

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**FOR PERIOD ENDED 30 JUNE 2005**

The figures have not been audited

	Note	AS AT END OF CURRENT QUARTER 30.06.2005  RM'000	AS AT PRECEDING FINANCIAL YEAR 31.12.2004 (AUDITED) RM'000
<b>NON CURRENT ASSETS</b>		<b>3,410,894</b>	<b>3,183,511</b>
Property, plant and equipment		3,134,847	3,042,747
Investments in associates		79,918	80,320
Long term investments		188,366	51,692
Deferred farm expenditure		3,553	2,930
Goodwill on consolidation		4,210	5,822
<b>CURRENT ASSETS</b>		<b>492,131</b>	<b>565,457</b>
Inventories		125,134	119,497
Trade and other receivables		264,083	257,058
Tax recoverable		1,686	16,531
Short term investments, at cost less provision	B7	640	1,113
Deposits with licenced banks		9,285	43,110
Cash and bank balances		91,303	128,148
<b>LESS: CURRENT LIABILITIES</b>		<b>289,518</b>	<b>289,584</b>
Trade and other payables		118,079	147,404
Term Loans due within the year/12 months	B9	24,307	41,119
Short-term borrowings	B9	152,596	93,495
Taxation		(5,464)	7,566
<b>NET CURRENT ASSETS / (LIABILITIES)</b>		<b>202,613</b>	<b>275,873</b>
<b>LESS: NON CURRENT LIABILITIES</b>		<b>790,033</b>	<b>682,281</b>
Term Loans	B9	576,003	473,841
Deferred taxation		214,030	208,440
<b>NET ASSETS/(LIABILITIES)</b>		<b>2,823,474</b>	<b>2,777,103</b>
<b>CAPITAL AND RESERVES</b>			
Share Capital			
Authorised		200,000	200,000
Issued and fully paid		131,080	130,704
Share premium account		216,239	215,081
Warrant reserve account		33,102	33,102
Revaluation and other reserves		1,427,589	1,415,651
Revenue reserves		865,516	842,707
<b>SHAREHOLDERS' EQUITY</b>		<b>2,673,526</b>	<b>2,637,245</b>
Minority Interest		149,948	139,858
		<b>2,823,474</b>	<b>2,777,103</b>
<b>NET TANGIBLE ASSETS PER SHARE (RM)</b>		<b>10.17</b>	<b>10.06</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31.12.2004 and the accompanying explanatory notes attached to this report

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2005**

The figures have not been audited

Note

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		1 APR - 30 JUNE 2005 RM'000	1 APR - 30 JUNE 2004 RM'000	1 JAN - 30 JUNE 2005 RM'000	1 JAN - 30 JUNE 2004 RM'000
REVENUE	A8	364,633	383,661	672,064	716,931
EXPENSES EXCLUDING FINANCE COST & TAX		(335,094)	(324,349)	(604,647)	(584,540)
OTHER OPERATING INCOME / (LOSS)		3,277	2,775	6,376	4,978
<b>PROFIT FROM OPERATIONS</b>		<b>32,816</b>	<b>62,087</b>	<b>73,793</b>	<b>137,369</b>
FINANCE COST		(6,850)	(7,448)	(13,403)	(14,485)
SHARE OF PROFIT IN ASSOCIATES		1,566	2,478	3,481	4,704
<b>PROFIT BEFORE TAXATION</b>	A8	<b>27,532</b>	<b>57,117</b>	<b>63,871</b>	<b>127,588</b>
TAXATION		<b>(12,656)</b>	<b>(22,045)</b>	<b>(30,712)</b>	<b>(45,573)</b>
Company and Subsidiaries		(11,938)	(21,351)	(29,353)	(44,256)
Associates		(718)	(694)	(1,359)	(1,317)
<b>PROFIT AFTER TAX</b>		<b>14,876</b>	<b>35,072</b>	<b>33,159</b>	<b>82,015</b>
MINORITY INTEREST		(4,794)	(9,909)	(10,350)	(18,159)
<b>NET PROFIT FOR THE PERIOD</b>		<b>10,082</b>	<b>25,163</b>	<b>22,809</b>	<b>63,856</b>
<b>EARNINGS PER SHARE:</b>		Sen	Sen	Sen	Sen
1. Basic		3.85	13.31	8.71	33.78
2. Fully Diluted		3.73	N/A	8.44	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2004 and the accompanying explanatory notes attached to this report

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO. 23370-V)**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2005**

	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	TOTAL RM'000
Balance as at 1 January 2004: as previously reported	189,061,652	94,531	157,822	-	1,375,168	685,039	2,312,560
Movements during the period:							
Exercise of Warrants 1994-2004	94,588	47	266				313
Net profit for the period/year						63,856	63,856
Currency translation differences					17,594		17,594
Amortisation of reserve on consolidation					(103)		(103)
Net gain/(loss) not recognised in income statement		0	0	0	17,491	0	17,491
<b>Balance as at 30 June 2004</b>	<b>189,156,240</b>	<b>94,578</b>	<b>158,088</b>	<b>-</b>	<b>1,392,659</b>	<b>748,895</b>	<b>2,394,220</b>
Balance as at 1 January 2005 as previously reported	261,408,952	130,704	215,081	33,102	1,415,651	842,707	2,637,245
Exercise of warrants 1994-2004			-				-
ESOS 2004-2009	750,850	376	1,158				1,534
Net profit for the period/year						22,809	22,809
Currency translation differences					11,898		11,898
Reserve on acquisition of additional equity interest in KBP					40		40
Net gain/(loss) not recognised in income statement	-	-	-		11,938	0	11,938
<b>Balance as at 30 June 2005</b>	<b>262,159,802</b>	<b>131,080</b>	<b>216,239</b>	<b>33,102</b>	<b>1,427,589</b>	<b>865,516</b>	<b>2,673,526</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 2004 and the accompanying explanatory notes attached to this report)

**KULIM (MALAYSIA) BERHAD**  
(COMPANY NO: 23370-V)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2005**

CURRENT CUMULATIVE QUARTER AS AT 30.06.2005 RM'000	PRIOR YEAR CUMMULATIVE QUARTER AS AT 30.06.2004 RM'000
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The figures have not been audited

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net profit attributable to shareholders	22,809	63,856
Non-cash items	92,550	122,512
Non-operating items (investing and financing)	8,079	9,577
<b>Total non-cash adjustments</b>	<b>123,438</b>	<b>195,945</b>
Changes in working capital		
Net change in current assets	(24,617)	(54,596)
Net change in current liabilities	(17,743)	(81,278)
<b>Cash generated from operations</b>	<b>81,078</b>	<b>60,071</b>
Interest received	1,426	790
Interest paid	(13,403)	(14,485)
Income taxes paid, net of refund	(25,626)	(22,470)
Dividends and investment income received	3,962	4,132
<b>Net cash flow from operating activities</b>	<b>47,437</b>	<b>28,038</b>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Equity investments	(326)	-
Other investments	(138,114)	229
Purchase of property, plant and equipment	(129,068)	(82,966)
Deferred farm expenditure	(623)	(638)
Development property and expenditure	-	(14,092)
Proceeds from disposal of property, plant and equipment	18	50
Proceeds from disposal of investments	10,087	214
<b>Net cash flow from investing activities</b>	<b>(258,026)</b>	<b>(97,203)</b>

**CASH FLOW FROM FINANCING ACTIVITIES**

Proceed from long term loan	60,328	18,898
Proceed from short term bank loan	63,345	36,027
Repayment of long term loan	24,132	(4,801)
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	-	(6,810)
Minority shareholders of subsidiaries	(7,026)	(2,155)
Exercise of warrants 1994-2004	-	312
ESOS 2004-2009	1,534	-
Bank balances pledged to a bank	(487)	201
<b>Net cash flow from financing activities</b>	<b>141,826</b>	<b>41,672</b>

Net increase/(decrease) in cash and cash equivalents	(68,763)	(27,493)
Cash and cash equivalents at beginning of the year	164,165	88,885
Foreign Exchange differences on opening balances	1,849	2,902
<b>Cash and cash equivalents at end of the period</b>	<b>97,251</b>	<b>64,294</b>

The cash and cash equivalents consists of the followings :-

<b>Deposit with licenced Banks</b>	5,948	20,411
<b>Cash and Bank Balances</b>	<b>91,303</b>	<b>72,141</b>
	97,251	92,552
<b>Less : Bank overdraft</b>	<b>-</b>	<b>(28,258)</b>
	<b>97,251</b>	<b>64,294</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2004 and the accompanying explanatory notes attached to this report