

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2007**

The figures have not been audited

Note

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	1 OCT - 31 DEC 2007 RM'000	1 OCT - 31 DEC 2006 RM'000	1 JAN - 31 DEC 2007 RM'000	1 JAN - 31 DEC 2006 RM'000
<b>REVENUE</b>	<b>866,786</b>	517,988	<b>2,775,929</b>	1,836,531
EXPENSES EXCLUDING FINANCE COST & TAX	<b>(646,710)</b>	(461,156)	<b>(2,222,958)</b>	(1,584,888)
OTHER OPERATING INCOME / (LOSS)	<b>17,712</b>	5,451	<b>32,122</b>	13,080
<b>PROFIT FROM OPERATIONS</b>	<b>237,788</b>	62,283	<b>585,093</b>	264,723
FINANCE COST	<b>(17,385)</b>	(17,626)	<b>(66,118)</b>	(66,051)
SHARE OF RESULTS OF ASSOCIATES	<b>11,541</b>	12,669	<b>43,100</b>	22,886
<b>PROFIT BEFORE INCOME TAX</b>	<b>231,944</b>	57,326	<b>562,075</b>	221,558
INCOME TAX EXPENSE	<b>(35,244)</b>	(14,251)	<b>(114,567)</b>	(51,617)
<b>NET PROFIT FOR THE PERIOD/YEAR FROM</b>				
Continuing operation	<b>196,700</b>	43,075	<b>447,508</b>	169,941
Discontinued operations and profit on sale of discontinued operations, net of tax	<b>18,778</b>	-	<b>82,252</b>	-
<b>TOTAL NET PROFIT FOR THE PERIOD/YEAR</b>	<b>215,478</b>	43,075	<b>529,760</b>	169,941
<b>ATTRIBUTABLE TO :</b>				
<b>EQUITY HOLDERS OF THE COMPANY</b>	<b>170,003</b>	27,742	<b>406,355</b>	127,648
<b>MINORITY INTEREST</b>	<b>45,475</b>	15,333	<b>123,405</b>	42,293
<b>EARNINGS PER SHARE for profit attributable to the equity holders of the company during the year</b>	<b>Sen</b>	Sen	<b>Sen</b>	Sen
1. Basic	<b>60.14</b>	10.44	<b>143.74</b>	48.04
2. Fully Diluted	<b>57.00</b>	9.60	<b>136.24</b>	44.19

The Condensed Consolidated Income Statements and the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2006

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**FOR PERIOD ENDED 31 DECEMBER 2007**

	Note	AS AT END OF CURRENT QUARTER 31 DECEMBER 2007 RM'000	AS AT PRECEEDING FINANCIAL YEAR 31 DECEMBER 2006 (AUDITED) RM'000
<b>NON CURRENT ASSETS</b>		<b>3,950,133</b>	<b>3,953,605</b>
Property, plant and equipment		2,296,829	2,229,073
<i>Plantation development expenditure</i>		455,220	585,983
Prepaid lease payments		277,866	310,253
Investment property		81,976	85,890
Investment in associates		517,669	436,190
Long term investments		26,388	18,076
Available for sale investments			
Intangible assets		<b>293,157</b>	<b>287,902</b>
Goodwill (on consolidation)		50,605	50,605
Deferred expenditure on tissue culture		1,081	516
Deferred farm expenditure (agriculture/non-prennial crop)		3,917	2,357
Other intangibles (if any)		237,554	234,424
Deferred tax assets		1,028	238
<b>CURRENT ASSETS</b>		<b>1,619,362</b>	<b>696,638</b>
Investment/property held for sale		-	-
Prepaid lease payments		1,159	5,695
Other investments	B7	112,205	7,807
Inventories		220,941	172,881
Trade and other receivables		591,313	315,562
Tax recoverable		44,801	55,776
Cash and cash equivalents		648,943	138,917
<b>TOTAL ASSETS</b>		<b>5,569,495</b>	<b>4,650,243</b>
<b>EQUITY</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
<b>Share Capital</b>		148,545	137,950
Other reserves		2,774,832	2,295,514
Share premium account		217,931	164,332
Warrant reserve		13,512	26,977
Treasury shares		(23,720)	(961)
Revaluation and other reserves		1,307,062	1,244,580
Revenue reserves		1,260,047	860,586
		<b>2,923,377</b>	<b>2,433,464</b>
<b>MINORITY INTEREST</b>		<b>787,228</b>	<b>373,009</b>
<b>TOTAL EQUITY</b>		<b>3,710,605</b>	<b>2,806,473</b>
<b>LIABILITIES</b>			
<b>NON CURRENT LIABILITIES</b>		<b>961,550</b>	<b>1,208,288</b>
Term loans	B9	772,419	932,380
Deferred tax liabilities		189,131	275,908
<b>CURRENT LIABILITIES</b>		<b>897,340</b>	<b>635,482</b>
Trade and other payables		359,836	243,750
Proposed dividend payable (if any)		-	-
Current income tax liabilities		16,358	2,626
Borrowings			
Term Loans due within the year/12 months	B9	250,240	188,116
Short-term borrowings	B9	270,906	200,990
<b>TOTAL LIABILITIES</b>		<b>1,858,890</b>	<b>1,843,770</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>5,569,495</b>	<b>4,650,243</b>
<b>NET ASSETS PER SHARE (RM)</b>		<b>12.49</b>	<b>10.17</b>

The Condensed Consolidated Balance Sheets and the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2006

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO. 23370-V)**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2007**

	ATTRIBUTABLE TO EQUITY HOLDER OF THE COMPANY							MINORITY INTEREST RM'000	TOTAL EQUITY RM'000	
	NON-DISTRIBUTABLE					DISTRIBUTABLE				
	NO. OF SHARES	NOMINAL VALUE RM'000	TREASURY SHARES RM'000	SHARE PREMIUM RM'000	WARRANT RESERVE RM'000	REVALUATION & OTHER RESERVES RM'000	RETAINED EARNINGS RM'000			TOTAL RM'000
Balance as at 1 January 2006										
as previously reported	264,021,889	132,011	-	218,974	33,064	1,441,470	870,337	2,695,856	179,847	<b>2,875,703</b>
prior year adjustment/change in accounting policy;	-	-	-	-	-	(168,982)	(120,452)	(289,434)	-	<b>(289,434)</b>
as restated	264,021,889	132,011	-	218,974	33,064	1,272,488	749,885	2,406,422	179,847	2,586,269
Shares buy-back	(364,900)	-	(961)	-	-	-	-	(961)	-	<b>(961)</b>
Exercise of warrants	8,696,411	4,348	-	22,906	(6,087)	-	-	21,167	-	<b>21,167</b>
ESOS	3,182,100	1,591	-	4,900	-	-	-	6,491	-	<b>6,491</b>
New/Rights Issue of share/Acquisition of minority interest	-	-	-	-	-	-	-	-	172,552	<b>172,552</b>
Disposal of equity interest	-	-	-	-	-	-	-	-	-	-
Transfer from revaluation reserve to retained earnings	-	-	-	-	-	(2,560)	2,560	-	-	-
Capital distribution-in-specie	-	-	-	(82,448)	-	-	-	(82,448)	-	<b>(82,448)</b>
Net profit for the year/period	-	-	-	-	-	-	127,649	127,649	42,292	<b>169,941</b>
Currency translation differences	-	-	-	-	-	(25,348)	-	(25,348)	(21,682)	<b>(47,030)</b>
Reserve on acquisition of additional equity interest in Kumpulan Bertam Plantation	-	-	-	-	-	-	-	-	-	-
Net gain/(loss) not recognised in income statement	-	-	-	-	-	(25,348)	-	(25,348)	(21,682)	<b>(47,030)</b>
Dividend for the period/year	-	-	-	-	-	-	(19,508)	(19,508)	-	<b>(19,508)</b>
<b>Balance as at 31 December 2006</b>	<b>275,535,500</b>	<b>137,950</b>	<b>(961)</b>	<b>164,332</b>	<b>26,977</b>	<b>1,244,580</b>	<b>860,586</b>	<b>2,433,464</b>	<b>373,009</b>	<b>2,806,473</b>
Balance as at 1 January 2007										
as previously reported	275,535,500	137,950	(961)	164,332	<b>26,977</b>	1,244,580	860,586	2,433,464	373,009	<b>2,806,473</b>
prior year adjustment/change in accounting policy	-	-	-	-	-	-	-	-	-	-
as restated	275,535,500	137,950	(961)	164,332	26,977	1,244,580	860,586	2,433,464	373,009	2,806,473
Treasure shares acquired	(3,193,600)	-	(22,759)	-	-	-	-	(22,759)	-	<b>(22,759)</b>
Exercise of warrants 1994-2004	19,236,114	9,619	-	50,592	(13,465)	-	-	46,746	-	<b>46,746</b>
Share options exercised	1,952,800	976	-	3,007	-	-	-	3,983	-	<b>3,983</b>
ESOS 2004-2009	-	-	-	-	-	-	-	-	-	-
Employee remuneration (stock option)	-	-	-	-	-	-	-	-	-	-
New/Right Issue of share / Acquisition of minority interest	-	-	-	-	-	-	-	-	330,148	<b>330,148</b>
Capital distribution through reduction of share premium account	-	-	-	-	-	-	-	-	-	-
New/Rights Issue of share/Additional acquisition of equity interest	-	-	-	-	-	-	-	-	-	-
Net profit for the period/year	-	-	-	-	-	-	406,355	406,355	125,530	<b>531,885</b>
Currency translation differences	-	-	-	-	-	3,072	-	3,072	(17,827)	<b>(14,755)</b>
Reserve arising from additional acquisition of KBP	-	-	-	-	-	(1)	-	(1)	-	<b>(1)</b>
Movement in reserves	-	-	-	-	-	(8,546)	8,546	-	-	-
Reversal of DT re exempted RPGT (effective 01.04.2007)	-	-	-	-	-	67,957	-	67,957	-	<b>67,957</b>
Net gain/(loss) not recognised in income statement	-	-	-	-	-	62,482	8,546	71,028	(17,827)	<b>53,201</b>
Dividends for the period/year	-	-	-	-	-	-	(15,440)	(15,440)	(23,632)	<b>(39,072)</b>
<b>Balance as at 31 December 2007</b>	<b>293,530,814</b>	<b>148,545</b>	<b>(23,720)</b>	<b>217,931</b>	<b>13,512</b>	<b>1,307,062</b>	<b>1,260,047</b>	<b>2,923,377</b>	<b>787,228</b>	<b>3,710,605</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 2006)

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2007**

**AS AT**  
**31 DECEMBER 2007**

**RM'000**

**AS AT**  
**31 DECEMBER 2006**

**(AUDITED)**

**RM'000**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net profit attributable to shareholders	406,355	127,648
Non-cash items	(32,423)	191,207
Non-operating items (investing and financing)	59,603	3,569
<b>Operating profit before changes in working capital</b>	<b>433,535</b>	<b>322,424</b>

Changes in working capital		
Net changes in current assets	(306,295)	(102,718)
Net changes in current liabilities	5,132	52,252
<b>Cash generated from operations</b>	<b>132,372</b>	<b>271,958</b>

Interest received	6,227	6,592
Interest paid	(66,118)	(66,051)
Tax paid, net of refund	(97,013)	(59,187)
Dividends and investment income received	14,388	11,737
<b>Net cash flow from operating activities</b>	<b>(10,144)</b>	<b>165,049</b>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Equity investments	(53,355)	(7,726)
Other investments	(5,717)	(2,939)
Purchase of property, plant and equipment	(319,254)	(348,434)
Deferred farm expenditure	(1,560)	(1,745)
Initial & renewal of franchise fees	(2,886)	(53,403)
Payment of investment properties	-	(8)
Payment of prepaid lease payment	-	(27,288)
Share buy-back	-	-
Proceeds from disposal of property, plant and equipment	1,962	14,974
Proceeds from disposal of investments	552,655	180,546
<b>Net cash flow from investing activities</b>	<b>171,845</b>	<b>(246,023)</b>

**CASH FLOW FROM FINANCING ACTIVITIES**

Net of proceeds/(repayment) of borrowings	(55,016)	32,826
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	(15,440)	(19,508)
Minority shareholders of subsidiaries	(33,850)	-
Exercise of warrants 2004-2009	46,746	21,169
ESOS 2004-2009	3,983	6,491
Issue of shares	409,614	-
Purchase of treasury shares (Share buy-backs)	(22,759)	(961)
Bank balances pledged to a bank	8,852	(23,722)
<b>Net cash flow from financing activities</b>	<b>342,130</b>	<b>16,295</b>

**Net increase/(decrease) in cash and cash equivalents** **503,831** **(64,679)**

Cash and cash equivalents at beginning of the year	115,195	180,101
Foreign Exchange differences on opening balances	249	(227)

**Cash and cash equivalents at end of the period** **619,275** **115,195**

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

Deposit with licenced Banks	66,382	41,740
<b>Cash and Bank Balances</b>	<b>582,561</b>	<b>97,177</b>
	<b>648,943</b>	<b>138,917</b>
<b>Less : Bank overdraft</b>	<b>(14,798)</b>	
<b>Amount pledged to banks</b>	<b>(14,870)</b>	<b>(23,722)</b>
	<b>619,275</b>	<b>115,195</b>

The Condensed Consolidated Cash Flow Statements the accompanying explanatory notes attached to the interim financial statements for the year ended 31.12.2006