

KULIM (MALAYSIA) BERHAD
(COMPANY NO: 23370-V)
CONDENSED CONSOLIDATED BALANCE SHEET
FOR PERIOD ENDED 30 JUNE 2006

	Note	AS AT END OF CURRENT QUARTER 30 JUNE 2006 RM'000	AS AT PRECEEDING FINANCIAL YEAR 31 DECEMBER 2005 (AUDITED/Restated) RM'000
NON CURRENT ASSETS		3,910,890	3,802,722
Property, plant and equipment		2,400,968	2,409,783
Biological assets		562,597	667,278
Leases (prepaid lease payments)		285,824	147,059
Investment property		70,416	71,257
Investments in associates		320,587	82,612
Long term investments		15,139	421,948
Intangible assets			
Goodwill		242,196	-
Deferred expenditure		3,399	2,615
Other intangibles (if any)		9,510	-
Deferred tax assets		254	170
CURRENT ASSETS		853,242	599,538
Investments/property held for sale		3,178	-
Inventories		199,057	151,334
Trade and other receivables		293,692	229,181
Tax recoverable		25,842	28,307
Other financial assets at fair value through profit or loss	B7	3,203	615
Cash and bank balances		328,270	190,101
TOTAL ASSETS		4,764,132	4,402,260
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share Capital		132,275	132,011
Other reserves		2,496,408	2,530,781
Share premium account		137,668	218,974
Treasury shares		(961)	-
Revaluation and other reserves		1,410,171	1,441,470
Revenue reserves		949,530	870,337
		2,628,683	2,662,792
POTENTIAL SHAREHOLDERS			
Warrant reserve		32,874	33,064
MINORITY INTEREST		380,877	179,847
TOTAL EQUITY		3,042,434	2,875,703
LIABILITIES			
NON CURRENT LIABILITIES		1,304,277	1,099,384
Term loans	B9	1,071,364	870,830
Deferred tax liabilities		232,913	228,554
CURRENT LIABILITIES		417,421	427,173
Trade and other payables		168,718	156,283
Current income tax liabilities		16,562	5,187
Borrowings			
Term Loans due within the year/12 months	B9	56,265	122,058
Short-term borrowings	B9	175,876	143,645
TOTAL LIABILITIES		1,721,698	1,526,557
TOTAL EQUITY AND LIABILITIES		4,764,132	4,402,260
NET ASSETS PER SHARE (RM)		11.50	10.89

The Condensed Consolidated Balance Sheets and the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2005

KULIM (MALAYSIA) BERHAD
(COMPANY NO: 23370-V)
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2006

	Note	INDIVIDUAL QUARTER		AUDITED CUMULATIVE QUARTER	
		1 APR - 30 JUN 2006 RM'000	1 APR - 30 JUN 2005 - restated RM'000	1 JAN - 30 JUN 2006 RM'000	1 JAN - 30 JUN 2005 - restated RM'000
REVENUE	A8	423,308	364,633	797,716	672,064
EXPENSES EXCLUDING FINANCE COST & TAX		(368,668)	(335,094)	(654,444)	(604,647)
OTHER OPERATING INCOME / (LOSS)		2,887	3,277	5,457	6,376
PROFIT FROM OPERATIONS		57,527	32,816	148,729	73,793
FINANCE COST		(14,151)	(6,850)	(27,011)	(13,403)
SHARE OF RESULTS OF ASSOCIATES		2,071	848	1,908	2,122
PROFIT BEFORE TAXATION		45,447	26,814	123,626	62,512
INCOME TAX EXPENSE		(12,331)	(11,938)	(28,178)	(29,353)
NET PROFIT FOR THE PERIOD/YEAR		33,116	14,876	95,448	33,159
ATTRIBUTABLE TO :					
EQUITY HOLDERS OF THE COMPANY		24,932	10,082	79,274	22,809
MINORITY INTEREST		8,184	4,794	16,174	10,350
		33,116	14,876	95,448	33,159
EARNINGS PER SHARE:		Sen	Sen	Sen	Sen
1. Basic		9.44	3.85	30.02	8.71
2. Fully Diluted		8.97	3.73	28.52	8.44

The Condensed Consolidated Income Statements and the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2005

KULIM (MALAYSIA) BERHAD
(COMPANY NO. 23370-V)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2006

	ISSUED & FULLY PAID ORDINARY SHARES ORDINARY SHARES OF RM0.50 EACH			NON-DISTRIBUTABLE			DISTRIBUTABLE	TOTAL CAPITAL & RESERVE	POTENTIAL SHAREHOLDERS	MINORITY INTEREST	TOTAL EQUITY
	NO. OF SHARES	NOMINAL VALUE RM'000	TREASURY SHARES RM'000	SHARE PREMIUM RM'000	SHARE OPTION RM'000	REVALUATION & OTHER RESERVES RM'000	RETAINED EARNINGS RM'000	RM'000	WARRANT RESERVE RM '000	RM'000	RM'000
Balance as at 1 January 2005 as previously reported	261,408,952	130,704		215,081		1,415,651	842,707	2,604,143	33,102	139,858	2,777,103
Movements during the period:											
Exercise of Warrants 1994-2004	54,287	27		150							-
ESOS 2004 - 2009	750,850	376		1,158				1,534			1,534
New /Rights issue of share/Additional acquisition of equity interest										5,569	5,569
Disposal of equity interest											-
Additional Rights issue expenses											-
Net profit for the period/year							22,809	22,809		10,373	33,182
Currency translation differences						11,898		11,898		2,598	14,496
Reserve arising from acquisition of additional equity interest in KBP						40		40			40
Net gain/(loss) not recognised in income statement						11,938		11,938		2,598	14,536
Dividends for the period/year										(8,450)	(8,450)
Balance as at 30 June 2005	262,214,089	131,107		216,389	-	1,427,589	865,516	2,640,424	33,102	149,948	2,823,474
Balance as at 1 January 2006 as previously reported	264,021,889	132,011		218,974		1,441,470	870,337	2,662,792	33,064	179,847	2,875,703
Share buy back	(364,900)		(961)					(961)			(961)
Exercise of warrants 1994-2004	271,234	136		749				885	(190)		695
ESOS 2004-2009	255,900	128		394				522			522
Employee remuneration (stock option)											-
New/Rights Issue of share/Additional acquisition of equity interest										193,137	193,137
Capital distribution through reduction of share premium account				(82,449)				(82,449)			(82,449)
Net profit for the period/year							79,274	79,274		15,996	95,270
Currency translation differences						(31,380)		(31,380)		(6,967)	(38,347)
Movement in reserves						81	(81)	0			-
Net gain/(loss) not recognised in income statement						(31,299)	(81)	(31,380)		(6,967)	(38,347)
Dividends for the period/year										(1,136)	(1,136)
Balance as at 30 June 2006	264,184,123	132,275	(961)	137,668	-	1,410,171	949,530	2,628,683	32,874	380,877	3,042,434

(The Condensed Consolidated Statements of Changes in Equity and the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2005)

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

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2006

CURRENT QUARTER AS AT 30 JUNE 2006 RM'000	PRIOR YEAR UNAUDITED QUARTER AS AT 30 JUNE 2005 RM'000
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CASH FLOWS FROM OPERATING ACTIVITIES

Net profit attributable to shareholders	79,274	22,809
Biological assets	(1,751)	92,550
Non-operating items (investing and financing)	25,257	8,079
Operating profit before changes in working capital	102,780	123,438
Changes in working capital		
Net changes in current assets	(84,980)	(24,617)
Net changes in current liabilities	(22,010)	(17,743)
Cash generated from operations	(4,210)	81,078
Interest received	2,105	1,426
Interest paid	(27,011)	(13,403)
Tax paid, net of refund	(12,779)	(25,626)
Dividends and investment income received	-	3,962
Net cash flow from operating activities	(41,895)	47,437

CASH FLOWS FROM INVESTING ACTIVITIES

Equity investments	-	(326)
Other investments	(2,018)	(138,114)
Purchase of property, plant and equipment	(143,760)	(129,068)
Deferred farm expenditure	(705)	(623)
Initial & renewal of franchise fees	(299)	-
Share buy-back	(961)	-
Proceeds from disposal of property, plant and equipment	409	18
Proceeds from disposal of investments	212,758	10,087
Net cash flow from investing activities	65,424	(258,026)

CASH FLOW FROM FINANCING ACTIVITIES

Proceed from long term loan	36,889	60,328
Proceed from short term bank loan	29,691	63,345
Repayment of long term loan	(49,666)	24,132
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	-	-
Minority shareholders of subsidiaries	(1,469)	(7,026)
Exercise of warrants 1994-2004	695	-
ESOS 2004-2009	522	1,534
Issue of shares	57	-
Bank balances pledged to a bank	(40)	(487)
Net cash flow from financing activities	16,679	141,826

Net cash inflow/(outflow) from acquisition/(disposal) of subsidiaries	75,467	-
Net increase/(decrease) in cash and cash equivalents	115,675	(68,763)
Cash and cash equivalents at beginning of the year	178,130	164,165
Foreign Exchange differences on opening balances	(80)	1,849
Cash and cash equivalents at end of the period	293,725	97,251

Cash and cash equivalents consists of the followings :-

Deposit with licenced Banks	246,223	5,948
Cash and Bank Balances	82,047	91,303
	328,270	97,251
Less : Bank overdraft	(11,130)	-
Amount pledged to banks	(23,415)	-
	293,725	97,251

The Condensed Consolidated Cash Flow Statements the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2005