

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED**  
**BALANCE SHEET AS AT 31 DECEMBER 2004**

The figures have not been audited

Note

AS AT END OF CURRENT QUARTER 31.12.2004 RM'000	AS AT PRECEEDING FINANCIAL YEAR 31.12.2003 RM'000
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<b>NON CURRENT ASSETS</b>	<b>3,193,477</b>	<b>2,979,557</b>
Property, plant and equipment	3,052,289	2,833,503
Associates	80,147	37,298
Long term investments	52,289	34,215
Land held for future development	-	64,668
Deferred farm expenditure	2,930	827
Goodwill on consolidation	5,822	9,046
<b>CURRENT ASSETS</b>	<b>603,923</b>	<b>531,558</b>
Inventories	115,729	160,529
Land and development expenditure	-	56,635
Trade and other receivables	245,175	180,764
Tax recoverable	9,844	10,915
Short term investments, at cost less provision	1,113	808
Deposits with licenced banks	43,155	21,813
Cash and bank balances	188,907	100,094
<b>LESS: CURRENT LIABILITIES</b>	<b>333,082</b>	<b>438,887</b>
Trade and other payables	197,992	179,414
Term Loans due within the year/12 months	41,124	86,329
Short-term borrowings	93,495	170,622
Taxation	471	2,522
Dividend	-	-
<b>NET CURRENT ASSETS / (LIABILITIES)</b>	<b>270,841</b>	<b>92,671</b>
<b>LESS: NON CURRENT LIABILITIES</b>	<b>682,217</b>	<b>541,451</b>
Term Loan	473,837	370,729
Deferred taxation	208,380	170,722
<b>NET ASSETS/(LIABILITIES)</b>	<b>2,782,101</b>	<b>2,530,777</b>
<b>CAPITAL AND RESERVES</b>		
Share Capital		
Authorised	200,000	200,000
Issued and fully paid	130,704	94,531
Share premium account	215,082	157,822
Warrant reserve account	33,102	-
Revaluation and other reserves	1,415,475	1,375,168
Revenue reserves	847,440	685,039
<b>SHAREHOLDERS EQUITY</b>	<b>2,641,803</b>	<b>2,312,560</b>
Minority Interests	140,298	218,217
	<b>2,782,101</b>	<b>2,530,777</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31.12.2004

<b>NET TANGIBLE ASSETS PER SHARE</b>	<b>RM10.07</b>	<b>RM12.18</b>
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**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE QUARTER and TWELVE MONTH ENDED**  
**31-Dec-04**

The figures have not been audited

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		1 OCT - 31 DEC 2004 RM'000	1 OCT - 31 DEC 2003 RM'000	1 JAN - 31 DEC 2004 RM'000	1 JAN - 31 DEC 2003 RM'000
REVENUE	A8	332,810	236,003	1,459,659	1,028,166
EXPENSES EXCLUDING FINANCE COST & TAX		(281,332)	(245,753)	(1,175,388)	(859,279)
OTHER OPERATING INCOME / (LOSS)		11,958	33,526	20,393	56,444
<b>PROFIT FROM OPERATIONS</b>		<b>63,436</b>	<b>23,776</b>	<b>304,664</b>	<b>225,331</b>
FINANCE COSTS		(7,813)	(8,760)	(29,892)	(35,961)
SHARE OF PROFIT IN ASSOCIATES		6,782	2,781	14,878	9,324
<b>PROFIT BEFORE TAXATION</b>	A8	<b>62,405</b>	<b>17,797</b>	<b>289,650</b>	<b>198,694</b>
TAXATION		<b>(17,308)</b>	<b>(2,284)</b>	<b>(86,409)</b>	<b>(66,676)</b>
Company and Subsidiaries		(16,378)	(2,618)	(83,212)	(65,178)
Associates		(930)	334	(3,197)	(1,498)
<b>PROFIT AFTER TAX</b>		<b>45,097</b>	<b>15,513</b>	<b>203,241</b>	<b>132,018</b>
MINORITY INTERESTS		673	(9,384)	(29,994)	(26,797)
<b>NET PROFIT FOR THE PERIOD</b>		<b>45,770</b>	<b>6,129</b>	<b>173,247</b>	<b>105,221</b>
<b>EARNINGS PER SHARE:</b>		Sen	Sen	Sen	Sen
1. Basic		21.21	3.24	80.27	55.66
2. Fully Diluted		20.46	N/A	77.43	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2003

**KULIM (MALAYSIA) BERHAD**  
(COMPANY NO. 23370-V)  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**KULIM (MALAYSIA) BERHAD**  
(COMPANY NO: 23370-V)  
**STATEMENT ON THE MOVEMENT OF EQUITY**  
**FOR THE TWELVE MONTHS ENDED 31 DEC 2004**

	ISSUED & FULLY PAID ORDINARY SHARES OF RM0.50 EACH		NON- DISTRIBUTABLE			DISTRIBUTABLE	TOTAL
	NO. OF SHARES	NOMINAL VALUE RM'000	SHARE PREMIUM RM'000	WARRANT RESERVE	REVALUATION & OTHER RESERVES RM'000	RETAINED EARNINGS RM'000	RM'000
Balance as at 1 January 2003:							
as previously reported	189,056,012	94,528	157,807		1,436,759	501,062	2,190,156
prior year adjustment as restated	189,056,012	94,528	157,807		1,436,759	501,062	2,190,156
Movements during the period:							
Exercise of Warrants 1994-2004	5,640	3	15				18
Net profit for the period/year						105,221	105,221
Currency translation differences					24,180		24,180
Amortisation of reserve on consolidation					(205)		(205)
Transfer to retained earnings on disposal of land					(85,566)	85,566	-
Net gain/(loss) not recognised in income statement		-	-		(61,591)	85,566	23,975
Dividends for the period/year						(6,810)	(6,810)
Balance as at 31 December 2003	<b>189,061,652</b>	<b>94,531</b>	<b>157,822</b>	<b>-</b>	<b>1,375,168</b>	<b>685,039</b>	<b>2,312,560</b>
Balance as at 1 January 2004							
as previously reported	189,061,652	94,531	157,822		1,375,168	685,039	2,312,560
prior year adjustment as restated	189,061,652	94,531	157,822		1,375,168	685,039	2,312,560
Exercise of warrants 1994-2004	94,588	46	266				312
Rights issue of 1 for 4 held	47,289,060	23,645	14,186	33,102			70,933
Issue of shares for the acquisition of 100% EPA	19,565,217	9,783	35,217				45,000
Issue of shares for the acquisition of 62.03% KBP	3,939,130	1,969	7,090				9,059
ESOS 2004-2009	235,300	118	362				480
Issue of shares re MGO on 30.96% equity on KBP	1,224,005	612	2,203				2,815
Rights issue expenses			(2,064)				(2,064)
Net profit for the period/year						173,247	173,247
Currency translation differences					30,897		30,897
Amortisation of reserve on consolidation					(205)		(205)
Transfer to retained earnings on disposal of land					-	-	-
Movement in reserves (by NBPOL)					(5,675)	5,675	-
Reversal of Goodwill on consolidation (JLB)					2,539		2,539
Elimination of pre-acquisition (c/y) reserves of EPA					12,629		12,629
Elimination of pre-acquisition (c/y) reserves of KBP					2,661		2,661
Deconsolidation of JLB					(2,539)		(2,539)
Loss on disposal of JLB (per MASBII para 41)						(7,162)	(7,162)
Net gain/(loss) not recognised in income statement	-	-	-		40,307	(1,487)	38,820
Dividends for the period/year						(9,359)	(9,359)
Balance as at 31 December 2004	<b>261,408,952</b>	<b>130,704</b>	<b>215,082</b>	<b>33,102</b>	<b>1,415,475</b>	<b>847,440</b>	<b>2,641,803</b>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2003)

**KULIM (MALAYSIA) BERHAD**  
(COMPANY NO: 23370-V)  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE TWELVE MONTHS ENDED**  
**31-Dec-04**

CURRENT CUMULATIVE QUARTER AS AT 31.12.2004 RM'000	PRIOR YEAR CUMULATIVE QUARTER AS AT 31.12.2003 RM'000
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The figures have not been audited

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net profit attributable to shareholders	173,247	105,221
Non-cash items	179,067	140,893
Non-operating items (investing and financing)	14,838	11,015
<b>Total non-cash adjustments</b>	<b>367,152</b>	<b>257,129</b>

Changes in working capital		
Net change in current assets	(62,953)	(13,692)
Net change in current liabilities	(2,709)	61,965

**Cash generated from operations** **301,490** **305,402**

Interest received	2,240	3,288
Interest paid	(29,892)	(35,961)
Income taxes paid, net of refund	(71,884)	(49,906)
Dividends and investment income received	3,709	9,474

**Net cash from operating activities** **205,663** **232,297**

**CASH FLOWS FROM INVESTING ACTIVITIES**

Equity investments	(104,440)	(2,508)
Other investments	(1,688)	(24)
Purchase of property, plant and equipment	(162,786)	(144,679)
Deferred farm expenditure	(2,103)	(827)
Development property and expenditure	(374,341)	-
Proceeds from disposal of property, plant and equipment	1,843	1,364
Proceeds from disposal of UT estate land	-	96,634
Proceeds from sale of investments	27,916	1,453

**Net cash used in investing activities** **(615,599)** **(48,587)**

**CASH FLOW FROM FINANCING ACTIVITIES**

Proceed from long term loan	734,443	14,852
Proceed from short term bank loan	-	203,222
Repayment of long term loan	(340,993)	(111,531)
Repayment of short term bank borrowings	(46,209)	(227,763)
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	(16,169)	(6,806)
Minority shareholders of subsidiaries	-4,562	(1,688)
Exercise of warrants 1994-2004	312	18
Issue of shares	156,409	-
ESOS 2004-2009	490	-
Bank balances pledged to a bank	415	(1,123)
Rights issue expenses	(2,064)	-

**Net cash used in financing activities** **491,186** **(131,219)**

Net cash inflow from disposal of subsidiary	50,251	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>131,501</b>	<b>52,491</b>

Cash and cash equivalents at beginning of the year	90,077	34,992
Foreign Exchange differences on opening balances	3,390	2,594

**Cash and cash equivalents at end of the period** **224,968** **90,077**

**The cash and cash equivalents consists of the followings :-**

Deposit with licenced Banks	40,305	20,646
Cash and Bank Balances	188,907	100,994
	<b>229,212</b>	<b>120,740</b>
Less : Bank overdraft	(4,244)	(30,663)
	<b>224,968</b>	<b>90,077</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2003