RM'000	RM'000
Bereavement care	109,563	136,483	-	-
Housing development	-	557	-	-
Management fees from subsidiary companies	-	-	8,714	2,299
Dividend income from subsidiary companies	-	-	24,020	34,567
	109,563	137,040	32,734	36,866

5. OPERATING COSTS APPLICABLE TO REVENUE

The operating costs classified by nature, applicable to revenue, are as follows:

	Note	The Group		The Company	
		2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Directors' remuneration	6	1,350	1,738	1,155	1,181
Staff costs		12,606	12,923	3,453	105
Depreciation of property, plant and equipment	12	3,792	3,252	43	5
Amortisation of goodwill on consolidation	20	1,034	1,039	-	-

Staff costs include salaries, wages, bonuses, contributions to Employees Provident Fund and all other staff related costs. Contributions made by the Group and the Company to the Employees Provident Fund during the current year amounted to RM1,290,347 and RM379,278 (2003 : RM1,329,400 and RM11,548) respectively.

6. DIRECTORS' REMUNERATION

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Fees:				
Current year	135	215	60	62
Overprovision in prior year	(77)	-	-	-
	58	215	60	62
Employees Provident Fund contributions	150	167	129	124
Other emoluments	1,142	1,356	966	995
	1,350	1,738	1,155	1,181

The estimated monetary value of benefits-in-kind received and receivable by the Directors from the Group and the Company amounted to RM76,519 (2003 : RM62,486) and RM76,519 (2003 : RM57,586) respectively.

7. PROFIT FROM OPERATIONS

Profit from operations have been arrived at after charging/(crediting):

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Auditors' remuneration	127	102	13	12
Rental of:				
Land	835	5	-	-
Premises	928	1,381	510	1
Equipment	8	4	-	-
Loss/(Gain) on disposal of property, plant and equipment - net	19	(121)	-	-
Allowance for doubtful debts	15	-	-	-
Property, plant and equipment written off	3	-	-	-
Rental income	(54)	(70)	-	-
Interest income from subsidiary companies	-	-	(2,105)	(460)
Interest income from customers	(2,532)	(1,453)	-	-
Other interest income	(77)	-	-	-
Gain on disposal of an associated company	(4)	-	(49)	-

8. FINANCE COSTS

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Interest on:				
Medium term notes	1,496	-	1,496	-
Commercial papers	47	-	47	-
Term loan	53	275	53	-
Revolving credit	396	250	249	173
Bank overdraft	88	422	-	-
Hire-purchase	153	168	-	-
	2,233	1,115	1,845	173

9. INCOME FROM OTHER INVESTMENTS

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Interest income from fixed deposits	120	31	-	-

10. INCOME TAX EXPENSE

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Estimated tax payable:				
Malaysian:				
Current year	7,413	9,894	7,705	9,820
Underprovision in prior year	652	179	308	(86)
Foreign:				
Current year	-	1,059	-	-
	8,065	11,132	8,013	9,734
Deferred tax (Note 19) :				
Current year	(958)	(41)	-	-
Underprovision in prior year	(643)	-	-	-
	(1,601)	(41)	-	-
Share of tax of an associated company	-	20	-	-
	6,464	11,111	8,013	9,734

Malaysian income tax is calculated at the statutory tax rate of 28% of the estimated taxable profit for the year. Taxation for other jurisdictions are calculated at the rate prevailing in the respective jurisdiction.

10. INCOME TAX EXPENSE (cont'd)

A numerical reconciliation of tax expense at the statutory income tax rate to income tax expense at the effective income tax rate is as follows:

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Profit before tax	16,013	34,701	25,333	35,421
Tax at applicable statutory tax rate of 20% on first RM500,000 (2003: RM100,000) of chargeable income and 28% on the remaining chargeable income	4,457	9,651	7,093	9,918
Tax effects of:				
Income that are not taxable in determining taxable profit	(36)	(52)	-	-
Expenses that are not deductible in determining taxable profit	2,034	1,377	612	41
Utilisation of unabsorbed capital allowances	-	(139)	-	(139)
Utilisation of tax losses carryforward previously not recognised	-	(1)	-	-
Effect of different tax rates in other jurisdictions	-	71	-	-
Deferred tax asset not recognised	-	5	-	-
Under/(Over)provision in prior years	9	179	308	(86)
Share of tax in associated company	-	20	-	-
Tax expense for the year	6,464	11,111	8,013	9,734

As of December 31, 2004, certain subsidiary companies have tax exempt income amounting to approximately RM1,524,000 arising from chargeable income on which income tax has been waived in 1999 in accordance with the Income Tax (Amendment) Act, 1999 respectively. These tax exempt income accounts which, subject to approval by the tax authorities, are available for the distribution of tax exempt dividends to the shareholders of the subsidiary companies without attracting any further tax liabilities.

11. EARNINGS PER ORDINARY SHARE

The basic earnings per share is calculated by dividing the consolidated net profit attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the financial year as follows:

Basic	The Group	
	2004 RM'000	2003 RM'000
Net profit attributable to ordinary shareholders	9,479	22,288
	2004 Units	2003 Units
Number of shares in issue as of January 1	68,418	68,418
Effect of bonus issue	17,104	17,104
Effect of subdivision	256,568	256,568
Weighted average number of ordinary shares in issue	342,090	342,090
	2004 RM	2003 RM
Basic earnings per share (sen)	2.77	6.52

Comparative figures of the basic earnings per ordinary share have been restated to reflect the bonus issue during the financial year.

12. PROPERTY, PLANT AND EQUIPMENT**The Group**

Cost	At beginning of year RM'000	Currency translation differences RM'000	Additions RM'000	Disposals/ Written off RM'000	Reclassifications RM'000	At end of year RM'000
Freehold land and building	1,374	(121)	-	-	(1,253)	-
Long leasehold land and building	3,048	-	4	-	-	3,052
Short leasehold land and building	2,282	-	4,326	-	23,651	30,259
Plant and machinery	640	-	111	-	-	751
Furniture and fittings	2,750	-	1,689	-	-	4,439
Office equipment, computer systems and equipment	7,350	(15)	1,801	(220)	-	8,916
Cabin	37	(1)	12	-	-	48
Office renovation	3,349	-	395	-	-	3,744
Motor vehicles	8,037	(22)	76	(277)	193	8,007
Motor vehicles under hire-purchase	3,676	-	482	-	(193)	3,965
Buildings under construction	22,398	-	-	-	(22,398)	-
Total	54,941	(159)	8,896	(497)	-	63,181

12. PROPERTY, PLANT AND EQUIPMENT (cont'd)
The Group

Accumulated Depreciation	At	Currency	Charge	Disposals/ Written off	Reclassi- fications	At end of year	Net book value		Depreciation
	beginning of year	translation differences	for the year				2004	2003	charge for 2003
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land and building	40	(6)	-	-	(34)	-	-	1,334	41
Long leasehold land and building	74	-	12	-	-	86	2,966	2,974	12
Short leasehold land and building	187	-	413	-	34	634	29,625	2,095	31
Plant and machinery	397	-	87	-	-	484	267	243	69
Furniture and fittings	1,113	-	410	-	-	1,523	2,916	1,637	293
Office equipment, computer systems and equipment	3,980	(3)	1,003	(129)	-	4,851	4,065	3,370	877
Cabin	6	-	9	-	-	15	33	31	3
Office renovation	1,527	-	404	-	-	1,931	1,813	1,822	418
Motor vehicles	3,933	(4)	974	(180)	147	4,870	3,137	4,104	1,036
Motor vehicles under hire-purchase	1,840	-	480	-	(147)	2,173	1,792	1,836	472
Buildings under construction	-	-	-	-	-	-	-	22,398	-
Total	13,097	(13)	3,792	(309)	-	16,567	46,614	41,844	3,252

12. PROPERTY, PLANT AND EQUIPMENT (cont'd)

The Company				
Cost	At beginning of year RM'000	Additions RM'000	Written off RM'000	At end of year RM'000
Office equipment, computer systems and equipment	141	167	(1)	307
Motor vehicles	5	-	-	5
Total	146	167	(1)	312

Accumulated Depreciation	At beginning of year RM'000	Charge for the year RM'000	Written off RM'000	At end of year RM'000	Net book value 2004 RM'000	2003 RM'000	Depreciation charge for 2003 RM'000
Office equipment, computer systems and equipment	139	42	(1)	180	127	2	4
Motor vehicles	4	1	-	5	-	1	1
Total	143	43	(1)	185	127	3	5

Also included in property, plant and equipment of the Group and the Company are fully depreciated plant, machinery and equipment which are still in use, with a cost of approximately RM4,451,420 and RM138,466 (2003 : RM3,473,496 and RM139,788) respectively.

13. INVESTMENTS IN SUBSIDIARY COMPANIES

	The Company	
	2004 RM'000	2003 RM'000
Unquoted shares, at Directors' valuation	55,505	55,505

The investment in subsidiary companies was revalued by the Directors on June 19, 2000 based on the audited net tangible asset values as of December 31, 1999 in connection with the listing of the Company on the Main Board of Bursa Malaysia Securities Berhad. The revaluation surplus of RM47,069,019 was credited to revaluation reserve.

13. INVESTMENTS IN SUBSIDIARY COMPANIES (cont'd)

The subsidiary companies are as follows:

(a) Subsidiaries of the Company

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
Genting Jelas Sdn Bhd	Malaysia	100	100	Property development
Istawa Sdn Bhd	Malaysia	100	100	Dormant
Nirvana Memorial Park Sdn Bhd	Malaysia	100	100	Development of rest park, construction and sales of tombs
Nir-Warna Development Sdn Bhd	Malaysia	100	100	Construction of Memorial Centre
Nir-Warna Marketing Sdn Bhd	Malaysia	51	51	Dormant
NV Alliance Sdn Bhd	Malaysia	100	100	Marketing agent of burial plots, urn compartments and pre-need funeral packages
NV Card Services Sdn Bhd	Malaysia	100	100	Dormant
NV Care Sdn Bhd	Malaysia	85	85	Sales of funeral packages
NV International (L) Limited	Labuan	100	100	Dormant
NV Manufacturing Sdn Bhd	Malaysia	100	100	Dormant
NV Multi Corporation (Hong Kong) Limited*	Hong Kong	100	100	Dormant
Rantau Delima Sdn Bhd	Malaysia	100	100	Dormant
Paramount Right Sdn Bhd	Malaysia	100	100	Dormant

13. INVESTMENTS IN SUBSIDIARY COMPANIES (cont'd)

(b) Subsidiaries of Nirvana Memorial Park Sdn Bhd (cont'd)

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
Nirvana Memorial Park (Johor) Sdn Bhd	Malaysia	100	100	Development of rest park, construction and sales of tombs
Nirvana Memorial Park (Klang) Sdn Bhd	Malaysia	100	100	Dormant
Nirvana Memorial Park (Kuching) Sdn Bhd	Malaysia	65	65	Development of rest park, construction, sales of tombs and sales of funeral packages
Nirvana Memorial Park (Melaka) Sdn Bhd	Malaysia	100	100	Dormant
Nirvana Memorial Park (Penang) Sdn Bhd	Malaysia	100	100	Dormant
Nirvana Memorial Park (Sabah) Sdn Bhd	Malaysia	100	100	Development of rest park, construction and sales of tombs
Nirvana Memorial Park (Shah Alam) Sdn Bhd	Malaysia	100	-	Dormant
Nirvana Memorial Park (Sibu) Sdn Bhd	Malaysia	100	100	Development of rest park, construction and sales of tombs

(c) Subsidiary of Nirvana Memorial Park (Kuching) Sdn Bhd

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
Anglosa Development Sdn Bhd	Malaysia	100	100	Dormant

13. INVESTMENTS IN SUBSIDIARY COMPANIES (cont'd)

(d) Subsidiaries of NV Care Sdn Bhd

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
NV Care (Johor) Sdn Bhd	Malaysia	100	100	Dormant
Pinang Sepadan Sdn Bhd	Malaysia	100	100	Dormant
PJMC Sdn Bhd	Malaysia	100	100	Dormant

(e) Subsidiaries of NV Multi Corporation (Hong Kong) Limited

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
NV World-Wide Information Consultancy Co. Ltd. *	The People's Republic of China	100	100	Dormant
Harvest China Holdings Limited *	Hong Kong	100	100	Dormant
PT Alam Hijau Lestari *	Indonesia	51	51	Development of rest park, construction and sales of tombs
NV Mauritius Limited *	Republic of Mauritius	100	100	Dormant

* Audited by other firms of auditors.

The financial statements of NV World-Wide Information Consultancy Co. Ltd., a wholly-owned subsidiary of NV Multi Corporation (Hong Kong) Limited was not consolidated in the Group financial statements as the controlling interest is temporary.

13. INVESTMENTS IN SUBSIDIARY COMPANIES (cont'd)

During the year, the Company acquired the entire issued and paid-up share capital of Nirvana Memorial Park (Shah Alam) Sdn Bhd. The effect of this acquisition on the financial results of the Group in 2004 is as follows:

Post-acquisition results of the subsidiary company acquired:

	2004 RM'000
Revenue	-
Other operating expenses	(1)
Loss before tax	(1)
Income tax expense	-
Decrease in Group profit attributable to shareholders	(1)

The effect of this acquisition on the financial position of the Group as of December 31, 2004 is as follows:

	RM'000
Net liabilities acquired as at date of acquisition:	
Cash and bank balances	*
Other payables and accrued expenses	(3)
Net liabilities acquired	(3)
Goodwill on consolidation	3
Portion satisfied by cash	*
Less: Cash and bank balances	*
Cash flow on acquisition, net of cash acquired	-

* Represents RM2.00.

14. INVESTMENT IN ASSOCIATED COMPANY

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Unquoted shares, at Directors' valuation	-	30	-	92
Share of post acquisition profits	-	127	-	-
	-	157	-	92

The Group's interest in the associated company is analysed as follows:

	The Group	
	2004 RM'000	2003 RM'000
Share of net tangible assets	-	157

Details of the associated company are as follows:

Name of Company	Place of Incorporation	Effective Equity Interest		Principal Activities
		2004 %	2003 %	
Minda Cemerlang Sdn Bhd	Malaysia	-	30	Trading and processing of granite and marble

The Company has on July 28, 2004 disposed of its entire 30% equity interests consisting of 30,000 ordinary shares of RM1.00 each in Minda Cemerlang Sdn Bhd for a consideration of RM140,406.

The investment in associated company was revalued by the Directors on June 19, 2000 based on the audited net tangible asset values as of December 31, 1999 in connection with the listing of the Company on the Main Board of Bursa Malaysia Securities Berhad. The revaluation surplus of RM61,884 was credited to revaluation reserve.

15. OTHER INVESTMENTS

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Club memberships at cost	228	228	228	228
Market value	858	366	858	366

16. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Trade receivables	59,565	77,572	-	-
Allowance for doubtful debts	(45)	(30)	-	-
	59,520	77,542	-	-
Other receivables	4,594	8,132	12	9
Refundable deposits	3,571	1,758	211	324
Prepaid expenses	2,551	1,164	64	20
Tax recoverable	2,225	2,727	570	1,233
Stakeholders' fund	9	417	-	-
	72,470	91,740	857	1,586
Less: Trade receivables - non-current portion, due more than 12 months	(13,134)	(22,624)	-	-
	59,336	69,116	857	1,586

The currency exposure profile of trade receivables is as follows:

	The Group	
	2004 RM'000	2003 RM'000
Ringgit Malaysia	53,608	69,643
Indonesian Rupiah	5,912	7,899
	59,520	77,542

Trade receivables comprise amount receivable for the sale of funeral packages and goods.

The credit period granted on sales of goods ranges from 1 to 12 months (2003 : 1 to 36 months). Other credit terms are assessed and approved on a case to case basis.

On October 18, 2004, Nirvana Memorial Park (Penang) Sdn Bhd, a wholly-owned subsidiary company, entered into a Joint Venture Agreement with a third party to jointly develop certain parcels of land measuring approximately 57.08 acres into a non-Muslim cemetery in Penang. Consequently, a refundable deposit of RM600,000 was paid during the year to secure the right of the joint venture to jointly develop the said land.

Also included in the refundable deposits is an amount of RM300,000 (2003 : RM300,000) paid to secure the right of a joint venture to jointly develop a piece of land into a non-Muslim oriental cemetery in Selangor.

17. PRE-NEED FUNERAL CONTRACT RECEIVABLES

	The Group	
	2004 RM'000	2003 RM'000
Pre-need funeral contract receivables	11,552	14,193
Sinking fund	22,054	17,111
	33,606	31,304
Less: Non-current portion, due more than 12 months	(22,551)	(19,676)
Current portion of pre-need funeral contract receivables	11,055	11,628

The Group's normal trade credit ranges from 1 to 12 months (2003 : 1 to 36 months). Other credit terms are assessed and approved on a case to case basis.

18. AMOUNT OWING BY/(TO) SUBSIDIARY COMPANIES

	The Group	
	2004 RM'000	2003 RM'000
Amount owing by subsidiary companies:		
Within 12 months (shown under current assets)	116,445	88,398
Non-current portion	4,499	4,556
	120,944	92,954
Amount owing to subsidiary companies	(150)	(159)
	120,794	92,795

The amounts owing by/(to) subsidiary companies are unsecured, interest free with no fixed terms of repayment except for an amount of RM35,000,000 (2003 : RM18,662,000) representing advances owing by certain subsidiary companies on which interest is charged at 6.70% (2003 : ranging from 8.25% to 8.65%) per annum.

19. DEFERRED TAX (ASSETS)/LIABILITIES

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Deferred tax liabilities:				
Balance at beginning of year	1,905	1,946	-	-
Transfer to/(from) income statements (Note 10)	1,128	(41)	-	-
Balance at end of year	3,033	1,905	-	-

19. DEFERRED TAX (ASSETS)/LIABILITIES (cont'd)

The deferred tax liabilities are in respect of the following:

	Deferred Tax (Assets)/Liabilities			
	The Group		The Company	
	2004	2003	2004	2003
	RM'000	RM'000	RM'000	RM'000
Tax effects of:				
Temporary differences arising from:				
Property, plant and equipment	2,294	1,038	-	-
Cemetery property	739	867	-	-
	3,033	1,905	-	-
Deferred tax assets				
Balance at beginning of year	(8,613)	(8,613)	-	-
Transfer from income statements (Note 10)	(2,729)	-	-	-
Balance at end of year	(11,342)	(8,613)	-	-

The deferred tax asset is in respect of temporary differences arising from sales of pre-need funeral contracts.

As mentioned in Note 3, the tax effects of temporary differences which would give rise to net deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised. As of December 31, 2004, the estimated amount of net deferred tax assets of certain subsidiary companies, calculated at the current applicable tax rate which has not been recognised in the financial statements, is as follows:

	The Group	
	2004	2003
	RM'000	RM'000
Unabsorbed capital allowances	17	17
Unutilised tax losses	4	4
	21	21

The unutilised tax losses and unabsorbed capital allowances are subject to agreement by the tax authorities.

20. GOODWILL ARISING ON CONSOLIDATION

	The Group	
	2004	2003
	RM'000	RM'000
Goodwill:		
At beginning of year	10,193	579
Goodwill arising from acquisition of a subsidiary company (Note 13)	3	9,614
	<hr/>	<hr/>
At end of year	10,196	10,193
Accumulated amortisation:		
At beginning of year	(1,379)	(242)
Charge for the year	(1,034)	(1,137)
At end of year	(2,413)	(1,379)
	<hr/>	<hr/>
	7,783	8,814
	<hr/>	<hr/>

21. INVENTORIES AND DEVELOPMENT EXPENDITURE

	The Group	
	2004	2003
	RM'000	RM'000
At cost:		
Raw materials	317	756
Work in progress	9,214	3,917
Finished goods	513	730
Finished stocks	1,351	651
Land held for development	39,067	40,811
	<hr/>	<hr/>
	50,462	46,865
Development expenditure	87,927	71,464
	<hr/>	<hr/>
	138,389	118,329
	<hr/>	<hr/>

22. CASH AND BANK BALANCES

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Deposits with licensed banks	2,748	450	500	-
Short-term deposits with other licensed corporations	5,600	-	-	-
Cash on hand and at banks	8,548	10,920	263	110
	16,896	11,370	763	110

The currency exposure profile of cash and bank balances is as follows:

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Ringgit Malaysia	16,489	10,894	763	110
United States Dollar	335	254	-	-
Indonesian Rupiah	40	159	-	-
Others	32	63	-	-
	16,896	11,370	763	110

Deposits amounting to RM55,859 (2003 : RM196,703) are pledged to a local bank as security for a bank guarantee facility granted to the Group.

The deposits bear interest at rates ranging from 1.85% to 3.70% (2003 : 4%) per annum and have an average maturity ranging from 14 to 365 days (2003 : 15 to 209 days).

Included in the Group's bank balances is an amount of RM13,545 (2003 : RM9,852) maintained pursuant to the requirement of the Housing Developers (Housing Development Account) Regulations, 1991.

23. TRADE AND OTHER PAYABLES

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Trade payables	18,858	15,334	-	-
Other payables	13,785	10,693	125	177
Accrued expenses	3,966	2,574	991	190
Advance payments received	3,755	1,143	-	-
Incentives payable to agents	10,655	17,416	-	-
Consideration for purchase of land	-	5,250	-	-
Sinking fund reserve	2,269	4,554	-	-
	53,288	56,964	1,116	367

The currency exposure profile of trade payables is as follows:

	The Group	
	2004 RM'000	2003 RM'000
Ringgit Malaysia	15,790	12,761
Indonesian Rupiah	3,068	2,573
	18,858	15,334

Trade payables comprise amounts outstanding for trade purchases and ongoing costs. The credit period granted to the Group and the Company for trade purchases ranges from 30 to 90 days (2003 : 30 to 90 days).

Other payables mainly arose from other operating expenses.

24. HIRE-PURCHASE PAYABLES

	The Group	
	2004 RM'000	2003 RM'000
Total outstanding	1,306	1,610
Less: Interest in suspense	(211)	(312)
Principal outstanding	1,095	1,298
Less: Amount due within 12 months (shown under current liabilities)	(463)	(585)
Non-current portion	632	713

24. HIRE-PURCHASE PAYABLES (cont'd)

The non-current portion is repayable as follows:

	The Group	
	2004 RM'000	2003 RM'000
Financial year ending December 31,		
2005	-	396
2006	271	185
2007	173	97
2008	112	35
2009	76	-
	632	713

The average term for hire-purchase is 5 years. For the financial year ended December 31, 2004, the interest rates implicit in the hire-purchase payables of the Group range from 2.60% to 6.25% (2003 : 3.35% to 7.00%) per annum. Interest rates are fixed at the inception of the hire-purchase arrangements.

The Group's hire-purchase payables are secured by a charge over the assets under hire-purchase.

25. BORROWINGS

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Revolving credit	6,885	18,493	-	9,000
Bank overdraft (Note 31)	-	281	-	-
Term loan	-	8,724	-	8,724
	6,885	27,498	-	17,724

The currency exposure profile of borrowings is as follows:

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Ringgit Malaysia	-	21,005	-	17,724
United States Dollar	6,885	6,493	-	-
	6,885	27,498	-	17,724

The revolving credit granted to a subsidiary company is guaranteed by the Company. The revolving credit bears interest ranging from 2.63% to 3.50% (2003 : 2.63% to 5.75%) per annum.

26. MEDIUM TERM NOTES

During the year, the Company entered into a Commercial Papers/Medium Term Notes ("CP/MTN") Programme Agreement pertaining to the issuance of CP/MTN up to an aggregate nominal value of RM100 million. CP amounting to RM5 million was issued and subsequently repaid during the year. The amount of MTN issued and outstanding as of December 31, 2004 is RM35 million. The MTN are repayable in the financial year ending December 31, 2009. The CP and MTN bear interest at 3.75% and 5.7% per annum respectively.

27. DEFERRED PRE-NEED FUNERAL CONTRACT REVENUE

Deferred pre-need funeral contract revenue consists of:

	The Group	
	2004	2003
	RM'000	RM'000
Deferred pre-need funeral contract revenue	77,269	72,486
Realised and unrealised gain in sinking fund	2,148	1,908
	79,417	74,394

28. SHARE CAPITAL

	The Group and the Company	
	2004	2003
	RM'000	RM'000
Authorised		
Ordinary shares of RM1.00 each *		
Balance at beginning and end of year	100,000	100,000
Issued and fully paid:		
Ordinary shares of RM1.00 each*		
Balance at beginning of year	70,000	70,000
Treasury shares cancelled during the year	(1,582)	-
Issued during the year:		
Bonus issue	17,105	-
Balance at end of year	85,523	70,000

* Subsequently, subdivided into ordinary shares of RM0.25 each.

During the financial year, the issued and paid-up share capital of the Company was increased from RM68,418,000 after the cancellation of all of the treasury shares of RM1,582,000 on April 14, 2004 to RM85,522,500 by way of a bonus issue of 17,104,500 ordinary shares of RM1.00 each through the capitalisation of RM2,758,696 and RM14,345,804 from the revaluation reserve and share premium accounts respectively on the basis of one new ordinary share of RM1.00 each for every four existing ordinary shares of RM1.00 each. The new ordinary shares issued rank pari passu with the then existing ordinary shares of the Company.

28. SHARE CAPITAL (cont'd)

Subsequent to the bonus issue, the enlarged issued and paid-up share capital of 85,522,500 ordinary shares of RM1.00 each was subdivided into 342,090,000 ordinary shares of RM0.25 each on the basis of four new ordinary shares of RM 0.25 each for every ordinary share of RM1.00 each.

The enlarged issued and paid-up share capital of the Company after the completion of the above corporate exercise was subsequently re-quoted on the Main Board of Bursa Malaysia Securities Berhad with effect from June 17, 2004.

29. RESERVES

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Non-distributable reserves:				
Share premium	-	21,603	-	21,603
Capital redemption reserve	1,582	-	1,582	-
Revaluation reserve	7,842	10,601	4,769	7,590
Treasury shares	-	(7,257)	-	(7,257)
Currency translation reserve	-	(121)	-	-
	9,424	24,826	6,351	21,936
Distributable reserve:				
Unappropriated profit	54,824	54,216	45,358	36,597
	64,248	79,042	51,709	58,533

Share premium

Share premium arose from the issuance of shares during the listing exercise of the Company on the Main Board of the Bursa Malaysia Securities Berhad.

During the financial year, the Company has capitalised RM14,345,804 of the share premium for a bonus issue as mentioned in Note 28.

Revaluation reserve

Revaluation reserve represents the net surplus arising on the revaluation of investments in subsidiary companies. During the financial year, the Company has capitalised RM2,758,696 of the revaluation reserve for a bonus issue as mentioned in Note 28.

Currency translation reserve

Exchange differences arising on translation of foreign entities are taken to the currency translation reserve as described in the accounting policies of the Group in Note 3.

Unappropriated profit

Based on the prevailing tax rate applicable to dividends, the estimated tax credit position is sufficient to frank approximately RM42,410,000 of the Company's unappropriated profit if distributed by way of cash dividend without additional tax liabilities being incurred. Any dividend paid in excess of this amount would result in a tax liability calculated at 28% on the gross amount of the additional dividend paid.

30. DIVIDENDS

	The Group and the Company	
	2004 RM'000	2003 RM'000
Interim dividend paid:		
RM0.02 gross per ordinary share of RM0.25 each, less 28% tax for 2004 (RM0.075 gross per ordinary share of RM1.00 each, less 28% tax for 2003)	4,926	3,695
RM0.075 gross per ordinary share of RM1.00 each, less 28% tax for 2003	3,695	-
	8,621	3,695

31. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Deposits with licensed banks	2,692	253	500	-
Short-term deposits with other licensed corporations	5,600	-	-	-
Cash on hand and at bank	8,548	10,920	263	110
Bank overdraft (Note 25)	-	(281)	-	-
	16,840	10,892	763	110

32. RELATED PARTY TRANSACTIONS

During the financial year, the significant related party transactions other than disclosed elsewhere in the financial statements are as follows:

	The Group	
	2004 RM'000	2003 RM'000
Associated company, Minda Cemerlang Sdn Bhd:-		
Purchase of granite	644	2,493
Rental income	10	30

The Directors are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that are no less favourable than those arranged with independent third parties.

33. CONTINGENT LIABILITIES - UNSECURED

	The Group		The Company	
	2004 RM'000	2003 RM'000	2004 RM'000	2003 RM'000
Damages claimed by third parties as a result of earthworks carried out and pending court decision *	2,623	2,623	-	-
Corporate guarantee for financing facilities granted to subsidiary companies	-	-	-	1,298
Corporate guarantee for banking facilities granted to subsidiary companies **	-	-	6,885	9,824
Corporate guarantee for end-financing facilities granted to purchasers, for which no loss is expected **	1,830	6,500	1,830	6,500
	4,453	9,123	8,715	17,622

* The Directors are of the opinion that the above claims are without merit. Accordingly, no provision is made for possible losses that may arise from these claims in the financial statements.

** As of December 31, 2004, the total amount of guarantees provided by the Company for the banking and end-financing facilities granted to the subsidiary companies amounted to RM41,350,000 (2003 : RM53,300,000).

34. CAPITAL COMMITMENTS

As of December 31, 2004, the Group has the following capital commitments:

	2004 RM'000	2003 RM'000
Approved and contracted for	4,331	6,855
Approved but not contracted for	-	3,780
	4,331	10,635

34. CAPITAL COMMITMENTS (cont'd)

	2004	2003
	RM'000	RM'000
Analysed as follows:		
Construction of a funeral complex	1,131	2,500
Construction in progress	-	2,821
Purchase of property, plant and equipment	-	1,534
Investment in new ventures	3,200	3,780
	4,331	10,635

35. FINANCIAL INSTRUMENTS

The Group is exposed to financial risks arising from its business activities and manages this through established risk management processes, proper monitoring and reporting to the management.

(i) Interest Rate Risk

As the Group's operating cash flows are substantially independent of changes in market interest rates, the Group does not use derivative financial instrument to hedge its risk. Interest rate exposure arises from the Group's borrowings and deposits and is managed through the use of fixed and floating rate debt.

(ii) Foreign Exchange Risk

The Group incurs foreign currency risk on borrowings that are denominated in a currency other than Ringgit Malaysia. The currency giving rise to this risk is primarily United States Dollar. Foreign exchange exposure in transactional currencies other than functional currencies of the operating entities are kept to an acceptable level.

(iii) Credit Risk

The Group has no significant concentrations of credit risk. Credit risks are controlled by the application of credit approvals, limits and monitoring procedures. Trade receivables are monitored on an ongoing basis through Group management reporting procedures.

The Group and the Company has no significant concentration of credit risk with any single counterparty. In respect of investment in cash and deposits, the policy is to transact with financial institutions that are assessed for acceptable creditworthiness. The maximum exposure to credit risks are represented by the carrying amount of each financial assets.

(iv) Market Risk

In connection with the Group's prearranged funeral operations, the cost of providing funeral packages in the future are deposited with the Trustee independent of the Group's finances, as presented in Note 17. The risk is minimized through stringent cost control by the Group, regular valuation by an independent Actuarial Consultant, and established investment policy by the Trustee.

35. FINANCIAL INSTRUMENTS (cont'd)**(v) Liquidity Risk**

It is the Group's policy to maintain flexibility in funding by keeping committed credit line available to ensure its ability to service obligation in the future by way of ongoing monitoring and forecasting of cash requirements.

Fair Values

The financial assets and financial liabilities of the Group and the Company whose fair values are required to be disclosed in accordance with MASB 24 comprise all its assets and liabilities with the exception of investments in subsidiary and associated companies, property, plant and equipment, inventories and provision for current and deferred tax liabilities.

The estimated fair value of those financial assets and financial liabilities as of balance sheet date approximate their carrying amounts as shown in the balance sheets, except for the following financial liabilities:

The Group

	Note	2004		2003	
		Carrying Amount RM'000	Fair Value RM'000	Carrying Amount RM'000	Fair Value RM'000
Financial Liabilities					
Hire-purchase payables	24	1,095	1,215	1,298	1,480
Medium Term Notes	26	35,000	33,866	-	-

The Company

Financial Liabilities					
Medium Term Notes	26	35,000	33,866	-	-

The fair value of hire-purchase payables and Medium Term Notes is estimated using discounted cash flow analysis based on current borrowing rates for similar types of borrowing arrangements.

Cash and Bank Balances and Short Term Investments

The carrying amount of cash and bank balances and short term investments approximates fair value due to the relatively short term maturity of these instruments.

Trade and Other Receivables and Payables

The historical cost of carrying amount of receivables and payables subject to normal trade credit terms approximate fair value. The carrying amounts of other receivables and payables are reasonable estimates of fair value because of their short maturity.

Provisions

The carrying amount of provisions approximate their fair value.

36. SEGMENTAL REPORTING

The Group operates in a single industry in the business of bereavement care and predominantly in Malaysia. Accordingly, the financial information by industry and geographical segments of the Group's operations are not presented.

37. COMPARATIVE FIGURES

The following comparative figures have been reclassified on the face of balance sheet and income statement so as to conform with current year's presentation:

The Group	As restated RM'000	As previously reported RM'000
Balance sheet		
Land held for development	1,020	950
Inventories and development expenditure	118,329	118,399
Hire-purchase payables - current portion	585	540
Hire-purchase payables - non-current portion	713	758
Income statement		
Selling and distribution expenses	29,001	24,989
Administrative and other operating expenses	28,328	32,099
Finance costs	1,115	1,305
Other operating income	3,120	3,100
Income from other investment	31	-
The Company		
Balance sheet		
Amount owing by subsidiary companies - non-current portion	4,556	-
Amount owing by subsidiary companies - current portion	88,398	92,954
Income statement		
Administrative and other operating expenses	1,811	1,767
Finance costs	173	217

Statement by **DIRECTORS**

The Directors of **NV MULTI CORPORATION BERHAD** state that, in their opinion, the accompanying balance sheets and statements of income, cash flows and changes in equity, are drawn up in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards in Malaysia so as to give a true and fair view of the state of affairs of the Group and the Company as of December 31, 2004 and of the results of its businesses and the cash flows for the year ended on that date.

Signed in accordance with
a resolution of the Directors,

DATO' KONG HON KONG
Director

HONG HOCK MING
Director

Kuala Lumpur
April 26, 2005

Declaration by **THE OFFICER PRIMARILY RESPONSIBLE** for the Financial Management of the Company

I, **GIAM SEU GEK**, the Officer primarily responsible for the financial management of **NV MULTI CORPORATION BERHAD**, do solemnly and sincerely declare that the accompanying balance sheets and statements of income, cash flows and changes in equity are, in my opinion, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

GIAM SEU GEK

Subscribed and solemnly declared by the
abovenamed **GIAM SEU GEK** at **KUALA LUMPUR** this
26th day of April, 2005.

Before me,

DATO' NG MANN CHEONG
COMMISSIONER FOR OATHS (W023)

Analysis of SHAREHOLDINGS

Authorised Share Capital : 400,000,000 Ordinary Shares of RM0.25 each
 Issued and fully Paid-up Share Capital : 342,090,000 Ordinary Shares of RM0.25 each

DISTRIBUTION OF SHAREHOLDINGS

as at 30 April 2005

Size of Shareholdings	No. of Shareholdings	%	No. of Shares	%
less than 100 shares	40	1.14	308	0.00
100 - 1,000 shares	117	3.35	96,296	0.03
1,001 - 10,000 shares	2,188	62.59	12,674,200	3.70
10,001 - 100,000 shares	1,005	28.75	32,881,848	9.61
100,001 to less than 5% of issued shares	141	4.03	160,397,072	46.89
5% and above of issued shares	5	0.14	136,040,276	39.77
Total	3,496	100.00	342,090,000	100.00

TOP THIRTY SHAREHOLDERS

as at 30 April 2005

	Name of Shareholders	No. of Shares Held	Percentage of Shares
1	EB Nominees (Tempatan) Sendirian Berhad - Pledged Securities Account for Mayang Teratai Sdn Bhd (CSC)	48,778,000	14.26
2	Southern Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Mayang Teratai Sdn Bhd	27,778,000	8.12
3	Anugaris Sdn Bhd	20,392,536	5.96
4	AllianceGroup Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Mayang Teratai Sdn Bhd	19,841,200	5.80
5	Mayang Teratai Sdn Bhd	19,250,540	5.63
6	EB Nominees (Tempatan) Sendirian Berhad - Pledged Securities Account for Anugaris Sdn Bhd (CSC)	15,500,000	4.53
7	Malaysia Nonimees (Tempatan) Sendirian Berhad - Qualifier: Great Eastern Life Assurance (Malaysia) Berhad (PAR 1)	13,712,000	4.01
8	Southern Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Anugaris Sdn Bhd	12,000,000	3.51
9	AllianceGroup Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Anugaris Sdn Bhd	11,500,000	3.36
10	Ke-Zan Nominees (Tempatan) Sdn Bhd - Qualifier: Kim Eng Securities Pte. Ltd. for Tang Yin Seng	10,369,600	3.03

TOP THIRTY SHAREHOLDERS (cont'd)

as at 30 April 2005

	Name of Shareholders	No. of Shares Held	Percentage of Shares
11	Ilusi Satria Sdn Bhd	8,225,332	2.40
12	Tan Kean Huat	7,538,100	2.20
13	Manjit Singh A/L Harban Singh	7,372,000	2.15
14	AllianceGroup Nominees (Tempatan) Sdn Bhd - Qualifier: Pheim Asset Management Sdn Bhd for Employees Provident Fund	5,550,400	1.62
15	Lucky Adventure Sdn Bhd	5,349,500	1.56
16	Tan Kah Hock	5,300,000	1.55
17	Leong Lai Shen	4,680,000	1.37
18	Hong Hock Ming	2,550,000	0.75
19	Dato' Kong Hon Kong	2,507,400	0.73
20	Malaysia Nonimees (Tempatan) Sendirian Berhad - Qualifier: Great Eastern Life Assurance (Malaysia) Berhad (PAR 2)	2,449,500	0.72
21	Mono Parade Sdn Bhd	2,040,740	0.60
22	Lee Hong Eng	1,900,000	0.56
23	Esteem Interest Sdn Bhd	1,795,000	0.52
24	Cartaban Nominees (Asing) Sdn Bhd - Qualifier: SSBT Fund H61P for Dynamic Far East Value Fund	1,647,000	0.48
25	Citicorp Nominees (Asing) Sdn Bhd - Qualifier: Goldman Sachs International	1,482,000	0.43
26	HSBC Nominees (Tempatan) Sdn Bhd - Qualifier: HSBC (Malaysia) Trustee Berhad for Amanah Saham Sarawak	1,242,500	0.36
27	TCL Nominees (Tempatan) Sdn Bhd - Pledged Securities Account for Fresh Direct Supply Sdn Bhd	1,240,000	0.36
28	Neoh Choo Ee & Company, Sdn. Berhad	1,200,000	0.35
29	HSBC Nominees (Asing) Sdn Bhd - Qualifier: Silver Glass Continental S. A.	1,142,100	0.33
30	Nile Capital Limited	1,008,500	0.29
	Total	265,341,948	77.54

SUBSTANTIAL SHAREHOLDERS (5% AND ABOVE) AS PER REGISTER OF SUBSTANTIAL SHAREHOLDERS

as at 30 April 2005

Name of Shareholders	Direct Interest		Deemed Interest	
	No. of Shares	(%)	No. of Shares	(%)
Mayang Teratai Sdn Bhd	115,647,740	33.81	-	-
Dato' Leong Hoy Kum, JP	-	-	115,647,740 *	33.81
Anugaris Sdn Bhd	59,392,536	17.36	-	-
Dato' Kong Hon Kong	2,507,400	0.73	59,392,536 #	17.36
Datin Lau Ah Lan	-	-	59,392,536 @	17.36

* Deemed interest under Section 6(4) of the Companies Act, 1965 through Mayang Teratai Sdn. Bhd.

Deemed interest under Section 6(4) of the Companies Act, 1965 through Anugaris Sdn. Bhd.

@ Deemed interest under Section 6(5) of the Companies Act, 1965 through Anugaris Sdn. Bhd.

DIRECTORS' SHAREHOLDINGS AS PER REGISTER OF DIRECTORS' SHAREHOLDINGS

as at 30 April 2005

Name of Shareholders	Direct Interest		Deemed Interest	
	No. of Shares	Percentage of Shares (%)	No. of Shares	Percentage of Shares (%)
Jen (B) Tan Sri Yaacob Bin Mat Zain	-	-	-	-
Dato' Kong Hon Kong	2,507,400	0.73	59,392,536 *	17.36
Hong Hock Ming	2,550,000	0.75	-	-
Lee Ah Kong	369,000	0.11	-	-
Chua Chong Kee	-	-	-	-
Mohamed Taib Bin Mahmood	-	-	-	-

* Deemed interest through Anugaris Sdn Bhd

List of **PROPERTIES**
as at 31 December 2004

Registered owner	Description	Location	Existing use	Tenure	Approximate age of building years	Gross land area	Built-up area	Net book value as at 31 December 2004 (RM)
Anglosa Development Sdn Bhd	Commercial Land	Lot 657 Block 226 Kuching North Land District 4 1/2 Mile, Penrissen Road Kuching	Vacant	99-year leasehold expiring on 31.12.2038	NA	1.00 acre	NA	1,020,117
Nirvana Memorial Park Sdn Bhd	4 storey office building	Country Lease 215337465 District of Penampang, Sabah bearing address:- Lot 16, Taman Victory, 4th Mile, Jalan Penampang, Kota Kinabalu, Sabah	Office	99-year leasehold expiring on 01.01.2081	21	1,500 sq. ft.	8,947 sq. ft.	891,673
	Cemetery Land	Lots 1261, 1263-1266, 1298 1357-1359, 1362, 1365-1367, 1684-1686 & PT1169-1171 Mukim of Ulu Semenyih, District of Ulu Langat, Selangor Darul Ehsan	Burial plots and urn compartments	Freehold	NA	134.81 acres	NA	2,603,618
	Cemetery Land	Lots 896 & 1170 Mukim of Ulu Semenyih, District of Ulu Langat, Selangor Darul Ehsan	Burial plots	Freehold	NA	44.58 acres	NA	3,615,454
	Agriculture Land	Lots 588, 868 & 1439 Mukim of Ulu Semenyih, District of Ulu Langat, Selangor Darul Ehsan	Vacant	Freehold	NA	161.93 acres	NA	12,657,276
Nirvana Memorial Park (Johor) Sdn Bhd	Cemetery Land	EMR 281 Lot 772, EMR 227 Lot 768, GM 83 Lot 769 & EMR 279 Lot 770, EMR 275 Lot 766 EMR 276 Lot 767 Mukim of Senai Kulai District of Johor Bahru Johor	Burial plots and urn compartments	Freehold	NA	48.75 acres	NA	8,434,812

NA - Not Applicable

List of PROPERTIES

as at 31 December 2004 (cont'd)

Registered owner	Description	Location	Existing use	Tenure	Approximate age of building years	Gross land area	Built-up area	Net book value as at 31 December 2004 (RM)
Nirvana Memorial Park (Kuching) Sdn Bhd	Cemetery Land	Land Bau, Occupation Ticket No. 1856 of 1928 Senggi Poak Land District Sarawak	Burial plots	99 years leasehold expiring on 2027	NA	17.50 acres	NA	830,747
	Cemetery Land	Land Bau, Occupation Ticket Lot 431, Block 9, Senggi Poak Land District Sarawak	Burial plots	99 years leasehold expiring on 31.12.2040	NA	32.46 acres	NA	1,359,812
	Cemetery Land	113 & 114 Block 9 Senggi Poak Land District Sarawak	Burial plots	99 years leasehold expiring on 31.12.2040	NA	4.46 acres	NA	261,829
	Agriculture Land	Bau Occupation Ticket 3213 Ta Poh Shak, Bau, Kuching	Vacant	99 years leasehold expiring on 31.12.2036	NA	6.00 acres	NA	489,600
Nirvana Memorial Park (Sabah) Sdn Bhd	Cemetery Land	Country Lease No. 139535 Mukim of Talipok District of Tuaran Kota Kinabalu, Sabah	Burial plots	99 years leasehold expiring on 24.1.2025	NA	44.41 acres	NA	3,984,739
	Agriculture Land	CL15386339 Kampung Nunton, District of Kota Kinabalu, Sabah	Vacant	99 years leasehold expiring on 31.12.2075	NA	7.49 acres	NA	2,069,115
Nirvana Memorial Park (Sibu) Sdn Bhd	Agriculture Land	Lot 1501 Block 11, Seduan Land District Ulu Seduan, Sibu	Vacant	60 years leasehold expiring on 31.12.2010	NA	1.0563 hectares	NA	758,191
Pinang Sepadan Sdn Bhd	5 ^{1/2} Story Office Building	HS(D) No. 32717 PT No. 487 Mukim of Petaling, District of Wilayah Persekutuan bearing address:- No. 1 Jalan 1/116A Off Jalan Sungai Besi 57100 Kuala Lumpur	Memorial center	66 years leasehold expiring on 26.08.2046	NA	35,470 sq. ft.	118,600 sq. ft.	29,430,027
PT Alam Hijau Lestari	4 storey Office Building	Pusat Niaga Roxy Mas Block D3/34-35 Jl. K. H. Hasyim Ashari Jakarta Pusat 10150	Office	leasehold expiring on 2025	12	1,614 sq. ft.	7,400 sq. ft.	1,176,267

NA - Not Applicable

Notice of ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Fourteenth Annual General Meeting of the Company will be held at Level 3, Nirvana Memorial Center, No.1, Jalan 1/116A, Off Jalan Sungai Besi, 57100 Kuala Lumpur on Tuesday, 28 June 2005 at 11.00 a.m. to transact the following businesses:-

AGENDA

AS ORDINARY BUSINESS

1. To receive and adopt the Audited Financial Statements for the financial year ended 31 December 2004 together with the Reports of the Directors and Auditors thereon. **Resolution 1**
2. To approve the payment of Directors' fees for the year ended 31 December 2004. **Resolution 2**
3. To re-elect Encik Mohamed Taib Bin Mahmood, a Director retires pursuant to Article 78 of the Company's Articles of Association. **Resolution 3**
4. To re-elect Mr. Hong Hock Ming, the Deputy Managing Director retires pursuant to Article 85 of the Company's Articles of Association. **Resolution 4**
5. To consider and thought fit, to pass the following resolution in accordance with Section 129 of the Companies Act, 1965:-

"THAT Yg Bhg Tan Sri Yaacob Bin Mat Zain, who is over the age of seventy years and retiring pursuant to Section 129 of the Companies Act, 1965 be and is hereby re-appointed as Director of the Company to hold office until the next Annual General Meeting."
Resolution 5
6. To re-appoint Messrs Deloitte KassimChan as Auditors of the Company and to authorize the Directors to fix their remuneration. **Resolution 6**

AS SPECIAL BUSINESS

To consider and if thought fit, pass the following resolutions as Ordinary Resolutions:-

7. **Authority to allot and issue shares pursuant to Section 132D of the Companies Act, 1965**

"THAT pursuant to Section 132D of the Companies Act, 1965, the Directors be and are hereby authorised to issue shares in the Company at any time upon such terms and conditions, for such purposes and to such person or persons whomsoever as the Directors, may, in their absolute discretion, deem fit, provided that the aggregate numbers of shares to be issued does not exceed 10% of the total issued and paid-up share capital of the Company for the time being and that such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company, subject always to the approval of the relevant government and/or regulatory authorities."
Resolution 7

8. Proposed Renewal of Shareholders' Mandate for Share Buy-Back

"THAT subject to the Company's compliance with all applicable rules, regulations, orders and guidelines made pursuant to the Companies Act, 1965, the provisions of the Company's Memorandum and Articles of Association and the requirements of the Bursa Malaysia Securities Berhad ("Bursa Securities") and the approvals of all relevant authorities, the Company be and is hereby authorised to the fullest extent permitted by law, to buy back and/or hold such amount of ordinary shares in the Company as may be determined by the Directors of the Company from time to time through the Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interests of the Company ("the Proposed Share Buy-Back") provided that:-

- a. The maximum number of shares which may be purchased and/or held by the Company shall not exceed ten per centum (10%) of the total issued and paid-up share capital of the Company for the time being quoted on the Bursa Securities provided always that in the event that the Company ceases to hold all or any part of such shares as a result of, amongst others, cancellation of shares, sales of shares on the market of the Bursa Securities or distribution of treasury shares to shareholders as dividend in respect of shares bought back under the previous shareholders' mandate for share buy back which was obtained at the Annual General Meeting held on 28 June 2004, the Company shall be entitled to further purchase and/or hold such additional number of shares as shall (in aggregate with the shares then still held by the Company) not exceed ten per centum (10%) of the total issued and paid-up share capital of the Company for the time being quoted on the Bursa Securities;
- b. The maximum amount of funds to be allocated by the Company pursuant to the Proposed Share Buy-Back shall not exceed the sum of retained profits of the Company based on its latest audited financial statements of RM45,358,000 as at 31 December 2004; and
- c. The shares purchased by the Company pursuant to the Proposed Share Buy-Back may be dealt with in all or any of the following manner (as selected by the Company):
 - i. the shares so purchased may be cancelled; and/or
 - ii. the shares so purchased may be retained in treasury for distribution as dividend to the shareholders and/or resold on the market of the Bursa Securities and/or subsequently cancelled; and/or
 - iii. part of the shares so purchased may be retained as treasury shares with the remainder being cancelled.

AND THAT such authority shall commence upon passing of this ordinary resolution, until the conclusion of the next Annual General Meeting of the Company or the expiration of the period within which the next Annual General Meeting is required by law to be held, unless earlier revoked or varied by Ordinary Resolution of the shareholders of the Company in general meeting, whichever is earlier, but so as not to prejudice the completion of a purchase made before such expiry date.

AND THAT the Directors of the Company be and are hereby authorised to take all steps as are necessary or expedient to implement or to give effect to the Proposed Share Buy-Back with full powers to amend and/or assent to any conditions, modifications, variations or amendments (if any) as may be imposed by the relevant governmental/regulatory authorities.”

Resolution 8

By Order of the Board

Chen Huey Jiuian
(MAICSA 7005590)
Company Secretary

Kuala Lumpur
3 June 2005

Notes-

1. A member of the Company who is entitled to attend and vote at the meeting is entitled to appoint a proxy/proxies; and in the case of corporation, a duly authorised representative to attend and vote in his stead.
2. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company. Where a member appoints more than one (1) proxy, he shall specify the proportion of his shareholdings to be represented by each proxy.
3. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.
4. The instrument appointing a proxy shall be deposited at the Registered Office of the Company at Level 3A, Nirvana Memorial Center, No. 1, Jalan 1/116A, Off Jalan Sungai Besi, 57100 Kuala Lumpur, not less than forty-eight (48) hours before the time set for holding the meeting or any adjournment thereof.
5. **Explanatory notes on Special Business:-**
 - 5.1 The Proposed Resolution 7, if passed, will give the Directors of the Company, the authority to issue and allot ordinary shares from the unissued capital of the Company up to an amount not exceeding 10% of the Company's total issued and paid-up share capital for such purposes as the Directors consider would be in the interest of the Company. This authority will, unless revoked or varied by the Company in a General Meeting, expire at the next Annual General Meeting of the Company.
 - 5.2 The Proposed Resolution 8, if passed, will empower the Directors to exercise the power of the Company to purchase its own shares by utilising its financial resources not immediately required. The Proposed Share Buy-Back may have a positive impact on the market price of the Company's shares. This authority, unless revoked or varied at a general meeting, will expire at the conclusion of the next Annual General Meeting of the Company.

Further information on the Proposed Share Buy-Back are set out in the Share Buy-Back Statement on pages 87 - 90 of this Annual Report.

STATEMENT ACCOMPANYING NOTICE OF ANNUAL GENERAL MEETING

PURSUANT TO PARAGRAPH 8.28(2) OF THE LISTING REQUIREMENTS OF THE BURSA MALAYSIA SECURITIES BERHAD

1. DIRECTORS STANDING FOR RE-ELECTION AT THE FORTHCOMING FOURTEENTH ANNUAL GENERAL MEETING ARE AS FOLLOWS:-

	Retirement pursuant to the Company's Articles of Association/Companies Act, 1965	Name
i.	Article 78	Mohamed Taib Bin Mahmood
ii	Article 85	Hong Hock Ming
iii	Section 129	Jen (B) Tan Sri Yaacob Bin Mat Zain

The biographical data of the above Directors are set out in the Directors' Profile appearing on page 4 to 6 of this Annual Report.

2. DETAILS OF ATTENDANCE OF DIRECTORS AT BOARD MEETINGS

Details of attendance of Directors at Board Meetings convened during the financial year ended 31 December 2004 are set out on page 8 of this Annual Report.

3. FOURTEENTH ANNUAL GENERAL MEETING

Venue : Level 3, Nirvana Memorial Center
No. 1, Jalan 1/116A
Off Jalan Sungai Besi
57100 Kuala Lumpur

Date : Tuesday, 28 June 2005

Time : 11.00 a.m.

THIS STATEMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt as to the course of action to take, you should consult your stockbroker, solicitor, accountant, banker or other professional adviser immediately.

If you have sold or transferred all your shares in NV Multi Corporation Berhad, you should at once forward this Statement to the agent through whom the sale or transfer was effected for onward transmission to the purchaser or transferee.

Bursa Securities takes no responsibility for the contents of this Statement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents in this Statement.

SHARE BUY-BACK STATEMENT IN RELATION TO THE PROPOSED RENEWAL OF SHAREHOLDERS' MANDATE FOR SHARE BUY-BACK AUTHORITY

1. INTRODUCTION

The Company had on 2 June 2005 announced to Bursa Securities that the Company's intention to seek shareholders' approval for a renewal of mandate for the Company to purchase its own shares up to ten (10) percent of its total issued and paid-up share capital of the Company for the time being in accordance to the provisions of the Companies Act, 1965, the Company's Articles and Association and the Bursa Securities' Listing Requirements on share buy-back ("the Proposed Share Buy-Back").

The purpose of this Statement is to provide you with relevant details of the Proposed Share Buy-Back and to seek your approval on the Ordinary Resolution pertaining to the Proposed Share Buy-Back to be tabled at the forthcoming Fourteenth Annual General Meeting ("AGM") to be held on 28 June 2005 at 11.00 a.m. at Level 3, Nirvana Memorial Center, No. 1, Jalan 1/116A, Off Jalan Sungai Besi, 57100 Kuala Lumpur.

2. DETAILS OF THE PROPOSED SHARE BUY-BACK

The Board had during the AGM held on 28 June 2004 obtained its shareholders' approval the authority to purchase and/or hold up to ten percent (10%) of its total issued and paid-up share capital as quoted on the Bursa Securities. This authority shall expire at the conclusion of the forthcoming AGM of the Company which will be held on 28 June 2005.

The total issued and paid-up share capital of NV Multi as at 30 April 2005 is RM85,522,500 comprising 342,090,000 ordinary shares of RM0.25 each ("the Shares"). As an illustration, the maximum number of Shares which may be purchased by the Company will not be more than 34,209,000 Shares.

As at the date of this Statement, no Shares have been purchased by the Company since the date of approval of its shareholders on 28 June 2004.

The Proposed Share Buy-Back, if renewed, would be effective immediately upon the passing of the ordinary resolution pertaining to the Proposed Share Buy-Back at the forthcoming AGM until the conclusion of the next AGM of NV Multi, unless earlier revoked or varied by ordinary resolution of shareholders of NV Multi in a general meeting, or upon the expiration of the period within which the next AGM after the date on which the authority conferred by the resolution is required by the law to be held, whichever occurs first.

Chapter 12 of the Listing Requirements stipulates that the Proposed Share Buy-Back must be made wholly out of retained profits of the listed company. The Board therefore will allocate an amount up to the retained profits of the Company based on the latest audited financial statements of RM45,358,000 as at 31 December 2004 for the purchase of its own shares.

3. RATIONALE FOR THE PROPOSED SHARE BUY-BACK

The Proposed Share Buy-Back will enable the Company to utilise any of its surplus financial resources to purchase its own shares. The Proposed Share Buy-Back may stabilise the supply and demand of the Shares and thus the market price of the Company shares traded on the Main Board of the Bursa Securities.

3. RATIONALE FOR THE PROPOSED SHARE BUY-BACK (cont'd)

The purchased shares could be held as treasury shares and resold on the Bursa Securities with the intention of realising a potential gain. In the event the treasury shares are distributed as share dividends, it will serve to reward the shareholders of the Company.

However, the Proposed Share Buy-Back will reduce the financial resources of the Group, which may result in the Group foregoing other investment opportunities that may emerge in the future and may also reduce the amount of financial resources available for distribution in the form of share dividends to shareholders of NV Multi. However, the financial resources of the Group may recover or increase upon the reselling of the purchased shares held as treasury shares at higher price than their purchase price.

The Proposed Share Buy-Back will allow the Board to exercise the power of the Company to purchase and/or hold its own shares at any time within the abovementioned time period using the internal funds of the Company and/or external borrowings. The amount of internal funds and/or external borrowings to be utilised will only be determined later depending on the available internally generated funds, actual number of Shares to be purchased, and/or held, the anticipated future cash flow and relevant cost factors.

The Board will be mindful of the interest of NV Multi and its shareholders in undertaking the Proposed Share Buy-Back.

4. SHAREHOLDINGS

The following table illustrates the direct and indirect interests of the Directors, substantial shareholders and person connected with the Directors of NV Multi on 30 April 2005, being the most practicable date prior to the printing of this Statement.

	Before the Proposed Share Buy-Back based on issued and paid-up capital of 342,090,000 ordinary shares of RM0.25 each				After the Proposed Share Buy-Back based on issued and paid-up capital of 307,881,000 ordinary shares of RM0.25 each			
	← Direct →		← Indirect →		← Direct →		← Indirect →	
	No. of shares	%	No. of shares	%	No. of shares	%	No. of shares	%
Substantial Shareholders								
Mayang Teratai Sdn. Bhd.	115,647,740	33.81	-	-	115,647,740	37.56	-	-
Dato' Dr Leong Hoy Kum	-	-	115,647,740 *	33.81	-	-	115,647,740 *	37.56
Anugaris Sdn Bhd	59,392,536	17.36	-	-	59,392,536	19.29	-	-
Dato' Kong Hon Kong	2,507,400	0.73	59,392,536 #	17.36	2,507,400	0.81	59,392,536 #	19.29
Datin Lau Ah Lan	-	-	59,392,536 ##	17.36	-	-	59,392,536 ##	19.29
Directors								
Dato' Kong Hon Kong	2,507,400	0.73	59,392,536 #	17.36	2,507,400	0.81	59,392,536 #	19.29
Hong Hock Ming	2,550,000	0.75	-	-	2,550,000	0.83	-	-
Lee Ah Kong	369,000	0.11	-	-	369,000	0.12	-	-
Person connected with Directors								
Kong Hon Ming (Brother of Dato' Kong Hon Kong)	415,000	0.12	-	-	415,000	0.13	-	-

Notes:-

* Deemed interest by virtue of his substantial shareholdings of 99.99% in Mayang Teratai Sdn. Bhd.

Deemed interest by virtue of his substantial shareholdings of 75% in Anugaris Sdn. Bhd.

Deemed interest by virtue of her shareholdings of 12.5% and her spouse's (Dato' Kong Hon Kong) shareholding in Anugaris Sdn. Bhd.

5. EFFECTS OF THE PROPOSED SHARE BUY-BACK

5.1 SHARE CAPITAL

The effect of the Proposed Share Buy-Back on the issued and paid-up share capital of NV Multi will depend on the intention of the Board with regard to the purchased shares. In the event that the purchased shares are cancelled, the Proposed Share Buy-Back will result in a reduction in the total issued and paid-up share capital of the Company as follows:-

	No. of Shares of RM0.25 each	RM
Issued and paid-up share capital as at 30 April 2005	342,090,000	85,522,500
Assuming the Proposed Share Buy-Back is carried out in full and the shares are subsequently cancelled	(34,209,000)	(8,552,250)
Resultant share capital	307,881,000	76,970,250

However, if the purchased shares are retained as treasury shares, the Proposed Share Buy-Back will not have any effect on the issued and paid-up share capital of the Company. Nevertheless, the rights attached to the treasury shares in relation to voting, share dividends and participation in any other distributions or otherwise are suspended. The treasury shares shall not be taken into account in calculating the number or percentage of shares or of a class of shares in the Company for any purposes, including substantial shareholding, takeovers, notices, the requisitioning of meetings, the quorum for a meeting and the result of a vote on a resolution at a meeting.

5.2 NET TANGIBLE ASSET ("NTA") PER SHARE

The effect of the Proposed Share Buy-Back on the NTA per share of the Group will depend on the purchase price and the effective cost of funding of the Group.

If the purchased shares are kept as treasury shares or to be cancelled, the NTA per share would decrease, unless the cost per share of the treasury shares purchased is below the NTA per share at the relevant point in time. On the contrary, if the purchased shares are treated as treasury shares and subsequently resold on the Bursa Securities, the NTA per share of the Group would increase if the Company realise a gain from the resale, and vice-versa.

5.3 WORKING CAPITAL AND CASH FLOW

The Proposed Share Buy-Back will reduce the working capital and cash flow of the Company, the quantum of which depends on, amongst others, the number of shares purchased and the purchase prices of the shares.

For shares so purchased which are kept as treasury shares, upon its resale, the working capital and cash flow of the Company will increase. Again, the quantum of the increase in the working capital and cash flow will depend on the actual selling price of the treasury shares and the number of treasury shares resold.

5.4 EARNINGS PER SHARE ("EPS")

The effects of the Proposed Share Buy-Back on EPS of the Group would depend on the purchase price and the effective cost of funding of the Group. Similarly, on the assumption that the shares so purchased are treated as treasury shares and subsequently resold, the extent of the effect of the earnings of the Group will depend on the actual selling price and the gain or loss and interest expense arising.

5.5 PUBLIC SHAREHOLDING SPREAD

The Board of NV Multi will ensure that it will not purchase its own shares which will result the Company's public shareholding spread falling below the minimum requirements of twenty-five percent (25%). As at 30 April 2005, the public shareholding spread of the Company is approximately 43.61% of its total issued and paid-up share capital.

6. IMPLICATION RELATING TO THE CODE

Mayang Teratai Sdn. Bhd. ("MTSB"), a substantial shareholder of NV Multi, owns 115,647,740 ordinary shares of RM0.25 each in NV Multi as at 30 April 2005 based on the Register of Substantial Shareholders, representing approximately 33.81% of the Company as at that date. In the event that the Proposed Share Buy-Back is carried out in full in a period of six (6) months, the shareholdings of MTSB in NV Multi would increase to approximately 37.56% of the total issued and paid-up share capital of the Company if the number of ordinary shares held by MTSB remains unchanged.

Pursuant to the Malaysia Code on Take-Overs and Mergers, 1998 (the "Code"), any increased of more than 2% of the voting shares of the Company, there is an obligation to undertake a mandatory general offer for the remaining ordinary shares of the company not already owned by the said person or persons acting in concert.

As at the date hereof, the Company has yet to decide on the percentage of its own shares to be purchased under the Proposed Share Buy-Back. However, should the Company decide to purchase its own shares which will result in MTSB's shareholding in NV Multi in any period of six (6) months increasing by more than 2% of the voting shares of the Company, it will seek a waiver from the Securities Commission under Practice Note 2.9.10 of the Code before the Company purchases its own shares resulting in the trigger point being breached.

Save as disclosed above, based on the shareholdings as at 30 April 2005, none of the other existing substantial shareholders is expected to trigger the obligation to undertake a mandatory general offer under the Code as a result of the Proposed Share Buy-Back.

7. DIRECTORS' RECOMMENDATION

Your Board, after careful consideration, are of the opinion that the Proposed Share Buy-Back is in the best interest of the Company. Accordingly, your Board recommend that you vote in favour of the resolutions to give effect to the Proposed Share Buy-Back at the forthcoming AGM.

8. FURTHER INFORMATION

Shareholders could extract other relevant information in relation to the Proposed Share Buy-Back from other relevant section of this Annual Report.

Form of PROXY



I/We _____
(Name in full and NRIC No./Company No.)

of _____
(Address)

being a member of the abovenamed Company hereby appoint _____
(Name in full and NRIC No.)

of _____
(Address)

or failing whom, _____
(Name in full and NRIC No.)

of _____
(Address)

or failing whom, the Chairman of the meeting as my/our proxy to attend and vote for me/us and on my/our behalf at the Fourteenth Annual General Meeting of the Company to be held at Level 3, Nirvana Memorial Center, No.1, Jalan 1/116A, Off Jalan Sungai Besi, 57100 Kuala Lumpur on Tuesday, 28 June 2005 at 11.00 a.m. or at any adjournment thereof, in the manner as indicated below:-

No.	Resolutions	For	Against
1.	To receive and adopt the Audited Financial Statements for the financial year ended 31 December 2004 together with the Reports of the Directors and Auditors thereon.		
2.	To approve the payment of Directors' fees for the year ended 31 December 2004.		
3.	To re-elect Encik Mohamed Taib Bin Mahmood, a Director retires pursuant to Article 78 of the Company's Articles of Association.		
4.	To re-elect Mr. Hong Hock Ming, the Deputy Managing Director retires pursuant to Article 85 of the Company's Articles of Association.		
5.	To re-appoint Yg Bhg Tan Sri Yaacob Bin Mat Zain, who is over the age of seventy years and retiring pursuant to Section 129 of the Companies Act, 1965 as Director of the Company and to hold office until the next Annual General Meeting.		
6.	To re-appoint Messrs. Deloitte KassimChan as auditors of the Company and to authorise the Directors to fix their remuneration.		
Special Business			
7.	To authorise the Directors to allot and issue shares pursuant to Section 132D of the Companies Act, 1965.		
8.	To approve the proposed renewal of Shareholders' Mandate for Share Buy-Back.		

(Please indicate with an "X" in the appropriate space how you wish your vote to be cast. In the absence of specific directions, your proxy will vote or abstain as he/she thinks fit.)

No. of Shares held

Signature of Shareholder(s)/Common Seal
Signed this _____ day of _____, 2005

NOTES:-

1. A member of the Company who is entitled to attend and vote at the meeting is entitled to appoint a proxy/proxies; and in case of corporation, a duly authorised representative to attend and vote in his stead.
2. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company. Where a member appoints more than one (1) proxy, he shall specify the proportion of his shareholdings to be represented by each proxy.
3. The instrument appointing a proxy shall be in writing under the hand of the appointor or of his attorney duly authorised in writing or, if the appointor is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.
4. The instrument appointing a proxy shall be deposited at the Registered Office of the Company at Level 3A, Nirvana Memorial Center, No 1, Jalan 1/116A, Off Jalan Sungai Besi, 57100 Kuala Lumpur, not less than forty-eight (48) hours before the time set for holding the meeting or any adjournment thereof.

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stamp



The Company Secretary

NV MULTI CORPORATION BERHAD (204888-D)
Level 3A, Nirvana Memorial Center
No. 1, Jalan 1/116A
Off Jalan Sg. Besi
57100 Kuala Lumpur.

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